



**First and Final Meeting  
2003 Interim  
November 17 & 18, 2003**

**Legislative Conference Rooms 1 & 2  
State Capitol  
Pierre, South Dakota**

**Monday, November 17, 2003**

The first and final meeting of the 2003 Interim of the Bonding Committee was called to order by Chair Orville Smidt at 1:08 p.m., November 17, 2003, in Legislative Conference Rooms 1 and 2 of the State Capitol, Pierre, South Dakota.

A quorum was determined with the following members answering the roll call: Senators Tom Dempster, H. Paul Dennert, Brock Greenfield, Gil Koetzle, Ed Olson, and Representatives Julie Bartling, Rebekah Craddock, Phyllis Heineman, Claire Konold, Orville Smidt, and Ron Williamson. Senator Arnold Brown and Representatives Gerald Lange and Matthew Michels were excused on November 17, 2003, and present on November 18, 2003. Senator Royal "Mac" McCracken was excused both days.

Staff members present included Fred Baatz, Senior Research Analyst, and Teri Retrum, Senior Legislative Secretary.

(NOTE: For sake of continuity, the following minutes are not necessarily in chronological order. Also, all referenced documents are on file with the Master Minutes.)

### **Reception of Annual Reports**

#### **South Dakota Housing Development Authority**

Ms. Dar Baum, representing the South Dakota Housing Development Authority, discussed with the committee the Authority's annual report (Document #1). Ms. Baum said that the Authority has issued \$183 million in home ownership bonds to support the First-time Homebuyer Program, and the average home loan is \$85,085; the participants are an average age of thirty, and the average family size is two members. Ms. Baum said that the Authority is going to focus on homelessness and that they do provide some housing on South Dakota's reservations. She said that criticism of the Governor's House Program has diminished. Ms. Baum said that the Authority's bond ratings remain high.

**SENATOR OLSON MOVED, SECONDED BY SENATOR DEMPSTER, THAT THE BONDING COMMITTEE RECEIVE AND ACCEPT THE REPORT FROM THE SOUTH**

**DAKOTA HOUSING AUTHORITY INTO THE RECORD. The motion prevailed unanimously on a voice vote.**

The committee recessed at 1:30 p.m. and reconvened at 10:37 a.m. on November 18, 2003.

**Tuesday, November 18, 2003**

**South Dakota Building Authority**

Mr. Don Templeton, representing the South Dakota Building Authority, discussed the Authority's annual report (Document #2). Mr. Templeton reported that the FY2003 audit was completed with no exceptions noted. Mr. Templeton commented that most of the projects have been Board of Regents projects and reviewed the financings and construction projects in progress. He noted that the Authority is authorized to issue bonds only for projects that the Legislature has approved.

**South Dakota Health and Educational Facilities Authority**

Mr. Templeton, representing the South Dakota Health and Educational Facilities Authority, discussed the Authority's annual report (Document #3). Mr. Templeton said that an audit of the Authority was completed without exception. He commented that all credits are in acceptable financial condition.

**South Dakota Conservancy District**

Mr. Dave Rhunke, representing the South Dakota Conservancy District, discussed the annual report of the Clean Water State Revolving Fund (Document #4) and the annual report of the Drinking Water State Revolving Fund (Document #5). Mr. Rhunke said that an audit of each showed no deficiencies. He said that all current loans are being paid on schedule.

**South Dakota Economic Development Authority**

Ms. Tina Van Camp, representing the South Dakota Economic Development Authority, reviewed the Authority's annual report (Document #6).

**Value Added Finance Authority**

Ms. Terri LaBrie, representing the South Dakota Value Added Finance Authority, reviewed the Authority's annual report (Document #7). Ms. LaBrie said that the Authority has issued nineteen beginning farmers' bonds, which remains a popular program.

**Committee Action**

**REPRESENTATIVE CRADDUCK MOVED, SECONDED BY SENATOR GREENFIELD, THAT THE BONDING COMMITTEE RECEIVE AND ACCEPT THE REPORTS FROM THE**

**BONDING AUTHORITIES INTO THE RECORD. The motion prevailed unanimously on a voice vote.**

**Adjournment**

**SENATOR DEMPSTER MOVED, SECONDED BY SENATOR GREENFIELD, THAT THE COMMITTEE ADJOURN. The motion prevailed unanimously on a voice vote.**

The committee adjourned at 12:02 p.m.



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