

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
TUESDAY, JUNE 11, 2019, 9:30 A.M. CT**

Members Present

Chairman Jeff Erickson, Matt Judson, Sharon Casey, Mike Luken, Don Kettering, Tom Jones, Reed Kessler, Joy Nelson, Eric Yunag and Pat Burchill

Staff Present

Cassie Stoesser, LaJena Gruis, Ashley Moore, Cassidy Kulesa, Terri LaBrie, Dale Knapp, Jessica Falk and Joe Fiala

Other Staff Present

Andrew Coppersmith and Mike Bietz - BankWest, Inc.

Call to Order

Chairman Erickson called the meeting to order at 9:32 a.m.

Agenda

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

Motion passed by a roll call vote.

Minutes

A motion was made by Joy Nelson and seconded by Reed Kessler to approve the minutes of the meetings held May 21, 2019 and May 30, 2019, as presented.

Motion passed by a roll call 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 Don Kettering and seconded by Matt Judson 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 9:54 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 was taken.

A motion was made by Matt Judson and seconded by Sharon Casey to approve the Chairman's report from executive session.

Motion passed by a roll call vote.

Grant Reviews

Local Infrastructure Improvement Program (Brown County), Reinvestment Payment Program (Otter Tail Power Company and Farmer's Union Industries, LLC) and South Dakota Jobs Program (TrueNorth Steel, Inc.)

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

Motion passed by a roll call vote.

Old Business

Brown County

A motion was made by Pat Burchill and seconded by Matt Judson to approve an extension of the grant agreement to September 30, 2019.

Motion passed by a roll call vote.

Edmunds County

A motion was made by Sharon Casey and seconded by Mike Luken to approve an extension of the grant agreement to December 12, 2019.

Motion passed by a roll call vote.

New Business

Economic Development Partnership Program

North Sioux City Economic Development Corporation

A motion was made by Tom Jones and seconded by Reed Kessler to approve an Economic Development Partnership grant award to North Sioux City Economic Development Corporation in the amount of \$625, not to exceed 50% of costs, to be granted in accordance with the board's Economic Development Award Policy for Training Only.

Motion passed by a roll call vote.

Local Infrastructure Improvement Program

City of Hartford

A motion was made by Pat Burchill and seconded by Mike Luken to approve tabling as recommended by staff and Grant Committee.

Motion passed by a roll call vote.

Turner County

A motion was made by Don Kettering and seconded by Joy Nelson to approve as recommended by staff and Grant Committee.

Turner County

Approve a Local Infrastructure Improvement grant award to Turner County in the amount of \$243,386 not to exceed 50% of the total project costs, to be granted in accordance with the board's Local Infrastructure Improvement Award Policy.

Motion passed by a roll call vote.

Reinvestment Payment Program

Ag Processing, Inc a cooperative

A motion was made by Reed Kessler and seconded by Tom Jones to approve the Reinvestment Payment Application to Ag Processing, Inc a cooperative as recommended by staff.

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, a new or expanded facility reinvestment payment of \$306,000 but not to exceed 50% percent of State Sales/Use

Tax paid on eligible project costs, is approved for AG Processing, Inc. 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.

Adjourn

The Chairman declared the meeting adjourned at 10:04 a.m.
Motion passed by a roll call vote.

Matt Judson, Treasurer

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