

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

**November 19, 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 9:00 a.m., Tuesday, November 19, 2019, by conference call.

MEMBERS PRESENT: Lise Kruse, Chair *(Office)*  
Linda Beall, Member *(Phone)*  
Todd Heilman, Member *(Phone)*  
Kim Larson, Member *(Phone)*  
John Schmid, Member *(Phone)*  
Tom Stennes, Member *(Phone)*

MEMBERS ABSENT: None

ALSO PRESENT: Corey Krebs, Secretary *(Office)*  
Ryan Spah, Chief Examiner – Banks *(Office)*  
Laura Balliet, Assistant Attorney General *(Office)*  
Megan Sauer, Administrative Examiner *(Office)*

**APPROVAL OF MINUTES**

Chair Kruse indicated the Board received copies of the minutes of the regular meeting held on September 12, 2019 and of the special meeting held October 25, 2019.

**It was moved by Member Heilman, seconded by Member Schmid, and unanimously carried, to approve the minutes of the regular meeting held September 12, 2019 and the special meeting held October 25, 2019.**

## **ITEMS TO BE NOTED**

Chair Kruse gave an overview of approvals that were done by the Commissioner since the last State Banking Board meeting. Bell Bank, Fargo, established an LPO in St. Louis, MO; Duluth, MN; Austin, MN; Glencoe, IL; Nashville, TN; and Elk River, MN as well as a DPO in Duluth, MN. Dakota Heritage Bank, Hunter, established an interstate facility in Red Lake Falls, MN, which was approved October 29, 2019. American Bancor, Dickinson, notified the Board of its intent to acquire Beartooth Financial Corporation, Billings, MT.

## **BANK BUDGET UPDATE**

Chair Kruse gave an update on the budget. The budget presented was as of September.

Chair Kruse stated the Department is still working on getting the new system up and running so the report is what comes from the state system, which does not give a lot of detail. Hopefully by next meeting the provided budget will be more detailed due to the utilization of Power BI.

## **2020 MEETING DATES**

Chair Kruse stated that the proposed meeting dates are the second Thursday of every other month. There were no objections to that schedule. The meeting dates for 2020 will be January 9, March 12, May 14, July 9, September 10, and November 12.

Chair Kruse stated that a special meeting date will need to be scheduled in December to approve two applications that need to be addressed before the end of the year.

Chair Kruse gave an update on the appraisal meeting that was hosted on November 6, 2019. There was some national attention, with Maxine Waters and Sherrod Brown writing a letter to the appraisal sub-committee questioning the appraisal waiver. Overall the meeting was well received by those who attended.

**The Board went into closed session at 9:10 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 10:26 a.m. Those**

that were present during the executive session were Chair Kruse, Member Beall, Member Heilman, Member Larson, Member Schmid, Member Stennes, Corey Krebs, Ryan Spah, Laura Balliet, and Megan Sauer.

**MOTION TO PROCEED WITH A FOLLOW UP LETTER AS DISCUSSED IN EXECUTIVE SESSION**

**It was moved by Member Schmid, seconded by Member Stennes, and unanimously carried, to approve the motion to proceed with follow up letter as discussed in executive session.**

The meeting adjourned at 10:31 a.m.

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Lise Kruse, Chair

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Corey Krebs, Secretary