

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
WEDNESDAY, NOVEMBER 12, 2014, 9:30 A.M. CT**

Members Present

Chairman Jeff Erickson, Tony Klein, Sharon Casey, John Calvin, Tom Burchill, Mike Luken, Greg Heineman, Tim Kessler, Ted Husted, Don Kettering, Pat Prostrollo, Rob Skjonsberg, David Lust, Scott Parsley, Bruce Rampelberg, and Tom Jones

Staff Present

Deputy Commissioner Aaron Scheibe, Kim Easland, Ashley Moore, Cassie Stoesser, Cherissa Wright, and Dale Knapp

Other Staff Present

Mandy Kuipers - BankWest, Inc.

Call to Order

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

Agenda

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

Motion passed by a roll call vote.

Minutes

A motion was made by Tom Burchill and seconded by Ted Husted to approve the minutes of the meetings held October 3, 2014, November 3, 2014, and November 6, 2014, as presented.

Motion passed by a roll call vote.

BPro Inc.

A motion was made by Pat Prostrollo and seconded by John Calvin to approve the BPro Inc. contract as presented.

Motion passed by a roll call vote.

Executive Session

A motion was made by Tim Kessler and seconded by Tom Burchill to enter into executive session at 9:37 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 10:26 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 Pat Prostrollo and seconded by Greg Heineman to approve the chairman's report from executive session.

Motion passed by a roll call vote.

Old Business

Areawide Business Council, Inc.

A motion was made by Sharon Casey and seconded by Tom Burchill to approve a 180 day Grant Agreement extension.
Motion passed by a roll call vote.

B & H Wind, LLC

A motion was made by Tony Klein and seconded by Tim Kessler to approve the application for modification as presented.
Motion passed by a roll call vote.

Wounded Knee Development Corporation

A motion was made by Sharon Casey and seconded by Ted Husted to approve the attached 4 year budget showing the 1:1 match including wages, benefits, and equipment.
Motion passed by a roll call vote.

New Business

CMW Industrial Properties, LLC

A motion was made by Don Kettering and seconded by John Calvin to approve the loan request from CMW Industrial Properties, LLC in the amount of \$900,000. Secured by a shared first mortgage and personal guarantees of principals with 10% or more ownership and a corporate guarantee.

A motion was made by and seconded by to approve the loan request from CMW Industrial Properties, LLC in the amount of \$350,000. Secured by a shared first lien on equipment, second position on the building, personal guarantees of principals with 10% or more ownership and a corporate guarantee.

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.

RTI, LLC / NEVCO, LLC

A motion was made by Tom Burchill and seconded by Pat Prostrullo to approve the loan request from RTI, LLC/NEVCO, LLC in the amount of \$250,000. Secured by a shared first position on the project equipment purchased and personal guarantees of principals with 10% or more ownership and waiving the personal guarantee of one owner.

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.

Interbake Foods, LLC

A motion was made by Pat Prostrullo and seconded by Greg Heineman to approve the Reinvestment Payment application of Interbake Foods, LLC as recommended by staff in the board packet.

- Based on the representations and project description contained in the application for reinvestment payment, including but not limited to the representations concerning jobs created or retained and wages and benefits to be paid, the request of Interbake Foods, LLC for an equipment upgrades

reinvestment payment of up to \$203,060.00, but not to exceed 50 % of the State Sales and Use Tax paid on eligible equipment costs, is approved for Interbake Foods, LLC. The project as completed must be substantially similar to the project described in the application and must comply with the deadlines set out SDCL Ch. 1-16G and ARSD Ch. 68:02:07. The board has considered the factors set out in SDCL 1-16G-59 and ARSD 68:02:07:04 and the likelihood the project would not be located in South Dakota absent the reinvestment payment. Staff is authorized to issue a permit consistent with the application, this approval and the applicable provisions of SDCL Ch. 1-16G and ARSD Ch. 68:02:07.

Motion passed by a roll call vote.

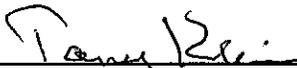
Bills

A motion was made by Don Kettering and seconded by Tom Burchill to approve the bill payable to Department of Legislative Audit in the amount of \$6,851.10 for the Audit. Motion passed by a unanimous voice vote.

Adjourn

A motion was made by Tony Klein and seconded by Sharon Casey to adjourn the meeting at 10:37 a.m.

Motion passed by a roll call vote.



Dale Clement, Secretary or
Tony Klein, Treasurer