



## **RAPID CITY AREA ECONOMIC DEVELOPMENT PARTNERSHIP**

---

2012 Economic Development Program Funds  
for  
Rapid City Area Economic Development Partnership  
Rapid City Foundation  
Rapid Fund

The above Rapid City Economic Development organizations feel strongly that, to remain competitive, additional funds will be required. The funds would be used for, but not limited to, the following: training grants or land, infrastructure development, tax abatement, low interest loans, or venture capital. In recent years some of our competitors from the surrounding states have used a variety of programs with maximum flexibility to secure businesses that could have come to Rapid City. A sampling follows.

### **The Competitor's Economic Development Programs**

#### **MINOT & NORTH DAKOTA**

- The "MAGIC" Fund  
Minot voters approved a city sales tax of which approximately 1.6 million dollars per year is dedicated to economic development projects
- The Bank of North Dakota  
The BND is state owned and offers economic or industrial development financing instruments. Does not make direct-loans-is accessed through participation with a lead institution

#### **IOWA**

- Community Economic Betterment Account (CEBA)  
The CEBA program provides financial assistance to companies that create new employment opportunities and/or retain existing jobs, and make new capital investment in Iowa.
- New Jobs and Income Program (NJIP)  
Iowa NJIP provides a package of tax credits and exemptions to businesses making a capital investment of at least \$10.38 million and creating 50 or more jobs meeting wage and benefit targets
- Entrepreneurial Ventures Assistance (EVA)  
The EVA program provides financial and technical assistance to start-up and early-stage companies
- Infrastructure Financial Assistance Programs  
Financial assistance programs are available to finance rail, road and community infrastructure to attract new development or support growth of existing development

## WYOMING

- Economic development is divided into five grant categories and funds are set-aside annually for each of the categories
  - Infrastructure-to provide public improvements to site for the benefit of a specific business
  - Job training- helps businesses with employee training costs
  - Planning only - to perform feasibility studies related to economic and community development
  - Technical-assistance to for-profit businesses- to conduct project planning and research
  - Downtown development-assistance to the downtown area

## PUEBLO, COLORADO

- Half-cent sales tax funds for economic development purposes are used for building construction and manufacturing infrastructure.
  - Fully-developed industrial land is available to qualified companies for one dollar per acre
  - Free water extension, tap, meter, and plant investment fees for companies meeting minimum qualification

# RAPID CITY ECONOMIC DEVELOPMENT LOAN FUND

## RAPID FUND - LOAN SUMMARY

January 31, 2000

### LOANS GRANTED USING \$1,000,000 UNRESTRICTED MONEY:

<b>DAKOTA SCIENTIFIC SOFTWARE .....</b>	<b>\$ 76,500</b>
* Disbursed February 13, 1995	
<b>WIRELESS CONTROL SYSTEMS .....</b>	<b>\$100,000</b>
* Disbursed \$87,500 March 29, 1995; disbursed \$12,000 July 14, 1995	
<b>LYTLEWARE ENTERPRISES .....</b>	<b>\$ 25,000</b>
* Disbursed August 28, 1995	
<b>TERRYBERRY COMPANY .....</b>	<b>\$100,000</b>
* Disbursed October 11, 1995	
<b>CASTO TRAVEL, INC.....</b>	<b>\$150,000</b>
* Disbursed October 31, 1997	
<b>MANUFACTURING SOLUTIONS.....</b>	<b>\$ 15,000</b>
* Disbursed December 1 <sup>st</sup> , 1997	
<b>FRANKENFELD ASSOCIATES INTERACTIVE, Inc.....</b>	<b>\$ 50,000</b>
* Disbursed \$25,000 February 2 <sup>nd</sup> , 1998; disbursed \$25,000 July 16, 1998	
<b>WIRELESS CONTROL SYSTEMS .....</b>	<b>\$ 60,000</b>
• Disbursed January 25, 1999	
<b>GUNDERSONS COMPANIES .....</b>	<b>\$ 40,000</b>
• Disbursed September 1, 1999	

**TOTAL \$616,500**

**REMAINING \$383,500**

### LOANS GRANTED USING \$3,000,000 RESTRICTED MONEY:

<b>.....</b>	<b>.....</b>
<b>RAPID CITY ECONOMIC DEVELOPMENT FOUNDATION.....</b>	<b>\$385,000</b>
* Disbursed October 6, 1997	

\* Accessed 2012 dollars – purchased additional land in Rushmore Business Park and fulfilled EDA grant match – a grant amounting to \$1.2 million for infrastructure development in the expansion

### POSSIBLE LOANS TO BE CONSIDERED BY BOARD BUT NOT EXECUTED

<b>CONSECO FINANCE CORP .....</b>	<b>\$700,000</b>
<b>AMERICAN CONCRETE.....</b>	<b>\$250,000</b>
<b>SCI .....</b>	<b>\$350,000</b>

Schedule per the memorandum of understanding dated Sept 15, 1997

<u>Authorized</u>	<u>Accessed</u>	<u>On Hand</u>
\$600,000 in 1997 or thereafter .....		\$ 600,000
	October 6, 1997 \$385,000 .....	\$ 215,000
\$300,000 in 1998 or thereafter .....		\$ 515,000
\$500,000 in 1999 or thereafter .....		\$1,015,000
\$500,000 in 2000 or thereafter .....		\$1,515,000
\$500,000 in 2001 or thereafter .....		
\$600,000 in 2002 or thereafter .....		