

SOUTH DAKOTA BANKING COMMISSION
Minutes of the regular meeting of Thursday December 16, 2016

The South Dakota Banking Commission held a regular meeting in the Division of Banking Conference Room, 1601 N. Harrison Ave., Suite 1, Pierre, South Dakota

The meeting was called to order at 9:05 AM CT.

- In attendance: Chairman Jeff Erickson; Commissioners Richard Westra, Steve Hayes, Doug Balvin; Director of Banking Bret Afdahl; Deputy Director John Crompton; Secretary to the Commission Delaine Campbell; Legal counsel for the Commission Curt Jensen; Curt Everson, President, SD Bankers Association, and Greg McCurry, President & CEO, SD Independent Community Bankers; Rich Cofer, Regional Manager, Division of Insurance and Research, FDIC.
- In attendance via teleconference: Commissioner John Johnson.

Agenda Items:

1. Welcome and Introductions
2. Approval of meeting minutes from September 2016, Meeting
3. Discussion of Conflicts of Interest Disclosure Requirements (SDCL 3-23-1 through 3-23-5)
4. FDIC Presentation – Rich Cofer, Regional Manager, Division of Insurance and Research, Kansas City Region, FDIC
5. 2017 Legislative Session
6. Industry Update Greg McCurry and Curt Everson
7. Executive Session
8. Adjournment

AGENDA ITEM #1 WELCOME AND INTRODUCTIONS

- Director Afdahl introduced those in attendance.

AGENDA ITEMS #2 Approval of meeting minutes from September 2016 Meeting

- Chairman Erickson entertained a motion to approve the minutes from the September 1, 2016 meeting.
- **Motion:** by, Hayes, 2nd by Westra to approve the meeting minutes
- Approved by the following
- **ACTION AYE 5-0** (Erickson, Hayes, Westra, Balvin and Johnson)

AGENDA ITEM #3 Conflicts of Interest Disclosure Requirements (SDCL 3-23-1 through 3-23-5)

- After a discussion of the kinds of interactions South Dakota banks have with the State of South Dakota in the ordinary course of business, such as certificates of deposit, bank accounts and bonds issued by government entities, Chairman Erickson entertained a motion to have Curt Jensen draft a disclosure on behalf of the Commission to be filed with the Auditor General.
- **Motion:** by, Westra, 2nd by Balvin to draft a disclosure document
- Approved by the following
- **ACTION AYE 5-0** (Erickson, Hayes, Westra, Balvin and Johnson)
- This will be an ongoing agenda item.

AGENDA ITEM #4 FDIC Presentation

- Rich Cofer gave a presentation on current agricultural economy and farm bank conditions.

AGENDA ITEM #5 Possible Legislation for 2017 Session

- Director Afdahl gave an update on the bill to modify the application timeline for state chartered banks and trust companies.

AGENDA ITEM #6 Industry Update

- Curt Everson and Greg McCurry gave the Commission an overview of matters of interest to the banking trade associations in South Dakota.

AGENDA ITEM #7 Executive Session

Chairman Erickson entertained a motion to move into Executive session

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

Approved by the following:

ACTION: 5-0 AYE (Erickson, Hayes, Westra, Balvin, and Johnson)

At 11:44 AM, the Commission went into Executive Session.

At 11:57 AM, the Commission came out of Executive Session.

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

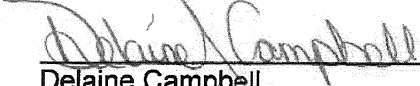
Approved by the following vote:

ACTION AYE 5-0 (Erickson, Hayes, Westra, Balvin, and Johnson)

AGENDA ITEMS #8 ADJOURNMENT


There being no further business, Chairman Erickson entertained a motion to adjourn.
At the hour of 11:59 am, the Banking Commission adjourned.

Respectfully submitted on this 19th
day of December 2016 by:



Delaine Campbell
Secretary to the Banking Commission

Approved on this ____ day of
May, 2017 by:



Jeff Erickson
Chairman
South Dakota Banking Commission

11/3/18