



*Farmers Protecting Farmers*

To: IGIC Board Members

From: Jerome Hawkins

Date: December 17, 2013

**Re: Update**

Good morning, I trust that each of you are having a great day and taking time to enjoy the Holidays with your family and friends. As you know at our last meeting, the Board voted to support the updates to the Indiana Grain Buyers and Warehouse Licensing and Bonding (IGBWLA) statutes. Since that time, I have met with our policy advisors, and we feel that waiting until the 2015 legislative session to proceed with the updates to I.C. 26-3-7, et.seq would be our best option.

Since the Board has voted to support the updates to the IGBWLA statutes, we plan to move forward with those updates in the 2015 legislative session. If anybody has any questions or concerns, my door is always open.

Thank you for your time and dedication to Indiana agriculture. Have a great day!

Sincerely,

Jerome G. Hawkins

# 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 10:07 a.m.(EDT) on December 05, 2013. The meeting was held in Assembly Hall B on the first floor of the Indiana Farm Bureau Corporate Headquarters located at 225 South East Street, Indianapolis, Indiana.

**QUORUM:** Chairman Hawkins did a roll call of the Board members and confirmed that there was a quorum present. Chairman Hawkins stated that to meet statutory requirements, this is the second meeting scheduled for year.

**PRESENT:** The following voting members were present:

Bob Bischoff	Mike Shuter	William Tudor
Randy Kron	Michael Silver	Don Villwock

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 members absent for the meeting were:

Jim Cherry	Ron Reichart
Joseph Kessie	D. Grant Whaley

**RESOURCE** The following resource staff were present:

Robert Goulet, Indiana Grain Buyers & Warehouse Licensing Agency

The following guests were present:

John Baugh, Purdue University  
David Bausman, ISDA Program Director, Policy & Regulatory Affairs  
Beth Bechdol, Agribusiness Council of Indiana  
Bob Craft, Lobbyist  
Greg Noble, Indiana Soybean Alliance & Indiana Corn Marketing Council  
Mark Thornburg, Attorney, Indiana Farm Bureau

**MINUTES:** Copies of the minutes of the previous meeting (July 18, 2013) were forwarded to board members to review. W. Tudor moved to approve the minutes as written. (Second from R. Kron) *The motion was carried and the minutes of the July 18, 2013 meeting were approved as written.*

**FINANCIAL:** Financial statements and investment listings had previously been distributed to the board. Chairman Hawkins asked the board to review and any questions to be directed to V. Pool, representative for the Office of the Treasurer of State. The Board had no questions for V. Pool. Balance of the fund as of October 31, 2013 was \$14,022,683.99.

**NEW BUSINESS:** Chairman Hawkins reported to the board that the Agency does have some licensees that the Agency is concerned and dealing with. He also reported that the Agency hired a new auditor that will be based in Daviess County, Daniel Wilkins.

Chairman Hawkins reported to the board that the Agency is scheduled to host the 2015 Annual Conference for the Association of Grain Regulatory Officials.

**OLD BUSINESS:** J. Kessie reported that the legislative committee appointed by the Chairman had met and reported their recommendations to the board. After much discussion, D. Villwock motioned that the board support the recommendation of increasing licensees net worth minimums from \$10,000.00 to \$50,000.00. (Second by R. Kron) *The motion was carried and the recommendation from the legislative committee to support IGBWLA legislation changes to licensee's minimum net worth is increased to \$50,000.00.*

A second motion was made by R. Kron to table legislative recommendations to the indemnity program statute. (Second by B. Bischoff) *The motion to table legislative recommendations to the indemnity program statute until the next meeting was carried.*

Matt Light reported that Heather Crockett is handling the legal items could not make the meeting. The two outstanding items were addressed. Concerning the legal matter of Mentone Agri Center, LLC, the depositions have been pushed back & the court date to April 14, 2014.

The board reviewed their schedules and agreed to meet on July 22, 2014 for the next Annual Meeting at Farm Bureau.

**ADJOURNMENT:** It was motioned that the meeting adjourn by M. Silver. (Second by R. Kron) The meeting adjourned at 11:10 a.m.

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

Bob Bischoff	\$74.64	Michael Silver	\$104.56
Mike Shuter	\$98.40	William Tudor	\$76.40

Randy Kron and Don Villwock declined submitting a claim for mileage and per diem.

*Respectfully submitted by Dennis Henry on behalf of Robert Goulet this 17<sup>th</sup> day of December, 2013.*

**INDIANA GRAIN INDEMNITY CORPORATION  
BALANCE SHEET  
10/31/2013**

**ASSETS**

Cash	\$ 17,351.76
Investments	<u>14,005,332.23</u>
<b>Total Assets</b>	<b><u>\$ 14,022,683.99</u></b>

**LIABILITIES AND FUND BALANCE**

Fund Balance	<u>\$ 14,022,683.99</u>
<b>Total Liabilities and Fund Balance</b>	<b><u>\$ 14,022,683.99</u></b>

**INDIANA GRAIN INDEMNITY CORPORATION  
STATEMENT OF OPERATIONS  
FOR THE FOUR MONTHS ENDING OCTOBER 31, 2013**

**Revenues:**

Investment Interest	\$ 6,249.57
Grain Failure Recoveries	\$ -
Producer Premium Revenue	-
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<b>Total Revenues</b>	<b>\$ 6,249.57</b>

**Expenses:**

Failure Reimbursement	\$ -
Travel	553.60
Supplies	27.80
Bank Fees	104.12
Legal Fees	-
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<b>Total Expenses</b>	<b>\$ 685.52</b>

**Net Income/(Expense)** \$ 5,564.05

**Fund Balance, 7/01/13** \$ 14,017,119.94

**Current Fund Balance** \$ 14,022,683.99

Fund List: Type = TF  
From 11/01/2013 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
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
63405	PRODUCER-PREMIUM FD. MERCHANTS BANK OF INDIANA		68	08/01/13	01/30/14	\$400,000.00 \$400,000.00	0.3000 .3000	\$606.67	75111	146
*****	CERTIFICATE OF DEPOSIT TOTAL *****					\$1,305,000.00 \$1,305,000.00	0.3036 0.3036	<u>\$3,050.52</u>		
42973	PRODUCER-PREMIUM FD. BANK OF NEW YORK	313385QT6	00	07/12/13	12/20/13	\$1,000,000.00 \$999,530.42	0.1050 .1070	\$469.58	75111	146
43084	PRODUCER-PREMIUM FD. BANK OF NEW YORK	31315LXX1	00	09/19/13	06/10/14	\$1,000,000.00 \$999,120.00	0.1200 .1220	\$880.00	75111	146
43109	PRODUCER-PREMIUM FD. BANK OF NEW YORK	459053UM4	00	10/03/13	03/20/14	\$1,000,000.00 \$999,626.67	0.0800 .0810	\$373.33	75111	146
*****	GOVERNMENT AGY. DISCOUNT NOTES TOTAL *					\$3,000,000.00 \$2,998,277.09	0.1017 0.1033	<u>\$1,722.91</u>		
41720	PRODUCER-PREMIUM FD. BANK OF NEW YORK	31331KHXI	00	08/11/11	04/21/14	\$1,000,000.00 \$1,000,000.00	0.2160 .2500	\$5,904.00	75111	146
42730	PRODUCER-PREMIUM FD. BANK OF NEW YORK	3135G0TS2	00	03/19/13	01/15/16	\$1,000,000.00 \$1,000,000.00	0.5000 .5000	\$14,333.33	75111	146
42752	PRODUCER-PREMIUM FD. BANK OF NEW YORK	3134G3EN6	00	04/12/13	06/30/15	\$1,000,000.00 \$1,003,631.04	1.0000 .7400	\$22,472.22	75111	146
42788	PRODUCER-PREMIUM FD.		00	04/23/13	12/10/14	\$2,000,000.00	0.3750	\$12,416.67	75111	146

Fund List: Type = TF  
From 11/01/2013 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	3134G3Y61				\$2,001,224.83	.3050			
42819	PRODUCER-PREMIUM FD. BANK OF NEW YORK	459058CB7	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	313383B34	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	3134G3NL0	00	05/23/13	02/24/15	\$500,000.00 \$500,308.06	0.5000 .3900	\$4,458.33	75111	146
43016	PRODUCER-PREMIUM FD. BANK OF NEW YORK	3133EC2L7	00	08/01/13	11/13/15	\$1,000,000.00 \$999,573.33	0.4400 .5000	\$10,193.33	75111	146
43051	PRODUCER-PREMIUM FD. BANK OF NEW YORK	313378KB6	00	08/28/13	06/26/15	\$1,000,000.00 \$1,000,232.89	0.6250 .5850	\$11,579.86	75111	146
*****	GOVT AGENCY COUPONS TOTAL	*****				\$9,695,000.00 \$9,702,055.14	0.4645 0.3781	\$85,782.54		
*****	TOTAL FOR FUND CODE	*****				\$14,000,000.00 \$14,005,332.23	0.3718 0.3123	\$90,555.97		