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President-Elect  
AllanHusby,ARA

Secretary  
JackDavis

Treasurer  
BrianGatzke

PastPresident  
RonRucker

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DavidBaker

PerryBeguin

GeoffOliver,ARA

PaulT.Sickler,AFM

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EastRiverBreakfast  
ScottHeimes

WestRiverBreakfast  
PerryBeguin

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PaulT.Reisch,ARA

AssessorsConference  
CharlesDoom

EducationFoundation  
GeoffOliver,ARA

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RonRucker

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AllanHusby,ARA

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JimHollenbeck

Mentor  
RonEnsz,ARA

Social  
CraigSommers/  
RonRossknecht

AppraisalReview&Ethics  
JeraldA.Hulm,ARA

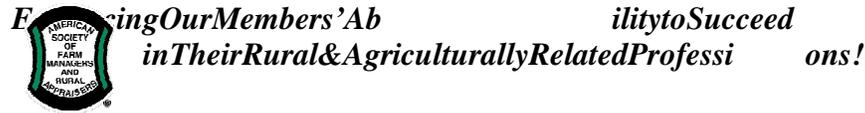
ScholarshipFundraising  
BrianGatzke

**NewsletterEditor:**  
PaulReisch,ARA

[www.asfmra-sd.com](http://www.asfmra-sd.com)

**SOUTHDAKOTACHAPTER**  
**AMERICANSOCIETYFARM MANAGERS&RURALAPPRAISERS**

6/09



**DATESTOREMEMBER!**

July9-WestRiverBreakfastMeeting-9A.M.  
RapidCityMarlin'sRoadhouseGrill

July17-EastRiverBreakfastMeeting-9A.M.  
SiouxFallsRoll'N Pin

July18-25-InternationalFarmManagementConferenc einBloomington,  
IllinoishostedbyIllinoisASFMRAwiththeendorse mentoftheASFMRA  
Findoutdetailsat [www.ifma17.org](http://www.ifma17.org).

September23-SDSUScholarshipBanquet-Brookings

October6-ChapterBoardMeeting-RapidCity

October7-9-SouthDakota-WyomingEducationalOffe ring-Deadwood

October21-SDSUCareersDay-Brookings

October26-31-ASFMRANationalMeeting-Denver

**2010**

January20-22-WinterEducation&JointMeetingW/PA ASD-Chamberlain

**PRESIDENT'SMESSAGE** - It'ssummeralreadyandgivesmepauseto  
wonderhowtheweeksandmonthscangobysoquickl y.

Ihopeyouallhavegoneorwillsoonbegoinson omekindofsummer  
vacation.Iguessthat'sonmymindsinceItooka bout11daysofvacationin  
JuneandwouldlovetodomoreifIcanfitthem .MywifeandIspent7  
wonderfuldaysinJamaicatocelebrate40yearsof marriage.Wedida  
couplesonly,allinclusiveresortvacationthatI wouldhighlyrecommend.

Afterreturningtoworkafewdaysweattendedafa milyreuniontype  
vacationonLakeOkoboji.Anothergoodtimewasha dbyall.Iwilladmit  
thatmygolfgamewasn'tanythingtobragabout.

Longstoryshort,I'mtryingtogiveyouencouragem enttotakesometime  
off.Weallworkhardandgivealottoourbusine sses,clients,customersand  
professions.Takingalittletimeawaytosmellth erosesandenjoylife's  
blessingisagoodthingtoo.

Cropwise,weareperkingalonginmyareaverywel l.Wehadsupercorn  
plantingconditionsthatresultedinwalltowallc orninmostfields.Soybeans  
werealsoplantedfencerowtofencerowbutsomeo fthosewereplantedin  
drydirt.We'vehadsomereallynicerainsthepas t10daysorsoandthe  
soybeansarelookinggoodtoo.Myraingaugehasa ccumulatedabout6  
inchesfromseveralshowers.Eachrainwasaninch orlessoitwasavery  
nicewaytoreceivethismoisture.Inmybookthese croplookprettyoptimal  
forthistageoftheseason.

**CHAPTER FINANCIAL UPDATE by Treasurer Brian Gatzke**

The following is a summary of four Financial positions as of May 31, 2009 for calendar Year 2009.

Assets:

Checking \$7,226.55  
Kjerstad Memorial \$9,782.62  
Chapter CD \$11,335.48  
Total Assets: \$28,344.06

Liability and Equity:

Opening Equity Bal. \$24,322.28  
Retained Earnings -\$1,168.09  
Net Income \$5,190.47  
Total Equity: \$28,344.66

Current P/L

Total Income: \$10,256.52  
Total Expense: \$5,066.05  
Net Income: \$5,190.47

We have a new Federal EIN Registration number as of 6-02-09, registered as a non-profit charity and non-profit membership dues paying organization. The previous EIN number our chapter was using was in place for years. The old EIN number was not valid and did not relate to any Federal EIN numbering system.

This was discovered during the filing of tax forms. During the past few months, this was corrected by our CPA firm, Kinner & Company. In 2006 the IRS changed rulings about charities and non-profits under the Pension Protection Act of 2006. These changes brought forth the requirement of filing special tax papers. This is new to non-profits and the IRS is not pushing penalties for a year or so, so we are now in full compliance with the IRS ruling.

We are now an official non-profit dues paying club. This does not permit us to be included as a 501C3 for charitable giving. The SDSU Scholarship is a charitable foundation. This is why we do not send out tax deductible receipts and you received them directly from SDSU for donations to the SDSU Scholarship account.

We have filed our Federal taxes for tax year 2007 and 2008.

2007 Net Assets/Fund balance is \$26,463	3
2008 Net Assets/Fund Balance is \$23,154	4

Continued

**FINANCIAL UPDATE**

Additional information:

Our share of the PAASD/Wilfardt lobby and consulting fee for 2009 legislative season was \$802.64 of the total \$3,650 bill.

Winter Education-Mitchell Meeting 2009 Summary:

Income \$9,120.	00
Expense \$2,744.2	1
Net Income \$6,375.79	

The net income increase was attributed to the strong interest/attendance for the Rural Appraisal class and reduction in the fee charged by Mr. Snook, instructor.

We need to update our tax records for the number of hours contributed by chapter officers and board members. This should be completed by 7-01-09.

If you desire a copy of the 990-EZ for 2007 and 2008, please let me know and I can forward a copy to you. My email is [bgatzke4@brookings.net](mailto:bgatzke4@brookings.net).

I will be establishing our financial checkbooks, money markets, and CD's with a local South Dakota Bank. This will make the process a bit faster and easier for deposits/checks, and more local access for future Treasurers. This enables our club to work with our SD customers. I will be consulting with Boyd Waara and Ted Risty over these issues. The board granted permission for me to move forward with this process.

If you wish to visit with me further, please feel free to call my office at 605-692-9445 or send me an email.

**UPDATE RE: SECTION 1619/SUPPLEMENTAL LEASES** - This information was provided to the SD Chapter President Tom Jassby ASFRMA lobbyist and Stephen Frerichs.

Section 1619 - Efforts continue to resolve access for appraisers to gain access to geospatial and farm property data. ASFRMA has led a coalition effort with other appraiser groups and banker to raise the awareness among policymakers of the impact of Section 1619 on farm appraisals. Subsequent meetings with USDA, including the Under Secretary of Farm and Foreign Affairs, and Farm Service Agency employees have occurred. USDA is holding firm to its interpretation that data cannot be shared. Next steps include working to get a bill introduced in the House of Representatives that would exempt appraisers from the restrictions in Section 1619.

Supplemental leases - USDA has taken the interpretation that a supplemental lease (50/50 share with small additional cash payment) is a cash lease. ASFRMA believes this interpretation is inconsistent with the 2008 farm bill and thru work with the Farm Service Agency (FSA) and the Office of General Counsel received a verbal concurrence that USDA's initial interpretation is not correct. Work continues to get the FSA to issue corrective guidance to the county offices so that supplemental leases are considered share leases.

## **RANGECAMPHELDINPERKINSCOUNTY**

The 2009 Ag Lender's Range School Camp was held June 7-10<sup>th</sup> in Perkins County. The camp was at the Coal Spring Antique Club ground on Highway 73 SE of Bison, SD. It was hosted by the Perkins County Conservation District.

ne 7-10<sup>th</sup> in Perkins County. The camp was at the Coal Spring Antique Club ground on Highway 73 SE of Bison, SD. It was hosted by the Perkins County Conservation District.

Participants attended from Commercial banks, Farm Service Agency, Real Estate Appraisal and participating agencies including SD Dept. of Ag., SDSU Extension, SD School and Public Lands & US Forest Service.

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Local speakers gave us a history of the area as an introduction. SDSU Extension presented the education about the Range Resource covering the basics of Plant Identification, Range Production, Animal Requirements and Range Ecological Sites. Local forest service personnel spoke during a tour of their project sites in the area.

introduction. SDSU Extension presented the basics of Plant Identification, Range Production, local forest service personnel spoke during a tour of their project sites in the area.

The group toured the farm/ranch operation of Siedel, Inc. which included up to date information on no-till farming, rotations and alternative crops. The evening the group was addressed by State Senator Ryan Maher and State Representative Berry Olson.

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The following day the group toured the Smith Ranch and learned about yellow blossom alfalfa and other items of interest. The tour of the Hall Ranch had to be cancelled due to heavy rain fall and muddy roads.

and learned about yellow blossom alfalfa and other items of interest. The tour of the Hall Ranch had to be cancelled due to heavy rain fall and muddy roads.

Speakers these second evening included SD Commissioner of School and Public Lands Jarrod Johnson as well as former SD Secretary of Agriculture and Philip are rancher Larry Gabriel. Secretary of Agriculture William Even was scheduled to attend but was unable to be there. The Department of Agriculture was represented by Bryce Baker and Mike Scheleske.

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The Ag Lender's Range School would like to thank Alan Voller and the Perkins County Conservation District for their excellent job of helping to put this school on. This school is approved for 14 hours of continuing education by the Department of Revenue and Regulation, Appraiser Certification Program.

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## **REISCHWINSPAASDCOMPUTERRAFFLE!**

Paul Reisch was informed late Thursday afternoon June 25<sup>th</sup> that Sherry Bren had pulled his name from the 'hat' as the lucky winner of the Professional Appraiser Association of South Dakota (PAASD) raffle for a Dell Computer. The computer was donated for PAASD to raise funds for their Legislative Fund.

ne 25<sup>th</sup> that Sherry Bren had pulled his name from the 'hat' as the lucky winner of the Professional Appraiser Association of South Dakota (PAASD) raffle for a Dell Computer. The computer was donated for PAASD to raise funds for their Legislative Fund.

The raffle was open only to PAASD and Society members. Randy Vance, whom made a significant contribution to ticket sales, won the high resolution inkjet printer that was also part of the raffle. Randy donated the printer back and an instant auction was held in class.

rs. Randy Vance, whom made a significant contribution to ticket sales, won the high resolution inkjet printer that was also part of the raffle. Randy donated the printer back and an instant auction was held in class.

The Legislative Fund is \$1,420 richer from the money raised by the raffle and instant auction thanks to the kindness of PAASD and SD Chapter of the ASFMRA members. PAASD Secretary-Treasurer and Legislative Chair Craig Steinley indicated that chapter members provided significant support to the raffle.

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Paul and wife Nancy will enjoy their new DELL Vostro laptop. In particular, they are looking forward to setting it up with a webcam feature to see and visit with their grandson Simon in Houston.

olaptop. In particular, they are looking forward to setting it up with a webcam feature to see and visit with their grandson Simon in Houston.

## SOUTH DAKOTA/WYOMING EDUCATIONAL OFFERING NOW ON WEBSITE

The South Dakota/Wyoming offering of Valuation of Conservation Easements and other Partial Interests in Real Estate is now on the national web site [www.asfmra.org](http://www.asfmra.org) for registration.

This 3-day seminar addresses the generally accepted principles and procedures to value partial interests (not fractional ownership interests, but something less than the fee bundle of rights). The seminar provides an overview of the differences between conservation easements prepared under USPAP, UASFLA/Yellow Book, and IRS requirements---and their application to partial estate evaluations. Other partial interest examples and case studies encompass highway right-of-ways, powerline, pipeline, and aviation easements that demonstrate how to solve complex valuation problems and report their results. This is a "hands-on," "how-to" seminar.

October 7, 2009 through October 9, 2009  
Deadwood, SD

Early Bird Registration Deadline: September 23, 2009

Room rate: \$50.00 - Room block release date: 09/09 /09

Course contact: Mary Elster - 303.692.1226 or [melster@asfmra.org](mailto:melster@asfmra.org)

Course Hours: 22.00 - Exam Hours: 2.00

Start Time: 8:00 AM - End Time: 5:00 PM

VCEPI/SD Fees                      VCEPI Tuition Member: \$550 - Non-member: \$675

## THE TEN COMMANDMENTS (Rewritten by Fr. Dave Shields, S.J.)

1. "Let's be clear about who is in charge here..."
2. "Do not cheapen my name, especially when you are angry, frustrated or out of other words to use."
3. "Remember I am your God in the Trinity and gather strength from the community, for who else cares for you?"
4. "Reverence your kin at all times, and know that the roles will reverse by e and by e."
5. "Don't be violent with another, neither in word nor indeed."
6. "Reverence your sexuality, from whence new individuals and communal living springs, and respect commitments."
7. "Respect things I made and make sure everyone has enough."
8. "Don't be lying and hold your tongue; let your word be as gentle and true as My word and as dependable."
9. "I repeat: Respect your sexuality and the commitments of others." (*This must be a big problem to get covered twice.*)
10. "Look, there is enough to go around, so let justice and mutual restraint govern your appetite for stuff."

**MEMBER PROFILE IS ACADEMIC MEMBER GERALD "JERRY" WARMANN**

**Describe your experience and education related to the property professional field (appraisal, farm management, consulting, academic relation).**

Bachelor degree in Economics, Masters in Agricultural Economics from University of Missouri.

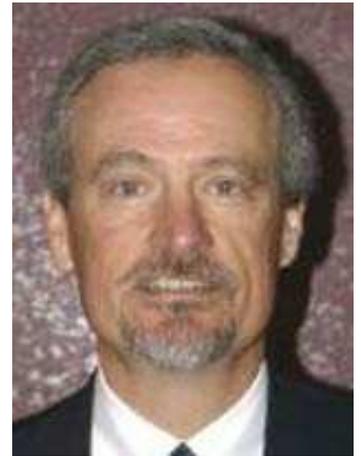
Ph.D. in Agricultural Economics from Oklahoma State University.

Extension Specialist in Virginia, Kansas and South Dakota. Administrative experience in Oklahoma and South Dakota Extension Services.

Experience in community banking as an officer and manager. Experience with the Federal Land Banks system as a credit officer.

Teaching assistant for Rural Appraisal at University of Missouri. Teaching assistant for Rural Appraisal at Oklahoma State University.

It taught the Rural Appraisal course at Virginia Tech for two years.



**Describe what has led you to becoming a chapter member of the South Dakota ASFMRA and why you remain a member, if a member for a number of years.**

I am very familiar with the ASFMRA, having served as a Chapter Secretary/Treasurer for the Virginia/Maryland and Kansas Chapters. The Society is a highly respected professional organization with top quality membership and leadership. I am pleased to return to a professional affiliation with the South Dakota Chapter.

Describe personal background items that would be of interest to fellow chapter members (e.g. family, ethnic heritage, other communities lived, other jobs/careers, main hobbies or interests).

My homes have been in Missouri, Virginia, Kansas, Oklahoma and South Dakota, with shorter stays in other states and even in Poland. My wife, Carolyn, and I enjoy our home in South Dakota best of all, this region.

We spend much time in our home, yard and garden. We will celebrate our 35<sup>th</sup> wedding anniversary in December. Carolyn is an excellent cook, and we enjoy growing garden produce for home consumption and to give away to friends.

We enjoy hosting groups in our home, particularly at Christmas, when we share our Christmas tree with lighted candles with friends. Many people have never seen candles on a tree. We use a landscape tree which we plant in our own yard, either in December or in April.

Carolyn and I are both from German families and life-long members of the United Church of Christ.

**Describe a few memorable or unique experiences in your life.** I grew up the youngest of eight children on a farm in rural central Missouri. My first school was a one-room township school in Pershing. I am proud to be a husband and father (no wafather-in-law, too) and a professional educator. Living in Poland for 6 months in 1992 will always be a highlight of my life. Carolyn is an 8 year survivor of cancer, for which we are both very grateful.