RECEIVED

MAR 1 8 2013 SOUTH DAKOTA PUBLIC UTILITIES COMMISSION

IN DISTRICT COURT

STATE OF SOUTH DAKOTA

COUNTY OF SPINK

FIFTH JUDICIAL CIRCUIT

Case No . 12-044

IN THE MATTER OF THE ANDERSON SEED CO., INC. GRAIN BUYER BOND

OBJECTION OF CHS, INC. D/B/A MIDWEST COOPERATIVES TO THE DECISION OF RECEIVER AND PROPOSED FINDINGS OF FACT, CONCLUSIONS OF LAW AND DECISION OF RECEIVER

CHS, Inc. d/b/a Midwest Cooperatives ("CHS") states the following objections to the February 11, 2013 Decision of Receiver, proposed Findings of Fact, Conclusions of Law, and Decision:

1. CHS initially submitted a claim in the amount of \$687,117.59. The Receiver, based supposedly on a review of the records of Anderson Seed Co. and documents annexed to the proof of claim of CHS, determined CHS's claim included amounts due on deliveries made outside the State of South Dakota and amounts for losses on contracts on which delivery had not been made. As a consequence, the Receiver recommended reduction of CHS's claim to \$319,684.44.

2. CHS objected to this determination and provided records documenting its original claim excluded amounts due on contracts on which deliveries had not been made and that the Receiver had over-estimated the debt related to out-of-state crop deliveries. Using proper adjustments, CHS established its claim amount should be \$443,867.19.

3. In refusing to consider CHS's objection, the Receiver stated there is "... no evidence upon which the Commission could reliably base a finding ..." that there were additional in-state deliveries by CHS. This ruling was not in accord with the weight of the evidence and was unreasonable given the evidence available to the Receiver.

4. In its February 11, 2013 Decision, the Receiver concluded the claim of Dakota Mill & Grain, Inc. should be reduced from \$672,275.76 to \$464,280.76. However, contrary to that determination, Exhibit A attached to the Receiver's Decision, proposed Findings of Fact, Conclusions of Law and Decision, uses a claim amount for Dakota Mill & Grain, Inc. of \$672,275.76.

5. If the correct amount of \$443,867.19 is utilized for the claim of CHS and the correct amount of \$464,280.76 is used for the claim of Dakota Mill & Grain, Inc., the percentage of claims held by CHS would be 20% and the amount owed to CHS on distribution of the bond proceeds would be \$20,033.35.

BY:

Dated this 14th day of March, 2013.

Cansty

1585630.1

Caren Stanley (#4188) **VOGEL LAW FIRM** 218 NP Avenue PO Box 1389 Fargo, ND 58107-1389 Telephone: 701.237.6983 ATTORNEYS FOR CHS, INC. D/B/A MIDWEST COOPERATIVES

RE: In the Matter of the Anderson Seed Co., Inc. Grain Buyer Bond CASE NO.: CIV 12-044

SS

)

)

STATE OF NORTH DAKOTA

COUNTY OF CASS

AFFIDAVIT OF SERVICE BY MAIL

Sonie J Thompson, being first duly sworn, does depose and state that she is of legal age and not a party to the above-entitled matter.

On March 14, 2013, Affiant deposited in the United States Post Office at Fargo, ND, a true and correct copy of the following document:

OBJECTION OF CHS, INC. D/B/A MIDWEST COOPERATIVES TO THE DECISION OF RECEIVER AND PROPOSED FINDINGS OF FACT, CONCLUSIONS OF LAW AND DECISION OF RECEIVER

A copy of the foregoing was securely enclosed in an envelope with postage duly prepaid and addressed as follows:

Gary Leistico Rinke Noonan Law Firm PO Box 1497 St. Cloud MN 56302 gleistico@rinkenoonan.com

Mike Nickolas North Central Farmer Elevator PO Box 366 Ispwich SD 57451 mnickolas@ncfe.coop

Milo Dyk 970 92nd St. SE Strasberg, ND 58573

Jeff Brown 9008 133rd Ave. SW Scranton ND 58653 jlbrown@ndsupernet.com

Gene Reinbold HC64 Box 20 Timber Lake SD 57656 Jack Hieb Richardson, Wyly, Wise, Sauck & Hieb, LLP PO Box 1030 Aberdeen SD 57402 jhieb@rwwsh.com

Jason Nagel 15627 316th Ave Gettysburg SD 57442 <u>nageljasong@lycos.com</u>

Barton Banks Dakota Mill & Grain PO Box 2340 Rapid City SD 57709-2340 bartb@dakotamill.com

James Fischer 33520 108th St Eureka SD 57437

Harrold Terminal PO Box 64 Harrold SD 57536 Kevin Thompson 931 Foster Dr. #1 Dickenson ND 58601 thompson@dsufamily.com

Jim Fitzwater 204 E. Anderson Brookville KS 67425

Jim Klebsch 38701 170th St. Redfield SD 57464

Dan Braaten 5805 106th Ave. SE Kindred ND 58501 <u>kikidede@anyconnect.com</u>

Curt Meidinger 9248 28th Ave SE Zeeland ND 58581 <u>cpm@bektel.com</u>

Duane Dyk 972 92nd St SE Strasburg ND 58573

Ray Martinmaas Martinmaas Dairy Inc. 35210 176th ST Orient SD 57467

Todd Neiuwsma 9950 13th Ave SE Herreid SD 57632

Cordell Meidinger PO Box 54 Herreid SD 57632 Mr. Duane Nieuwsma 9990 Hwy 83 Hauge NE 58542

Gary Wilson 1148 S. Lake Dr. Watertown SD 57201 katmint@gmail.com

Rober Urwin Urwin Trucking PO Box 515 Hay Springs NE 69347 Burwin49@yahoo.com

Ron Goldade HCR64 Box 50 Timber Lake SD 57656

Randy & Marley Steiger 11990 300th Ave Glenham SD 57631

Donald Hinckley Hinckley Bros. 400 Dakota St Gettysburg SD 57442-1200 <u>dhinckley@venturecomm.net</u>

Robert J. Mizera PO Box 724 McLaughlin SD 57642

Milt Handcock CHS Inc dba Midwest Cooperatives 1919 E Sioux Ave Pierre SD 57501 <u>Milt.handcock@chsinc.com</u>

Gary Horner 1060 US Hwy 83 Herreid SD 57632 Jerry Kleinsasser Glendale Colony 17866 Glendale Dr. Frankfort SD 57440 jerry@nrctv.com

4

Kristen Edwards Special Assistant Attorney General South Dakota Public Utilities Commission 500 East Capitol Pierre SD 57501 Tina.douglas@state.sd.us Alan and Cindy Biegler PO Box 188 Timber Lake SD 57656 <u>Napa_212@yahoo.com</u> <u>cjbiegler@gmail.com</u>

Ken Vander Vorst 630 97th St SE Pollock SD 57648

To the best of Affiant's knowledge, the address above given was the actual post office address of the party intended to be so served. The above document was duly mailed in accordance with the provisions of the Rules of Civil Procedure.

Sonie J. Thompson

Subscribed and sworn to before me this 14th day of March, 2013.

(SEAL) Notary Public, Cass County, North Dakota JORDAN MORIN Notary Public State of North Dakota Commission Expires Dec. 17. 2018

RECEIVED

In the Matter of the Anderson Seed Co., Inc. Grain Buyer Bond SOUTH DAKOTA PUBLIC RE: UTILITIES COMMISSION CASE NO.: 12-044

SS

)

)

STATE OF NORTH DAKOTA

COUNTY OF CASS

AFFIDAVIT OF SERVICE BY MAIL

Sonie J. Thompson, being first duly sworn, does depose and state that she is of legal age and not a party to the above-entitled matter.

On March 15, 2013, Affiant deposited in the United States Post Office at Fargo, North Dakota, a true and correct copy of the following document:

OBJECTION OF CHS, INC. D/B/A MIDWEST COOPERATIVES TO THE DECISION OF RECEIVER AND PROPOSED FINDINGS OF FACT, CONCLUSIONS OF LAW AND DECISION OF RECEIVER

A copy of the foregoing was securely enclosed in an envelope with postage duly prepaid and addressed as follows:

Ms. Patricia Van Gerpen Executive Director South Dakota Public Utilities Commission 500 E. Capitol Avenue Pierre, SD 57501

Mr. John Smith **Commission Counsel** South Dakota Public Utilities Commission 500 E. Capitol Avenue Pierre, SD 57501

Mr. James Mehlhaff Director, Warehouse Div. South Dakota Public Utilities Commission 500 E Capitol Avenue Pierre, SD 57501

To the best of Affiant's knowledge, the address above given was the actual post office address of the party intended to be so served. The above document was duly mailed in accordance with the provisions of the Rules of Civil Procedure.

Sonie J. Thompson $\overline{}$

Subscribed and sworn to before me this 15th day of March, 2013.

Jan' Ahall Notary Public, Cass County, North Dakota

(SEA	L)
158932: My Com	5.1 LORI THRALL Notary Public State of North Dakota nmission Expires Feb. 1, 2015