

Capacity Building Grant Contributors

Avera Health
 BankWest, Inc.
 Paul Batcheller
 Cheryl Chapman
 CorTrust Bank
 Dacotah Bank
 East River Electric Power Cooperative and Member Systems
 Jon Farris
 First National Bank in Sioux Falls
 First PREMIER Bank
 First Western Bank Corp and Banks
 Christine Hamilton and the MCHC Foundation
 Valerie Kuhl
 Aelred Kurtenbach
 Midcontinent Media, Inc.
 Norbert Sebade
 Student Loan Finance Corporation
 Wells Fargo Financial

Total General Operating Support: \$181,775.00

American Coalition for Ethanol
 Citigroup Foundation
 Home Federal Bank
 Howalt-McDowell Insurance
 Merchants Bank-Freeman
 Northwest Area Foundation
 NorthWestern Energy
 SD Housing Development Authority
 South Dakota Community Foundation
 Southeastern Electric Cooperative
 Xcel Energy, Inc.

Total Program Specific Grants: \$302,788.64

Total Capacity Building Grants 2006-2007: \$484,563.64

Capital Grants

Avera Health
 Black Hills Corporation
 CDFI Fund (US Dept. of Treasury)
 Xcel Energy, Inc.

Total Capital Grants as of Year End 2007: \$540,424.00

Capital Investment Fund Investors

1st Financial Bank USA
 *Avera Health
 Bank of the West
 BANKFIRST
 BankWest, Inc.
 *Black Hills Corporation
 Calvert Fund
 *CDFI Fund
 CorTrust Bank
 Dacotah Bank
 First Bank & Trust
 First Dakota National Bank
 First National Bank in Sioux Falls
 First National Bank South Dakota
 First National of Nebraska CDC
 First PREMIER Bank
 First Western Banks

Great Western Bank
 Home Federal Bank
 Midcontinent Media, Inc.
 Sanford Health
 Sioux Falls Development Foundation
 Student Loan Finance Corporation
 Target National Bank
 US Bank
 Wells Fargo Community Development Corporation
 Wells Fargo Financial
 Wells Fargo SD NA
 *Xcel Energy, Inc.

Total Investments as of Year End 2007: \$8,455,424

*Capital Grantors

SD Community Capital Fund Participants

Aberdeen Development Corporation
 Area Development Corporation (Brookings)
 Beadle & Spink Enterprise Community
 Campbell County Economic Development Corporation
 Corsica, Inc.
 Gettysburg/Whitlock Bay Development Corporation
 Greater Huron Development Corporation
 Gregory Business Industrial Development
 Heart of the Hills Economic Development, Inc. (Hill City)

Lake Area Improvement Corporation (Madison)
 Lake Francis Case Development Corp.
 Mid-Dakota Economic Development Corp.
 Mobridge Economic Development Corp.
 NE Venture Inc. (Aberdeen)
 Philip Chamber of Commerce
 Pierre Economic Development Corp.
 Rural Electric Economic Development, Inc.
 Spearfish Economic Development Corp.

Total Participants as of Year End 2007: \$825,000

STATEMENT OF ACTIVITIES

	2007	2006
REVENUES		
Grants	\$ 491,025	\$ 212,739
Forgiveness of debt	75,000	25,000
Interest income on loans receivable	278,874	199,411
Interest income on investments	476,855	129,281
Registration and miscellaneous income	197,476	59,910
Realized gain on sale of investments	828	190
Unrealized appreciation (depreciation) on investments	11,022	(8,361)
	1,531,080	618,170
EXPENSES		
General and administrative	519,556	357,667
Interest expense	178,541	150,192
Grant expense	47,363	20,000
	745,460	527,859
CHANGE IN NET ASSETS	785,620	90,311
NET ASSETS - BEGINNING OF YEAR	522,546	432,235
NET ASSETS - END OF YEAR	\$1,308,166	\$ 522,546

Capital Investment Fund Loans

Aberdeen Development Corporation
 Beadle & Spink Enterprise Community (BASEC)
 Eureka Community Development Company
 First District Development Company
 Greater Huron Development Corporation
 Lakota Funds
 Northeast South Dakota Economic
 Corporation (NESDEC)
 North Central South Dakota Economic
 Development (NCSDED)

On Hand Economic Development
 Corporation (Miller)
 Pierre Economic Development
 Corporation (PEDCO)
 Rural Electric Economic
 Development (REED)

**Total Loans Outstanding
 as of Year End 2007: \$7,800,000**



2008 Board of Directors

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 Consulting Group, Inc.

VICE-CHAIR

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 Agriculture and Biological Sciences,
 South Dakota State University

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 Christiansen Land and Cattle, Ltd.

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 Development Manager, East River
 Electric Power Cooperative, Inc.

Larry Atkinson, President,
 Bridge City Publishing, Inc.

Paul Batcheller, Principal,
 PrairieGold Venture Partners

Jim Doolittle, Executive Director,
 Black Hills Community
 Development, Inc.

Jon Farris, Director, Division of
 Agricultural Development, South
 Dakota Department of Agriculture

Tanya Fiddler, Executive Director,
 Four Bands Community Fund

Rod Fouberg, Chair and CEO,
 Dacotah Banks, Inc.

Curt Hage, Chair, President and
 CEO, Home Federal Bank

Valerie Kuhl, Community
 Development Lending and
 Investment Officer, Citigroup

Aelred Kurtenbach, Co-Founder
 and Board Chair, Daktronics, Inc.

Jim Mirehouse, CEO, Genesis Equity
 Fund, LLC/BHBDC

John Porter, President and CEO,
 Avera Health

Norbert Sebade, President,
 First Western Bank-Wall

Staff

Beth Davis, President, beth@sdrei.org

Rey Gonzales, Vice President of
 Business Development, rey@sdrei.org

Cheryl Leasure, Administrative
 Assistant, cheryl@sdrei.org

Lin VanHofwegen, Vice President of
 Operations, lin@sdrei.org

Dick Werner, Credit Officer,
 dick@sdrei.org

STATEMENTS OF FINANCIAL POSITION

ASSETS	2007	2006
CURRENT ASSETS		
Cash and cash equivalents	\$ 980,092	\$1,018,464
Current maturities of loans receivable	464,400	605,767
Certificates of deposit	194,000	1,124,954
Other receivable	31,249	2,625
Grants receivable	340,424	-
Interest receivable	13,925	1,170
Related party receivable	-	10,000
Prepaid expenses	-	2,500
Total current assets	2,024,090	2,765,480
INVESTMENTS AND OTHER ASSETS		
RBEG loans receivable, less current maturities and loan loss reserves	87,864	-
Community loan funds receivable, less current maturities and loss reserves	7,244,000	4,653,500
Other assets	6,000	23,905
SD Community Capital Escrow Fund	825,000	825,000
Microenterprise Escrow Fund	529,821	554,768
Investments	2,000	2,000
Total	8,694,685	6,059,173
PROPERTY AND EQUIPMENT		
Net of accumulated depreciation	13,593	7,447
TOTAL ASSETS	\$10,732,368	\$8,832,100
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 4,429	\$ 13,523
Deferred revenue	179,773	30,000
Interest payable	-	1,031
Current maturities of notes payable	100,000	150,000
Total current liabilities	284,202	194,554
LONG-TERM LIABILITIES		
SDCCF funds held in escrow	825,000	825,000
Northwest Area Foundation funds held in escrow	500,000	500,000
Notes payable, net of current maturities	7,815,000	6,790,000
Total long-term liabilities	9,140,000	8,115,000
Total liabilities	9,424,202	8,309,554
NET ASSETS		
Unrestricted	587,742	217,546
Permanently restricted	720,424	305,000
Total net assets	1,308,166	522,546
Total liabilities and net assets	\$10,732,368	\$8,832,100