

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

732R0157

HOUSE EDUCATION ENGROSSED NO. **HB 1108** 2/1/2010

Introduced by: Representatives Van Gerpen, Bolin, Hamiel, Hunhoff (Bernie), Putnam, Sorenson, Thompson, and Vanneman and Senators Garnos, Dempster, Kloucek, Olson (Russell), and Peterson

1 FOR AN ACT ENTITLED, An Act to revise the definition of general fund base percentage in
2 the calculation of state aid to education.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That subdivision (9) of § 13-13-10.1 be amended to read as follows:

5 (9) "General fund base percentage," is the lesser of:

6 (a) The general fund balance percentage as of ~~June 30, 2000~~ June 30, 2011; or

7 (b) The maximum allowable percentage for that particular fiscal year as stated in
8 this subsection.

9 For fiscal year 2008, the maximum allowable percentage is one hundred percent; for
10 fiscal year 2009, eighty percent; for fiscal year 2010, sixty percent; for fiscal year
11 ~~2011, forty percent; for fiscal year 2012~~ years 2011 to 2014, inclusive, forty percent
12 for each fiscal year; for fiscal year 2015 and subsequent fiscal years, twenty-five
13 percent. However, the general fund base percentage ~~can never be less than~~ may
14 always be at least twenty-five percent;



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State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

358R0146

SENATE JUDICIARY ENGROSSED NO. **SB 12** - 2/11/2010

This bill has been extensively amended (houghoused) and may no longer be consistent with the original intention of the sponsor.

Introduced by: Senators Abdallah and Jerstad and Representatives Gosch, Engels, Gibson, and Sly at the request of the Interim Sex Offender Registry Committee

1 FOR AN ACT ENTITLED, An Act to provide for a tiered sex offender registry and to establish
2 certain criteria for eligibility to petition for removal or reassignment.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 22-24B-19 be amended to read as follows:

5 22-24B-19. To be eligible for removal from the registry as a Tier I offender, the petitioner
6 shall show, by clear and convincing evidence, that all of the following criteria have been met:

7 (1) At least ten years have elapsed since the date the petitioner first registered pursuant
8 to this chapter. ~~For purposes of this subdivision, any period of time during which the~~
9 ~~petitioner was incarcerated or during which the petitioner was confined in a mental~~
10 ~~health facility does not count toward the ten-year calculation, regardless of whether~~
11 ~~such incarceration or confinement was for the sex offense requiring registration or~~
12 ~~for some other offense;~~

13 (2) The crime requiring registration was for:

14 (a) Statutory rape under subdivision 22-22-1(5), or an attempt to commit statutory



- 1 rape under subdivision 22-22-1(5), but only if the petitioner was twenty-one
2 years of age or younger at the time the offense was committed or attempted;
- 3 (b) A juvenile adjudication for a sex crime as defined in § 22-24B-1(1), 22-24B-
4 1(9), or 22-22-7.2; ~~or~~
- 5 (c) Sexual contact under § 22-22-7 if the victim was between the ages of thirteen
6 and sixteen and the petitioner was at least three years older than the victim, but
7 only if the petitioner was twenty-one years of age or younger at the time the
8 offense was committed;
- 9 (d) Misdemeanor indecent exposure under § 22-24-1.2; or
- 10 (e) An out-of-state, federal or court martial offense that is comparable to the
11 elements of the crimes listed in (a) ~~or~~, (b), (c), or (d);
- 12 (3) The circumstances surrounding the crime requiring registration did not involve a
13 child under the age of thirteen;
- 14 (4) The petitioner is not a recidivist sex offender. ~~A recidivist sex offender is a person~~
15 ~~who has been convicted or adjudicated for more than one sex crime listed in~~
16 ~~subdivisions 22-24B-1(1) to (17), inclusive, regardless of when those convictions or~~
17 ~~adjudications occurred. For purposes of this subdivision, a conviction or adjudication~~
18 ~~includes a verdict or plea of guilty; a verdict or plea of guilty but mentally ill; a plea~~
19 ~~of nolo contendere; a suspended imposition of sentence granted under § 23A-27-13,~~
20 ~~regardless of whether it has been discharged; a deferred prosecution agreement~~
21 ~~entered by a prosecutor; and a determination made in another state, federal~~
22 ~~jurisdiction, or courts martial that is comparable to any of these events; and;~~
- 23 (5) The petitioner has ~~completely and truthfully~~ substantially complied in good faith with
24 the registration and re-registration requirements imposed under chapter 22-24B; and

1 (6) Petitioner demonstrates to the satisfaction of the court that he or she does not pose
2 a risk or danger to the community.

3 For purposes of this section, any period of time during which the petitioner was incarcerated
4 or during which the petitioner was confined in a mental health facility does not count toward
5 the ten-year calculation, regardless of whether such incarceration or confinement was for the sex
6 offense requiring registration or for some other offense.

7 Section 2. That chapter 22-24B be amended by adding thereto a NEW SECTION to read as
8 follows:

9 To be eligible for removal from the registry as a Tier II offender, the petitioner shall show,
10 by clear and convincing evidence, that all of the following criteria have been met:

- 11 (1) At least twenty-five years have elapsed since the date the petitioner first registered
12 pursuant to this chapter;
- 13 (2) The crime requiring registration was for:
- 14 (a) Incest as defined in § 22-22A-2; or
- 15 (b) An out-of-state, federal or court martial offense that is comparable to the
16 elements of incest as defined in § 22-22A-2; or
- 17 (c) Bestiality as set forth in § 22-22-42;
- 18 (3) The circumstances surrounding the crime requiring registration did not involve a
19 child under the age of thirteen;
- 20 (4) The petitioner is not a recidivist sex offender;
- 21 (5) The petitioner has substantially complied in good faith with the registration and re-
22 registration requirements imposed under chapter 22-24B; and
- 23 (6) Petitioner demonstrates to the satisfaction of the court that he or she does not pose
24 a risk or danger to the community.

1 For purposes of this section, any period of time during which the petitioner was incarcerated
2 or during which the petitioner was confined in a mental health facility does not count toward
3 the twenty-five year calculation, regardless of whether such incarceration or confinement was
4 for the sex offense requiring registration or for some other offense.

5 Section 3. That chapter 22-24B be amended by adding thereto a NEW SECTION to read as
6 follows:

7 Any person, who is on the sex offender registry and who is not eligible for removal pursuant
8 to sections 1 and 2 of this Act, is a Tier III offender.

9 Section 4. That chapter 22-24B be amended by adding thereto a NEW SECTION to read as
10 follows:

11 A recidivist sex offender is a person who has been convicted or adjudicated for more than
12 one sex crime listed in § 22-24B-1, regardless of when those convictions or adjudications
13 occurred. However, no person is a recidivist sex offender unless the person committed the
14 second sex crime after having been convicted or adjudicated of a previous sex crime. For
15 purposes of this section, a conviction or adjudication includes a verdict or plea of guilty; a
16 verdict or plea of guilty but mentally ill; a plea of nolo contendere; a suspended imposition of
17 sentence granted under § 23A-27-13, regardless of whether it has been discharged; a deferred
18 prosecution agreement entered by a prosecutor; and a determination made in another state,
19 federal jurisdiction, or courts martial that is comparable to any of these events.

20 Section 5. That § 22-24B-20 be amended to read as follows:

21 22-24B-20. If the court finds that all of the criteria described in § 22-24B-19 or in section
22 2 of this Act have been met and that the petitioner is not likely to offend again, then the court
23 may, in its discretion, enter an order terminating the petitioner's obligation to register in this
24 state and require the removal of petitioner's name from the registry. However, if the court finds

1 that the offender has provided false, misleading, or incomplete information in support of the
2 petition, or failed to serve the petition and supporting documentation upon the respondent, then
3 the petition may be denied. If the petition is denied, the petitioner may not file a subsequent
4 petition for at least two years from the date the previous petition was denied.

5 Section 6. That § 22-24B-17 be amended to read as follows:

6 22-24B-17. Any person required to register under this chapter who is eligible to seek
7 removal from the registry as provided for in § 22-24B-19 or in section 2 of this Act may petition
8 the circuit court in the county where the person resides for an order terminating the person's
9 obligation to register. If the person seeking removal from the registry is not a resident of this
10 state, but is required to register under other requirements of § 22-24B-2, then the person may
11 petition the circuit court of any county of this state where the person is currently registered. The
12 offender shall serve the petition and all supporting documentation on the state's attorney in the
13 county where the offender is currently registered, the office of the prosecutor in the jurisdiction
14 where the offense occurred, and the Attorney General. The Attorney General's office shall
15 respond to each petition to request removal from the sex offender registry.

16 No person petitioning the court under this section for an order terminating the person's
17 obligation to register is entitled to court appointed counsel, experts, or publicly funded
18 witnesses.

19 Section 7. That chapter 22-24B be amended by adding thereto a NEW SECTION to read as
20 follows:

21 The sex offender registry shall consist of three tiers as provided for in this Act. Placement
22 in Tier III requires registrants to register throughout their lifetime. Placement in Tier II requires
23 registrants to register for a minimum of twenty-five years. Placement in Tier I requires
24 registrants to register for a minimum of ten years.

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

642R0057

SENATE STATE AFFAIRS ENGROSSED NO. **SB 76** - 2/10/2010

This bill has been extensively amended (houghoused) and may no longer be consistent with the original intention of the sponsor.

Introduced by: Senators Turbak Berry, Abdallah, Adelstein, Bradford, Brown, Dempster, Fryslie, Gray, Heidepriem, Jerstad, Knudson, Maher, Nesselhuf, Novstrup (Al), and Vehle and Representatives Turbiville, Brunner, Faehn, Gosch, Hunhoff (Bernie), Iron Cloud III, Lust, Nygaard, Solberg, Solum, and Thompson

1 FOR AN ACT ENTITLED, An Act to revise the composition of the State Veterans'
2 Commission.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 33-16-4 be amended to read as follows:

5 33-16-4. There is a Veterans' Commission, consisting of ~~six~~ seven members to be appointed
6 by the Governor as follows:

7 (1) Four members at large;

8 (2) One member from a list of two persons nominated by the Department of South
9 Dakota American Legion;

10 (3) One member from a list of two persons nominated by the Veterans of Foreign Wars
11 Department South Dakota; and

12 (4) One member from a list of two persons nominated by the Disabled American



1 Veterans Department of South Dakota.

2 Members of the commission shall be citizens of the United States and of South Dakota; and
3 shall be veterans who have been discharged from the armed forces honorably or under honorable
4 conditions. ~~Annual~~

5 Notwithstanding subdivisions (1) to (4), inclusive, any member of the commission on July
6 1, 2010, may complete the term to which the member was appointed. As a vacancy occurs, the
7 Governor shall appoint members from subdivisions (2), (3), and (4) before appointing members
8 at large. The appointments may include former or currently serving commission members. The
9 appointments shall be made for terms of six years. In the event of death or a vacancy on the
10 commission from any cause, a successor shall be appointed to fill out the unexpired term. The
11 commission members shall annually choose a ~~chairman and vice-chairman~~ chair and vice chair
12 from the commission membership.

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

553R0465

SENATE HEALTH AND HUMAN SERVICES

ENGROSSED NO. **SB 96** - 2/10/2010

This bill has been extensively amended (hoghoused) and may no longer be consistent with the original intention of the sponsor.

Introduced by: Senators Rhoden, Bradford, Fryslie, Maher, Nesselhuf, and Schmidt and Representatives Hunt, Brunner, Dennert, Elliott, Feickert, Frerichs, Greenfield, Hoffman, Iron Cloud III, Jensen, Killer, Kirkeby, Kopp, Krebs, Lederman, Noem, Nygaard, Olson (Betty), Schrempp, Sly, Steele, Thompson, Verchio, and Wink

1 FOR AN ACT ENTITLED, An Act to provide for the continuation of the waiver of the
2 collaborative agreement requirement for certified nurse midwives providing out-of-hospital
3 birth services.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

5 Section 1. That section 2 of chapter 193 of the 2008 Session Laws be repealed.

6 ~~Section 2. The provisions of this Act are repealed on June 30, 2013.~~



State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

373R0535

SENATE JUDICIARY ENGROSSED NO. **SB 103** 2/11/2010

Introduced by: Senator Knudson and Representatives Cutler and Lust

1 FOR AN ACT ENTITLED, An Act to revise certain provisions relating to trusts.

2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

3 Section 1. That § 55-2-13 be amended to read as follows:

4 55-2-13. For purposes of this section, the term, qualified beneficiary, means a beneficiary
5 who is twenty-one years of age and who, on the date the beneficiary's qualification is
6 determined:

7 (1) Is a distributee or permissible distributee of trust income or principal;

8 (2) Would be a distributee or permissible distributee of trust income or principal if the
9 interests of the distributees terminated on that date; or

10 (3) Would be a distributee or permissible distributee of trust income or principal if the
11 trust terminated on that date.

12 Except as otherwise provided by the terms of a revocable trust, a trustee has no duty to
13 notify the qualified beneficiaries of the trust's existence.

14 Except as otherwise provided by the terms of an irrevocable trust or otherwise directed by
15 the settlor, distribution advisor, or trust protector, the trustee shall, within sixty days after the



1 trustee has accepted trusteeship of the trust, or within sixty days after the date the trustee
2 acquires knowledge that a formerly revocable trust has become irrevocable, notify the qualified
3 beneficiaries of the trust's existence and of the right of the beneficiary to request a copy of the
4 trust instrument pertaining to the beneficiary's interest in the trust.

5 Subject to the previous provision, a trustee of an irrevocable trust:

6 (1) Upon request of a qualified beneficiary, shall promptly furnish to the qualified
7 beneficiary a copy of the trust instrument;

8 (2) If notification of the trust has not been accomplished pursuant to this section within
9 sixty days after accepting a trusteeship, shall notify the qualified beneficiaries of the
10 acceptance and of the trustee's name, address, and telephone number;

11 (3) Shall promptly respond to a qualified beneficiary's request for information related to
12 the administration of the trust, unless the request is unreasonable under the
13 circumstances.

14 A beneficiary may waive the right to the notice or information otherwise required to be
15 furnished under this section and, with respect to future reports and other information, may
16 withdraw a waiver previously given.

17 The change in the identity of a trustee, occurring as the result of a mere name change or a
18 merger, consolidation, combination, or reorganization of a trustee, does not require notice.

19 If a fiduciary is bound by a duty of confidentiality with respect to a trust or its assets, a
20 fiduciary may require that any beneficiary who is eligible to receive information pursuant to this
21 section be bound by the duty of confidentiality that binds the trustee before receiving such
22 information from the trustee.

23 A trust advisor, trust protector, or other fiduciary designated by the terms of the trust shall
24 keep each excluded fiduciary designated by the terms of the trust reasonably informed about:

- 1 (1) The administration of the trust with respect to any specific duty or function being
2 performed by the trust advisor, trust protector, or other fiduciary to the extent that the
3 duty or function would normally be performed by the excluded fiduciary or to the
4 extent that providing such information to the excluded fiduciary is reasonably
5 necessary for the excluded fiduciary to perform its duties; and
- 6 (2) Any other material information that the excluded fiduciary would be required to
7 disclose to the qualified beneficiaries under this section regardless of whether the
8 terms of the trust relieve the excluded fiduciary from providing such information to
9 qualified beneficiaries. Neither the performance nor the failure to perform of a trust
10 advisor, trust protector, or other fiduciary designated by the terms of the trust as
11 provided in this subdivision shall affect the limitation on the liability of the excluded
12 fiduciary.

13 The provisions of this section are effective for trusts created after ~~July 1~~ June 30, 2002,
14 except as otherwise directed by the settlor, trust protector, or distribution trust advisor. For trusts
15 created before July 1, 2002, a trustee has no duty at common law or otherwise to notify a
16 qualified beneficiary of the trust's existence unless otherwise directed by the settlor.

17 Section 2. That § 55-3-1 be amended to read as follows:

18 55-3-1. The provisions of this chapter apply to ~~irrevocable~~ all ~~trusts and to express trusts~~
19 ~~created for the benefit of someone other than the trustor and in which the title to the trust~~
20 ~~property is vested in the trustee; not including, however, those of personal representatives and~~
21 ~~conservators, as such.~~

22 Section 3. That § 55-3-39 be amended to read as follows:

23 55-3-39. ~~A~~ Except as expressly provided by the terms of a governing instrument or by a
24 court order, a general law or a state jurisdiction provision stating that the laws of this state

1 govern is valid, effective, and conclusive for the trust if all of the following are true:

- 2 (1) Some or all of the trust assets are deposited in this state or physical evidence of such
3 assets is held in this state and the trust is being administered by a qualified person;
4 in this subdivision, deposited in this state, includes being held in a checking account,
5 time deposit, certificate of deposit, brokerage account, trust company fiduciary
6 account, or other similar account or deposit that is located in this state including
7 South Dakota investments;
- 8 (2) A trustee is a qualified person who is designated as a trustee under the governing
9 instrument, a successor trusteeship, or designated by a court having jurisdiction over
10 the trust; and
- 11 (3) The administration, for example, physically maintaining trust records in this state and
12 preparing or arranging for the preparation of, on an exclusive basis or a nonexclusive
13 basis, an income tax return that must be filed by the trust, occurs wholly or partly in
14 this state.

15 The State of South Dakota and its courts have jurisdiction over a trust created in a foreign
16 jurisdiction if the administration of the trust meets the three requirements set forth in this
17 section.

18 Nothing in this section may be construed to be the exclusive means of providing a valid
19 effective and conclusive state jurisdiction provision.

20 Section 4. That § 55-3-45 be amended to read as follows:

21 55-3-45. If a trust is not subject to court supervision under chapter 21-22, and if no objection
22 has been made by a distribution beneficiary, as defined in this title, of a trust within one hundred
23 eighty days after a copy of the trustee's accounting has been mailed, postage prepaid, to the last
24 known address of such distribution beneficiary, the distribution beneficiary is deemed to have

1 approved such accounting of the trustee, and the trustee, absent fraud, intentional
2 misrepresentation, or material omission, shall be released and discharged from any and all
3 liability to all beneficiaries of the trust as to all matters set forth in such accounting.

4 For purposes of this section, the term, accounting, means any interim or final report or other
5 statement provided by a trustee reflecting all transactions, receipts, and disbursements during
6 the reporting period and a list of assets as of the end of the period covered by the report or
7 statement, and including written notice to the distribution beneficiary of the provisions of this
8 section.

9 Section 5. That § 55-13A-409 be amended to read as follows:

10 55-13A-409. ~~(a) In this section:~~

11 ~~—(1)— "Payment" means a payment that a trustee may receive over a fixed number of years~~
12 ~~or during the life of one or more individuals because of services rendered or property~~
13 ~~transferred to the payer in exchange for future payments. The term includes a~~
14 ~~payment made in money or property from the payer's general assets or from a~~
15 ~~separate fund created by the payer. For purposes of subsections (d), (e), (f), and (g),~~
16 ~~the term also includes any payment from any separate fund, regardless of the reason~~
17 ~~for the payment.~~

18 ~~—(2)— "Separate fund" includes a private or commercial annuity, an individual retirement~~
19 ~~account, and a pension, profit-sharing, stock-bonus, or stock-ownership plan.~~

20 ~~—(b) To the extent that a payment is characterized as interest, a dividend, or a payment made~~
21 ~~in lieu of interest or a dividend, a trustee shall allocate the payment to income. The trustee shall~~
22 ~~allocate to principal the balance of the payment and any other payment received in the same~~
23 ~~accounting period that is not characterized as interest, a dividend, or an equivalent payment.~~

24 ~~—(c) If no part of a payment is characterized as interest, a dividend, or an equivalent payment,~~

1 and all or part of the payment is required to be made, a trustee shall allocate to income ten
2 percent of the part that is required to be made during the accounting period and the balance to
3 principal. If no part of a payment is required to be made or the payment received is the entire
4 amount to which the trustee is entitled, the trustee shall allocate the entire payment to principal.
5 For purposes of this subsection, a payment is not required to be made to the extent that it is
6 made because the trustee exercises a right of withdrawal.

7 — (d) Except as otherwise provided in subsection (e), subsections (f) and (g) apply, and
8 subsections (b) and (c) do not apply, in determining the allocation of a payment made from a
9 separate fund to:

10 — (1) — A trust to which an election to qualify for a marital deduction under Section
11 2056(b)(7) of the Internal Revenue Code of 1986, has been made; or

12 — (2) — A trust that qualifies for the marital deduction under Section 2056(b)(5) of the
13 Internal Revenue Code of 1986.

14 — (e) Subsections (d), (f), and (g) do not apply if and to the extent that the series of payments
15 would, without the application of subsection (d), qualify for the marital deduction under Section
16 2056(b)(7)(C) of the Internal Revenue Code of 1986.

17 — (f) A trustee shall determine the internal income of each separate fund for the accounting
18 period as if the separate fund were a trust subject to this chapter. Upon request of the surviving
19 spouse, the trustee shall demand that the person administering the separate fund distribute the
20 internal income to the trust. The trustee shall allocate a payment from the separate fund to
21 income to the extent of the internal income of the separate fund and distribute that amount to
22 the surviving spouse. The trustee shall allocate the balance of the payment to principal. Upon
23 request of the surviving spouse, the trustee shall allocate principal to income to the extent the
24 internal income of the separate fund exceeds payments made from the separate fund to the trust

1 ~~during the accounting period.~~

2 ~~—(g) If a trustee cannot determine the internal income of a separate fund but can determine~~
3 ~~the value of the separate fund, the internal income of the separate fund is deemed to equal four~~
4 ~~percent of the fund's value, according to the most recent statement of value preceding the~~
5 ~~beginning of the accounting period. If the trustee can determine neither the internal income of~~
6 ~~the separate fund nor the fund's value, the internal income of the fund is deemed to equal the~~
7 ~~product of the interest rate and the present value of the expected future payments, as determined~~
8 ~~under Section 7520 of the Internal Revenue Code of 1986 (26 U.S.C. Section 7520), for the~~
9 ~~month preceding the accounting period for which the computation is made.~~

10 ~~—(h) This section does not apply to a payment to which § 55-13A-410 applies. (a) For the~~
11 ~~purposes of this section, the term, payment, means a payment that a trustee may receive over a~~
12 ~~fixed number of years or during the life of one or more individuals because of services rendered~~
13 ~~or property transferred to the payer in exchange for future payments. The term includes a~~
14 ~~payment made in money or property from the payer's general assets or from a separate fund~~
15 ~~created by the payer, including a private or commercial annuity, an individual retirement~~
16 ~~account, and a pension, profit-sharing, stock-bonus, or stock-ownership plan.~~

17 ~~(b) To the extent that a payment is characterized as interest or a dividend or a payment made~~
18 ~~in lieu of interest or a dividend, a trustee shall allocate it to income. The trustee shall allocate~~
19 ~~to principal the balance of the payment and any other payment received in the same accounting~~
20 ~~period that is not characterized as interest, a dividend, or an equivalent payment.~~

21 ~~(c)(1) For purposes of this subsection, plan income means any of the following:~~

22 ~~(A) With respect to payments received from a plan that maintains separate~~
23 ~~accounts or funds for its participants or account holders, such as defined~~
24 ~~contribution retirement plans, individual retirement accounts, Roth individual~~

1 retirement accounts, and some types of deferred compensation plans, either the
2 amount of the plan account or fund held for the benefit of the trust that, if the
3 plan account or fund were a trust, would be allocated to income pursuant to
4 subsections (b) and (d) for that accounting period, or four percent of the value
5 of the plan account or fund on the first day of the accounting period. The
6 trustee shall, in his or her discretion, choose the method of determining plan
7 income pursuant to this paragraph, and may change the method of determining
8 plan income pursuant to this paragraph for any subsequent accounting period;

9 (B) With respect to payments received from a plan that does not maintain separate
10 accounts or funds for its participants or account holders, such as defined
11 benefit retirement plans and some types of deferred compensation plans, four
12 percent of the total present value of the trust's interest in the plan as of the first
13 day of the accounting period, based on reasonable actuarial assumptions as
14 determined by the trustee.

15 (2) For each accounting period of a trust in which the trust receives a payment but no
16 part of any payment is allocated to income pursuant to subsection (b), the trustee
17 shall allocate to income that portion of the aggregate value of all payments received
18 by the trustee in that accounting period that is equal to the amount of plan income
19 that is attributable to the trust's interest in the plan from which payment is received
20 for that accounting period. The trustee shall allocate the balance of any payments to
21 principal.

22 (d) If, to obtain an estate or gift tax marital deduction for an interest in a trust, a trustee must
23 allocate more of a payment to income than provided for by this section, the trustee shall allocate
24 to income the additional amount necessary to obtain the marital deduction.

1 (e) This section does not apply to payments to which § 55-13A-410 applies.

2 Section 6. That §§ 55-4-42 to 55-4-47, inclusive, be repealed.

3 Section 7. That § 55-4-51 be amended to read as follows:

4 55-4-51. Instead of furnishing a copy of the trust instrument or a copy of a will that creates
5 a testamentary trust to a person other than a beneficiary, ~~the trustee~~ one or more trustees may
6 furnish to the person a certificate of trust signed by a trustee, settlor, grantor, trustor, or trust
7 protector, containing the following information:

8 (1) ~~That~~ A statement that the trust exists, the name of the trust if one has been given, and
9 the date the trust instrument or will was executed;

10 (2) The identity name of the settlor, grantor, trustor, testator, or testatrix;

11 (3) The identity name of each original trustee and the name and address of the currently
12 acting each trustee and each trust protector currently empowered to act under the trust
13 instrument or will on the date of the execution of the certificate of trust;

14 (4) The powers of the trustee and the trust protector and other provisions set forth in the
15 trust instrument or will as are selected by the person signing the certificate of trust,
16 including those powers authorizing the trustee to sell, convey, pledge, mortgage,
17 lease, or transfer title to any interest in property held in the trust, together with a
18 statement setting forth the number of trustees required by the provisions of the trust
19 instrument or will to act;

20 (5) ~~The revocability or irrevocability of the trust and~~ A statement that the trust is
21 irrevocable or, if the trust is revocable, a statement to that effect and the identity of
22 any person holding a power to revoke the trust, and, if applicable, a statement that the
23 trust has been terminated or revoked;

24 (6) ~~The authority of cotrustees to sign or otherwise authenticate and whether all or less~~

1 ~~than all are required in order to exercise powers of the trustee~~ A statement that the
2 trust is not supervised by a court, or, if applicable, a statement that the trust is
3 supervised by a court, and which statement also sets forth any restrictions imposed
4 by the court on the trustee's ability to act as otherwise permitted by statute or the
5 terms of the trust instrument or will;

6 (7) ~~The manner of taking title to trust property. If applicable, a description of any~~
7 property to be conveyed by the trustee;

8 ~~A certificate of trust may be signed or otherwise authenticated by any trustee.~~

9 (8) ~~A certificate of trust must state~~ statement that the trust has not been ~~revoked;~~
10 modified; or amended in any manner that would cause the representations contained
11 in the certificate of trust to be incorrect.

12 The person signing the certificate shall certify that the statements contained in the certificate
13 are true and correct. The signature of the person signing the certificate shall be acknowledged
14 or verified under oath before a notary public or other official authorized to administer oaths. A
15 certificate of trust need not contain the dispositive terms of a trust.

16 Section 8. That chapter 55-4 be amended by adding thereto a NEW SECTION to read as
17 follows:

18 A certificate of trust executed under § 55-4-51 may be recorded in the office of the register
19 of deeds with respect to land described in the certificate of trust or any attachment to it. If it is
20 recorded or filed in any county where real property is situated, or in the case of personal
21 property, if it is presented to a third party, the certificate of trust serves to document the
22 existence of the trust, the identity of the trustees, the powers of the trustees, and any limitations
23 on those powers, and other matters the certificate of trust sets out, as though the full trust
24 instrument had been recorded, filed, or presented. Until amended or revoked under § 55-4-44,

1 or until the full trust instrument or will is recorded, filed, or presented, a certificate of trust is
 2 conclusive proof as to the matters contained in it and any party may rely upon the certificate,
 3 except a party dealing directly with the trustee or trustees who have actual knowledge of the
 4 facts to the contrary.

5 Section 9. That § 55-4-45 be amended to read as follows:

6 55-4-45. Sections ~~55-4-42 to 55-4-44, inclusive,~~ 55-4-44 and 55-4-51 and section 8 of this
 7 Act are effective July 1, ~~2000~~ 2010, but apply to trust instruments and wills whenever created
 8 or executed.

9 Section 10. That chapter 55-4 be amended by adding thereto a NEW SECTION to read as
 10 follows:

11 A certificate of a trustee or of trustees of a trust in support of a real property transaction may
 12 be substantially in the following form:

13 *This instrument was prepared by:*

14 _____
 15 _____
 16 _____

17 *(insert name, address and phone number)*

18 CERTIFICATE

19 OF TRUST

20 STATE OF SOUTH DAKOTA)

21 : SS

22 COUNTY OF MINNEHAHA)

23 _____, being duly sworn under oath, does hereby state as follows:

24 1. A trust instrument or Will executed on _____ established a trust which is

1 still in existence on the date this Certificate is signed. The name of the trust, if it has been
2 named, is _____. (Insert n/a if the Trust does not have a name)

3 2. The name of the settlor, grantor, trustor, testator or testatrix, as the case may be, is
4 _____.

5 3. The name of each original trustee and the name and address of each trustee and each trust
6 protector currently empowered to act under the trust instrument or Will on the date of the
7 execution of this Certificate of Trust is as follows:

8 _____
9 _____.

10 4. The person who signs this certificate below certifies that the trust instrument or Will
11 contains the following powers which are given to the trustee:

12 _____ ,

13 the following powers are given to the trust protector:

14 _____ ,

15 and further contains the following provisions:

16 _____ .

17 The number of trustees required to join in an action by the provisions of the trust instrument
18 or Will to is _____ .

19 5. The trust is revocable/irrevocable./The following person(s) has/have the right to revoke the
20 trust: _____ .

21 The trust has not been revoked.

22 6. The trust is/is not supervised by a court. The following restrictions are currently imposed
23 by the court on the trustee(s) ability to act even though actions so restricted may be
24 permitted by statute or the terms of the trust instrument or Will:

1 _____ .

2 7. The Trustee intends to convey the following property owned by the Trust:

3 _____ .

4 8. The trust has not been modified or amended in any manner that would cause the
5 representations contained in this Certificate of Trust to be incorrect. The statements
6 contained in this Certificate of Trust are true and correct.

7 _____

8 STATE OF SOUTH DAKOTA)

9 : SS

10 COUNTY OF)

11 On this, the _____ day of _____, 20____, before me, the undersigned officer,
12 personally appeared , known to me or satisfactorily proven to be the person whose name is
13 subscribed to the within instrument and acknowledged that she/he executed the same for the
14 purposes therein contained.

15 IN WITNESS WHEREOF, I hereunto set my hand and official seal.

16 _____

17 Notary Public, South Dakota

18 My Commission expires: _____

19 Section 11. That chapter 55-4 be amended by adding thereto a NEW SECTION to read as
20 follows:

21 (a) Any judicial proceeding to contest the validity of a trust that was revocable at the settlor's
22 death shall be commenced within the earlier of:

23 (1) One year after the settlor's death; or

24 (2) Sixty days after the trustee sent the person a copy of the trust instrument and a notice

1 informing the person of the trust's existence, of the trustee's name and address, and
2 of the time allowed for commencing a proceeding.

3 (b) Upon the death of the settlor of a trust that was revocable at the settlor's death, the trustee
4 may proceed to distribute the trust property in accordance with the terms of the trust. The trustee
5 is not subject to liability for doing so unless:

6 (1) The trustee knows of a pending proceeding contesting the validity of the trust; or

7 (2) A potential contestant has notified the trustee of a possible proceeding to contest the
8 trust and a proceeding is commenced within sixty days after the contestant sent the
9 notification.

10 (c) A beneficiary of a trust that is determined to have been invalid is liable to return any
11 distribution received for proper distribution. If the beneficiary refuses to return the distribution,
12 the beneficiary may be liable for all costs, including attorney fees, incurred for the recovery of
13 the distribution.

14 Section 12. That chapter 55-4 be amended by adding thereto a NEW SECTION to read as
15 follows:

16 (a) After the death of a settlor, and subject to the settlor's right to direct the source from
17 which liabilities will be paid, the property of a trust that was revocable at the settlor's death is
18 subject to claims of the settlor's creditors, costs of administration of the settlor's estate, the
19 expenses of the settlor's funeral and disposal of remains, and statutory allowances to a surviving
20 spouse and children to the extent the settlor's probate estate is inadequate to satisfy those claims,
21 costs, and expenses.

22 (b) A trustee may:

23 (1) If the trustee has knowledge of a creditor or potential creditor, provide written notice
24 to the creditor or potential creditor at their last known address, advising the creditor

1 that a claim may not be paid if the creditor fails to present a claim within sixty days
2 of the date of such notice; and

3 (2) For all unknown creditors and all creditors which the trustee, in good faith, is unable
4 to locate, publish notice to such creditors once a week for three successive weeks in
5 a legal newspaper in the county:

6 (A) Where the settlor was last a resident if the deceased settlor was a resident of
7 South Dakota; or

8 (B) Where the principal administration of the trust takes place if the deceased
9 settlor was a nonresident of South Dakota.

10 The published notice shall state that creditors of a deceased settlor must
11 present their claim within four months after the date of the first publication of
12 the notice or any claim or collection efforts which otherwise could have been
13 asserted or enforced against the trust or assets thereof may be barred.

14 For purposes of this section, a trustee has knowledge of a creditor or potential
15 creditor if the trustee is aware that the creditor has demanded payment from
16 the settlor or the settlor's estate.

17 (c) Creditors of the deceased settlor who are given written notice or receive notice by
18 publication are barred if no claim is filed within the applicable period.

19 (d) Claims by a creditor of a deceased settlor may be presented to the trustee by any of the
20 following three methods:

21 (1) The creditor may deliver or mail to the trustee a written statement of the claim
22 indicating its basis, the name and address of the creditor, and the amount claimed;

23 (2) If the trust is court-supervised, the creditor may file a written statement of the claim
24 with the clerk of courts and mail or deliver a copy thereof to the trustee. The claim

1 is deemed presented on the first to occur of the receipt of the written statement of
2 claim by the trustee, or the filing of the claim with the clerk of courts; or

3 (3) The creditor may commence a proceeding against the trust in any court where the
4 trustee may be subject to jurisdiction, to obtain payment of the claim. Such a claim
5 is deemed presented on the date the proceeding is commenced.

6 (e) If a claim is not yet due, the date when it will become due shall be stated in the written
7 statement of the claim. If the claim is contingent or unliquidated, the nature of the uncertainty
8 shall be described. If the claim is secured, the nature of the security shall be described. Failure
9 to describe correctly the nature of the security or uncertainty, or the due date of a claim not yet
10 due, does not invalidate the presentation.

11 (f) No presentation of claim is required in regard to matters claimed in proceedings against
12 a settlor which were pending at the time of the death of the settlor in any court.

13 (g) No trustee may incur liability for a nonnegligent or nonwillful failure to give notice to
14 a particular creditor.

15 (h) If the applicable assets of the trust that are otherwise subject to the claim of an unbarred
16 creditor are insufficient to pay the claim in full, the trustee shall make payment in the following
17 order:

- 18 (1) Costs and expenses relating to administration of the trust or estate;
- 19 (2) Reasonable funeral expenses of the settlor;
- 20 (3) Debts and taxes with preference under federal law;
- 21 (4) Debts and taxes with preference under other laws of this state;
- 22 (5) All other claims.

23 (i) In paying claims of a deceased settlor, the trustee shall give no preference in the payment
24 of any claim over any other claim of the same class, and a claim due and payable is not entitled

1 to a preference over claims not yet due except as to claims which are compromised in part or
2 in full.

3 (j) Upon the death of the settlor of a trust that was revocable at the settlor's death, the trustee
4 may proceed to pay creditor claims with the trust property in accordance with the terms of the
5 trust and this section. The trustee is not subject to liability for doing so unless:

6 (1) The trustee knows of a pending proceeding contesting the validity of the trust or
7 regarding a creditor's claim; or

8 (2) A potential contestant or creditor has notified the trustee of a possible proceeding to
9 contest the trust or regarding a creditor's claim, and a proceeding is commenced
10 within sixty days after the contestant sent the notification.

11 However, the trustee may pay creditor claims without liability so long as the trustee
12 determines that, at the time of the determination, the assets of the trust are reasonably
13 adequate to allow for payment of the claim in view of the type of proceeding, the
14 amount at issue, and the likelihood of its probable success.

15 (k) A creditor who has received a payment from the trustee, if it is later determined to have
16 been invalid, or wrongfully paid under this section, is liable to return any payment received to
17 the trustee. If the creditor refuses to return the payment, the creditor may be liable for all costs,
18 including attorney's fees, incurred for the recovery of the payment.

19 (l) Except as to creditors barred by publication or by written notice, the statute of limitations
20 provisions of §§ 29A-3-802(b) and 29A-3-803(a)(3) apply.

21 (m) Nothing in this section requires a trustee to give notice to a secured creditor of a settlor,
22 nor diminish the rights of a secured creditor under applicable law.

23 Section 13. That § 55-5-7 be amended to read as follows:

24 55-5-7. No specific investment or course of action is, taken alone, prudent or imprudent. The

1 trustee may invest in every kind of property and type of investment, subject to this chapter. The
2 prudent investor rule is a test of conduct and not of resulting performance. The prudent investor
3 rule may be expanded, restricted, eliminated, or otherwise altered by the terms of the trust
4 instrument or court order. Unless expanded, restricted, eliminated, or otherwise altered by the
5 terms of the trust instrument or a court order, the trustee's investment decisions and actions shall
6 be judged in terms of the trustee's reasonable judgment regarding the anticipated effect on the
7 trust portfolio as a whole under the facts and circumstances prevailing at the time of the decision
8 or action. No trustee is liable to a beneficiary to the extent that the trustee acted in reliance on
9 the provisions of the trust instrument or court order.

10 Section 14. That § 55-5-8 be amended to read as follows:

11 55-5-8. The trustee shall diversify the investments of the trust unless, under the
12 circumstances, the trustee reasonably believes it is in the interests of the beneficiaries and
13 furthers the purposes of the trust not to diversify. Regardless of concentration or lack of
14 diversification, the trustee need not diversify if the trust instrument or court order allows or
15 directs retention of assets forming part of the trust corpus and no trustee is liable to a beneficiary
16 to the extent that the trustee acted in reliance on the provisions of the trust instrument or court
17 order. If a trust instrument or court order ~~requires~~ allows or directs a fiduciary to invest in a
18 specific investment, type of investment, or investment concentration, no trustee is liable to a
19 beneficiary to the extent that the trustee acted in reliance on the provisions of the trust
20 instrument or court order.

21 Section 15. That chapter 55-5 be amended by adding thereto a NEW SECTION to read as
22 follows:

23 (a) Unless otherwise directed by the terms of the trust instrument or court order, no trustee
24 of an irrevocable trust, with respect to acquiring, retaining, or disposing of a contract of

1 insurance or holding one or more insurance contracts upon the life of the settlor, or the lives of
2 the settlor and the settlor's spouse, has the following duties:

- 3 (1) To determine whether any such contract is or remains a proper investment;
- 4 (2) To investigate the financial strength or changes in the financial strength of the life
5 insurance company;
- 6 (3) To make a determination of whether to exercise any policy options available under
7 any such contract;
- 8 (4) To make a determination of whether to diversify any such contract relative to one
9 another or to other assets, if any, administered by the trustee; or
- 10 (5) To inquire about changes in the health or financial condition of the insured or
11 insured's relative to any such contract.

12 A trustee is not liable to the beneficiaries of the trust or to any other party for any loss
13 arising from the absence of those duties upon the trustee.

14 (b) The trustee of a trust described under subsection (a) of this section which was established
15 prior to the effective date of this section, shall notify the settlor in writing that, unless the settlor
16 provides written notice to the contrary to the trustee within sixty days of the trustee's notice, the
17 provisions of subsection (a) of this section shall apply to the trust. Subsection (a) of this section
18 does not apply if, within sixty days of the trustee's notice, the settlor notifies the trustee that
19 subsection (a) does not apply.

20 Section 16. That § 51A-6A-1 be amended by adding thereto NEW SUBDIVISIONS to read
21 as follows:

22 "Public trust company," a trust company that engages in trust company business with the
23 general public by advertising, solicitation or other means, or a trust company that engages in
24 trust company business but does not fall within the definition of a private trust company

1 established by the commission through rules promulgated pursuant to chapter 1-26. The
2 commission shall consider the size, number of clients served and the family and other
3 relationships among the clients served, complexity, and related safety and soundness issues as
4 it establishes in rule a definition for the term private trust company;

5 "Fiduciary for hire," acting as a administrator, conservator, custodian, executor, guardian,
6 personal representative, or trustee, for any person, trust, or estate for compensation or gain or
7 in anticipation of compensation or gain;

8 Section 17. That subdivision (14) of § 51A-6A-1 be amended to read as follows:

9 (14) "Trust company business," engaging in, or ~~holding out to the public as willing~~
10 representing or offering to engage in, ~~or in~~ the business of acting as a fiduciary for
11 hire, except that no accountant, attorney, credit union, insurance broker, insurance
12 company, investment advisor, real estate broker or sales agent, savings and loan
13 association, savings bank, securities broker or dealer, real estate title insurance
14 company or real estate escrow company shall be deemed to be engaged in a trust
15 company business with respect to fiduciary services customarily performed by them
16 for compensation as a traditional incident to their regular business activities. Trust
17 company business as defined in this chapter does not constitute banking as defined
18 in subdivision 51A-1-2(4), and may not be construed as banking for purposes of
19 § 47-34-5;

20 Section 18. That chapter 51A-6A be amended by adding thereto a NEW SECTION to read
21 as follows:

22 A public trust company chartered in South Dakota, after June 30, 2010, shall establish office
23 premises in South Dakota that would establish jurisdiction over a trust for which the trust
24 company would be a qualified person under § 55-3-39.

1 Public trust companies chartered in South Dakota prior to July 1, 2010, shall meet the
2 requirements of this section no later than July 1, 2015, unless the director grants an extension
3 of up to twenty-four months upon a showing of good faith effort. A public trust company
4 seeking an extension of time shall include in its application to the director the reasons for any
5 delay and a detailed time line for expected compliance with this section.

6 The commission may promulgate rules pursuant to chapter 1-26 to establish additional
7 guidelines regarding what constitutes trust administration in South Dakota for purposes of this
8 section.

9 Section 19. That § 51A-6A-17 be amended to read as follows:

10 51A-6A-17. Except with the written consent of the director, no person may serve as a board
11 member, officer, or key employee of a trust company who has been convicted, or who is
12 hereafter convicted, of any felony or any crime involving fraud, dishonesty, or a breach of trust.
13 Any trust company who willfully violates this prohibition is ~~guilty of an unclassified~~
14 ~~misdemeanor and upon conviction shall be punished by a fine~~ subject to a civil penalty of one
15 ~~hundred thousand~~ hundred thousand dollars for each day the violation continues. A civil penalty imposed pursuant
16 to this section for a single violation may not exceed fifty thousand dollars. Any civil penalty
17 imposed by the director under this section is subject to review by the commission according to
18 chapter 1-26.

19 As part of any application to obtain authority to transact business as a private trust company,
20 the applicant shall obtain and provide for each proposed incorporator, organizer, board member,
21 manager, officer, and key employee of the proposed company, as applicable, the results of an
22 independent criminal background investigation acceptable to the director, and independent
23 credit report from a consumer reporting agency as described in 15 U.S.C. 1681a(p) as of
24 January 1, 2010, and a report of ongoing or pending litigation.

1 As part of any application to obtain authority to transact trust company business as a public
2 trust company, each proposed incorporator, organizer, board member, manager, officer, and key
3 employee, as applicable, shall submit to a state and federal criminal background investigation
4 by means of fingerprint checks by the Division of Criminal Investigation and the Federal Bureau
5 of Investigation. Upon application, the division shall submit completed fingerprint cards to the
6 Division of Criminal Investigation for purposes of conducting both the state and federal criminal
7 background investigation. Upon completion of the criminal background check, the Division of
8 Criminal Investigation shall forward to the division all information obtained as a result of the
9 criminal background investigation. For individuals described above who are not citizens of the
10 United States, the director may conduct an international background investigation or require the
11 applicant or individual to obtain and provide the results of an international background
12 investigation acceptable to the director. The applicant shall also obtain and provide the results
13 of an independent credit report from a consumer reporting agency as described in 15 U.S.C.
14 1681a(p) as of January 1, 2010, and a report of ongoing or pending litigation for each individual
15 as described above.

16 Prior to beginning employment with any trust company, each potential director, officer, or
17 key employee shall undergo the same investigation process as required above for new
18 applicants. For purposes of this section, a key employee does not include an employee whose
19 primary responsibilities are limited to clerical or support duties and officer does not include
20 individuals who are not involved in the ongoing policy making or management of the trust
21 company.

22 Any trust company shall immediately notify the division of any material change in the
23 background of any individual subject to the background investigation process as described
24 above.

1 The division may require a fingerprint-based state, federal, and international criminal
2 background investigation, as applicable, for any director, officer, or employee, who is the
3 subject of an investigation by the division. Failure to submit to or cooperate with the criminal
4 background investigation is grounds for the denial of an application or may result in the
5 revocation of a trust company's authority to transact trust company business.

6 The applicant or trust company, as the case may be, shall pay any fees or costs associated
7 with the fingerprinting, background investigations, or reports required by this section. An
8 individual who has undergone a state, federal, or international background investigation required
9 by this section, may, at the discretion of the director, be allowed to fulfill this requirement for
10 future trust company employment by sworn affidavit stating that there have been no material
11 changes to the individual's background.

12 Section 20. That chapter 51A-6A be amended by adding thereto a NEW SECTION to read
13 as follows:

14 The director may require additional capital for an existing trust company if the director finds
15 the condition and operations of an existing trust company requires additional capital consistent
16 with the safety and soundness of the trust company. The safety and soundness factors to be
17 considered by the director in the exercise of such discretion include:

- 18 (1) The nature and type of business conducted;
- 19 (2) The nature and degree of liquidity in assets held in a corporate capacity;
- 20 (3) The amount of fiduciary assets under management or administration;
- 21 (4) The type of fiduciary assets held and the depository of such assets;
- 22 (5) The complexity of fiduciary duties and degree of discretion undertaken;
- 23 (6) The competence and experience of management;
- 24 (7) The extent and adequacy of internal controls;

- 1 (8) The presence or absence of annual unqualified audits by an independent certified
- 2 public accountant;
- 3 (9) The reasonableness of business plans for retaining or acquiring additional capital;
- 4 (10) The existence and adequacy of insurance obtained or held by the trust company for
- 5 the purpose of protecting its clients, beneficiaries, and grantors; and
- 6 (11) Any other factor deemed relevant by the director.

7 The proposed effective date of an order requiring an existing trust company to increase its
8 capital must be stated in the order as on or after the thirty-first day after the date of the proposed
9 order. Unless the trust company requests a hearing before the commission in writing before the
10 effective date of the proposed order, the order becomes effective and is final. Any hearing before
11 the commission shall be held pursuant to chapter 1-26.

12 Section 21. That chapter 51A-6A be amended by adding thereto a NEW SECTION to read
13 as follows:

14 Any trust company authorized by this title, shall, before transacting any such business,
15 pledge to the division and maintain at all times investments for the security of the trust creditors
16 of the trust company including as a priority claim costs incurred by the division in a receivership
17 or liquidation of the trust company in the event it should fail. The amount of the pledge shall
18 be determined by the director in an amount deemed appropriate to defray such costs, but may
19 not be less than a market value of one hundred thousand dollars, and may not exceed five
20 hundred thousand dollars for a private trust company or one million dollars for a public trust
21 company. All investments pledged to the division shall be held at a depository institution in this
22 state and all costs associated with pledging and holding such investments are the responsibility
23 of the trust company. The amount of the pledge may not exceed fifty percent of the trust
24 company's capital.

1 The investments pledged to the division shall be of the same nature and quality as those
2 required for public funds as provided in §§ 4-5-6 and 4-5-6.1.

3 The commission may promulgate rules pursuant to chapter 1-26 to establish additional
4 investment guidelines or investment options for purposes of the pledge required by this section.

5 In the event of a receivership of a trust company, the director may, without regard to
6 priorities, preferences, or adverse claims, reduce the pledged investments to cash and, as soon
7 as practicable, utilize the cash to defray the costs associated with the receivership.

8 Income from such investments shall belong to and be paid to the trust company as long as
9 it continues to conduct its business in the ordinary course and so long as authorized by the
10 director.

11 The proposed effective date of an order requiring an existing trust company to increase its
12 pledge must be stated in the order as on or after the thirty-first day after the date of the proposed
13 order. Unless the trust company requests a hearing before the commission in writing before the
14 effective date of the proposed order, the order becomes effective and is final. Any hearing before
15 the commission shall be held pursuant to chapter 1-26.

16 Section 22. That § 51A-6A-46.1 be amended to read as follows:

17 51A-6A-46.1. In addition to the powers granted to the director and the commission in
18 §§ 51A-6A-35 to 51A-6A-46, inclusive, the powers granted to the director and commission
19 pursuant to §§ 51A-15-11 to 51A-15-44, inclusive, 51A-2-22, and 51A-2-25 to 51A-2-27,
20 inclusive, may be utilized by the director and the commission with regard to trust companies.
21 The powers granted by §§ 51A-15-11 to 51A-15-44, inclusive, 51A-2-22, and 51A-2-25 to 51A-
22 2-27, inclusive, may be used by the director and the commission in connection with a trust
23 company as a supplement to or as an independent alternative to the powers granted in §§ 51A-
24 6A-35 to 51A-6A-46, inclusive.

1 Section 23. That § 51A-5-4 be amended to read as follows:

2 51A-5-4. Any bank empowered by its articles of incorporation to do trust business ~~or any~~
3 ~~trust company authorized by this title~~, shall, before transacting any such business, deposit and
4 keep on deposit with the division evidences of indebtedness acceptable to the director which are
5 payable to bearer or recorded in the name of the division and which constitute readily
6 marketable legal investments for funds held by a bank as fiduciary in the amount of one hundred
7 thousand dollars. Such deposit shall be for the security of the trust creditors of such bank or trust
8 company, and shall be in bonds or notes and mortgages on real property within this state worth
9 double the amount secured thereby, or insured by the federal housing administration, or bonds
10 of the United States, or any state of the United States that has not defaulted on its principal or
11 interest within ten years, or any organized county or township or first or second class
12 municipality or school district in this state or some other state, and upon which there has been
13 no default in payment of interest or principal. Income from such securities shall belong to and
14 be paid the bank or trust company as long as it continues to conduct its business in the ordinary
15 course and so long as authorized by the director.

16 Section 24. That § 21-22-1 be amended to read as follows:

17 21-22-1. Terms used in this chapter ~~unless the context otherwise plainly requires~~ shall mean:

- 18 (1) "Beneficiary," any person in any manner interested in the trust, including a creditor
19 or claimant with any rights or claimed rights against the trust estate;
- 20 (2) "Court trust," any trust which is established or confirmed by the judgment, decree,
21 or order of any court of record of this state or any foreign jurisdiction, or one which
22 is established or confirmed by a personal representative's instrument of distribution
23 or a personal representative's deed of distribution;
- 24 (3) "Other trust," any trust which is not a court trust;

1 (4) "Supervision," the supervision of the circuit court over the administration of a trust
2 as provided in this chapter;

3 (5) "Trustee," the trustee or trustees of any trust which may be supervised under this
4 chapter.

5 Section 25. That § 21-22-3 be amended to read as follows:

6 21-22-3. Within thirty days after entering upon his or her duties, any trustee under a court
7 trust shall, if a resident of this state or if any of the trust estate has its situs in this state, file in
8 the office of the clerk of the circuit court of the county specified in § 21-22-5 an inventory of
9 all the trust estate, ~~a duly certified copy of the court order establishing or confirming the trust~~
10 a copy of the personal representative's instrument of distribution, a copy of any recorded
11 personal representative's deed of distribution, a duly certified copy of any other court order or
12 clerk's statement establishing or confirming the trust, a certified copy of the original instrument,
13 if any, on which the trust is based, a statement showing the names, residences and post office
14 addresses of all persons, including conservators or other trustees interested in the trust, so far
15 as known to the trustee, and the ages of such of them as are minors. Such inventory shall show
16 a list and description of all the trust property, an estimate by the trustee of the value of each
17 item, the encumbrances, if any, on each item, and all claims against the trust estate with the
18 amount of each claim and the name and post office address of the claimant. Such inventory and
19 such statement shall be duly verified by the trustee.

20 Section 26. That § 21-22-27 be amended to read as follows:

21 21-22-27. All decrees of any court of this state made prior to January 1, ~~1992~~ 2010, settling
22 accounts of trustees or distributing in whole or in part trust estates are hereby legalized, cured,
23 and validated, notwithstanding any defects, omissions, or irregularities in the form of the
24 petition, account, or the notice of the application therefor or in the manner, form, or method of

1 giving or serving such notice.

2 If a person has a vested right in any real or personal property by reason of a defect, omission,
3 or irregularity referred to in this section, and if no action or proceeding to enforce such right was
4 commenced prior to July 1, ~~1993~~ 2011, such right shall be forever barred. No action or
5 proceeding brought involving real property shall be of any force or effect, or maintainable in a
6 court of this state, unless prior to July 1, ~~1993~~ 2011, there was recorded in the office of the
7 register of deeds of the county in which the real property affected is situated, a notice of the
8 pendency of such action, in accordance with chapter 15-10.

9 Section 27. That § 15-2-36 be amended to read as follows:

10 15-2-36. If § 21-22-30 or ~~55-3-41~~ 55-3-45 do not apply, absent fraud, intentional
11 misrepresentation, or material omission, an action to recover for breach of trust against a
12 qualified person as defined in § 55-3-41 or an officer, director, or employee of a qualified person
13 may be commenced only within two years of a trustee's accounting for the period of the breach
14 pursuant to chapter 55-3. In the case of fraud, intentional misrepresentation, or material
15 omission, the limitation period does not commence to run until discovery of the breach of trust.

16 Section 28. That § 55-16-5 be amended to read as follows:

17 55-16-5. Any individual may serve as a ~~fiduciary~~ an investment trust advisor described in
18 subdivision ~~55-1B-1(4)~~ 55-1B-1(6), notwithstanding that such individual is the transferor of the
19 qualified disposition, but such an individual may not otherwise serve as a fiduciary of a trust that
20 is a qualified disposition except with respect to the retention of the veto right permitted by
21 subdivision 55-16-2(2).

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

751R0136

SENATE COMMERCE ENGROSSED NO. **SB 108** - 2/11/2010

Introduced by: Senators Olson (Russell), Dempster, Gant, Merchant, Nelson, Nesselhuf, Peterson, and Tieszen and Representatives Rausch, Blake, Bolin, Cronin, Elliott, Engels, Fargen, Feickert, Gibson, Hamiel, Jensen, Kirkeby, Kirschman, Krebs, Lederman, Lucas, Moser, Novstrup (David), Pitts, Romkema, Schlekeway, Solberg, Solum, Sorenson, Steele, Van Gerpen, and Vanderlinde

1 FOR AN ACT ENTITLED, An Act to prohibit dental insurers from setting fees for noncovered
2 services.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. No contract between an insurer and a dentist may require a dentist to provide
5 services for an insured at a fee set by the contract unless the services are covered services under
6 the terms of the insured's plan or policy. For the purposes of this section, the term, covered
7 services, means services reimbursable under the plan, policy, or contract, subject to such
8 contractual limitations on benefits as may apply, including deductibles, waiting periods,
9 frequency limitations, or charges over the benefit maximum.



State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

565R0626

SENATE JUDICIARY ENGROSSED NO. **SB 132** - 2/11/2010

Introduced by: Senators Nelson, Adelstein, Bradford, Heidepriem, Jerstad, Rhoden, and Tieszen and Representatives Romkema, Hoffman, Kirkeby, Kopp, McLaughlin, Moser, Olson (Betty), Rounds, Solum, Turbiville, and Verchio

1 FOR AN ACT ENTITLED, An Act to permit the utilization of certaion DNA samples to
2 determine parentage under certain conditions.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 23-5A-17 be amended to read as follows:

5 23-5A-17. The analyses to be performed on each DNA sample collected pursuant to this
6 chapter shall be used only for law enforcement identification purposes ~~or~~, to assist in the
7 recovery or identification of human remains or missing persons, or subject to the conditions of
8 subdivision 23-5A-25(4). Analyses of DNA samples obtained pursuant to this chapter ~~is~~ are not
9 authorized for identification of any medical or genetic disorder.

10 Section 2. That § 23-5A-25 be amended to read as follows:

11 23-5A-25. Any DNA record or DNA sample submitted to the South Dakota State Forensic
12 Laboratory may only be released for the following authorized purposes:

13 (1) For law enforcement identification purposes, including the identification of human
14 remains, to federal, state, or local criminal justice agencies;



- 1 (2) For criminal defense and appeal purposes, to a defendant, who shall have access to
2 samples and analyses performed in connection with the case in which such defendant
3 is charged or was convicted; ~~and~~
- 4 (3) If personally identifiable information is removed, for forensic validation studies,
5 forensic protocol development or quality control purposes and for establishment or
6 maintenance of a population statistics database, to federal, state, or local forensic
7 laboratories or law enforcement agencies; and
- 8 (4) If ordered by the court for determination of parentage and if there is no other
9 available DNA sample and all other reasonable opportunities to locate a known
10 sample have been exhausted.

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

398R0036

SENATE EDUCATION ENGROSSED NO. **SB 145** - 2/11/2010

Introduced by: Senators Merchant, Ahlers, Jerstad, Nelson, and Tieszen and Representatives Romkema, Engels, Fargen, Feinstein, Frerichs, Hamiel, Iron Cloud III, Kirkeby, McLaughlin, Moser, Schlekeway, Solum, Sorenson, Vanderlinde, and Verchio

1 FOR AN ACT ENTITLED, An Act to revise certain qualifications for the South Dakota
2 opportunity scholarship program.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 13-55-34 be amended to read as follows:

5 13-55-34. In order to maintain eligibility, a student shall:

- 6 (1) Maintain a cumulative 3.0 grade point average on a 4.0 scale. Cumulative grade point
7 average shall be calculated after the second semester and every semester thereafter.
8 The student shall complete consecutive spring and fall terms in order to remain
9 eligible for continuation of the scholarship program from term to term. A student
10 whose cumulative grade point average falls below 3.0 on a 4.0 scale shall forfeit the
11 scholarship for the subsequent semester and for subsequent semesters until the
12 student has reestablished eligibility. To reestablish eligibility, the student shall
13 comply with all course load, enrollment, and proficiency examination requirements



1 for continued eligibility stated in §§ 13-55-30 to 13-55-35, inclusive, and the student
2 shall achieve a cumulative grade point average of 3.0, or greater, on a 4.0 scale. The
3 scholarship shall be reinstated beginning the semester following that in which the
4 student achieves a cumulative grade point average of 3.0, or greater, on a 4.0 scale.
5 Reinstatement of a scholarship does not extend the time allowed under the
6 scholarship program; any scholarship award forfeited cannot be reclaimed after a
7 student has regained eligibility. A student whose cumulative grade point average falls
8 below 3.0 on a 4.0 scale a second time forfeits the scholarship for all subsequent
9 semesters; and

10 (2) ~~Complete fifteen credit hours of instruction per semester. The student shall enroll in~~
11 ~~and complete at least fifteen credit hours of instruction in each consecutive spring~~
12 ~~and fall term. Earn thirty-two credit hours prior to the beginning of the second year~~
13 ~~of instruction, sixty-four credit hours prior to the beginning of the third year of~~
14 ~~instruction, and ninety-six credit hours prior to the fourth year of instruction.~~ If the
15 executive director of the Board of Regents determines that a student's failure to enroll
16 or to maintain continued enrollment occurred as a direct result of legitimate factors
17 outside the student's control, or has resulted from the student's participation in an
18 activity that in the executive director's judgment provides knowledge or experience
19 that will enhance the student's academic pursuits, the executive director may extend
20 the student's eligibility to participate in the program for up to two additional years,
21 if the student does not enroll in a noneligible institution; ~~and~~

22 ~~(3) Sit for and pass all sections of a college proficiency exam as required by Board of~~
23 ~~Regents Policy Number 2.28 as in effect on January 1, 2003, at the end of the~~
24 ~~sophomore year. The Board of regents may review and adjust the proficiency~~

1 ~~examinations administered in keeping with sound academic practice. If such changes~~
2 ~~are made, the Board of Regents shall notify all eligible institutions of new testing~~
3 ~~standards or requirements. If the student fails to pass the proficiency examinations~~
4 ~~the first time, eligibility is forfeited for continuation in the scholarship program.~~

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

823R0481

SENATE HEALTH AND HUMAN SERVICES ENGROSSED NO. **SB 152** - 2/10/2010

Introduced by: Senators Adelstein, Jerstad, and Merchant and Representatives Lederman, Feinstein, Lust, McLaughlin, and Sly

1 FOR AN ACT ENTITLED, An Act to provide procedures by which adopted persons may obtain
2 their original birth certificates.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 34-25-16.4 be amended to read as follows:

5 34-25-16.4. When a new certificate of birth is established pursuant to §§ 34-25-15 to 34-25-
6 16.2, inclusive, the original certificate of birth together with the adoption information or other
7 evidence upon which a new certificate is made shall be sealed, filed, and may be opened only
8 upon order of a court of competent jurisdiction, or by the secretary of health for purposes of
9 properly administering the vital registration system or for purposes of complying with section
10 2 of this Act.

11 Section 2. That chapter 34-25 be amended by adding thereto a NEW SECTION to read as
12 follows:

13 Any adopted person who is at least eighteen years of age and who was born in this state,
14 such adopted person's attorney, or if such adopted person is deceased, any descendant of such



1 adopted person may obtain a copy of that person's original certificate of birth from the
2 Department of Health by filing a written application with, and providing appropriate proof of
3 identification to, the department. Upon receipt of the written application and proof of
4 identification, the department shall issue to the applicant a noncertified copy of the unaltered
5 original certificate of birth. The department may charge the same fee as provided pursuant to
6 § 34-25-52. The Department of Health may promulgate rules, pursuant to chapter 1-26, for the
7 administration of this section.

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

591R0568

SENATE TAXATION ENGROSSED NO. **SB 172** - 2/10/2010

This bill has been extensively amended (hoghoused) and may no longer be consistent with the original intention of the sponsor.

Introduced by: Senator Peterson and Representative Noem

1 FOR AN ACT ENTITLED, An Act to revise the definition for environmental upgrades used to
2 provide a property tax exemption for coal-fired power plants.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 10-35-1.7 be amended to read as follows:

5 10-35-1.7. Terms as used in §§ 10-35-1.7 to 10-35-1.10, inclusive, mean:

6 (1) "Coal-fired power plant," any person, corporation, limited liability company,
7 association, company, partnership, political subdivision, municipality, rural electric
8 cooperative, consumers power district, or any group or combination acting as a unit,
9 owning or holding under lease, or otherwise, real property used, or intended for use,
10 for the conversion of coal into electric power;

11 (2) "Environmental upgrade," an investment in an existing coal-fired power plant of
12 more than ten million dollars in real or personal property that is designed to ~~reduce~~
13 ~~the plant's emission of an air pollutant to the level imposed as an emission standard~~
14 ~~at a comparable coal-fired power plant permitted under best available control~~



1 ~~technology requirements within five years preceding the application for exemption~~
2 facilitate environmental improvements, including any requirements under the Clean
3 Air Act, the Clean Water Act, or any other federal law or rule, or any state law or rule
4 implementing a federal law or rule, or any voluntary environmental measures
5 designed to protect the environment.

State of South Dakota

EIGHTY-FIFTH SESSION
LEGISLATIVE ASSEMBLY, 2010

389R0149

SENATE EDUCATION ENGROSSED NO. **SB 191** - 2/11/2010

Introduced by: Senators Dempster, Abdallah, Adelstein, Ahlers, Bartling, Bradford, Garnos, Gillespie, Hanson (Gary), Heidepriem, Hundstad, Jerstad, Knudson, Merchant, Miles, Nelson, Nesselhuf, Peterson, Turbak Berry, and Vehle and Representatives Krebs, Blake, Cutler, Elliott, Engels, Faehn, Fargen, Feinstein, Gibson, Hunhoff (Bernie), Killer, Lederman, Lucas, McLaughlin, Rave, Romkema, Sorenson, Street, Thompson, Tidemann, Turbiville, and Vanderlinde

1 FOR AN ACT ENTITLED, An Act to establish the South Dakota Early Learning Council, and
2 to establish community planning processes and eligibility criteria for entities seeking state
3 funding to provide voluntary prekindergarten programs to children from low-income
4 families.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

6 Section 1. Terms used in this Act mean:

7 (1) "Community early learning advisory group," a local level planning committee that
8 develops the community prekindergarten plan; and

9 (2) "Prekindergarten," a program open to children at least three or four years old that is
10 completed prior to the entry age of kindergarten pursuant to § 13-28-2 and provides
11 children with educational experiences to prepare them for kindergarten.

12 Section 2. Under the provisions of this Act, no child may be required to attend a



1 prekindergarten program, and no public school district, private school, private prekindergarten
2 program, private preschool program, private child care provider, or any other entity may be
3 required to participate in voluntary prekindergarten programs.

4 Section 3. Any funds appropriated by the Legislature for prekindergarten programs shall be
5 used to provide voluntary prekindergarten programs pursuant to this Act to children from
6 families whose countable income is at or below one hundred thirty percent of the federal poverty
7 level, as updated annually by the Department of Social Services in administrative rules
8 promulgated pursuant to chapter 1-26.

9 In order to receive any state or federal funds pursuant to this Act to provide voluntary
10 prekindergarten programs to eligible children, a prekindergarten program shall be licensed as
11 a child welfare agency pursuant to § 26-6-14, be registered as a family day care provider
12 pursuant to § 26-6-14.2, be a federally funded Head Start program pursuant to 42 USC 9801 et
13 seq., as amended to January 1, 2010, or be a school or part of a school that is accredited pursuant
14 to § 13-1-12.1, and shall:

- 15 (1) Maintain a staff to child ratio of at least one staff member for every ten children;
- 16 (2) Divide participating children into groups of no more than twenty children;
- 17 (3) Employ teachers who either have a bachelor's degree in early childhood education or
18 who have a valid Child Development Associate (CDA) Credential awarded by the
19 Council for Professional Recognition and a defined professional development plan,
20 and are demonstrating ongoing progress toward earning a bachelor's degree;
- 21 (4) Employ teachers' assistants who have a valid Child Development Associate (CDA)
22 Credential awarded by the Council for Professional Recognition or who have earned
23 a passing score on a designated state test for early childhood education providers
24 approved by the Early Learning Council;

- 1 (5) Follow early learning guidelines approved by the Early Learning Council and use
2 research-based, developmentally-appropriate curriculum and assessment; and
- 3 (6) Annually report on the developmental progress of each child in the program to the
4 child's parent or guardian, and annually report to the community and to the Early
5 Learning Council on the aggregate progress of all children in the program according
6 to protocols established by the Early Learning Council.

7 All programs that meet the requirements in this section, including sectarian programs, are
8 eligible to provide voluntary prekindergarten programs pursuant to this Act. Any state funding
9 provided shall be provided equally per child and is for the benefit of children from low-income
10 families pursuant to section 3 of this Act. No state funding provided for voluntary
11 prekindergarten programs may be expended for sectarian curriculum, supplies, or instruction.

12 Section 4. Communities seeking funding for voluntary prekindergarten programs pursuant
13 to this Act shall engage in a community planning process and submit a community
14 prekindergarten plan to the South Dakota Early Learning Council established in section 7 of this
15 Act. The plan shall identify or estimate the number of three and four-year old children in the
16 community, and the number of children served in existing public and private prekindergarten
17 programs. The plan shall also identify the community need, the providers who may serve
18 eligible children using the funds provided, the number of children in the community to be served
19 using those funds, and the allocation of those funds. Communities may join together to form a
20 single community for planning purposes.

21 Section 5. A community early learning advisory group shall develop the community
22 prekindergarten plan. The group shall include one community representative within each of the
23 following categories, except that if a category is not present in the community, no representative
24 of that category is required in that community's group:

- 1 (1) A representative of local parents;
- 2 (2) A representative of each affected school district;
- 3 (3) A representative of Head Start;
- 4 (4) A representative of tribal Head Start;
- 5 (5) A representative of private preschools;
- 6 (6) A representative of faith-based preschools;
- 7 (7) A representative of child care;
- 8 (8) A representative of the local business community; and
- 9 (9) A representative of the local military community.

10 The community early learning advisory group shall hold public meetings and solicit public
11 comment before finalizing its plan. If any member of the community early learning advisory
12 group disagrees with the content of the plan, that member may prepare a dissenting opinion that,
13 if prepared, shall be included with the plan.

14 Section 6. The community prekindergarten plan shall include the following:

- 15 (1) A requirement that the same quality benchmarks be applied to all providers
16 participating in the program;
- 17 (2) A requirement for equal per-child funding;
- 18 (3) A requirement that parents of an eligible child be allowed to choose a provider as
19 long as the chosen provider has an opening for the child;
- 20 (4) A requirement that providers continue to serve every child enrolled in the provider's
21 program and do not remove or suspend any child from the program once it has
22 begun;
- 23 (5) An explanation of how funding for prekindergarten programs will preserve or expand
24 the existing infrastructure in Head Start, private preschool, and private center-based

1 or home-based day care;

2 (6) An explanation of how funding will be used to maximize parental choice, enhance
3 parent involvement, and strengthen families; and

4 (7) An explanation of how the providers will support the transition of participating
5 children to kindergarten.

6 Section 7. There is hereby established the South Dakota Early Learning Council consisting
7 of sixteen members appointed by the Governor. The council, established pursuant to the
8 Improving Head Start for School Readiness Act of 2007, as amended to January 1, 2010, is
9 within the Department of Social Services, and both the Department of Social Services and the
10 Department of Education shall provide the council with administrative support.

11 Section 8. The Governor shall appoint members to the South Dakota Early Learning Council
12 who have training, experience, or special knowledge of early childhood education and care, and
13 the appointees shall include one representative from each of the following categories:

14 (1) The Department of Education;

15 (2) The Department of Health;

16 (3) The Department of Human Services;

17 (4) The Department of Social Services;

18 (5) The Legislature;

19 (6) A local education agency (LEA);

20 (7) An institution of higher education;

21 (8) A provider of early childhood education;

22 (9) A faith-based provider of early childhood education;

23 (10) A provider of Head Start;

24 (11) A provider of tribal Head Start;

- 1 (12) The state's director of Head Start Collaboration;
- 2 (13) A licensed provider of child care;
- 3 (14) Parents;
- 4 (15) The business community; and
- 5 (16) Child advocacy groups.

6 The initial members to be appointed shall draw lots to determine who will hold the six four-
7 year terms, the five three-year terms, and the five two-year terms. Thereafter, each member
8 shall serve a term of four years. The council shall annually elect a chairperson from among its
9 members by a majority vote of the members present at the first meeting of each fiscal year.

10 Section 9. The South Dakota Early Learning Council shall review all community
11 prekindergarten plans prepared pursuant to section 4 of this Act and approve those that meet the
12 requirements established in section 6 of this Act. If a plan fails to meet the established
13 requirements and is not approved by the council, the council shall notify the community early
14 learning advisory group of the plan deficiency and allow the group sixty days to cure the
15 deficiency. If an approved plan includes a dissenting opinion, the council shall provide a written
16 response to the dissent stating its reasons for approving the plan.

17 Section 10. The Department of Social Services, with the advice of the Early Learning
18 Council, shall promulgate rules pursuant to chapter 1-26 to establish the community
19 prekindergarten plan submission process, to establish timelines for the submission, review, and
20 approval of community prekindergarten plans in a timely manner, to provide for the monitoring
21 of participating communities to ensure compliance with the approved community
22 prekindergarten plans, and to establish certain protocols that voluntary prekindergarten
23 programs must follow when reporting on the aggregate progress of participating children.