

SOUTH DAKOTA BANKING COMMISSION
Minutes of the regular meeting of Wednesday, October 6, 2010

The South Dakota Banking Commission held a regular meeting on Wednesday, October 6, 2010, at Capitol Building, Meeting Rooms LRC1 and 2, in Pierre, South Dakota.

The meeting was called to order at 10:00 am.

In attendance: Chairman Jeff Erickson, Vice Chairman John Lillibridge; Commissioners Paul Christen and Richard Westra; Commission Legal Counsel Curt Jensen; Director of Banking Roger Novotny; Deputy Director Tim Ahartz; Division Legal Counsel Bret Afdahl; Secretary to the Commission Lynda Fratzke; Daniel Holmgren and Randy Rock, FDIC; Dave Zimbeck, SDBA.

Agenda Items:

1. Welcome and Introductions
2. Approval of meeting minutes from May 13, 2010 and June 29, 2010
3. South Dakota's Economic and Budget Outlook
4. Federal Deposit Insurance Corporation
5. South Dakota Bankers Association
6. Trust Company Update
7. Bank Activity Report
8. 2012 Budget/FTE Analysis
9. Application Report
10. Executive Session
11. Adjournment

AGENDA ITEM #1 WELCOME AND INTRODUCTIONS

Director Novotny began introductions and asked everyone in attendance to introduce themselves.

AGENDA ITEM #2 APPROVAL OF MEETING MINUTES FROM MAY 13, 2010 AND JUNE 29, 2010

Motion: by Lillibridge, 2nd by Westra to approve the meeting minutes from May 13, 2010 and June 29, 2010

Approved by the following vote:

ACTION: 4-0 AYE (Erickson, Lillibridge, Christen, Westra. Commissioner Estes was absent)

AGENDA ITEM #3 SOUTH DAKOTA'S ECONOMIC AND BUDGET OUTLOOK

James Terwilliger, Chief Economist, SD Bureau of Finance and Management, addressed the Commission on the national and state economic outlook.

AGENDA ITEM #4 FEDERAL DEPOSIT INSURANCE CORPORATION

Daniel Holmgren, Assistant Regional Director, Risk Management Area, and Randy Rock, Field Supervisor in Sioux Falls office, addressed the Commission regarding the safety of national and regional banks.

AGENDA ITEM #5 SOUTH DAKOTA BANKERS ASSOCIATION

Dave Zimbeck, SDBA Chairman, addressed the Commission regarding the Dodd Frank Consumer Financial Protection Act and the establishment of the Bureau of Consumer Financial Protection.

AGENDA ITEMS #6, #7 AND #9 TRUST COMPANY UPDATE, BANK ACTIVITY REPORT, AND APPLICATION REPORT

Bret Afdahl gave a brief update on bank and trust company applications since the last Commission meeting. Deputy Ahartz gave an update on numbers of licensees in the state. Mr. Afdahl included a brief explanation of the requirements of S.A.F.E. Act for licensees.

AGENDA ITEM #8 2012 BUDGET/FTE ANALYSIS

Deputy Director Ahartz gave a brief rundown on the current fee structure and the banking budget. He included a future budget summary and a FTE analysis for 2010-2011.

AGENDA ITEM #10 EXECUTIVE SESSION

Chairman Erickson entertained a motion to move into Executive Session.

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

At 1:20 pm, the Commission went into Executive Session.

At 1:35 pm, the Commission reconvened.

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

AGENDA ITEM #11 ADJOURNMENT

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

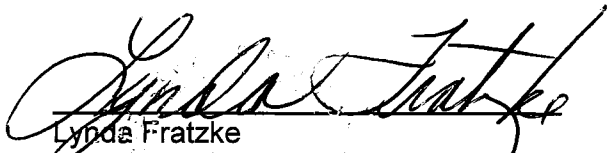
Motion: by Christen, 2nd by Westra to adjourn

Approved by the following vote:


ACTION: 4-0 AYE (Erickson, Lillibridge, Christen, Westra. Commissioner Estes was absent)

At the hour of 1:45 pm. the Banking Commission adjourned.

Respectfully submitted on this
8th day of October, 2010, by:


Lynda Fratzke
Secretary to the Banking Commission

Approved on this 3rd day of
May, 2011 by:


Jeff Erickson
Chairman
South Dakota Banking Commission