

Iowa Grain Depositors and Sellers Indemnity Fund
Iowa Grain Indemnity Fund Board
Meeting Minutes for January 16, 2014
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The Grain Depositors and Sellers Indemnity Fund Board (hereafter “board” or “fund”) held a meeting by telephone conference call on Thursday, January 16, 2014, in the office of Richard Wahl, Wallace State Office Building, 502 East 9th Street, Des Moines, Iowa, with Steve Moline, Consumer Protection and Industry Services Division Director and president designee, as chairperson.

Attending the meeting in addition to Steve Moline (hereafter “chairperson”) were the following:

Tyler Christiansen Board Member—Treasurer Designee	State Capitol Building Des Moines, Iowa
Lori Goetzinger Board Member—Grain Industry Rep.	Ralston, Iowa
Michael Kettwick Board Member—Banking Industry Rep.	Buffalo Center, Iowa
Duane Madoerin Board Member—Grain Industry Rep.	Goldfield, Iowa
Curtis Sindergard Board Member—Producer Rep.	Rolfe, Iowa
Sharon Smith Board Member—Producer Rep.	Knoxville, Iowa
Jacob Larson (Assistant Attorney General for the Fund)	Lucas State Office Building Des Moines, Iowa
Richard Wahl, Bureau Chief Grain Warehouse Bureau	Wallace State Office Building Des Moines, Iowa
Jeff Walker, Accountant Grain Warehouse Bureau	Wallace State Office Building Des Moines, Iowa

This meeting, upon duly prescribed notice, was called to order by the chairperson at 2:01 P.M. The chairperson noted that this meeting of the Grain Depositors and Sellers Indemnity Fund was being held by telephone conference call since it was impractical for members to travel to a common location for a meeting projected to last only a few minutes.

The chairperson called for any additions or corrections to the December 19, 2013 board minutes. There were no corrections or questions regarding the board minutes. The chairperson called for a motion to accept the board minutes. Ms. Goetzinger made a motion to approve the minutes. Ms. Smith seconded the motion, and the board approved the motion unanimously.

The chairperson called on Tyler Christiansen to present the treasurer's report. The balance of the fund as of January 16, 2014 was \$5,146,354.05. The chairperson asked if there were any questions about the treasurer's report. Hearing none, the chairperson called for a motion to accept the treasurer's report. Mr. Kettwick made a motion to approve the treasurer's report. Mr. Sindingard seconded the motion, and the board approved the motion unanimously.

The chairperson called on Jeff Walker to present the December 31, 2013 financial statements. As of December 31, 2013, the balance in the Investment in State of Iowa Pooled Accounts was \$5,175,804.88; the Equity in the Iowa Grain Indemnity Fund was \$5,871,472.70; there was a net decrease in the fund for the month of \$34,219.17; and there was a fiscal year to date decrease in the fund of \$184,294.64. The chairperson asked if there were any questions about the financial statements. Ms. Goetzinger inquired about the "Claims Recoveries Receivable-Legal" entry on the balance sheet. Mr. Walker explained that this is the receivable booked for the G & R Feed & Grain Co. (G & R) bankruptcy. On the financials for January 31, 2013, expected claims payable were booked in the amount of \$1,361,258.32 and a receivable of 75% was booked in the amount of \$1,020,943.74. The claim filing period ending in May. On the financials for May 31, 2013, the claims already paid or remaining to be paid totaled \$935,600.30 and the receivable of 75% was therefore reduced to \$701,700.22. The receivable remains on the balance sheet at that amount at this time. At the end of the discussion, Mr. Madoerin made a motion to approve the financial statements. Ms. Smith seconded the motion, and the board approved the motion unanimously.

There was no reason for the board to go into closed session.

The chairperson asked for any new business to come before the board. Mr. Wahl reminded the board that they must reach a decision by May 1 as to what if any the assessment would be for the next fiscal year that starts July 1, 2014.

Mr. Wahl informed the board that the department had filed a notice of intended action to adopt a new rule regarding the filing of monthly financial statements where IDALS feels it is necessary to closely monitor a company. Mr. Wahl had e-mailed the proposed rule change and the supporting sections of the Code of Iowa to the board on January 15, 2014. Mr. Wahl had highlighted the new rule language and the area of the Code that grants the authority. Mr. Wahl stated that this was being done to codify in the rules the procedure that IDALS has followed for many years already. No new authority was being granted to IDALS in doing this.

Mr. Larson informed the board that the bankruptcy trustee had issued an interim final report to propose a payout of the assets of the G & R bankruptcy. At this time the payout will be approximately 60% and the fund will receive \$560,735.22 on its claim of \$934,558.71. The trustee is withholding \$747,655.27 from payout in this proposal. Upon payment of taxes and any other bills that might come due, the trustee will pay out some additional money to the fund. If the total amount is paid out, the fund's recovery would be approximately 74%. However, we should not expect that full amount.

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The meeting for next month will be held by telephone conference call at 2:00 P.M., Thursday, February 20, 2014.

There was no further business to come before the board. The chairperson asked for a motion to adjourn. Ms. Goetzinger made a motion to adjourn. Mr. Kettwick seconded the motion and the board approved the motion unanimously. The meeting adjourned at 2:20 P.M.

Minutes Submitted by Richard Wahl, board administrator, January 16, 2014