

INDIANA GRAIN INDEMNITY BOARD



OFFICIAL MEETING MINUTES

Chairman Jerome G. Hawkins called this meeting of the Indiana Grain Indemnity Corporation Board of Directors to order at 10:01 a.m.(EDT) on July 18, 2013. The meeting was held in Assembly Hall D at Indiana Farm Bureau located at 225 S. East St, Indianapolis, Indiana.

QUORUM: Chairman Hawkins did a roll call of the Board members, stated that there was a quorum present.

PRESENT: The following voting members were present:

Robert Bischoff	Ron Reichart	William Tudor
James Cherry	Michael Silver	Don Villwock
Joseph F. Kessie		D. Grant Whaley

The following nonvoting members or their representatives present were:

Jerome G. Hawkins, Director, Indiana Grain Buyers & Warehouse Licensing Agency
Matt Light, Chief Attorney, representative of the Attorney General
Vicki Pool, Chief Accountant, representative of the Treasurer of State

ABSENT: The voting member absent for the meeting was:

Mike Shuter Herman Rettinger

RESOURCE The following resource staff present were:

Dennis Henry, Indiana Grain Buyers & Warehouse Licensing Agency

The following guests were present:

Beth Bechdol, Agribusiness Council of Indiana
Jim Benham, President, Indiana Farmers Union
Cress Hizer, Lobbyist
Justin Schneider, Attorney, Indiana Farm Bureau

Chairman Hawkins reviewed appointments of Board Members that were slated for 2013. Indiana Bankers Association reappointed Joseph Kessie for an additional 4 year term. Indiana Farm Bureau appointed Randy Kron to fill the seat of Herman Rettinger, who is retiring from the Board. Chairman Hawkins congratulated Joe & Randy. He also wanted to thank Herman for his many years of service to the Board and the producers of Indiana. H. Rettinger had been on the Board since it's inception.

MINUTES: Chairman Hawkins stated that the minutes from the November 01, 2012 meeting had been previously distributed to the board members and asked if there were any changes. B. Tudor moved that the

minutes of the November 01, 2012 meeting be approved as written. (Second by J. Kessie) *Motion was carried to approve the minutes as written from the November 01, 2012 meeting.*

FINANCIAL: Financial statements and investment listing had previously been distributed to the board. V. Pool stated that as of June 30, 2013 the fund balance was \$14,017,119.94. M. Silver motioned to accept the financials as written and to certify the funds as of July 1, 2013 to be \$14,017,119.94, (Second by G. Whaley) *Motion was carried to accept the financials as written and to certify the fund at \$14,017,119.94 as of July 1, 2013.*

NEW BUSINESS: At this time W. Tudor introduced J. Benham, President of Farmers Union. Bill gave history on his background and work on the board.

Chairman Hawkins reminded the board that the offices of Vice Chairman, Secretary and Treasurer are to be voted on at this annual meeting. He also stated that per statute the office of Secretary and Treasurer may be combined and have one person serve both offices. Chairman Hawkins then asked for nominations from the floor. B. Tudor motioned that D. Villwock remain as Vice Chairman and M. Shuter remain as Secretary/Treasurer. (Second by B. Bischoff) Chairman Hawkins then asked if there were any additional nominations and there were none. *The motion to elect D. Villwock as Vice Chairman and M. Shuter as Secretary/Treasurer was carried by a unanimous vote.*

Chairman Hawkins shared with the board that the Agency has been working with Co-Alliance, LLP regarding the recent explosion at one of their facilities. He also mentioned that the Agency has an open auditor position with the departure of the auditor in Southern Indiana.

J. Kessie asked that the board to consider possible statutory changes regarding licensing requirements for IGBWLA. After much discussion, M. Silver suggested that the Chairman appoint members to a study group. Chairman Hawkins suggested a possible date for the study group to meet on September 4, 2013 at the IGBWLA Office.

OLD BUSINESS: Chairman Hawkins noted that H. Crocket from the Attorney General's Office could not make today's meeting, but he had updates on the outstanding litigation. J. Hawkins gave a brief update on the promissory note that was assigned over to the board during the Lambright's, Inc. failure. M. Light also noted that the board has 1st priority. Then he discussed with the Board the proceedings in the Bill Wohead/Mentone Agri Center litigation. M. Light gave an update regarding the timeline regarding this litigation.

ADJOURNMENT: It was motioned that the meeting adjourn by D. Villwock. (Second by R. Reichart) The meeting adjourned at 11:15 a.m.

Claim forms and travel vouchers for mileage and per diem submitted by:

Robert Bischoff	\$74.64	Ron Reichart	\$107.20
James E. Cherry	\$77.28	William Tudor	\$76.40

Travel vouchers for mileage only submitted by:

Joseph Kessie

\$113.52

Michael Silver

\$54.56

Joseph F. Kessie declined submitting a claim for per diem.

Michael Silver declined submitting a claim for per diem.

Don Villwock declined submitting a claim for per diem & had no claim for travel.

Grant Whaley declined submitting a claim for per diem & had no claim for travel.

Respectfully submitted by Dennis Henry on September 26, 2013.

**INDIANA GRAIN INDEMNITY CORPORATION
BALANCE SHEET
6/30/2013**

ASSETS

Cash	\$ 13,305.51
Investments	<u>14,003,814.43</u>
Total Assets	<u>\$ 14,017,119.94</u>

LIABILITIES AND FUND BALANCE

Fund Balance	<u>\$ 14,017,119.94</u>
Total Liabilities and Fund Balance	<u>\$ 14,017,119.94</u>

INDIANA GRAIN INDEMNITY CORPORATION
STATEMENT OF OPERATIONS
FOR THE TWELVE MONTHS ENDING JUNE 30, 2013

Revenues:

Investment Interest	\$ 43,580.95
Grain Failure Recoveries	\$ -
Producer Premium Revenue	-
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Total Revenues	\$ 43,580.95

Expenses:

Failure Reimbursement	\$ -
Travel	1,543.52
Supplies	-
Bank Fees	321.48
Legal Fees	-
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Total Expenses	\$ 1,865.00

Net Income/(Expense) **\$ 41,715.95**

Fund Balance, 7/01/12 **\$ 13,975,403.99**

Current Fund Balance **\$ 14,017,119.94**

Fund List: Type = TF
From 07/01/2013 thru 12/31/2075

Inv No	Investment # Institution	Cusip	CO	Purchase Date	Maturity Date	Par Original Cost	Coupon Yield	Interest Amount	Fund	TOS #
63373	PRODUCER-PREMIUM FD. HUNTINGTON NATIONAL BANK, THE		99	03/28/13	03/27/14	\$560,000.00 \$560,000.00	0.3700 .3700	\$2,095.02	75111	146
63389	PRODUCER-PREMIUM FD. MERCHANTS BANK OF INDIANA		68	05/02/13	08/01/13	\$710,000.00 \$710,000.00	0.3000 .3000	\$538.42	75111	146
63393	PRODUCER-PREMIUM FD. PROVIDENCE BANK		99	05/23/13	11/21/13	\$345,000.00 \$345,000.00	0.2000 .2000	\$348.83	75111	146
	***** CERTIFICATE OF DEPOSIT TOTAL *****					\$1,615,000.00 \$1,615,000.00	0.3029 0.3029	<u>\$2,982.27</u>		
42748	PRODUCER-PREMIUM FD. BANK OF NEW YORK	313385ML7	00	04/05/13	10/02/13	\$1,000,000.00 \$999,500.00	0.1000 .1010	\$500.00	75111	146
42878	PRODUCER-PREMIUM FD. BANK OF NEW YORK	31315LJA7	00	06/13/13	07/12/13	\$1,000,000.00 \$999,943.61	0.0700 .0710	\$56.39	75111	146
	***** GOVERNMENT AGY. DISCOUNT NOTES TOTAL *					\$2,000,000.00 \$1,999,443.61	0.0850 0.0860	<u>\$556.39</u>		
41720	PRODUCER-PREMIUM FD. BANK OF NEW YORK		00	08/11/11	04/21/14	\$1,000,000.00 \$1,000,000.00	0.2160 .2500	\$5,904.00	75111	146
42407	PRODUCER-PREMIUM FD. BANK OF NEW YORK	31331KHXI	00	08/28/12	08/28/13	\$1,000,000.00 \$1,000,000.00	0.2300 .2300	\$2,331.94	75111	146
42466	PRODUCER-PREMIUM FD. BANK OF NEW YORK	313380LS4	00	09/19/12	09/19/13	\$1,000,000.00 \$1,000,000.00	0.1900 .1900	\$1,926.39	75111	146
42678	PRODUCER-PREMIUM FD. BANK OF NEW YORK	313380S40	00	02/01/13	08/01/13	\$680,000.00 \$679,983.01	0.1100 .1150	\$376.08	75111	146
42730	PRODUCER-PREMIUM FD.	3133826A6	00	03/19/13	01/15/16	\$1,000,000.00	0.5000	\$14,333.33	75111	146

Fund List: Type = TF
From 07/01/2013 thru 12/31/2075

Inv No	Investment # Institution	Cusip	CO	Purchase Date	Maturity Date	Par Original Cost	Coupon Yield	Interest Amount	Fund	TOS #
	BANK OF NEW YORK	3135G0TS2				\$1,000,888.89	.5000			
42752	PRODUCER-PREMIUM FD. BANK OF NEW YORK		00	04/12/13	06/30/15	\$1,000,000.00 \$1,008,631.04	0.1000 .7400	\$2,247.22	75111	146
42788	PRODUCER-PREMIUM FD. BANK OF NEW YORK		00	04/23/13	12/10/14	\$2,000,000.00 \$2,001,224.83	0.3750 .3050	\$12,416.67	75111	146
42819	PRODUCER-PREMIUM FD. BANK OF NEW YORK		00	05/07/13	11/26/13	\$1,195,000.00 \$1,197,126.99	0.5000 .1300	\$3,369.24	75111	146
42838	PRODUCER-PREMIUM FD. BANK OF NEW YORK		00	05/21/13	03/21/14	\$1,000,000.00 \$999,958.00	0.1250 .1300	\$1,055.56	75111	146
42845	PRODUCER-PREMIUM FD. BANK OF NEW YORK		00	05/23/13	02/24/15	\$500,000.00 \$501,558.06	0.5000 .3900	\$4,458.33	75111	146
	***** GOVT AGENCY COUPONS TOTAL *****					\$10,375,000.00 \$10,389,370.82	0.2924 0.2967	<u>\$48,418.76</u>		
	***** TOTAL FOR FUND CODE *****					\$13,990,000.00 \$14,003,814.43	0.2639 0.2673	<u>\$51,957.42</u>		