

SOUTH DAKOTA BANKING COMMISSION
Minutes of the regular meeting of Wednesday, August 8, 2012

The South Dakota Banking Commission held a regular meeting at the Ramada Inn & Suites, Gallery 2 in Sioux Falls, South Dakota.

The meeting was called to order at 11:00 am.

In attendance: Chairman Jeff Erickson, Vice Chairman John Lillibridge; 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 Lynda Fratzke; Curt Everson, SDBA; Terry Prendergast, Murphy, Goldammer & Prendergast; Matt Tobin and David Peterson, South Dakota Trust Company; Jim Riswold, Corundum Trust Company; Dixie Hieb, Davenport, Evans, Hurwitz & Smith; and Ron Williamson, UMB Trust Company of South Dakota.

Agenda Items:

1. Welcome and Introductions
2. Rules Hearing
3. Commission Round Table – Perspectives from the Industry
4. Status Update for 2012 Accreditation of the Division by CSBS
5. Sioux Falls Field Office Update
6. Pierre Office Search Update
7. Staff Update
8. Application Report (FY 2012)
9. 2013 Legislative Session
10. Spring 2013 Meeting
11. Executive Session
12. Adjournment

AGENDA ITEM #1 WELCOME AND INTRODUCTIONS

Director Afdahl introduced Curt Everson, South Dakota Bankers Association; Terry Prendergast, member of the Trust Task Force; Matt Tobin, South Dakota Trust Company; Dixie Hieb, Davenport Evans; Jim Riswold, Corundum Trust Company.

Chairman Erickson entertained a motion to approve the minutes from the December 12, 2011 and May 9, 2012 meetings.

Motion: by Hayes, 2nd by Christen to approve the meeting minutes from December 12, 2011 and May 9, 2012

Approved by the following vote:

ACTION: 5-0 AYE (Erickson, Lillibridge, Christen, Hayes, Westra)

AGENDA ITEM #2 RULES HEARING AMENDING ARSD 20:07:03:12.01, 20:07:19:10, 20:07:19:12, 20:07:22:0 AND 20:07:22:04

Chairman Erickson opened the hearing at 11:10 am. Director Afdahl gave a brief overview of the proposed rule changes. Terry Prendergast, Matt Tobin and Jim Riswold spoke to the Commission in support of the changes.

Chairman Erickson entertained a motion to approve the changes to ARSD 20:07:03:12.01, 20:07:19:10, 20:07:19:12, 20:07:22:0 and 20:07:22:04

Motion: by Lillibridge, 2nd by Christen to approve amending ARSD 20:07:03:12.01, 20:07:19:10, 20:07:19:12, 20:07:22:0 and 20:07:22:04

Approved by the following vote:

ACTION: 5-0 AYE (Erickson, Lillibridge, Christen, Hayes, Westra)

AGENDA ITEM #3 COMMISSION ROUND TABLE – PERSPECTIVES FROM THE INDUSTRY

Curt Everson addressed the commissioners giving his perspective regarding the banking industry around the state and entertained questions and comments from the Commission.

AGENDA ITEM #4 STATUS UPDATE FOR 2012 ACCREDITATION OF THE DIVISION BY CSBS

Director Afdahl presented an overview of the accreditation process and the Division's tentative scores.

AGENDA ITEM #5 SIOUX FALLS FIELD OFFICE UPDATE

Director Afdahl gave a brief update on the opening of the Sioux Falls office for the Division.

AGENDA ITEM #6 PIERRE OFFICE SEARCH UPDATE

Director Afdahl gave an overview regarding the prospects for a new location for the Pierre office of the Division of Banking.

AGENDA ITEMS #7 STAFF UPDATE

Director Afdahl gave a brief explanation of the breakdown of areas and staff member roles within the division. He also informed the Banking Commission of the newly hired trust examiners, Matt Schlechter, Jason Nomsen, Doug Mikkonen and Jim Benham.

AGENDA ITEMS #8 APPLICATION REPORT (FY 2012)

Chairman Erickson briefly addressed the application report.

AGENDA ITEMS #9 2013 LEGISLATIVE SESSION

Director Afdahl gave a brief update regarding plans for the next session.

AGENDA ITEMS #10 SPRING 2013 MEETING

The next Banking Commission meeting is tentatively scheduled for May 2013.

AGENDA ITEMS #11 EXECUTIVE SESSION

Chairman Erickson entertained a motion to move into Executive Session.

Motion: by Christen, 2nd by Hayes to move into Executive Session.

At 1:08 pm, the Commission went into Executive Session.

At 1:25 pm, the Commission reconvened.

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

AGENDA ITEM #12 ADJOURNMENT

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


Motion: by Hayes, 2nd by Christen to adjourn


Approved by the following vote:

ACTION: 5-0 AYE (Erickson, Lillibridge, Christen, Westra, Hayes)

At the hour of 1:30 pm the Banking Commission adjourned.

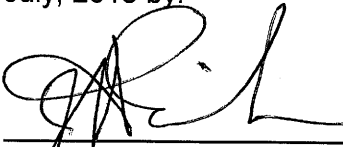
Respectfully submitted on this
13th day of August, 2012, by:


Lynda Fratzke
Secretary to the Banking Commission



The seal is circular with the text "STATE BANKING COMMISSION" around the top and "SOUTH DAKOTA" around the bottom. In the center, there is a star and the word "SEAL".

Approved on this 10th day of
July, 2013 by:


Jeff Erickson
Chairman
South Dakota Banking Commission