

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
WEDNESDAY, MARCH 13, 2024, 2024, 10:00 A.M., CT**

Members Present

Chairman Jeff Erickson, Don Kettering, Matt Judson, Sharon Casey, Mike Luken, Tom Jones, Joy Nelson, Eric Yunag, Kevin Tetzlaff, David Emery, Craig Christianson, Brad Moore, Reynold Nesiba and Kameron Nelson

Staff Present

Deputy Commissioner Jesse Fonkert, Travis Dovre, Jack Valentine, Stephanie Deyo, Nick Rabern, Lexxy Phillips, Joe Fiala, Adam Molseed, Ann Gesick-Johnson, Tanner Beukelman, Katherine Kirby and Curtis Egan

Other Staff Present

Mike Bietz – BankWest, Inc.

Call to Order

Chairman Erickson called the meeting to order at 10:01 a.m.

Agenda

A motion was made by Sharon Casey and seconded by Eric Yunag to approve the agenda as amended and modified.

Motion passed by a voice vote.

Minutes

A motion was made by Matt Judson and seconded by Joy Nelson to approve the minutes of the meetings held February 13, 2024, February 26, 2024 and March 4, 2024, as presented.

Motion passed by a voice vote.

Conflicts Disclosure

Chairman Erickson opened the floor for board members to identify potential conflicts under SDCL Chapter 3-23. There were none from board members and no objection to proceeding with the agenda.

Public Comments – none

Executive Session

A motion was made by Matt Judson and seconded by Brad Moore to enter into Executive Session at 10:11 a.m. to discuss contractual matters, and to discuss commercial and financial information relating to loan and other assistance applicants. SDCL 1-16G-11

Motion passed by a voice vote.

Executive Session Report

The Chairman declared the board out of Executive Session at 10:38 a.m. The Chairman reported that the Board of Economic Development entered into Executive Session to discuss contract matters, commercial and financial information relating to loan and other assistance to applicants. No action was taken.

A motion was made by Sharon Casey and seconded by Mike Luken to approve the Chairman's report from Executive Session.
Motion passed by a voice vote.

Grant Reviews

Local Infrastructure Improvement Program (City of Lake Norden, City of Lake Preston, City of North Sioux City and Mitchell Area Development Corporation) and Reinvestment Payment Program (Brookings Biogas, LLC, Dakota Renewable Hydrogen, GEVO Net Zero 1, LLC, Grace Minnesota, Inc., Henkel US Operations Corporation, Kingsbury County Wind Fuel, LLC, Lakeside Biogas, LLC, Manitou Equipment America, LLC, North Bend Wind Project, LLC, Pacific Stainless Products, Inc., Phase Technologies, Riverview, LLP and Terex South Dakota, Inc.)

A motion was made by Joy Nelson and seconded by Don Kettering to approve the grant reviews and recommendations as recommended by staff and grant committee.
Motion passed by a voice vote.

Old Business

Jitter Joint

A motion was made by Mike Luken and seconded by Brad Moore to approve the changes as presented and discussed.
Motion passed by a voice vote.

Royal Canin, US

A motion was made by Mike Luken and seconded by Kevin Tetzlaff to approve extending the permit extension date to August 28, 2024.
Motion passed by a voice vote.

New Business

Centerville Manufacturing, LLC

A motion was made by Matt Judson and seconded by Don Kettering to approve a REDI loan request from Centerville Manufacturing, LLC in the amount of \$675,000. Secured by a shared 1st lien on real estate, a shared 1st UCC on all assets and the personal guarantees from principals with 10% or more ownership.

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 voice vote.

Southern Sun, LLC

A motion was made by Joy Nelson and seconded by David Emery to approve a SD Works loan request from Southern Sun, LLC in the amount of \$1,340,584. Secured by a sole 2nd lien position on equipment, the personal guarantees from principals with 10% or more ownership and a corporate guaranty.

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 voice vote.

Southern Sun, LLC

A motion was made by Mike Luken and seconded by Kevin Tetzlaff to approve a waiver of a loan over \$1,000,000 and approve a REDI loan request from Southern Sun, LLC in the amount of \$1,675,730. Secured by a sole 1st lien position on specific equipment. the personal guarantees from principals with 10% or more ownership and a corporate guaranty.

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 voice vote.

Bills

A motion was made by Mike Luken and seconded by Sharon Casey to approve the insurance quote from Redstone Insurance Brokers/BankWest, Inc. in the amount of \$11,010.09

Motion passed by a voice vote.

Adjourn

A motion was made by Don Kettering and seconded by Mike Luken to adjourn the meeting at 10:48 a.m.

Motion passed by a voice vote.

Matt Judson, Treasurer