

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
TUESDAY, SEPTEMBER 10, 2019, 9:30 A.M. CT**

Members Present

Chairman Jeff Erickson, Matt Judson, Sharon Casey, Mike Luken, Ted Husted, Don Kettering, Tom Jones, Joy Nelson, Reed Kessler, Eric Yunag, Pat Burchill, Kevin Tetzlaff and Craig Kennedy

Staff Present

Deputy Commissioner Mary Lehecka Nelson, Cassie Stoesser, Ashley Moore, LaJena Gruis, Cassidy Kulesa, Terri LaBrie and Natalie Likness

Other Staff Present

Andrew Coppersmith and Mike Bietz - BankWest, Inc.

Others Present

Bob Mercer - Keloland

Call to Order

Chairman Erickson called the meeting to order at 9:30 a.m.

Agenda

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

Motion passed by a roll call vote.

Minutes

A motion was made by Pat Burchill and seconded by Joy Nelson to approve the minutes of the meetings held August 13, 2019 and August 28, 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 Matt Judson and seconded by Pat Burchill to enter into executive session at 9:36 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.

Pat Burchill left the call at 9:50 a.m.

Executive Session Report

The Chairman declared the board out of executive session at 10:07 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 Mike Luken and seconded by Don Kettering to approve the Chairman's report from executive session.
Motion passed by a roll call vote.

Grant Reviews

Local Infrastructure Improvement Program (City of Volga, Edmunds County II and Four Bands Community Fund), Reinvestment Payment Program (Agropur, Inc., GRACO Minnesota, Inc., Prevailing Wind Park, LLC, Crocker Wind Farm, LLC and Ag Processing, Inc.) and South Dakota Jobs Program (MNY Group, LLC)

A motion was made by Matt Judson and seconded by Sharon Casey to approve the grant reviews as recommended by staff and Grant Committee.
Motion passed by a roll call vote. -

Old Business

Day County Wind II, LLC

A motion was made by Joy Nelson and seconded by Eric Yunag to approve a construction extension to June 2020 as recommended by staff and Grant Committee.
Motion passed by a roll call vote.

Rosebud Economic Development Corporation

A motion was made by Don Kettering and seconded by Sharon Casey to deny the extension request as recommended by staff and Grant Committee.
Motion passed by a roll call vote.

Terex South Dakota, Inc.

A motion was made by Mike Luken and seconded by Kevin Tetzlaff to approve extending the commitment letter to September 13, 2020.
Motion passed by a roll call vote.

New Business

Local Infrastructure Improvement Program

City of Watertown

A motion was made by Don Kettering and seconded by Joy Nelson to approve the Local Infrastructure Improvement application to City of Watertown as recommended by staff and Grant Committee.

City of Watertown

Approve a Local Infrastructure Improvement grant award to the City of Watertown in the amount of \$75,000 not to exceed 35% 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

Triple H Wind Project, LLC

A motion was made by Ted Hustead and seconded by Kevin Tetzlaff to deny the Reinvestment Payment Application to Triple H Wind Project, LLC as recommended by staff.
Motion passed by a roll call vote with Don Kettering, Tom Jones and Reed Kessler voting no.

South Dakota Jobs Program

J & A Hog Company, LLC

A motion was made by Tom Jones and seconded by Kevin Tetzlaff to approve the South Dakota Jobs grant application to J & A Hog Company, LLC as recommended by staff.

Having considered the applicable factors and the likelihood the project would not occur in South Dakota without a grant, a South Dakota Jobs grant in the amount of \$49,207, but not to exceed the State Sales and Use Tax paid on eligible equipment costs during the first year of the project, is approved for J & A Hog Company, LLC. The project as completed must be substantially similar to the project described in the application and must comply with the applicable deadlines and requirements set forth in statute and administrative rule.

Motion passed by a roll call vote.

Shannon Klumb and Ben Klumb

A motion was made by Matt Judson and seconded by Reed Kessler to approve the South Dakota Jobs grant application to Shannon Klumb and Ben Klumb as recommended by staff.

Having considered the applicable factors and the likelihood the project would not occur in South Dakota without a grant, a South Dakota Jobs grant in the amount of \$28,496, but not to exceed the State Sales and Use Tax paid on eligible equipment costs during the first year of the project, is approved for Shannon & Ben Klumb. The project as completed must be substantially similar to the project described in the application and must comply with the applicable deadlines and requirements set forth in statute and administrative rule.

Adjourn

The Chairman adjourned the meeting at 10:16 a.m.

Matt Judson, Treasurer