

70:05:03:09. Borrower reporting requirements. The borrower shall submit to the board an annual report containing the following information:

- (1) A summary of operations for the project;
- (2) A financial statement; and
- (3) Other information requested by the board concerning the financial condition of the borrower or compliance with the loan agreement.

The borrower shall submit to the board a regular balance sheet, income statement, and cash flow statement as directed by the board. The board may request quarterly financial statements during the first year of operation.

The board may require that the financial statements be audited at the expense of the borrower, if the board reasonably believes the financial statements provided by the borrower do not clearly or completely state the borrower's financial condition, or are not prepared according to generally accepted accounting principles.

Source: 19 SDR 107, effective January 24, 1993.

General Authority: SDCL 49-16C-3.

Law Implemented: SDCL 49-16C-3.

Cross-Reference: Certified Public Accountants and Public Accountants, art 20:37.