

REGISTER



South Dakota Legislative Research Council

Volume 34

Monday, 8:00 a.m., October 22, 2007

NOTICES OF PROPOSED RULES: (The date in parentheses is the date the rules were filed in the Legislative Research Council.)

Department of Revenue and Regulation: Division of Insurance: (October 15, 2007) intends to amend rules to exempt conversion sales among affiliates from the life replacement requirement; revise the standards for producer licensing and continuing education provider transactions with the division; require prominent and clear disclosures in any policy or certificate of specified disease, short-term hospital-surgical care of six months or less duration, hospital confinement indemnity, or limited benefit health insurance, and clarify the interpretation of policies that are cancelled by the carrier when an individual premium payment is received from an employer. The general authority for these rules, as cited by the division, is SDCL 58-4-1, 58-17-87, 58-30-117, and 58-33A-7.

A public hearing will be held in the Main Floor Conference Room, Anderson Building, Pierre, South Dakota, on November 9, 2007, at 1:00 p.m. Paper copies of the proposed rules may be obtained without charge from and written comments sent to the Department of Revenue and Regulation, Division of Insurance, Administrative Rules, 445 E. Capitol Avenue, Pierre, South Dakota 57501-3185. Material sent by mail must reach the Division of Insurance by November 6, 2007, to be considered. The text of the proposed rules will be posted on the Department of Revenue and Regulation's website at <http://www.state.sd.us/drr2/reg/insurance/legal/hearing.html>. The rules may also be obtained as a Microsoft Word attachment by emailing

Melissa.Kusser@state.sd.us. This hearing is being held in a physically accessible place. Persons who have special needs for which the department can make arrangements are asked to call (605) 773-3563 at least 48 hours before the hearing.

Department of Social Services: Medical Services: (October 15, 2007) intends to amend rules relating to psychiatric residential treatment to delete the definition of "care manager"; define the terms "certification team," "DSM-IV," and "placing agency"; no longer allow Title XIX reimbursement for group care centers providing residential treatment; allow reimbursement to an out-of-state psychiatric residential treatment facility that obtains certain, specified accreditation from the Joint Commission, the Council on Accreditation, or the Commission on Accreditation of Rehabilitation Facilities; if treatment begins before the individual reaches age 21, allow the treatment to continue to be a covered service until the date it is no longer needed or the date the individual reaches age 22, whichever occurs earlier; specify that the state review team and the certification team must determine that the conditions of eligibility have been met for admission to and treatment in a psychiatric residential treatment facility; require certain state agencies to have representatives on the state review team; specify the responsibilities of the state review team; require the certification team to have at least one medical doctor and require that all team members be knowledgeable about the diagnosis and treatment of the mental illnesses of children; list the responsibilities of the certification team; establish a list of DSM-IV diagnostic codes recognized for treatment and specify that an individual must be

experiencing problems relating to the individual's DSM-IV diagnosis; require the certification team to prior approve an individual's admission to a facility and, for emergency admissions, allow the certification team to complete its review on the first working day following the admission; require a provider to notify a child's placing agency in advance of treatment team meetings and within 24 hours of the occurrence of certain, specified incidents; delete references to group care centers; require the certification team to approve an individual's continuous and uninterrupted stay in a facility if certain conditions are met; limit covered services to those authorized by the certification team; specify that reimbursement for the day of discharge, days the individual is in a juvenile detention center, and days when the individual is absent for non-medical reasons are not reimbursable; specify that services will be terminated if the certification team determines that the individual has reached maximum potential, the facility failed to provide necessary documentation, or the individual is no longer eligible; base a provider's rate of payment on cost data; allow a claim to be submitted electronically; and specify the procedure code that must be used if submitting a claim for services. The general authority for these rules, as cited by the department, is SDCL 28-6-1.

A public hearing will be held in Conference Room #3, Kneip Office Building, 700 Governors Drive, Pierre, South Dakota, on November 8, 2007, at 9:15 a.m. Copies of the proposed rules may be obtained from and written comments sent to Jill Wellhouse, Administrative Rules, Department of Social Services, 700 Governors Drive, Pierre, South Dakota 57501. Ms. Wellhouse may be contacted by telephone at (605) 773-3305. Written comments must be received by November 19, 2007, to be considered. Individuals intending to present oral testimony at the hearing must make a written copy of their testimony available to the department at the time of the hearing. The testimony must relate directly to the changes being proposed and must cite the specific rule

number to which the comments are being directed. This hearing is being held in a physically accessible place. Persons who have special needs for which the department can make arrangements are asked to call (605) 773-3305 at least 48 hours before the hearing.

Department of Public Safety: Office of Emergency Medical Services: (October 17, 2007) intends to amend rules to define terms, update equipment requirements for all ambulance services, and to eliminate the Medical Air Transport level of licensing for air ambulance services. The general authority for these rules, as cited by the department, is SDCL 34-11-5 and 34-11-6.1.

A public hearing will be held in the 2nd floor conference room, Public Safety Building, 118 West Capitol, Pierre, South Dakota, on November 16, 2007, at 1:00 p.m. Copies of the proposed rules may be obtained without charge from and written comments sent to South Dakota Department of Public Safety, Office of Emergency Medical Services, 118 West Capitol, Pierre, South Dakota 57501-2036. Material sent by mail must reach the Department of Public Safety by November 26, 2007, to be considered. Copies of the proposed rules are available on the internet at www.state.sd.us/dps/ems and click on ARSD 44:05. This hearing is being held in a physically accessible place. Persons who have special needs for which the department can make arrangements are asked to call (605) 773-4031 before the hearing.

Department of Revenue and Regulation: Banking Commission: (October 18, 2007) has filed rules to repeal current rules regarding loans to bank officers; reduce the time period that banks can hold overdrafts on their books as an asset; allow other retention methods for records required to be kept by banks; repeal the rules related to remote electronic banking as the law implemented for each rule was previously repealed; make the references to responsible parties consistent for mortgage lending entity

applicants; add a reference to the right of a hearing to contest the denial of a license or registration based upon the results of the required criminal background investigation; provide for bond forms that reflect the name of an individual in addition to forms that reflect the name of an entity and language necessary only for the implementation of SB 165 will be deleted. The general authority for these rules, as cited by the commission, is SDCL 51A-2-13, 51A-12-6, and 54-14-31.

A public hearing will be held in room 412 of the Capitol Building, 500 E. Capitol, Pierre, South Dakota, on November 9, 2007, at 10:00 a.m. Copies of the proposed rules may be obtained from and written comments sent to the Division of Banking, 217 ½ West Missouri Avenue, Pierre, South Dakota 57501, or by emailing Lynda.Fratzke@state.sd.us. Copies of the rules are also available at the division's website: www.state.sd.us/banking. Material sent by mail must reach the department by November 9, 2007, to be considered. This hearing is being held in a physically accessible place. Persons who have special needs for which the department can make arrangements are asked to call (605) 773-3421 at least 48 hours before the hearing.

NOTICE: The **South Dakota Lottery** is ending instant ticket game numbers 250 – Bingo Bucks, 261 – Bingo Blizzard, 264 – Golden Spin, 273 – Betty Boop, 285 – Mustang Money, and 288 – Holiday Cash. The last day that prizes will be paid for these games is March 31, 2008.

FILINGS IN THE SECRETARY OF STATE’S OFFICE:

Executive Appointments:

Edward Anderson, Pierre, was reappointed on October 16, 2007, to the **Statewide One-Call Notification Center Board**, effective November 1, 2007, and shall continue until October 31, 2010.

Doug Larson, Aberdeen, was reappointed on October 16, 2007, to the **Statewide One-Call Notification Center Board**, effective November 1, 2007, and shall continue until October 31, 2010.

Terry L. Larson, Rapid City, was reappointed on October 16, 2007, to the **Statewide One-Call Notification Center Board**, effective November 1, 2007, and shall continue until October 31, 2010.

Jerry C. Schroeder, Hot Springs, was reappointed on October 16, 2007, to the **Statewide One-Call Notification Center Board**, effective November 1, 2007, and shall continue until October 31, 2010.

Note: A copy of the rules may be obtained directly from the above agencies. Write to the agency at the address given under “Notices of Proposed Rules.” There is no charge for proposed rules. The following agencies have permission from the Interim Rules Review Committee to charge for adopted rules: the Division of Insurance, the Cosmetology Commission, the State Board of Examiners in Optometry, the State Plumbing Commission, the Board of Nursing, the Department of Social Services, the State Electrical Commission, the South Dakota Board of Pharmacy, the Real Estate Commission, the Gaming Commission, the Department of Revenue and Regulation, and the Department of Labor for Article 47:03.

REMINDER OF HEARINGS SCHEDULED

10-23-2007	Public Utilities Commission: One-Call Notification Board	Amend rules to update Routine Locate requests to reflect the technological changes in processing these requests and reflect changes in the statute and to define Service Lateral; clarify the method of input for facility operator
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		<p>information and change the approval process from the vendor operating the Center to the South Dakota One Call Notification Board; clarify that the facility operator must accept notification of excavations from the center; require that all underground facilities installed after January 1, 2008, must be locatable within eighteen inches, horizontally, from the exterior sides of the marked facility; clarify the period in which the billing for a ticket transmission may be disputed; allow for the use of mile marker references on state and federal highways to be used as a means to identify the location of the excavation site when initiating a routine locate request, a planned excavation locate request, and an informational locate request; establish minimum marking standards for all underground facilities and specific standards for marking service laterals on all underground facilities; and clarify the processes and procedures of the vendor operating the one-call system to insure that the rules reflect the technologies currently available from the one-call system; 34 SDR 87.</p>
<p>10-23-2007</p>	<p>Social Services: Economic Assistance</p>	<p>Amend Food Stamp Program rules to increase the standard utility allowance for Food Stamp households responsible for paying heating and cooling expenses; increase the standard telephone allowance for Food Stamp households not eligible for the standard utility allowance but billed for a telephone; increase the limited utility allowance for Food Stamp households not eligible for the standard utility allowance but which incurs expenses for at least two separate types of utilities; and increase the one-utility allowance for those Food Stamp households not eligible for either the standard or limited utility allowance but which incurs an expense for one type of utility, not including a telephone; 34 SDR 99.</p>
<p>10-25-2007</p>	<p>Transportation</p>	<p>Amend a speed zone in Brookings County on US Highway 14 in the City of Brookings to reduce speed limits for traffic along the area off recent commercial development at the west of the Interstate 29 interchange; 34 SDR 100.</p>

<p>10-29-2007</p>	<p>Social Services: Office of the Secretary</p>	<p>Amend and adopt rules relating to the recovery of funds expended by the Department on behalf of children in alternative care settings and individuals in long-term care when establishing the fee charged to the parents of a child placed into alternative care, clarify what information the Department uses to determine the parents' income; provide a mechanism for establishing the parents' income if the parent fails to complete and return to the Department an income statement; specify that the fee charged and ultimately subject to recovery by the Department may not exceed the actual costs of caring for the child; allow the Department to waive the alternative care fees under certain circumstances; when making a recovery against an individual's estate, specify that the amount of the recovery will be reduced if the individual had a long-term care partnership insurance policy that paid for services; specify how the amount of the reduction is determined; and specify that the amount of the reduction may not exceed the amount paid under the long-term care partnership insurance policy; 34 SDR 99.</p>
<p>11-1-2007</p>	<p>Game, Fish and Parks</p>	<p>Amend or adopt rules to increase the fee for a transferable annual park license from \$45 to \$60, increase the cost of an unattended park entrance license from \$8 to \$10 in all areas other than Custer State Park where the cost of an unattended park entrance license already is \$10, and increase the dollar amount an individual can apply toward the purchase of an annual park entrance license from \$5 to \$7 except in Custer State Park where individuals already have this option; increase the basic campground fee from \$6 per night to \$8 per night, modern campground fee from \$8 per night to \$10 per night, equestrian campground fee from \$8 per night to \$10 per night, preferred campground fee from \$10 per night to \$12 per night, prime campground fee from \$12 per night to \$14 per night, camping cabin fee from \$32 per night to \$35 per night except at Lewis and Clark, Chief White Crane and Pierson Ranch where the rate would increase from \$37 per night to \$40 per night, group lodging fee from \$110 per night to \$135 per</p>

night at Mina Lake and Shadehill and from \$175 per night to \$200 per night at Lake Thompson and Newton Hills, and establish the per night lodging at the Palisades Lodge at \$200 per night; increase the annual trail user fee from \$10 to \$15 and daily trail user fee from \$2 to \$3 for the George S. Mickelson Trail; create an exception to the state small game transportation permit requirement for an individual transporting another person's legally taken migratory game birds tagged in the manner required by federal regulation; modify the commission rule pertaining to the South Dakota/Nebraska reciprocal access agreement to include all legal fishing methods specified in the agreement; change the dates of fishing seasons for creeks, streams and rivers in certain northeastern South Dakota counties as the Saturday closest to April 21 through December 31, inclusive; remove out-of-date special limit restrictions for walleye, sauger, and walleye-sauger hybrids on Lake Oahe, remove Orman Dam from the list of lakes subject to a 14-inch maximum length limit for walleye, sauger, and walleye-sauger hybrids, add Curlew Lake to the list of waters with a 15-inch minimum length limit for largemouth bass, add Reetz, Horseshoe, and Waubay Lakes, all in Day County, to the list of waters with a 12 to 18 inch protected slot for largemouth and smallmouth bass, with a combined daily limit of three fish and no more than one fish being 18 inches or greater in length, change the length limits for the protected slot for smallmouth bass in Lake Sharpe from 12 to 18 inches to 14 to 18 inches, revise the limits for South Dakota/Iowa boundary waters to make the daily and possession limits the same as those established for species in inland waters with the exception of catfish (daily limit of 15 and possession limit of 30) and closing the season for sturgeon and paddlefish; increase the number of resident paddlefish tags by 200 to a total of 1,550 tags, change the season from the current 30 consecutive days starting October 1, to October 1 through October 31, inclusive, and allow Nebraska residents licensed to fish in

		<p>Nebraska or who are exempt from having to comply with Nebraska licensing requirements to use a South Dakota non-resident paddlefish tag without having to purchase a South Dakota non-resident fishing license; change the starting date for spearing rough fish in certain northeastern South Dakota counties from the last Saturday in April to the Saturday closest to April 21, change season dates and open areas for spearing game fish on Lakes Francis Case, Sharpe, Oahe, Belle Fourche, Angustora and Pactola (excluding salmonids in Pactola), and the Eastern South Dakota spearing lakes, add sturgeon as an exception to spearing along with paddlefish, and specify gear for taking game fish as legal spearguns and spears (removes archery), and repeal the specific rule which allows spearing of largemouth bass in Pactola Reservoir since other proposed changes to the spearing rules will allow spearing of game fish (except salmonids) in Pactola Lake; declare catfish taken from the inland waters of the Missouri River and its impoundments to be rough fish and delete "after December 31, 1991" at the end of the last sentence of the current rule, limit to two the number of set lines that can be used in South Dakota/Nebraska boundary waters, and clarify that the 15-inch minimum length limit for catfish caught on South Dakota/Nebraska boundary waters is for catfish caught on setlines only; remove Lake Andes North Unit in Charles Mix County from the list of waters open to taking of bait other than from May 1 through July 31; clarify that a person who has been issued a permit to hunt by falconry or a person accompanying the permittee may lawfully carry a pistol while hunting if in possession of a valid concealed pistol permit issued pursuant to state law; provide that a private fish hatchery licensee who submits a license renewal application does not have to prove compliance with the criteria for approval of the application if the hatchery facility and the waters included therein remain unchanged from the application approved in the preceding year; remove the exception of white suckers, creek chubs, fathead minnows, and golden</p>
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		<p>shiners from the requirement for a fish importation permit, meaning no fish species used as bait could be imported into South Dakota without a permit; establish a definition of "blind or visually impaired," include blind or visually impaired persons in the legal definition of "total disability," thus making such persons eligible for reduced fee resident small game and fishing licenses, require a person seeking "blind or visually impaired" status to provide the Department with a written statement in support of the person's qualification for that status from a licensed physician or board licensed optometrist, and establish a definition for a "designated shooter permit" and the authorities, limitations and conditions of the designated shooter permit; and specifically prohibit catch and release tournaments for walleye and salmon from June 1 through September 15, rather than listing the prohibition as a special condition of approval and issuance of a fishing tournament permit; 34 SDR 105.</p>
11-5-2007	Health: Health and Medical Services	<p>Amend rules that will enhance preparedness for influenza pandemic and improve the responses to other Notifiable Diseases; 34 SDR 100.</p>
11-8-2007	Social Services: Medical Services	<p>Amend rules relating to psychiatric residential treatment to delete the definition of "care manager"; define the terms "certification team," "DSM-IV," and "placing agency"; no longer allow Title XIX reimbursement for group care centers providing residential treatment; allow reimbursement to an out-of-state psychiatric residential treatment facility that obtains certain, specified accreditation from the Joint Commission, the Council on Accreditation, or the Commission on Accreditation of Rehabilitation Facilities; if treatment begins before the individual reaches age 21, allow the treatment to continue to be a covered service until the date it is no longer needed or the date the individual reaches age 22, whichever occurs earlier; specify that the state review team and the certification team must determine that the conditions of eligibility have been met for admission to and treatment in a psychiatric residential treatment</p>

		<p>facility; require certain state agencies to have representatives on the state review team; specify the responsibilities of the state review team; require the certification team to have at least one medical doctor and require that all team members be knowledgeable about the diagnosis and treatment of the mental illnesses of children; list the responsibilities of the certification team; establish a list of DSM-IV diagnostic codes recognized for treatment and specify that an individual must be experiencing problems relating to the individual's DSM-IV diagnosis; require the certification team to prior approve an individual's admission to a facility and, for emergency admissions, allow the certification team to complete its review on the first working day following the admission; require a provider to notify a child's placing agency in advance of treatment team meetings and within 24 hours of the occurrence of certain, specified incidents; delete references to group care centers; require the certification team to approve an individual's continuous and uninterrupted stay in a facility if certain conditions are met; limit covered services to those authorized by the certification team; specify that reimbursement for the day of discharge, days the individual is in a juvenile detention center, and days when the individual is absent for non-medical reasons are not reimbursable; specify that services will be terminated if the certification team determines that the individual has reached maximum potential, the facility failed to provide necessary documentation, or the individual is no longer eligible; base a provider's rate of payment on cost data; allow a claim to be submitted electronically; and specify the procedure code that must be used if submitting a claim for services; 34 SDR 115.</p>
<p>11-9-2007</p>	<p>Revenue and Regulation: Division of Insurance</p>	<p>Amend rules to exempt conversion sales among affiliates from the life replacement requirement; revise the standards for producer licensing and continuing education provider transactions with the division; require prominent and clear disclosures in any policy or certificate of specified disease, short-term hospital-surgical care of six months or less</p>

		duration, hospital confinement indemnity, or limited benefit health insurance, and clarify the interpretation of policies that are cancelled by the carrier when an individual premium payment is received from an employer; 34 SDR 115.
11-9-2007	Revenue and Regulation: Banking Commission	Repeal current rules regarding loans to bank officers; reduce the time period that banks can hold overdrafts on their books as an asset; allow other retention methods for records required to be kept by banks; repeal the rules related to remote electronic banking as the law implemented for each rule was previously repealed; make the references to responsible parties consistent for mortgage lending entity applicants; add a reference to the right of a hearing to contest the denial of a license or registration based upon the results of the required criminal background investigation; provide for bond forms that reflect the name of an individual in addition to forms that reflect the name of an entity and language necessary only for the implementation of SB 165 will be deleted; 34 SDR 116.
11-14-2007	Human Services: Rehabilitation Services	Amend rules that will add new definitions, clarify and expand the covered services to include implants in both ears, clarify and expand the eligibility criteria to include individuals through age 20 with one existing implant or an individual through age 20 with a documented progressive hearing loss leading to deafness after speech and language have developed, and clarify the application process; 34 SDR 105.
11-16-2007	Public Safety: Emergency Medical Services	Amend rules to define terms, update equipment requirements for all ambulance services, and to eliminate the Medical Air Transport level of licensing for air ambulance services; 34 SDR 115.

RULES REVIEW COMMITTEE MEETINGS

The next regular meeting of the Interim Rules Review Committee will be held Thursday, October 25, 2007, via Digital Dakota Network at the following locations: State Capitol Building, CAP B, Pierre, South Dakota; South Dakota School of Mines and Technology, CB 109, Rapid City, South Dakota; and Sioux Falls University Center, Room 282, Sioux Falls, South Dakota, at 11:00 a.m. CST (10:00 a.m. MST). The committee chair has set the following tentative meeting schedule for the 2007 interim: December 4 and January 7, 2008.

Note: An updated version of the Administrative Rules Guide to Form and Style is available at the LRC office and on the Legislative Web site.

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