

Iowa Grain Depositors and Sellers Indemnity Fund  
Iowa Grain Indemnity Fund Board  
Meeting Minutes for June 16, 2011  
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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, June 16, 2011, in the office of Richard Wahl, Wallace State Office Building, 502 East 9<sup>th</sup> 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:

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| Jake Friedrichsen (Board Treasurer Designee)               | State Capitol Building<br>Des Moines, IA 50319     |
| Joseph Sinclair<br>(Board Member & Industry Rep.)          | Albia, IA 52531                                    |
| Sharon Smith<br>(Board Member & Producer Rep.)             | Knoxville, IA 50138                                |
| Michael Kettwick<br>(Board Member & Banking Industry Rep.) | Buffalo Center, IA 50424                           |
| Richard Wahl, Bureau Chief<br>Grain Warehouse Bureau       | Wallace State Office Bldg.<br>Des Moines, IA 50319 |
| Jeff Walker, Accountant<br>Grain Warehouse Bureau          | Wallace State Office Bldg.<br>Des Moines, IA 50319 |
| Cheryl Petersen, Secretary<br>Grain Warehouse Bureau       | Wallace State Office Bldg.<br>Des Moines, IA 50319 |

This meeting, upon duly prescribed notice, was called to order by the Chairperson at 2:02 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.

Tim Benton, Curtis Sindergard, and Lori Goetzinger were unavailable for the meeting.

The Chairperson called for any additions or corrections to the May 19, 2011 Board minutes. There were no corrections or questions regarding the Board minutes. Michael Kettwick made a motion to approve the minutes. Joseph Sinclair seconded the motion, and the Board approved the motion unanimously.

The Chairperson called on Jake Friedrichsen to present the Treasurer’s Report. The balance of the Fund as of June 16, 2011 was \$6,917,747.24. Sharon Smith made a motion to approve the Treasurer’s Report. Michael Kettwick seconded the motion, and the Board approved the motion

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unanimously.

The Chairperson called on Jeff Walker to present the June financial statement. The balance in the Investment in State of Iowa Pooled Accounts as of May 31, 2011 was \$6,947,002.24. The Equity in the Iowa Grain Indemnity Fund as of May 31, 2011 was \$6,932,571.88. There is a net decrease in the Fund for the month of May in the amount of \$36,062.18. There is a fiscal year to date decrease in the Fund as of May 31, 2011 in the amount of \$335,262.14. The Chairperson asked if there were any questions about the financial statements. Hearing none, the Chairperson called for a motion to accept the financial statements. Joseph Sinclair made a motion to approve the financial statements. Sharon 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.

Richard Wahl informed the Board that he had been approached by an ethanol company wanting to acquire a warehouse operator's license. Richard said that this company is a bit different in that they have only about 700,000 bushels of regular storage space. They have considerably more capacity in two temporary storage bunkers. This company would like to use these temporary storage bunkers as storage, if they became licensed as a warehouse operator. Richard stated that administrative rule requirement states that temporary storage space cannot be more than 50% of the regular storage space. This company clearly exceeds that rule. A variance to this administrative rule is possible; however, Richard was not comfortable with recommending this variance to Secretary Northey and would not do so without consent of the Board. He added that this company is currently licensed as a grain dealer. Richard asked the Board for input, but noted that since two members were absent, perhaps any action should wait until the next meeting.

After a brief discussion, the Chairperson suggested that the Board postpone any further discussion about this matter until the next Board meeting and to place the matter on the agenda to comply with open meeting requirements. Next month's agenda will reflect this issue under "Other Business."

The Chairperson asked for any other business. There was none.

The next regularly scheduled Board meeting will be a telephone conference on Thursday, July 21, 2011 at 2:00 P.M. in Richard Wahl's office at the Henry Wallace State Office Building.

With no further business, the Chairperson asked for a motion to adjourn. Sharon Smith made a motion to adjourn. Jake Friedrichsen seconded the motion, and the Board approved the motion unanimously.

The meeting adjourned at 2:14 P.M.

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Minutes Submitted by Cheryl Petersen, Secretary, June 17, 2011