

INDIANA GRAIN INDEMNITY BOARD

OFFICIAL MEETING MINUTES

Chairman Robert Benson called the meeting of the Indiana Grain Indemnity Corporation Board of Directors to order at 1:30 pm. on February 20, 2003. The meeting was held in the Conference Room of the Office of the Commissioner of Agriculture on the fourth floor of the ISTA Center located at 150 West Market Street, Indianapolis, Indiana.

PRESENT: The following voting members were present:

John Colvin	Fred Reichart	Lee Rulon
Roger Hadley	Herman Rettinger	William Tudor
Atlee Oyler	Jerry Rulon	Don Villwock

The nonvoting member or their representatives present were:

Robert Benson, Director of Indiana Grain Buyers & Warehouse Licensing Agency
Duane Jasheway, representative of the Treasurer of State
Larry Hopkins and Greg Zoeller, representing the Attorney General

ABSENT: Lynn Lykins.

RESOURCE The following resource people were present:

STAFF:

Cress Hizer John Steinhart

First order of business was introductions of Board members and guests. Additional present were:

Chad Frahm, Farm Bureau	Gerald McMillan, Farmers Elevator Oakville
Ken Klemme, Demeter Inc.	Lisa Shelton, Agri News
Megan Kuhn, Farm World	Joe Pearson, Asst. Commissioner of Agriculture

Chairman Benson stated that there was a quorum present.

MINUTES: Since copies of the minutes of the previous meeting (October 24, 2002) were mailed to board members, W. Tudor moved to dispense with the reading of the minutes and approve them as written. (Second from J. Colvin) *The minutes of the October 24, 2002 meeting were approved as written.*

FINANCIAL: The next order of business was the financial report prepared by Duane Jasheway for January 31, 2003, disclosing a fund balance of \$13,416,788.19. Along with the balance sheet was a statement of operation and a listing of fund investment information. Copies were distributed (Exhibit A & B). Motion by D. Villwock was made to accept the financials as they were presented. (Second from A. Oyler) *The motion was carried and the financial statements were accepted.*

OLD BUSINESS: R. Benson turned the floor over to Greg Zoeller, Attorney Generals Office, to discuss the preemption issue regarding the United States Department of Agriculture's new rules regarding the U.S. Warehouse Act. The verbal opinion from the Attorney General's Office was that USDA had the authority to preempt the current state law regarding grain merchandising. A general discussion regarding preemption and the proposed program revision being offered by USDA and how it affected Indiana's Grain indemnity fund followed. Joe Miller, American Farm Bureau Federation joined the discussion via telephone. Chairman Benson appointed a task force to work with the Indiana Grain Buyers and Warehouse Licensing Agency and Assistant Commissioner of Agriculture, Joe Pearson, to follow the status of actions being taken on this issue by others and to recommend to the board any action that may be considered by the board in the future. Currently the National Association of States Departments of Agriculture (NASDA), the Association of American Warehouse Control Officials (AAWCO), Indiana Farm Bureau Association, American Farm Bureau Federation (AFBF), Farmers Union, and other states are working on this issue. The task force includes: Don Villwock, Fred Reichart, John Colvin, and Bill Tudor

NEW BUSINESS: No new business was presented to the board.

The meeting adjourned at 3:30 pm.

Claim forms and travel vouchers submitted by:

Colvin, John	\$69.60	Mileage & per diem	Rettinger, Herman	\$113.28	Mileage & per diem
Hadley, Roger	\$141.28	Mileage & per diem	Rulon, Jerry	\$69.60	Mileage & per diem
Lykins, Lynn		Absent	Rulon, Lee	\$71.28	Mileage & per diem
Oyler, Atlee	\$86.40	Mileage & per diem	Tudor, William	\$66.80	Mileage & per diem
Reichart, Fred	\$86.40	Mileage & per diem	Villwock, Don	\$116.00	Mileage & per diem

Respectfully submitted by John Steinhart on March 7, 2003.

Exhibit A

INDIANA GRAIN INDEMNITY CORPORATION
BALANCE SHEET
01/31/2003

ASSETS

Cash	\$72,163.27
Investments	<u>13,344,624.92</u>
Total Assets	\$13,416,788.19

LIABILITIES AND FUND BALANCE

Fund Balance	<u>\$13,416,788.19</u>
Total Liabilities and Fund Balance	<u>\$13,416,788.19</u>

INDIANA GRAIN INDEMNITY CORPORATION
STATEMENT OF OPERATIONS
FOR THE TEN MONTHS ENDING JANUARY 31, 2003

Revenues:

Investment Interest	<u>\$ 134,577.07</u>
Total Revenues	<u>134,577.07</u>

Expenses:

Bank Charges	1,397.28
Advertising	27.68
Supplies	92.63
Travel	644.16
ID Billing	316.36
Total Expenses	<u>2,478.11</u>

Net Income	<u>132,098.96</u>
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Fund Balance, 07/01/02	<u>13,284,689.23</u>
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Fund Balance, 01/31/2003	<u>\$ 13,416,788.19</u>
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Exhibit B

FUND LIST: TYPE = TF
FROM 02/02/2003 THRU 12/31/2015

<u>Inv No</u>	<u>Investment # / Institution</u>	<u>CO</u>	<u>Purchase Date</u>	<u>Maturity Date</u>	<u>Par Original Cost</u>	<u>Coupon Yield</u>	<u>Interest Amt</u>	<u>Fund / Center</u>	<u>TOS #</u>
61410	PRODUCER – PREMIUM FD IRWIN UNION BANK & TRUST CO.	03	11/21/2002	02/20/2003	1,025,000.00	1.4100	3,653.27	6990-100400	146
					1,025,000.00	1.4100			
61412	PRODUCER – PREMIUM FD MICH. CITY SAVINGS & LOAN	46	12/05/2002	03/06/2003	890,000.00	1.8200	4,094.49	6990-100400	146
					890,000.00	1.8200			
*****CERTIFICATE OF DEPOSIT TOTAL*****					1,915,000.00	1.6005	7,747.76		
					1,915,000.00	1.6005			
35390	PRODUCER – PREMIUM FD BANK OF NEW YORK	00	11/07/2002	02/05/2003	5,100,000.00	1.2300	15,682.50	6990-100400	146
					5,084,317.50	1.2510			
35419	PRODUCER – PREMIUM FD BANK OF NEW YORK	00	12/11/2002	03/12/2003	3,365,000.00	1.2700	10,802.58	6990-100400	146
					3,354,197.42	1.2920			
35429	PRODUCER – PREMIUM FD BANK OF NEW YORK	00	12/18/2002	03/12/2003	3,000,000.00	1.2700	8,890.00	6990-100400	146
					2,991,110.00	1.2910			
*****GOVERNMENT AGY DISCOUNT NOTES TOTAL*****					11,465,000.00	1.2522	35,375.08		
					11,429,624.92	1.2735			
*****TOTAL FOR FUND CODE*****									
					13,380,000.00	1.3021	43,122.84		
Date: 02/03/2003					13,344,624.92	1.3203			