

**REGULAR STATE BANKING BOARD MEETING
OFFICE OF THE COMMISSIONER
DEPARTMENT OF FINANCIAL INSTITUTIONS
2000 SCHAFER STREET, SUITE G
BISMARCK, NORTH DAKOTA**

January 10, 2019

The regular meeting of the State Banking Board was held in the Office of the Commissioner, Department of Financial Institutions, 2000 Schafer Street, Suite G, Bismarck, North Dakota. Chair Kruse called the meeting to order at 9:04 a.m., Thursday, January 10, 2019, by conference call.

MEMBERS PRESENT: Lise Kruse, Chair (*Office*)
Linda Beall, Member (*Velva*)
Todd Heilman, Member (*Devils Lake*)
John Schmid, Member (*Carson*)
Tom Stennes, Member (*Harwood*)
Cheryl Thompson, Member (*Fargo*)

MEMBERS ABSENT: Kim Larson, Member

ALSO PRESENT: Corey Krebs, Secretary (*Office*)
Ryan Spah, Chief Examiner – Banks (*Office*)
Heidi LaBree, Administrative Examiner (*Office*)
Anders Odegaard, Assistant Attorney General
(*Office*)

APPROVAL OF MINUTES

Chair Kruse indicated the Board received copies of the minutes of the regular meeting held on November 8, 2018 and December 4, 2018.

Member Stennes made a correction to the minutes.

It was moved by Member Thompson, seconded by Member Beall, and unanimously carried, to approve the minutes of the regular meeting held November 8, 2018, and December 4, 2018, as corrected.

ITEMS TO BE NOTED

Chair Kruse gave an overview on approvals that were done by the Commissioner since the last State Banking Board meeting. Bell Bank established an LPO in Prior Lake, Minnesota and South Milwaukee, Wisconsin, and an interstate branch in Chandler, Arizona. Peoples State Bank established an LPO in Sartell, Minnesota. Western State Bank established an interstate branch in Mesa, Arizona.

BANK BUDGET UPDATE

Chair Kruse gave an update on the budget. The Department is within the budget requirements. The Department went to the Emergency Commission to request moving salary line item funds to operating funds, which will be used to fund IT upgrades.

Chair Kruse stated that the legislative session has started. The Department's bill and appropriations bill have both been heard at the initial hearings.

The Board went into closed session at 9:15 a.m. to review the Supervisory Reports of Examination pursuant to North Dakota Century Code 6-01-07.0, and to discuss any confidential records pursuant to North Dakota Century Code 44-04-19.2, and returned to open session at 10:37 a.m. Those that were present during the executive session were Chair Kruse, Member Beall, Member Heilman, Member Larson, Member Schmid, Member Stennes, Member Thompson, Corey Krebs, Ryan Spah, Heidi LaBree, and Anders Odegaard. Member Thompson left the meeting at 10:20 am.

The meeting adjourned at 10:38 a.m.

Lise Kruse, Chair

Corey Krebs, Secretary