

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
TUESDAY, JUNE 14, 2016, 9:30 A.M. CT**

Members Present

Chairman Jeff Erickson, Dale Clement, Tony Klein, Sharon Casey, John Calvin, Mike Luken, Greg Heineman, Ted Hustead, Don Kettering, Pat Prostrollo, Tom Jones, Norbert Sebade, Reed Kessler, Bruce Rampelberg and Spencer Hawley

Staff Present

Commissioner Pat Costello, Deputy Commissioner Aaron Scheibe, Cassie Stoesser, Cassidy Kulesa, Ashley Moore, Katelyn Hump, Dale Knapp and Natalie Likness

Other Staff Present

Sam Helma - BankWest, Inc.

Others Present

Bob Mercer

Call to Order

Chairman Erickson called the meeting to order at 9:33 a.m.

Agenda

A motion was made by Greg Heineman and seconded by John Calvin to approve the agenda as amended.

Motion passed by a roll call vote.

Minutes

A motion was made by Ted Hustead and seconded by Mike Luken to approve the minutes of the meetings held May 10, 2016, May 31, 2016 and June 6 2016, as presented.

Motion passed by a roll call vote.

Clausen & Rice, LLP Accounting Contract

A motion was made by Pat Prostrollo and seconded by Norbert Sebade to approve the Clausen & Rice, LLP contract for accounting services as presented.

Motion passed by a roll call vote.

Election of Vice-Chairman

A motion was made by Dale Clement and seconded by Don Kettering to accept the appointment of Pat Prostrollo as Vice-Chairman of the Board of Economic Development and Chair of Grant Committee.

Motion passed by a roll call vote.

IEDC Basic Training Approval

A motion was made by Sharon Casey and seconded by Pat Prostrollo to pre-approve funding to applicants for the IEDC Basic Economic Development Course as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Executive Session

A motion was made by Don Kettering and seconded by John Calvin to enter into executive session at 10:14 a.m. to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants.

Motion passed by a roll call vote.

Executive Session Report

The Chairman declared the board out of executive session at 10:40 a.m. The Chairman reported that the Board of Economic Development entered into Executive Session to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants. No action taken.

A motion was made by Mike Luken and seconded by Ted Hustead to approve the chairman's report from executive session.

Motion passed by a roll call vote.

Loan Review Summary

Carl V Carlson Company, Marmen Energy Co. and Metalworks, LLC

A motion was made by Don Kettering and seconded by Pat Prostrollo to approve the loan review as presented.

Motion passed by a roll call vote.

Grant Reviews

Economic Development Partnership Program

Brookings Economic Development Corporation, Heart of the Hills Development Corporation, Mitchell Area Development Corporation, City of Wall, ZEAL Center for Entrepreneurship and Yankton Area Progressive Growth

A motion was made by Ted Hustead and seconded by John Calvin to approve the grant reviews as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Glacial Lakes Area Development (RLF), GROW South Dakota (RLF) and City of Chamberlain (RLF)

A motion was made by Don Kettering and seconded by Pat Prostrollo to approve the grant reviews as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Local Infrastructure Improvement Program

City of Gregory, City of Beresford and Edison Township

A motion was made by Dale Clement and seconded by Reed Kessler to approve the grant reviews as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Reinvestment Payment Program

Campbell County Wind Farm, LLC

A motion was made by Pat Prostrollo and seconded by John Calvin to approve the grant review as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

South Dakota Jobs Program

Truxedo, Inc.

A motion was made by Ted Hustead and seconded by Sharon Casey to approve the grant review as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Old Business

Centerville Development Corporation

A motion was made by Pat Prostrollo and seconded by Mike Luken to approve a 60 day grant agreement extension

Motion passed by a roll call vote.

New Business

Economic Development Partnership Program

Wagner Area Growth, Inc. and ZEAL Center for Entrepreneurship (RLF)

A motion was made by Sharon Casey and seconded by Don Kettering to deny the Economic Development Partnerships Program grants as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Beadle and Spink Enterprise Community, Inc. (RLF), South Eastern Development Foundation (RLF) and Sioux Falls Development Foundation

A motion was made by Don Kettering and seconded by Norbert Sebade to approve the Economic Development Partnership Program grants for the following borrowers as recommended by staff and Grant Committee:

Beadle and Spink Enterprise Community, Inc. (RLF)

- Approve an Economic Development Partnership grant award to the Beadle and Spink Enterprise Community, Inc. (RLF) in the amount of \$250,000.00, to be granted in accordance with the board's Economic Development Partnership Award Policy for Revolving Loan Fund.

South Eastern Development Foundation

- Approve an Economic Development Partnership grant award to the South Eastern Development Foundation in the amount of \$250,000.00, to be granted in accordance with the board's Economic Development Partnership Award Policy for Revolving Loan Funds.

Sioux Falls Development Foundation, Inc.

- Approve an Economic Development Partnership grant award to the Sioux Falls Development Foundation, Inc. in the amount of \$280,982.00, to be granted in accordance with the board's Economic Development Partnership Award Policy for Staff Funding.

Motion passed by a roll call vote.

Local Infrastructure Improvement Program

City of Mount Vernon

A motion was made by Mike Luken and seconded by Dale Clement to deny the Local Infrastructure Improvement Program grant as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Faulkton Area Economic Development Corporation

A motion was made by Pat Prostrollo and seconded by Sharon Casey to approve the Local Infrastructure Improvement Program grant for the following borrower as recommended by staff and Grant Committee:

Faulkton Area Economic Development Corporation

- Approve a Local Infrastructure Improvement grant award to the Faulkton Area Economic Development Corporation in the amount of \$384,000 to be granted

in accordance with the board's Local Infrastructure Improvement Award Policy.

Motion passed by a roll call vote.

Appreciation

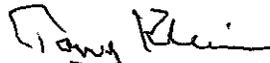
A motion was made by John Calvin and seconded by Don Kettering to commend Commissioner Pat Costello upon his resignation for his service to the Board of Economic Development and State of South Dakota.

Motion passed by a roll call vote.

Adjourn

A motion was made by Tony Klein and seconded by Dale Clement to adjourn the meeting at 10:50 a.m.

Motion passed by a roll call vote.



Dale Clement, Secretary or
Tony Klein, Treasurer