## **Ethics**

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doesn't have any form of an ethics commission," Gibson said.

House Republican leader Brian Gosch of Rapid City said state legislatures across the country enacted ethics commissions in the wake of President Nixon's Watergate scandal.

Gosch said South Dakota's

again," Gosch said.

'regrettably" all come from

commission a means for additional vindication when

Watertown, called it "a bad idea whose time has

ceived a grade of C on the Center for Public Integrity study two years ago, despite 49th with a grade of F.

a Tom Cruise commission to make us all strong and hand-

Rep. Mark Mickelson, Reverything beneath it," he Sioux Falls, said GOAC took said, adding, "South Dakota "an exhaustive amount of teshas a big black eye. timony" during the past year.

Mickelson, who voted

year and then served on the

step." Rep. Shawn Bordeaux, D-

Mission, spoke in support of

"It's almost like the rug

creating the commission

isn't big enough to sweep

again.

against the EB-5 probe last

Rep. Justin Cronin, R-Gettysburg, defended the scope of GOAC's look and said "one issue" - double billing for investigation, called an ethics trips to China — came out. commission "an unnecessary

Cronin said the result was "blasting and smearing" Gov. Dennis Daugaard and Rounds, who was campaign-ing for election to the U.S. Senate at the time. He won in November.

"But what never happened

was no one was charged. The U.S. attorney to this day will not confirm or deny an investigation was happening at all," Cronin said.

He said the only person with information is dead.

There wasn't any mention by Cronin or any other legislator of the contract arrangements by that person, nor of the \$550,000 of state grants funds that were redirected by that person, Richard Benda.

Benda was secretary of

tourism and state development the final five years of Rounds' administration.

Benda signed the management contract for SDRC Inc. with its president, Joop Bollen of Aberdeen, to handle EB-5 for state government in 2009 and then went to work for SDRC Inc. in 2011.

Bollen had formed SDRC Inc. in 2008 while overseeing EB-5 activities for state government from an office at

Northern State University. The \$550,000 was routed through Northern Beef Packers, which received EB-5 loans, back to SDRC Inc. in

order to pay the loan monitor, Benda, for Northern Beef. Rounds had approved several grants for Northern

Beef. Benda was found to have increased the amount of one of those grants to cover the \$550,000 that Northern Beef diverted to SDRC Inc. from

another of the grants.

