

**SOUTH DAKOTA DEPARTMENT OF TRANSPORTATION  
LINE OF CREDIT FOR PRE-QUALIFICATION**

(Must be filed in original form)

Date: \_\_\_\_\_

Classification & Rating Committee  
SD Department of Transportation  
700 E Broadway  
Pierre SD 57501

Gentlemen:

We understand that \_\_\_\_\_  
(company name)

has filed with the SD Department of Transportation a Contractor's Statement of Financial Position dated \_\_\_\_\_ as a requirement for becoming prequalified  
(financial statement year end)  
to bid on highway projects.

We also understand that the Department determines maximum bidding capacity by multiplying the total of current assets less current liabilities plus eighty (80) percent of the net book value of construction equipment by a factor of ten, rounded to the nearest on thousand dollars (\$1,000).

In order to permit the contractor to increase their maximum bidding capacity, we hereby certify that we, as duly authorized officers, have been authorized by the Board of Directors, or the Committee for approval of loans, of the \_\_\_\_\_ Bank of \_\_\_\_\_, to grant a loan in the amount of \$ \_\_\_\_\_ to the above named contractor, upon request. We currently have loans in the amount of \$ \_\_\_\_\_ outstanding against this line of credit.

It is understood that this authorization to grant a loan is based on the customary security and loan agreements and is for use in prosecuting any highway contracts on which they may be the successful bidder. It is also understood that this authorization (*check the appropriate statement*):

\_\_\_\_\_ expires 18 months from the contractor's financial statement date.

\_\_\_\_\_ applies only to the projects in the \_\_\_\_\_ letting.  
(month/day/year)

By \_\_\_\_\_  
(President or Managing Officer)

Subscribed and sworn to me this \_\_\_\_\_ day of \_\_\_\_\_, \_\_\_\_\_.  
(month) (year)

\_\_\_\_\_  
(Notary Public)

My commission expires: \_\_\_\_\_