

Iowa Grain Depositors and Sellers Indemnity Fund
Iowa Grain Indemnity Fund Board
Meeting Minutes for June 19, 2025
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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 19, 2025, in the office of the Grain Warehouse Bureau Chief, Wallace State Office Building, 502 East 9th Street, Des Moines, Iowa, with Travis Knight, Division Director of Consumer Protection & Industry Division president designee, as chairperson.

Attending, the meeting in addition to Travis Knight (hereafter “chairperson”) were the following:

Dale Behrends Board Member – Banking Rep.	Guthrie Center, Iowa
Emily Cook Board Member – Producer Rep.	Clarion, Iowa
Ryan Johnson Board Member –Grain Industry Rep.	Remsen, Iowa
Dustin McNulty Board Member – Treasurer Designee	State Capitol Building Des Moines, Iowa
Rhonda Shelman Board Member –Grain Industry Rep.	Wayland, Iowa
Mike Winter Board Member – Producer Rep.	New Hampton, Iowa
Jacob Larson (Assistant Attorney General for the Fund)	Hoover State Office Building Des Moines, Iowa
Robert Litfin Grain Warehouse Bureau, Accountant	Wallace Building Des Moines, Iowa
James Kennedy, Bureau Chief Grain Warehouse Bureau	Wallace State Office Building Des Moines, Iowa

Board Member(s) Absent: None

Guests: None

This meeting, upon duly prescribed notice, was called to order by the chairperson at 2:00 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.

The chairperson called for any additions or corrections to the May 15, 2025, board minutes. The chairperson called for a motion to accept the minutes as presented. Mr. Behrends made a motion

to approve the minutes as presented. Mr. Winter seconded the motion, and the board approved the motion unanimously.

The chairperson called on Dustin McNulty to present the treasurer's report. Mr. McNulty reported that the balance of the fund as of June 18, 2025, was \$10,939,682.62. The chairperson asked if there were any questions about the treasurer's report. Hearing none, the chairperson called for a motion to accept the treasurer's report. Mr. Johnson made a motion to approve the treasurer's report. Mr. Behrends seconded the motion, and the board approved the motion unanimously.

The chairperson called on Robert Litfin to present the May 31, 2025, financial statements. As of May 31, 2025, the balance in the Investment in State of Iowa Pooled Accounts was \$10,249,604.80; the Equity in the Iowa Grain Indemnity Fund was \$10,277,128.65; there was a net increase in the fund for the month of \$48,791.08; and there was a fiscal year to date increase in the fund of \$5,581,159.42. The chairperson asked if there were any additional questions about the financial statements. The chairperson called for a motion to accept the financial statements. Mr. Winter made a motion to approve the financial statements. Mr. McNulty seconded the motion, and the board approved the motion unanimously.

New Business:

Mr. Kennedy informed the board of the legislative changes. The indemnity law has added coverage to deferred pricing contracts which would include, price later, basis, minimum price, extended and any other type where the grain price has not been set. The coverage level is 75% and delivery within six months of incurrence date. The indemnity law also now includes coverage for clawback claims under a bankruptcy. This new law includes coverage for Global Processing failure and bankruptcy. We have at least 98 potential claimants but have not determined the possible value. We are awaiting information from the bankruptcy trustee to determine the possible claim value.

One other major change to the grain dealer and warehouse laws is the elimination of accepting review type financial statements effective July 1, 2025. The bureau can only accept unqualified audits for licensing. This will impact approximately 50% of our licensees.

Mr. Kennedy update the board on the current collections for Quarter 7. To date we have collected \$948,955.51 this quarter with 12 licensees yet to remit payment. Approximately 54% of all bushels purchased were assessed the per bushel fee.

Mr. Larson informed the board that the clawback legislation is retroactive to the Global bankruptcy date. This will allow any claims settled with the bankruptcy by June 30, 2025, to file a claim with the board by August 29, 2025. Any claims settled with the bankruptcy on or after July 1, 2025, would have sixty days to file a claim with the board. This will be the only instance where the period is retroactive.

Mr. Larson also informed the board of the Scott Larson claim appeal. The Iowa Court of Appeals upheld the District Court's decision and Affirmed the Board's denial of the claim. A copy of the decision was emailed to the board on Wednesday. The claimant would have twenty days to seek further review with the Iowa Supreme Court and that may not be accepted by the Supreme Court.

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No new updates for Pipeline or Global bankruptcies.

Closed Session: There was no need to enter closed session.

The meeting for next month will be held via telephone conference at 2:00 P.M., Thursday, July 17, 2025.

There was no further business to come before the board. The chairperson asked for a motion to adjourn. Mr. McNulty made a motion to adjourn. Mr. Behrends seconded the motion, and the board approved the motion unanimously. The meeting was adjourned at 2:20 P.M.

Minutes Submitted by James Kennedy, board administrator, June 19, 2025.