



CITY OF SCOTTSBLUFF
Scottsbluff City Hall Council Chambers
2525 Circle Drive, Scottsbluff, NE 69361
LB 840 Citizen Review Committee

Regular Meeting
September 28, 2021
12:00 PM

1. **Roll Call**
2. **For public information, a copy of the Nebraska Open Meetings Act is posted in the back of the room on the north wall.**
3. **Notice of changes in the agenda by the Program Administrator** (Additions may not be made to this agenda less than 24 hours before the beginning of the meeting unless added under Item 4 of this agenda.)
4. **Citizens with business not scheduled on the agenda** (As required by state law, no matter may be considered under this item unless the committee determines that the matter requires emergency action.)
5. **Approval of Minutes**
 - a) for meeting of September 16, 2020
6. **Review Items**
 - a) Review 9/30/2020 Spreadsheet
 - b) Review 12/31/2020 Spreadsheet
 - c) Review 03/31/2021 Spreadsheet
 - d) Review 06/30/2021 Spreadsheet
7. **Discussion Items**
 - a) Discuss Default LB840 Default Loans
 - i) EagleMed
 - ii) Elite Urgent Care
8. **Information Items/Action Items**
 - a) Receive information on amendments made for McKiney Manufacturing.
 - b) Receive Information and Consider Action on the Draft Addition of Retail to Scottsbluff's LB840 Economic Development Plan.
9. **Next Meeting Date:**
 - a) Discuss Date of Next Meeting to be held prior to December 31, 2021.
10. **Closed Session (to consider any of the above matters, where an Executive Session is appropriate.)**
 - a) Following passage of motion to enter into executive session, presiding officer

must state purpose of executive session.

11. **Adjournment.**

City of Scottsbluff, Nebraska
Tuesday, September 28, 2021
Regular Meeting

Item 1

for meeting of September 16, 2020

Staff Contact: Starr Lehl Economic Development Director

CITY OF SCOTTSBLUFF
CITIZENS ADVISORY REVIEW COMMITTEE MINUTES
September 16, 2020

The meeting of the City of Scottsbluff Economic Development Program Citizens Review Committee was held on September 16, 2020 at 12:00 noon, at City Hall, 2525 Circle Drive, Scottsbluff, Nebraska.

Committee members in attendance were Diane Vandenberg, Marci Meyer, Mark Harris, and Sam Mark. Also in attendance were Rick Kuckkahn (City Manager/Program Administrator), Adam Hoelsing (Deputy City Attorney), Liz Loutzenhiser, (City Finance Director), and Starr Lehl (City Economic Development Director).

Chairman Harris presided over the meeting. It was noted that a copy of the Nebraska Open Meetings Act was located on the south wall of the Council Chamber. There were no changes in the agenda and no citizens were present with business not scheduled on the agenda.

First item of business was to approve the minutes of the January 2, 2020 meeting. It was moved by member Mark and seconded by member Meyer to approve the minutes of the January 2, 2020 meeting. Voting yes: Vandenberg, Meyer, Mark, and Harris. Voting no: None.

The next item on the agenda was to review and consider annual reports

The following annual reports were reviewed and received by the committee for year ending December 31, 2019:

Western Farms, LLC
Factory Crimp Services
Regional West Medical Center
Eagle Med, LLC
Original Equipment Corp. Inc. DBA Aulick Industries
Fusion Ranch, Inc.
Candy Barn Express, LLC
Bytes Computer and Networks Solutions, LLC
BSquared Farming and Trucking, LLC

The following annual reports were reviewed and received by the committee for year ending March 31, 2020:

Treaty Site Farms, Inc.
Rod Clause DBA Der Topher
Elite Urgent Care and Family Health, LLC

The following annual reports were reviewed and received by the committee for year ending June 30, 2020:

Webb Orthodontics, LLP
Jason Webb, OB, PC
Open Door Counseling
BDS3C, LLC dba Flyover Brewery
Inventive Media, LLC
Pioneer Animal Clinic
Complete Care and Family Practice, LLC
Bluffs Physical Therapy, LLC
JADS Trucking
Croell, Inc.
SWBC

Next item on the agenda was direction from the Committee regarding default loans. The following actions were taken after a discussion between the Committee and those in attendance.

It was moved by member Vandenberg and seconded by member Mark to demand payment of all outstanding amounts on SWBC, due to SWBC's closure. Voting yes: Meyer, Harris, Vandenberg, and Mark. Voting no: None.

It was moved by member Mark and seconded by member Meyer that discretion be given the City staff to monitor status of the assistance with Elite Urgent Care Family Health LLC, and for staff to take all actions necessary if provided an opportunity to make a demand or collect on the amount owed. Voting yes: Harris, Mark, Vandenberg, Meyer. Voting no: None.

It was moved by member Vandenberg and seconded by member Meyer that a demand be made on the guarantor of the assistance provided to Eagle Med, LLC for the amount owed following Eagle Med's sale of assets and dissolution of business. Voting yes: Meyer, Vandenberg, Mark, and Harris. Voting no: None.

It was moved by member Vandenberg and seconded by member Mark that amounts owed by Open door Counseling be referred to collection by a collection company of the City. Voting yes: Vandenberg, Mark, Harris, and Meyer. Voting no: None.

It was moved by member Mark and seconded by member Vandenberg that staff be given discretion to finalize accommodations that may be made for Bsquared Trucking and Farming, LLC and Fusion Ranch, LLC, for the purpose of collecting any delinquent payments due and created by the COVID-19 Pandemic. Voting yes: Mark, Vandenberg, Meyer, and Harris. Voting no: None.

The meeting was then adjourned at 12:41 p.m.

Rick Kuckkahn, Program Administrator

City of Scottsbluff, Nebraska
Tuesday, September 28, 2021
Regular Meeting

Item 1

Review 9/30/2020 Spreadsheet

Staff Contact: Starr Lehl Economic Development Director

City of Scottsbluff, Nebraska
Tuesday, September 28, 2021
Regular Meeting

Item 2

Review 12/31/2020 Spreadsheet

Staff Contact: Starr Lehl Economic Development Director

City of Scottsbluff, Nebraska
Tuesday, September 28, 2021
Regular Meeting

Item 3

Review 03/31/2021 Spreadsheet

Staff Contact: Starr Lehl Economic Development Director

City of Scottsbluff, Nebraska
Tuesday, September 28, 2021
Regular Meeting

Item 4

Review 06/30/2021 Spreadsheet

Staff Contact: Starr Lehl Economic Development Director

City of Scottsbluff, Nebraska

Tuesday, September 28, 2021

Regular Meeting

Item 1

Discuss Default LB840 Default Loans

EagleMed

Elite Urgent Care

Staff Contact: Starr Lehl Economic Development Director

City of Scottsbluff, Nebraska

Tuesday, September 28, 2021

Regular Meeting

Item 1

Receive information on amendments made for McKiney Manufacturing.

Staff Contact: Starr Lehl Economic Development Director

City of Scottsbluff, Nebraska

Tuesday, September 28, 2021

Regular Meeting

Item 2

Receive Information and Consider Action on the Draft Addition of Retail to Scottsbluff's LB840 Economic Development Plan.

Staff Contact: Starr Lehl Economic Development Director

**City of Scottsbluff, Nebraska
Economic Development Plan
(as Amended and Renewed)
Effective October 1, 2015
(with amendments through March 19, 2018)**

1. General Community and Economic Development Strategy:

a. The voters of the city of Scottsbluff, Nebraska (the “City”) approved an Economic Development Plan (the “Plan”) for the City in 1995, pursuant to the Local Option Municipal Economic Development Act (the “Act”), Neb. Rev. Stat. §§ 18-2701, *et. seq.* The Plan was subsequently amended and renewed by the voters in 1999 and 2004. Under the Plan, and its subsequent amendments and renewals, the City has implemented its Economic Development Program (the “Program”).

b. The City’s intent for the Program is to enhance business and commercial investment in the Scottsbluff area through direct and indirect financial assistance to prospective or current businesses. The Program has enhanced, and will continue to enhance, the City’s ability to compete for new businesses and to promote and expand the City’s existing businesses. Primarily, the Program’s assistance strategy has been the extension of job credits to those businesses that can expand or create jobs in the local area. This strategy required the creation and retention of full-time jobs, along with health insurance and other benefits for those jobs. Thus the projects funded through the Program have generally been connected to businesses where growth is expected.

c. Other Program strategies have been utilized. The most notable strategies, other than job creation, have been job training and public works improvements. The City participated in providing funding to Western Nebraska Community College when it established its Center for Business and Individual Training (the “CBIT”). The CBIT trains employees of Qualifying Businesses (as provided for in this Plan), and has, since its inception, been instrumental to the local area for quality job training and for recruiting new businesses to the local area. In addition, the City has awarded grants for water line extensions to Qualifying Businesses located near Western Nebraska Regional Airport. Other strategies will be considered for activities which are eligible for funding under the Plan.

d. Due to the success of the Program to date, the City now desires to extend funding of the Program and to amend the Plan in total as provided for in this Amendment. Reference to the Plan in the remainder of this document shall include the Plan as amended by the terms of this document.

2. General Intent and Proposed Goals of the Program:

The goal of the Program is to provide quality jobs for the citizens of the City and the local area. Funds from the Program will be used to encourage and assist existing and new Qualifying Businesses to create and retain jobs, through direct or indirect financial assistance. This may include direct grants to Qualifying Businesses or indirect assistance through eligible

activities under this Plan. The success of the Program will be measured by a combination of (a) jobs created and retained in the City and the local area for the length of the Program, and/or (b) the total payroll provided or increased by Qualifying Businesses participating in the Program.

3. **Businesses Eligible for Financial Assistance under the Program:**

a. A business shall be considered eligible for financial assistance under the Program, and shall be referred to as a “Qualifying Business,” if it is any corporation, partnership, limited liability company, or sole proprietorship that derives its principal source of income from any of the following trades:

- (1) Manufacturing articles of commerce.
- (2) Conducting research and development.
- (3) Processing, storing, transporting, or selling goods or commodities sold or traded in interstate commerce.
- (4) Selling services in interstate commerce.
- (5) Headquarters facilities related to Qualifying Businesses as listed in this paragraph.
- (6) Telecommunications activities.
- (7) Tourism-related activities.
- (8) Any other activities deemed sufficient to establish eligibility for a Qualifying Business through future amendments to the Act, and incorporated into this Plan and the Program by ordinance of the City Council after amendment to the Act.
- (9) Construction and rehabilitation of housing pursuant to a Workforce Housing Plan, as provided for below.
- (10) Retail trade, but only if [\(1\) the principal source of income is from retail sales of product\(s\) manufactured on the premises from which the sales take place; provided, or \(2\) for all other retail businesses, the business and all of its affiliates, branches, franchisees, subsidiaries, parent companies, or other related parties, had no more than twenty employees at any one time during calendar year before the year of application for financial assistance; and provided further that](#) the total amount of incentives devoted to retail trade shall not exceed the limits provided for by Nebraska law.
- (11) Production of films, including feature, independent and documentary films, commercials, and television programs.

b. If a Qualifying Business employs people and carries on activities in more than one city in Nebraska, or will do so at any time during the first year after its application for participation in the Program, it shall only be a Qualifying Business if, in each such city, it maintains employment for the first two years after the date on which the business begins operations in the City as a participant in the Program at a level not less than its average employment level in the other city during the twelve months before participation in the Program.

c. A Qualifying Businesses need not be located within the territorial boundaries of the City.

4. Eligible Economic Activities:

a. Funds allocated to the Program shall be expended primarily for the purpose of providing direct and indirect financial assistance for Qualifying Businesses. Activities eligible for the Program may include, but are not limited to, the following:

- (1) Direct loans or grants to Qualifying Businesses for fixed assets or working capital, or both.
- (2) Loan guaranties for Qualifying Businesses.
- (3) Grants for public works improvements essential to the location or expansion of, or the provision of new services by, a Qualifying Business.
- (4) Grants or loans for job training.
- (5) The purchase or real estate, options for real estate purchases, and the renewal or extension of such options. If and when real estate is to be purchased or optioned by the City under the Program, the real estate will be indentified based upon the need of a particular Qualifying Business or based upon potential needs of Qualifying Businesses not yet identified. All such real estate should be properly zoned with no excessive easements, covenants, or other encumbrances. Any proceeds received by the City from the future sale of such real estate shall be returned to the City's Economic Development Fund for reuse under the Program.
- (6) Issuing bonds as provided for in the Act.
- (7) Paying salaries and support of City staff to implement the Program, or paying expenses of contracting the administration of the Program to an outside entity.
- (8) Providing technical assistance to Qualifying Businesses, such as marketing assistance, management counseling, preparing financial packages, engineering assistance, etc.
- (9) Expenses for locating a Qualifying Business to the local area.

- (10) Equity investment in a Qualifying Business.
- (11) Grants or loans for the construction or rehabilitation for sale or lease of housing as part of a Workforce Housing Plan, as provided for below.

5. Workforce Housing Plan:

“Workforce Housing Plan” means a program to construct or rehabilitate single-family housing or market rate multi-family housing which is designed to address a housing shortage that impairs the ability of the City to attract new businesses or impairs the ability of existing businesses to recruit new employees. In connection with the Workforce Housing Plan:

a. The City has participated in a Multi-County Regional Housing Study (the “Housing Study”) conducted by Hanna:Keelan Associates, P.C. for Western Nebraska Economic Development Interlocal Group. The Housing Study covered Scotts Bluff, Morrill and Kimball Counties, and communities within those Counties, to include the City. The Housing Study found that the current housing stock in the City and Scotts Bluff County, including both single-family and market rate multi-family housing, was deficient in numbers and quality, and that the City has a housing shortage.

b. The Workforce Housing Plan is intended to include all single-family housing and market rate multi-family housing. No special provisions for housing for persons of low or moderate income are provided for.

c. Due to the lack of available housing within the City and Scotts Bluff County, existing businesses have difficulty in recruiting new employees; and

d. Construction costs, and the cost of providing infrastructure for housing (to include streets and utilities) are adversely impacting the ability to find housing for persons seeking new or rehabilitated housing in the City.

6. Funding and Preliminary Budget:

a. The Program will primarily be funded by a portion of the City Sales Tax equal to ¼ of 1%. The sales tax collections to fund the Program will be collected from October 1, 2015 to September 30, 2025. The Program can also accept funding from grants, or from state or federal funds, or from donations.

b. Notwithstanding the actual amount collected by the City for the benefit of the Program, the City shall not appropriate funds derived directly from City sources of revenue in an amount in excess of the maximum permitted by Nebraska law in effect at the time of appropriation. By way of reference, the current limits as provided by Section 18-2717 of the Act prohibit the City from appropriating funds from local sources in excess of:

- (1) four-tenths of one percent of the taxable valuation of the City in the year in which the funds are collected;

- (2) \$4,000,000 per year; and
- (3) the amount approved by voters at elections approving the Program and the extension of the Program.

c. The above restrictions shall not apply to the reappropriation of funds which were appropriated but not expended during the previous fiscal years, nor shall they apply to appropriation of funds received from other sources.

d. The total amount proposed to be directly collected from local sources is estimated to be as follows (amounts shown are in addition to amounts shown in the existing Plan which have not yet been collected):

<u>Fiscal Year Ending:</u>	<u>Estimated Collections</u>
September 30, 2016	\$1,000,000
September 30, 2017	\$1,025,000
September 30, 2018	\$1,050,000
September 30, 2019	\$1,075,000
September 30, 2020	\$1,100,000
September 30, 2021	\$1,125,000
September 30, 2022	\$1,150,000
September 30, 2023	\$1,175,000
September 30, 2024	\$1,200,000
September 30, 2025	<u>\$1,225,000</u>
Total:	\$11,125,000

- e. The Basic Preliminary Budget is (October 1, 2015 through September 30, 2025):

Administration (2%):	\$222,500
Grants for eligible activities:	<u>\$10,902,500</u>
Total:	\$11,125,000

f. The City may issue bonds pursuant to the Act to fund and carry out the Program. The total amount of bonds that may be outstanding at any time shall be set by resolution of the City Council and shall not exceed the anticipated collections and resources which will be available to the Program during its existence.

g. The Program is currently in existence and shall continue in existence through September 30, 2040.

7. **Application Process for Financial Assistance:**

a. For a Qualifying Business to be considered for Program benefits, the Qualifying Business shall first become an “Applicant” by applying to the City for assistance. The

application shall contain information as required by this Plan and any additional information as requested by the Administrator and/or Application Review Committee (as explained below).

b. Upon Receipt of an application, the Program Administrator shall make a preliminary determination as to whether: (1) the Applicant is eligible as a Qualifying Business; (2) the proposed activities are eligible; (3) the Applicant has no legal actions underway that may significantly impact its capacity; and (4) the Applicant's business complies with the provisions of the application guidelines.

c. Once the Administrator makes the preliminary determinations above, the application is referred to the Application Review Committee. The Application Review Committee shall review the application, including any financial information furnished, and shall provide recommendations to the Administrator concerning negotiations with the Applicant. Once the Application Review Committee has completed its review, and following any negotiations conducted by the Administrator, the Application Review Committee shall make a recommendation that: (1) the application be approved; (2) the application be disapproved; (3) the Application Review Committee is not able to make a recommendation on the Applicant due to lack of information or other factors cited by the Application Review Committee; or (4) the application be referred to the City Council for a determination of funding as set forth below.

d. Approval or disapproval will be based on whether the Applicant is able to show: (1) eligibility for funding; and (2) that the type of level of assistance will not unduly enrich the business or be unreasonable in relation to the public benefit to be achieved from the funding. If the recommendation is for disapproval or if the Application Review Committee is unable to make a recommendation, it shall provide reasons for its decision.

e. All approval recommendations from the Application Review Committee shall be submitted to the City Council for consideration of funding. The Application Review Committee may also refer to the City Council certain applications, in its sole discretion, where it is unable to make a recommendation. In making its determination, the City Council shall generally not be presented with any information which has been determined by the Administrator or Application Review Committee as confidential.

f. An Applicant which has been awarded funding under the Program shall thereafter be referred to as a "Funded Business."

g. There shall be no limit on the number of times a Qualifying Business may apply for assistance. Applications shall be received until all funds anticipated for the Program have been committed. The decision of whether or not Program funds shall be granted, including the timing and amount and the allocation of funds where there are not sufficient funds to fulfill the requests of all qualified Applicants, is at the sole discretion of the City.

8. Information Required from Applicants:

a. Applications for assistance submitted by an Applicant shall include the following information:

- (1) Application in a form prescribed and provided by the Administrator;
- (2) Business Plan which includes financial projections for the next 3 years where appropriate;
- (3) Signed copies of the most recent 2 years' fiscal tax returns, or copies of all years where the applicant has been in existence for less than 2 years.
- (4) Signed copies of financial statements of the Applicant for the 2 most recent fiscal years, or copies for all fiscal years where the applicant has been in existence for less than 2 years.
- (5) Where the applicant is a closely held entity, signed balance sheets from holders of more than 25% of the ownership interests in the entity; and
- (6) Other information as requested by the Administrator or the Application Review Committee.

b. The Administrator may waive the furnishing of all or any portion of the above items where the Administrator is able to obtain reasonable assurances as to the stability of the Applicant from other reliable sources or information to include audited financial statements and filing with regulatory agencies (i.e., SEC filings).

c. The Administrator may also waive the furnishing of all or any portion of the above items where the Applicant agrees that no funds shall be paid to the Applicant until the Applicant has performed according to agreed-upon criteria.

d. The Administrator may use any reasonable methods to verify the information provided by the Applicant.

9. Confidentiality:

a. In the process of gathering information about an Applicant or Qualifying Business, the City may receive information about the business which is confidential and, if released, could cause harm to the business or give unfair advantage to competitors. Nebraska law authorizes the City to maintain confidentiality of business and project records which come into its possession.

b. In order to protect the Applicants, and to encourage them to make full and frank disclosures of information relevant and necessary for the application, the City may take the following steps to ensure the confidentiality of the information it receives:

- (1) The continuation of any resolution or ordinance which makes such information confidential and punished disclosure;

- (2) A restriction on the number of people with access to confidential information, with the Administrator primarily responsible for their safekeeping and any distribution of confidential information; and
- (3) Requiring personnel reviewing the applications and other Program review to sign statements of confidentiality regarding all confidential information submitted by Applicants and Qualified Businesses.

10. Administration:

a. The Program Administrator shall be the City Manager unless (1) another city official is appointed by the City Council to serve as Administrator, or (2) the City by action of the City Council enters into a contract with a third party to administer the Program.

b. The Administrator shall be responsible for (1) generally administering the Program, (2) monitoring any and all reports required of Funded Businesses, and (3) assisting the Application Review Committee and the Citizen Advisory Committee (as provided below) by providing necessary information.

c. The Application Review Committee will be composed of 5 members to be appointed by the Mayor, subject to the approval of the City Council. At least 3 members of this Committee shall be residents of the City. At least one member must have experience in banking or lending and at least one member must be a Certified Public Accountant. The Program Administrator shall serve as an ex-officio, but non-voting member of the Application Review Committee. The Mayor, subject to the approval of the City Council, may also appoint up to 2 alternate members to the Application Review Committee, at least one of whom shall be a resident of the City. In the event that a Committee member is not available, or has a conflict of interest, with respect to a matter before the Committee, the Program Administrator may designate one of the alternates to act in the place of that Committee member.

d. In the event that the City has contracted with a third party for the administration of the Program, then the City Council shall designate a City employee as "Program Liaison Officer" to serve as an ex-officio, but non-voting member of the Application Review Committee and the Citizen Advisory Committee, and to keep the Council generally informed concerning the Program.

11. Review Process:

a. In order to provide assurance that all applicable laws, regulation, and requirements are met by the City and all Funded Businesses, the City shall require annual reports, in the form to be prescribed by the Administrator, from all Funded Businesses unless the circumstances of the grant are such that annual reports are not appropriate and the City determines that annual reports will not be necessary at the time of the grant. In addition, the Administrator may conduct reviews of Funded Businesses as the Administrator deems appropriate.

b. A Citizen Advisory Committee shall be established which shall:

- (1) Review the functioning and progress of the Program at regular meetings, and advise the City Council with regard to the Program; and
- (2) Report to the City Council on its findings and suggestions at a public hearing called for that purpose, at least once every six months.

c. The Citizen Advisory Committee shall consist of not less than 5 or more than 10 registered voters of the City who shall be appointed by the Mayor subject to the approval of the City Council. At least one member of this Committee shall have expertise or experience in business finance or accounting. Except for ex-officio members, no member shall be an elected or appointed City official, an employee of the City, a participant in a decision-making position regarding expenditures of the Program funds, an official or employee of any Funded Business under the Program, or an official or employee of any financial institution participating directly in the Program.

d. At least once per year, the City shall provide for an outside, independent audit of the Program by a qualified private auditing businesses. The auditing business shall not, at the time of the audit or for any period of the term subject to the audit, have a contractual or business relationship with any Qualifying Business receiving assistance from the Program or any financial institution directly involved with a Qualifying Business receiving assistance from the Program. The results of the audit shall be filed with the City Clerk and made available to the public during normal business hours.

12. Amendment:

This Plan shall be amended only to (1) conform to the provisions of any existing or future state or federal law, or (2) when necessary to accomplish the purposes of this amended Plan as presented to the voters of the City. Any amendment shall first require notice and a public hearing and shall be approved by a 2/3 vote of the members of the City Council. No amendment shall fundamentally alter the Plan's basic structure or goals, either with regard to eligible Qualifying Businesses, the use of the funds collected, or the basic terms set out in the amended Plans as presented to the voters of the City, without submitting the proposed changes to a new vote of the registered voters of the City, except as otherwise permitted by law.

CITY OF SCOTTSBLUFF
ECONOMIC DEVELOPMENT APPLICATION REVIEW COMMITTEE
July 28, 2021

A meeting of the Economic Development Application Review Committee was held July 28, 2021 at 2:00 p.m. at City Hall, 2525 Circle Drive, Scottsbluff, Nebraska.

Present were committee members Marla Marks, Hod Kosman, Nate Merrigan, and Dennis Hadden. Also present were Starr Lehl, Economic Development Director, Dustin Rief, City Manager, and Adam Hoelsing, Deputy City Attorney.

The meeting was called to order by Chairman Merrigan at 2:00 p.m.

It was moved by member Marks and seconded member Kosman to approve the Minutes of the July 8, 2021 Application Review Committee Meeting. Voting yes: Marks, Kosman, Merrigan, and Hadden. Voting no: None.

The next item on the agenda was consideration of request from McKiney Manufacturing, Inc. to restructure the terms of their loan and assistance while the business recovers from the loss of the oil and gas industry. Present on behalf of McKiney were Roger McKiney and Julie McKiney.

The McKineys requested that the committee consider recommending a change in terms of the loan from the Program to address the business difficulties for McKiney Manufacturing, Inc. Roger McKiney stated that the business is down in revenue an amount of \$500,000 year-to-date. The business's largest customer was related to the oil and gas industry, which has taken a significant downturn and activity and production. McKiney Manufacturing is in the process of retrofitting its operation to identify and solicit other industries with wholesale part supply needs, such as foam component manufacturing, exhaust system manufacturing, and existing manufacturing business in the regional radius of McKiney Manufacturing. New machines, contracts, and customer relations for those businesses, however, will take about 18 months to develop and implement.

Members of the committee noted that McKiney Manufacturing, Inc. was doing a lot to "right the ship" and expand into new business relations. The committee commented that it take time to shift focus of the business, and the committee understood that McKiney Manufacturing appeared to be taking steps modify its business as needed.

Following discussion, it was moved by Member Marks and seconded by Member Kosman to amend the terms of the assistance as follows: the last payment received by McKiney Manufacturing was on May 1, 2021. The committee recommended extending payments due from June 1, 2021 through July 1, 2022, providing McKiney Manufacturing and 14-month extension to August of 2022. The first payment following extension would be due August 1, 2022, and interest would continue to accrue during the extension period. Fourteen payments would be added to the back-end of the repayment schedule, and payment amounts would be

adjusted accordingly. During the extension period, job credited applicable towards the assistance would continue to be made applicable under the current terms of the assistance.

Voting yes: Marks, Kosman, Merrigan, and Hadden. Voting no: None.

The committee then received a proposed change to the Program Plan to allow retail as a qualifying business with employees under 20. Present to speak on behalf other change were City Councilmembers Jordan Colwell and Angela Scanlan Councilmembers Colwell and Scanlan, and Economic Development Director Lehl and City Manager Rief all advocated for consideration of an expanded retail component for the Plan. The committee was informed that it does not vote on the change, but that the committee's support going forward as well as its consideration of how to implement the change would be helpful. Generally, the committee was in favor of pursuing the expanded addition of retail to the Plan, as proposed for businesses under 20 employees. The committee supported moving forward with the Citizen Advisory Review Committee and the City Council for proposition and possible adoption of the change to the Plan.

Following that discussion and direction, the Meeting was adjourned at 2:51 p.m.

Starr Lehl, Economic Development Director

City of Scottsbluff, Nebraska
Tuesday, September 28, 2021
Regular Meeting

Item 1

Discuss Date of Next Meeting to be held prior to December 31, 2021.

Staff Contact:

City of Scottsbluff, Nebraska

Tuesday, September 28, 2021

Regular Meeting

Item 1

**Following passage of motion to enter into executive session,
presiding officer must state purpose of executive session.**

Staff Contact: