

Public Service Commission

608 East Boulevard Avenue Dept. 408

Bismarck, ND 58505-0480

701-328-4097 – phone

701-328-2410 - fax

Memo

To: Mark Hovland, Fessenden Cooperative Association
From: Timothy Erdmann, Licensing Division
Date: September 30, 2008
Re: Facility Capacity and Grain Warehouse Bond

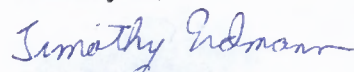
Sir:

I have completed and enclosed a copy of the statement of capacity, bin charts, and diagrams for all existing facilities and new construction licensed under Fessenden Cooperative Association. Please review the information for accuracy. All ground storage has been deleted and the Hagel temporary storage at Carrington has been reduced to 40,000 bushels. The new construction brings the total capacity up to 6,154,000 bushels.

The current bond of \$1,370,000 will have to be increased to \$1,385,000 to allow for a maximum bushel capacity of 6,175,000 bushels. If the enclosed information is acceptable please inform your bonding company of the required increase. I also request that the management respond to the Licensing Division in writing accepting the facility capacities as indicated in the statement of capacity. Upon receipt of the acceptance statement the Licensing Division will change the licensed capacity of each location accordingly.

Please call if you have questions or require assistance.

Thank you,



Timothy Erdmann