

STATE OF SOUTH DAKOTA )  
:SS  
COUNTY OF BON HOMME )

IN CIRCUIT COURT  
FIRST JUDICIAL CIRCUIT

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**IN THE MATTER OF  
FARMERS COOPERATIVE  
ELEVATOR, AVON, SOUTH  
DAKOTA**

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**04CIV21-037**

**MARCH 2022  
MONTHLY UPDATE**

Cody Chambliss, Receiver for Farmers Cooperative Elevator (FCE), hereby files this Monthly Update, as required by the Court’s Order Appointing Receiver. The Order requires a monthly summary of assets, liabilities, accounts receivable, accounts payable, a listing of payments made in the ordinary course of business, a listing of creditors, and plan of action. However, as of the writing of this Report, Receiver has not been able to obtain any current numbers or information from FCE. Receiver plans to travel to Avon on March 10, 2022, at which time Receiver intends to obtain the financial information. Receiver understands the delay to be caused by the transition of computer systems due to the sale of the elevator.

**Financial Report**

	August	September	October	November	December	January	February	March
<b>Cash (Common Account)</b>	\$507,785	\$555,467	\$819,097	\$352,566	\$370,752	\$434,270	\$207,578	\$215,491
<b>Cash (Receiver Account)</b>			\$30,300	\$1,311	\$56,324	\$86,625	\$76,077	\$76,377
<b>Grain Inventory</b>	\$665,340	\$154,450	\$41,275	-	-	-	-	
<b>Inventory</b>	\$503,000	\$490,630	\$360,202	\$409,267	\$466,361	\$443,301	\$305,551	
<b>Receivables</b>	\$410,063	\$184,585	\$181,413	\$126,857	\$142,077	\$89,947	\$87,840	
<b>Trucking Income</b>			\$19,420	\$15,878	\$5,175	\$23,498	\$23,655	
<b>Investments</b>	\$1,344,694	\$1,344,694	\$1,344,694	\$1,344,694	\$1,344,694	\$1,223,819	\$1,223,819	
<b>Fixed Assets less Depreciation</b>	\$1,669,988	\$1,669,988	\$1,669,988	\$1,669,988	\$1,669,988	\$1,669,988	\$1,669,988	
<b>General Payables</b>	\$929,979	\$442,920	\$428,138	\$128,208	\$304,546	\$93,789	\$140,024	
<b>Grain Payable</b>	\$1,693,500	\$1,693,500	\$1,480,407	\$1,467,627	\$1,467,627	\$1,467,627	\$1,244,836	
<b>Customer Prepays</b>	\$73,100	\$60,537	\$67,893	\$35,903	\$62,375	\$124,469 <sup>1</sup>	\$137,108	
<b>Term Loans</b>	\$2,899,601	\$2,894,601	\$2,885,940	\$2,730,940	\$2,631,868	\$1,818,177 <sup>2</sup>	\$1,683,192	

<sup>1</sup> Only \$110 of the prepaid amount is attributable to the elevator for scale fees. The vast majority of the total amount of prepaid fees is for prepaid fertilizer from the ranch supply store and prepaid fuel.

<sup>2</sup> The term loans now consist of one bank not, two bank interest notes, and the patron bin loans.

**List of Major Creditors**

<b>Creditor</b>	<b>Amount owed</b>
Community Bank of Avon	\$556,194
Patrons of FCE	\$1,260,000
Producers	\$1,244,836

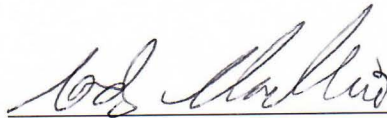
**Sale of Portion of FCE**

The material terms of the sale of FCE to current lessee, Battle Creek Farmers Cooperative, Non-Stock (Pride Grain), have been worked out. Final paperwork, including title transactions, is being completed. As of March 1, Pride Grain will begin the transition to managing day-to-day business of the elevator, bulk fuel, and agronomy entities.

**Plan of Action**

The current plan is to finalize the sale to Pride Grain, after which Receiver will work with FCE's Board to pay FCE's creditors as promptly as possible. In the meantime, as the transition begins, throughout this Receivership, FCE and Receiver were able to ensure that no jobs or businesses were lost in this community.

Dated this 9 day of March 2022.



Cody Chambliss, Receiver  
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