

**BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD
WEDNESDAY, AUGUST 11, 2021, 10:00 A.M., CT**

Members Present

Chairman Jeff Erickson, Sharon Casey, Mike Luken, Ted Hustead, Joy Nelson, Eric Yunag, Pat Burchill, Kevin Tetzlaff, David Emery, Reynold Nesiba and Casey Crabtree

Staff Present

Travis Dovre, Ashley Moore, Dale Knapp, Jack Valentine, Cathleen Rouillard and Joe Fiala

Other Staff Present

Mike Bietz, Andrew Coppersmith and Penny Kelley – BankWest, Inc.

Others Present

Bob Mercer

Call to Order

Chairman Erickson called the meeting to order at 10:04 a.m.

Agenda

A motion was made by Mike Luken and seconded by Ted Hustead to approve the agenda as approved.

Motion passed by a voice vote.

Minutes

A motion was made by Sharon Casey and seconded by Joy Nelson to approve the minutes of the meetings held July 14, 2021 and August 2, 2021, 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. Kevin Tetzlaff declared a potential conflict with Millborn Seeds, Inc. as they are a customer with First Bank & Trust, and he would not partake in the discussion or vote on the project. The Chairman opened up the floor for questions and discussion concerning the potential conflicts; there were none from board members and no objection to proceeding with the agenda.

Public Comments – none

Executive Session

A motion was made by Pat Burchill and seconded by Eric Yunag to enter into Executive Session at 10:08 a.m. to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants. SDCL 1-25-2(4) and SDCL 1-16G-11.

Motion passed by a voice vote.

Executive Session Report

The Chairman declared the board out of Executive Session at 10:18 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 Ted Husted to approve the Chairman's report from Executive Session.
Motion passed by a voice vote.

Loan Review Summary

Bel Brands USA, Inc. and JMo Holdings, LLC

A motion was made by Pat Burchill and seconded by Joy Nelson to approve the loan reviews and recommendations as presented.
Motion passed by a voice vote.

Old Business

NextBeam LLC

A motion was made by Sharon Casey and seconded by Eric Yunag to approve a commitment extension to February 15, 2022.
Motion passed by a voice vote.

New Business

Reinvestment Payment Program

Millborn Seeds, Inc.

A motion was made by Mike Luken and seconded by Pat Burchill to approve the Reinvestment Payment Program grant application to Millborn Seeds, Inc. 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 \$41,352 but not to exceed 50% percent of State Sales/Use Tax paid on eligible project costs, is approved for Millborn Seeds. 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 voice vote with Kevin Tetzlaff abstaining.

South Dakota Jobs Program

Cole-TAC LLC

A motion was made by Sharon Casey and seconded by Kevin Tetzlaff to approve the South Dakota Jobs Program grant application to Cole-TAC 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 \$7,477.14, but not to exceed 50% of the State Sales and Use Tax paid on eligible equipment costs, is approved for Cole-Tac, 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 voice vote.

Adjourn

The Chairman adjourned the meeting at 10:23 a.m.



Matt Judson, Treasurer