

SOUTH DAKOTA BANKING COMMISSION
Minutes of the regular meeting of Monday, December 12, 2011

The South Dakota Banking Commission held a regular meeting on Monday, December 12, 2011 at the State Capitol Building, Third Floor, Conference Rooms LRC 1 and 2, 500 Capitol Avenue in Pierre, South Dakota.

The meeting was called to order at 1.00 pm.

In attendance: Chairman Jeff Erickson, Commissioners Paul Christen, Richard Westra and Steve Hayes; Director of Banking Bret Afdahl; Secretary to the Commission Lynda Fratzke; and Pamela Roberts, Secretary of the Department of Labor and Regulation. Vice Chairman John Lillibridge was in attendance via teleconference.

Agenda Items:

1. Welcome and Introductions
2. Approval of Meeting Minutes for July 25, 2011
3. Roundtable Discussion – Commission Members
4. Agency Update – Pam Roberts, Secretary, Department of Labor and Regulation
5. Division Update – Director Afdahl
6. Industry Update - Curt Everson, SDBA President
7. Introduction and Industry Update - Geri Beck, ICBSD Executive Director
8. Trust Company Resolution Fund and Budget – Director Afdahl
9. Legislative Activity
 - DLR 2 – Lending Limit Exception
 - DLR 9 – Regulatory Reform Bill (Sections 5-30)
 - DLR 11 – Trust Task Force Bill (Sections 1-3)
10. Executive Session
11. Adjournment

AGENDA ITEM #1 WELCOME AND INTRODUCTIONS

AGENDA ITEM #2 APPROVAL OF MEETING MINUTES FOR JULY 25, 2011

Motion: by Christen, 2nd by Hayes to approve the meeting minutes from July 25, 2011

Approved by the following vote:

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

AGENDA ITEM #3 ROUNDTABLE DISCUSSION – COMMISSION MEMBERS

The Commission held a brief discussion regarding the Dodd-Frank Act and its potential impacts on community banking.

**AGENDA ITEM #4 AGENCY UPDATE – PAM ROBERTS, SECRETARY,
DEPARTMENT OF LABOR AND REGULATION**

Pam Roberts gave a brief update on the Department of Labor and Regulation and its divisions and the state of the South Dakota economy.

AGENDA ITEM #5 DIVISION UPDATE – DIRECTOR AFDAHL

Director Afdahl gave a brief update on the conditions of banks. He also gave an overview of the bank and trust company applications, licenses, accreditation and the budget.

AGENDA ITEM #6 INDUSTRY UPDATE - CURT EVERSON, SDBA PRESIDENT

Curt Everson gave an oversight of the direction the industry intends to take during this legislative session.

**AGENDA ITEM #7 INTRODUCTION AND INDUSTRY UPDATE - GERI BECK, ICBSD
EXECUTIVE DIRECTOR**

Geri Beck gave a brief history of her background. She also gave an update on what has been happening with Independent Community Bankers of South Dakota and what they will be focusing on in the upcoming legislative session.

**AGENDA ITEM #8 TRUST COMPANY RESOLUTION FUND AND BUDGET –
DIRECTOR AFDAHL**

Director Afdahl gave an overview of the trust company resolution fund and budget.

AGENDA ITEM #9 LEGISLATIVE ACTIVITY

Director Afdahl gave a brief explanation of the proposed banking and trust bills that will be introduced to the legislature.

AGENDA ITEM #10 EXECUTIVE SESSION

Chairman Erickson entertained a motion to move into Executive Session.

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

At 3:00 pm, the Commission went into Executive Session.

At 3:15 pm, the Commission reconvened.

Motion: by Westra, 2nd by Hayes 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 Hayes, 2nd by Christen to adjourn

Approved by the following vote:

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

At the hour of 4:10 pm, the Banking Commission adjourned.

Respectfully submitted on this
7th of February, 2012, by:



Lynda Fratzke
Lynda Fratzke
Secretary to the Banking Commission

Approved on this 8th day of
August, 2012 by:

Jeff Erickson

Jeff Erickson
Chairman
South Dakota Banking Commission