



April 9, 2009

Representative Deb Peters, Chair
Government Operations and Audit Committee
500 E Capitol Avenue
Pierre, SD 57501

Dear Representative Peters:

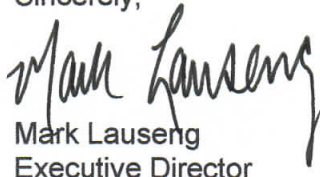
Thank you for your letter dated April 7, 2009. Following are the responses to your questions.

The Authority is following the recommendation of our auditors, Eide Bailey, in regards to the FY08 audit finding. Management reviews and approves all adjusting journal entries and support on a monthly basis to ensure the propriety of the entries. In addition, analytical procedures have been implemented to compare monthly activity. Any large percentage changes are evaluated to insure that proper entries have been made.

The Authority has added a section, titled Stimulus Funding, to our web site: www.sdhda.org. The site will be updated as the Stimulus Funds are disbursed. Project locations and amounts disbursed will be listed on the web site. We are working with the State to get a link to our Stimulus Funds included on their Economic Recovery section of the State of South Dakota web site.

I can be reached at 773-3181 if you have any additional questions.

Sincerely,


Mark Lauseng
Executive Director

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