

BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 210 E 4TH STREET, PIERRE, SD
TUESDAY, JANUARY 31, 2012 – 10:00 AM CST

Members Present

Chairman Jeff Erickson , Dale Clement, Tony Klein, Sharon Casey, John Calvin, Tom Burchill, Mike Luken, Mark Mickelson, Greg Heineman, Tim Kessler, Ted Husted, Don Kettering, Pat Prostrollo

Staff Present

Commissioner Pat Costello, Kim Easland, Ashley Moore, Travis Dovre, Dale Knapp, Cody Richter, Chris Maxwell

Other Staff Present

Mandy Kuipers- BankWest, Loan Servicing Agent

Others Present

Via-Telephone- Lucas Lentsch- Division Director, Division of Agriculture Development

Call to Order

Chairman Erickson called the meeting to order at 10:03 am.

Agenda

A motion was made by Tom Burchill and seconded by Mike Luken to approve the agenda as presented.

Motion prevailed by a unanimous roll call vote.

Minutes

A motion was made by John Calvin and seconded by Tony Klein to approve the minutes of December 13, 2011 as presented.

Motion prevailed by unanimous roll call vote.

Executive Session

A motion was made by Tim Kessler seconded by Don Kettering to enter into executive session at 10:06 a.m. to discuss contract matters and commercial and financial information relating to loan and other assistance applicants.

Motion prevailed by unanimous roll call vote.

Executive Session Report

The Chairman declared the board out of executive session at 10:36 a.m. The Chairman reported that the Board of Economic Development entered into Executive Session to discuss commercial and financial information relating to loan and other assistance to applicants.

A motion was made by Tom Burchill and seconded by Ted Husted to approve the chairman's report from executive session.

Motion prevailed by unanimous roll call vote.

Old Business

Buhler Industries, Inc.

A motion was made by Pat Prostrollo and seconded by Ted Husted to approve a release of the assets included with the sale of the service body product line.

Motion prevailed by unanimous roll call vote

Cattail Company LLP

A motion was made by Greg Heineman and seconded by Pat Prostrollo to approve an additional 2 month payment moratorium for January and February.

Motion prevailed by unanimous roll call vote

CJs Inc. and Dakota Harvest Farms

A motion was made by Don Kettering and seconded by Pat Prostrollo to approve putting remaining funds back to the VASF account.

Motion prevailed by unanimous roll call vote

Deadwood Biofuels, LLC

A motion was made by Ted Hustead and seconded by Pat Prostrollo to approve interest only payments until March 15, 2012.

Motion prevailed by unanimous roll call vote

New Business

Bel Brands USA, Inc.

A motion was made by Dale Clement and seconded by Pat Prostrollo to approve the waiver of the loan amount over \$1,000,000.

Motion prevailed by unanimous roll call vote

Bel Brands USA, Inc.

A motion was made by Mark Mickelson and seconded by John Calvin to approve the loan request from Bel Brands USA, Inc in the amount of \$6,000,000. Secured by a first position on the new facility, ten year amortization and 1% rate. Take out financing.

Motion to approve the loan request fro Bel Brands USA, Inc in the mount of \$2,000,000. Secured by a first position on the new facility, twenty year amortization, 3% rate and 5 year balloon. Take out financing.

The loan is approved according to the terms and conditions of the commitment letter and that 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 prevailed by unanimous roll call vote

Bills

A motion was made by Greg Heineman and seconded by Mark Mickelson to approve the bill payable to BankWest in the amount of \$11,366.22 for the December Servicing, NDC Certification in the amount of \$1,150.00 for Cody Richter training, Department of Legislative Audit in the amount of \$5,434.00 for Audit, PIDC in the amount of \$8,000.00 for Portfol annual maintenance and May, Adam, Gerdes & Thompson, LLP in the amount of \$2,587.00 for Legal work

Motion prevailed by unanimous roll call vote.

Adjourn

A motion was made by Mike Luken and seconded by Pat Prostrollo to adjourn the meeting at 10:45 am.

Motion prevailed by unanimous roll call vote.



Dale Clement, Secretary