

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

IN CIRCUIT COURT
FIRST JUDICIAL CIRCUIT

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

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04CIV21-037

**MAY 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 sale of the grain elevator, agronomy business, and bulk fuel business to Battle Creek Farmers Cooperative, Non-Stock (Pride Grain) closed on March 28, 2022. Upon closing, proceeds were utilized to pay FCE creditors in full, closing out all payables. To date, all producers have been issued checks and all payables are now current. FCE no longer has any long-term debt. All inventory has been paid for and is property of the fuel and/or feed stores.

Financial Report

	August	October	December	February	May
Cash (Common Account)	\$507,785	\$819,097	\$370,752	\$207,578	\$578,950
Cash (Receiver Account)		\$30,300	\$56,324	\$76,077	\$63,365
Grain Inventory	\$665,340	\$41,275	-	-	-
Inventory	\$503,000	\$360,202	\$466,361	\$305,551	\$190,541
Receivables	\$410,063	\$181,413	\$142,077	\$87,840	\$69,758
Trucking Income		\$19,420	\$5,175	\$23,655	N/A
Investments	\$1,344,694	\$1,344,694	\$1,344,694	\$1,223,819	N/A
Fixed Assets less Depreciation	\$1,669,988	\$1,669,988	\$1,669,988	\$1,669,988	
General Payables	\$929,979	\$428,138	\$304,546	\$140,024	\$12,216
Grain Payable	\$1,693,500	\$1,480,407	\$1,467,627	\$1,244,836	\$0
Customer Prepays	\$73,100	\$67,893	\$62,375	\$137,108	\$0
Term Loans	\$2,899,601	\$2,885,940	\$2,631,868	\$1,683,192	\$0

*This current bank balance does not include outstanding checks for grain, patron notes, and accounts payable.

Notable Developments

Plan of Action

In the immediate future, Receiver will work to verify that all producers and patron note holders were paid and that the checks that were issued are cashed.

Receiver continues to work with Assistant Attorney General Jonathan Van Patten to protect FCE's rights as a bankruptcy creditor in the Namminga bankruptcy proceedings. Receiver secured an appraisal, which indicated there is an additional \$125,000 in asset value available to the unsecured creditors. FCE holds approximately 47 percent of the unsecured claim amount and would, therefore, receive an additional \$58,750.

A few accounts receivable remain to be collected and the appropriate filing to be made with the court after small claims judgments have been satisfied.

Approximately twenty patrons of FCE that were owed for shares have either requested to be paid or need to be paid out because of death of the shareholder or other status change that makes the shareholder ineligible for membership in the cooperative. Pursuant to the by-laws of the cooperative, payout to the shareholder is required under these circumstances.

Dated this 10 day of May 2022.



Cody Chambliss, Receiver
South Dakota Public Utilities Commission
500 East Capitol Avenue
Pierre, SD 57501
Kristen.edwards@state.sd.us