

FARMERS COOP ELEVATOR

OTTOSEN, IOWA

FALL 2023 GRAIN POLICIES

(Subject to change without notice)

Grade requirements-CORN

Cash , Contract, or Price Later contract 15.0%

Warehouse Receipt or Grain Bank 14.0%

DRYING CHARGES: \$.045 PER POINT WITH SHRINK BEING 1.50% PER 1.0% OF MOISTURE REMOVED.

CORN MOISTURE WILL BE AVERAGED FOR ALL LOADS IN A SINGLE DELIVERY, WITH A MINIMUM ALLOWABLE MOISTURE OF 13.8%. LOADS WITH A MOISTURE UNDER 13.8% WILL BE ENTERED AS 13.8 % MOISTURE.

GRAIN BANK-Free Storage for the first 60 days. \$.045 per month on remaining bushels at month end which will be billed on the regular monthly statement. Corn which is removed unprocessed will be subject to a \$.20 cent per bu. out charge. Corn that is sold off of Grain bank will revert back to posted WHR charges.

CORN DISCOUNTS

DAMAGE: .02 PER POINT 5.1% -7.0%
.03 PER POINT >7.0%

HEAT DAMAGE: .02/ pt. from .3%TO.5%
.02 each 1/2% .6% AND OVER

F.M. .02/PT FOR EACH %3.1% TO 4.0%
.03/PT FOR EACH % 4.1% AND OVER

TEST WT. .02 PER BU EACH# 53.9# -52.0#
.03 PER BU.EACH # 51.9#-50.0#
.04 PER BU.EACH# 49.9#-48#
.05 PER BU. EACH# <48#

Grade requirements-SOYBEANS

Cash or Contract Sale 13% Moisture
Warehouse Receipt 13% Moisture
Price Later Contract 13% Moisture

Soybeans will be averaged with loads 14.0% and under together. And loads 14.1% and over together. Any loads received with moistures of 15% or higher are subject to rejection.

MOISTURE SHRINK ON SOYBEANS:

14.5% AND LOWER 3.0% SHRINK FOR EACH 1.0% OF MOISTURE.

14.6% AND HIGHER 4.0% SHRINK FOR EACH 1.0% OF MOISTURE.

Soybean Discounts-

F.M.> 1.0% deducted from gross weight

Damage- .02/pt 2.1 to 5.0%
.05/pt. 5.1 to 10.0%
.07/pt. 10.1 to 15.0%
.10/pt. 15.1 to 30.0% max.

T.W. .01/lb 53.9 to 52.0#
.02/lb. <52.0

Heat Dmg .02from .3-.5% .02/ 1/2%> .5%

Splits .0025 each > 20.0 to 40.0%

Beans of other colors- .01/pt. > 1.0%

COFO – Subject to rejection

STORAGE RATES-WAREHOUSE RECEIPT

CORN-14% SOYBEANS-13%

Storage rates of \$.0019 per bushel per day for the months of September thru March. Storage rate for the months of April thru August will be \$.0010 per bushel per day. Storage will be taken out of the proceeds of sale grain at the time of payment. Storage will be charged to your regular account in July for any bushels that remain at that time.

PRICE LATER SERVICE CHARGES-

All grain placed on a Price Later contract will be charged a service charge of \$.0019 per bushel per day the months of September thru March, and \$.0010 per bushel per day the months of April thru August. ALL PRICE LATER CONTRACTS WILL EXPIRE AT NOON ON AUGUST 31 AND CAN ONLY BE SOLD INTO THE CASH MARKET. Management and the board of directors will determine prior to expiration if contracts will be allowed to roll over or have to be sold prior to the market close on the last business day of August.

PRICE LATER CONTRACTS AND DEFERRED

PAYMENT CONTRACTS MUST BE SIGNED!

Any grain not settled within 20 days of first delivery will AUTOMATICALLY be placed on

Warehouse Receipt.

GRAIN POLICY SUBJECT TO CHANGE!

09/01/23



FAQ

When will the per bushel assessment start?

- The assessment will begin on September 1, 2023.

What is the rate of the per bushel assessment?

- ¼ cent per bushel on CASH or SPOT grain purchases (credit sale contracts are not assessed or covered by the Fund).

How long will the per bushel assessment run?

- Per Iowa Code 203D, the assessment is required to run for at least one full year, from September 1, 2023, to August 31, 2024.
- Depending on how much is collected, the assessment may run for multiple full (not partial) years.
- Under current law, if the balance of the Fund exceeds \$8 million, the assessment shall cease upon the completion of the full year.

What is my coverage under the Fund?

- In the event of a grain dealer or grain warehouse failure, impacted producers are eligible to receive 90% of losses up to a maximum of \$300,000 per claimant.
- Grain must be produced in Iowa and delivered to an Iowa licensed warehouse or grain dealer, or, if produced outside of Iowa, delivered into the state.
- Only cash transactions are eligible. Credit sale contracts are not covered by the Fund. Examples of credit sale contracts that do not have coverage include but are not limited to:
 - Deferred Payment
 - Price Later
 - No Price Established
 - Basis Credit Sale
 - Extended Price
 - Minimum Price
- For a claim to be approved on an eligible cash transaction, the transfer of title must have occurred within six months of the license revocation, license cancellation, or bankruptcy filing date of the failed grain dealer or warehouse.

Can I opt-out of participating in the Fund?

- No, all cash sales of grain are assessed, and the per bushel assessment and participation fees are non-refundable.
- All Iowa licensed warehouses and Iowa licensed grain dealers are required to participate.
- Credit-sale contract transactions are not assessed. However, these transactions are also not eligible for coverage under the Fund.