

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
MONDAY, JANUARY 12, 2015, 9:30 A.M. CT**

Members Present

Chairman Jeff Erickson, Dale Clement, Tony Klein, Sharon Casey, Tom Burchill, Mike Luken, Greg Heineman, Tim Kessler, Ted Hustead, Pat Prostrollo, David Lust, and Tom Jones

Staff Present

Commissioner Pat Costello, Deputy Commissioner Aaron Scheibe, Kim Easland, Ashley Moore, Cassie Stoesser, Cherissa Wright, and LaJena Gruis

Other Staff Present

Mandy Kuipers - BankWest, Inc.

Others Present

James Nord

Call to Order

Chairman Erickson called the meeting to order at 9:32 A.M.

Agenda

A motion was made by Tim Kessler and seconded by Tony Klein to approve the agenda as presented.

Motion passed by a roll call vote.

Minutes

A motion was made by Greg Heineman and seconded by Tom Burchill to approve the minutes of the meetings held December 9, 2014 and January 5, 2015, as presented.

Motion passed by a roll call vote.

BankWest, Inc. Servicing Contract Amendment

A motion was made by Dale Clement and seconded by Pat Prostrollo to approve the BankWest, Inc. Servicing Contract Amendment as presented.

Motion passed by a roll call vote.

Executive Session

A motion was made by Ted Hustead and seconded by Sharon Casey to enter into executive session at 9:40 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 10:09 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 Sharon Casey and seconded by Pat Prostrollo to approve the chairman's report from executive session.

Motion passed by a roll call vote.

Loan Review

Loan Review Summary

A motion was made by Mike Luken and seconded by Dale Clement to approve the loan review and recommendation as presented for Watertown Development Company/Nutting.

Motion passed by a roll call vote.

Old Business

EDFA Matching Loans

A motion was made by Tom Burchill and seconded by Ted Husted to approve withdrawing the loan commitments are presented.

Motion passed by a roll call vote.

Pure Pulp Products, Inc.

A motion was made by Dale Clement and seconded by Pat Prostrullo to approve accepting the settlement offer as presented.

Motion passed by a roll call vote.

New Business

RTI, LLC/RTI Holdings, LLC

A motion was made by Sharon Casey and seconded by Tony Klein to approve the loan request from RTI, LLC/RTI Holdings, LLC in the amount of \$825,000. Secured by a shared first position on the real estate and personal and corporate guarantees of principals with 10% or more ownership. Bank covenants will be mirrored within the loan agreement.

The loan is approved according to the terms and conditions of the commitment letter; all documents may be executed on behalf of the Board by the Commissioner of the Governor's Office of Economic Development or the Commissioner's designee.

Motion passed by a roll call vote.

Adjourn

A motion was made by Tony Klein and seconded by Tom Burchill to adjourn the meeting at 10:12 a.m.

Motion passed by a roll call vote.



Dale Clement, Secretary or
Tony Klein, Treasurer