

SOUTH DAKOTA BANKING COMMISSION

Minutes of the regular meeting of Friday, May 15, 2015

The South Dakota Banking Commission held a regular meeting in the Kneip Building, Conference Room 3, 700 Governors Drive, Pierre, South Dakota

The meeting was called to order at 9:30 AM CT.

- In attendance: Chairman Jeff Erickson; Commissioners Paul Christen, Richard Westra, and Steve Hayes; Commission Legal Counsel Curt Jensen; Director of Banking Bret Afdahl; Deputy Director John Crompton; Secretary to the Commission Marsha Karst; James D. LaPierre, Regional Director, FDIC; Jay Smith, Senior Analyst, Federal Reserve; and Bob Mercer, Reporter.
- Absent: Vice Chairman John Lillibridge

Agenda Items:

1. Welcome and Introductions
2. Rules Hearing
20:07:06:01.01 Reduced Examination Fee Schedule.
20:07:06:02 Remittance.
3. FDIC Regional Update – James D. LaPierre, Regional Director, Kansas City Region, FDIC
4. FRB Research Project Presentation – Jay Smith, Senior Quantitative Analyst, Banking and Policy Studies, Federal Reserve Bank of Minneapolis
5. Industry Update
6. Division Update
7. Executive Session
8. Adjournment

AGENDA ITEM #1 WELCOME AND INTRODUCTIONS

- Director Afdahl introduced James D. LaPierre, Regional Director, Kansas City Region, FDIC, Jay Smith, Senior Quantitative Analyst, Banking and Policy Studies, Federal Reserve Bank of Minneapolis, John Crompton Deputy Director, Marsha Karst Secretary to the Commission, Commission Legal Counsel Curt Jensen.

Chairman Erickson entertained a motion to approve the minutes from the December 5, 2014 meeting.

Motion: by, Christen, 2nd by Westra to approve the meeting minutes from December 5, 2014

Approved by the following

ACTION AYE 4 -0 (Erickson, Christen, Hayes, Westra)

AGENDA ITEMS #2 Rules Hearing

- Director Afdahl presented a brief explanation of the proposed rules.

20:07:06:01.01 Reduced Examination Fee Schedule.

20:07:06:02 Remittance

Chairman Erickson entertained a motion to approve the rules as presented.

Motion: by, Hayes, 2nd by Westra to approve ARSD 20:07:06:01.01 & 20:07:06:02 as presented

Approved by the following

ACTION AYE 4 -0 (Erickson, Christen, Hayes, Westra)

AGENDA ITEM #3 FDIC Regional Update – James D. LaPierre, Regional Director, Kansas City Region, FDIC

- Mr. LaPierre gave an overview of banking conditions nationally, regionally and in South Dakota. He also discussed his primary concerns over the coming months.

AGENDA ITEM #4 FRB Research Project Presentation – Jay Smith, Senior Quantitative Analyst, Banking and Policy Studies, Federal Reserve Bank of Minneapolis

- Mr. Smith updated the Commission on industry monitoring and stress testing being conducted on the Agriculture sector.

AGENDA ITEM #5 Industry Update

- No industry representatives were able to attend the meeting.

AGENDA ITEMS #6 Division Update

- The Division is currently looking to fill three examiner positions, two for trust work and one for bank work. In addition, the Division will soon be looking to fill its Senior Secretary position.

AGENDA ITEMS #7 EXECUTIVE SESSION

Chairman Erickson entertained a motion to move into Executive session

Motion: by Christen, 2nd by Westra to move into Executive session to discuss confidential supervisory matters.

Approved by the following:

ACTION: 4-0 AYE (Erickson, Christen, Hayes, and Westra)

At 12:25 PM, the Commission went into Executive Session.

At 12:54 PM the Commission came out of Executive Session.

Motion: by Christen, 2nd Westra to come out of Executive Session

Approved by the following vote:

ACTION AYE 4-0 (Erickson, Christen, Hayes, and Westra)

AGENDA ITEMS #9 ADJOURNMENT

There being no further business, Chairman Erickson asked for a motion to adjourn.

Motion: by Westra, 2nd by Christen to adjourn

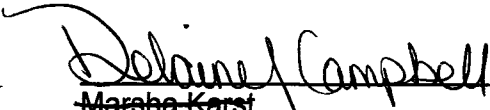
Approved by the following:

ACTION: 4-0 AYE (Erickson, Christen, Westra, Hayes)

At the hour of 12:55 pm, the Banking Commission adjourned.

Respectfully submitted on this 19th
day of May, 2015 by:

Approved on this 4th day of
December, 2015 by:

for 
~~Marsha Karst~~
Secretary to the Banking Commission


Jeff Erickson
Chairman
South Dakota Banking Commission