

STATE OF NORTH DAKOTA

IN DISTRICT COURT

COUNTY OF CASS

EAST CENTRAL JUDICIAL DISTRICT

Public Service Commission)	CIVIL NO. 09-2012-CV-00693
)	
Petitioner,)	
)	
vs.)	
)	REPORT AND
Anderson Seed Co., Inc.)	RECOMMENDATION
)	OF TRUSTEE
and)	
)	
Auto-Owners Insurance Company)	
)	
)	
Respondents.)	
)	
_____)	
PSC Case No. GE-12-78)	
)	
_____)	

1. The North Dakota Public Service Commission (Commission) as Trustee, makes the following Report and Recommendation to the Court:
2. Anderson Seed Co., Inc., a Minnesota Corporation, authorized to do business in North Dakota, operated grain warehouses at Durbin and Selz, North Dakota, licensed under North Dakota Century Code Chapters 60-02 and 60-04.
3. Anderson Seed Co., Inc. operated its grain warehouse at Durbin, North Dakota under license number 1132 and its grain warehouse at Selz, North Dakota under license number 1153.
4. As part of the licensing process, Anderson Seed Co., Inc. filed a bond with the Commission as required by North Dakota Century Code section 60-02-09, in the amount of \$280,000 and identified as number 087708 66042403, with Auto-

Owners Insurance Company, P.O. Box 30660, Lansing, Michigan, 48909-8160, as surety.

5. On February 15, 2012, Douglas Doll on behalf of the Doll & Pazdernik Partnership of Mandan, North Dakota filed with the Commission a letter for collection of outstanding funds owed by Anderson Seed Co., Inc. Subsequently, eighteen parties filed letters for collection of outstanding funds owed.
6. On February 16, 2012, Timothy Erdmann, Commission grain warehouse inspector, stopped at the Durbin grain warehouse and confirmed there was minimal grain inventory of unknown quality in the Durbin facility. On February 23, 2012, Mr. Erdmann stopped at the Selz grain warehouse and confirmed there was no grain inventory in the Selz facility. The station manager at Selz told Mr. Erdmann that in January 2012, all grain inventory at Selz was moved to Minnesota.
7. On February 29, 2012, the Commission filed an Application for Appointment as Trustee and for Ex Parte Order in District Court, County of Cass, East Central Judicial District.
8. On March 20, 2012, the District Court ordered that Anderson Seed Co., Inc. is prohibited from selling, transferring, removing, or otherwise compromising potential assets of the trust fund until the court issues its order granting or denying the application for appointment of the Commission as Trustee of the trust fund. On March 28, 2012, a copy of the Notice of Entry of Order with attached copy of the executed Ex Parte Order to Preserve Trust Assets was served on the parties and also sent by regular mail to thirty five persons the

Commission identified from the records of Anderson Seed Co., Inc as potential claimants in the insolvency proceeding.

9. On April 9, 2012, the District Court ordered that the Commission is appointed Trustee of the trust fund provided by North Dakota Century Code Chapter 60-04 for the purpose of marshaling all trust assets of the insolvent Anderson Seed Co., Inc. and further ordered that the date of insolvency be established as February 15, 2012, the date that the first claim for collection of outstanding funds owed for grain was filed. On April 12, 2012, a copy of the Notice of Entry of Order Appointing Trustee with attached copy of the executed Order Appointing Trustee and a copy of the Notice of Appointment as Trustee and Notice to File Claims was served on the parties by certified mail and also sent by regular mail to the surety and forty-two persons or their attorneys that the Commission identified as potential claimants in the insolvency proceeding. The notice required the filing of claims with the Commission within forth-five days of the second publication of the notice.
10. The Notice of Appointment as Trustee and Notice to File Claims was published as a legal publication in the Pierce County Tribune on April 21, 2012 and April 28, 2012 and in The Fargo Forum on April 23, 2012 and April 30, 2012, as provided in North Dakota Century Code section 60-04-03.3. The Pierce County Tribune is located in Pierce County and is the official county newspaper of the county in which the Selz warehouse is located. The Fargo Forum is located in Cass County and is the official county newspaper of the county in which the Durbin warehouse is located.

11. On August 30, 2012, the Court issued an Order for a Rule 16 Scheduling Conference scheduling the conference for October 23, 2012. The conference was held as scheduled.
12. On October 23, 2012, the Court executed a Rule 16 Order establishing the deadlines in the case.
13. On November 15, 2012 the Court executed an Order for Final Pretrial Conference, scheduling a pretrial conference for June 2, 2013 and Notice of Trial, scheduling a Jury Trial on this matter for July 9, 2013 through July 12, 2013, if necessary, at the Cass County Courthouse in Fargo, North Dakota.
14. On December 13, 2012, the Court executed an Order to Allow Joinder ordering that Auto Owners Insurance Company be joined as a Defendant, pursuant to North Dakota Century Code section 60-04-03.3.
15. Fifty-six claims totaling \$4,107,414.49 were filed with the Commission, as shown below. Additional detail on the claims provided in Exhibits A, B, C, D and E to the Affidavit of Tim Erdmann are attached to this report.

	Claimant Name	Claim Filed
a.	Randy Appelt	\$ 31,914.35
b.	Robert Appelt	\$ 5,256.34
c.	Basaraba Farms LLP	\$ 118,791.31
d.	Dan Braaten	\$ 57,589.39
e.	Jeff Brown	\$ 17,260.52
f.	Chad Brusseau	\$ 24,822.70
g.	Chase Dewitz	\$ 111,807.94
h.	Doll & Pazdernik Partnership	\$ 165,000.00
i.	DRO INC. Dirk O'Connor	\$ 107,136.22
j.	John Duletski	\$ 67,781.47
k.	Duane Dyk	\$ 26,371.15
l.	Derrick Enos	\$ 85,034.26
m.	Jerrold Fix	\$ 5,877.96
n.	Glenn & Lisa Gerving	\$ 189,878.08

o.	Douglas Goehring	\$ 11,000.00
p.	Tyler Grubb	\$ 48,345.70
q.	Tim Hase	\$ 46,627.20
r.	Dale Hauser	\$ 3,786.46
s.	Dick Hauser	\$ 1,262.04
t.	Loren Henke	\$ 19,994.73
u.	David Hill	\$ 16,009.94
v.	Gary Hill	\$ 16,009.94
w.	Travis Iglehart	\$ 131,721.93
x.	Durnell Klain	\$ 37,104.05
y.	Kevin Kessel	\$ 149,000.00
z.	Trevor Kohler	\$ 45,358.48
aa.	Jay Lutes	\$ 34,534.40
bb.	Jeff Lutes	\$ 99,169.55
cc.	Kristy Lazorenko	\$ 31,853.24
dd.	Scott Lazorenko	\$ 31,852.71
ee.	Cordel Meidinger	\$ 61,984.42
ff.	Peerboom Farms	\$ 164,787.59
gg.	Ronald Pelton	\$ 189,620.42
hh.	Dan Pfeifle	\$ 128,396.45
ii.	Thomas Pfliger	\$ 8,807.10
jj.	Kim Raugust	\$ 18,480.56
kk.	Chadwick Rauser	\$ 61,383.26
ll.	Rauser Family Farm Inc.	\$ 16,944.39
mm.	Michael Richter	\$ 42,172.55
nn.	Todd Rodenburg	\$ 241,591.74
oo.	Kelly Schmitcke	\$ 35,359.24
pp.	Michael Schmitcke	\$ 35,359.24
qq.	Wayne Schmitcke	\$ 70,716.87
rr.	Jeff Schneider	\$ 67,872.41
ss.	Greg Sletto	\$ 7,113.77
tt.	Steichen Farms	\$ 86,763.05
uu.	Tri-Steel Manufacturing Co.	\$ 24,800.65
vv.	David Wanner	\$ 83,538.14
ww.	Robert Weigel	\$ 68,496.45
xx.	Jim Voller	\$ 42,055.40
yy.	Michael Faul	\$ 172,878.21*
zz.	Edward Coombs	*
aaa.	Jerome & Angus Faul,	*
bbb.	Brian Thomas	*
ccc.	Ronald G. Waltz	*
ddd.	CHS, Inc. dba Midwest Cooperatives	\$ 740,140.52

* Edward Coombs, Jerome & Angus Faul, Brian Thomas, & Ronald G. Waltz were identified as shareholders in the claim filed by Michael Faul

16. Only minimal grain assets existed in the warehouse at Durbin, North Dakota at the time of insolvency. The Commission liquidated the grain assets in the warehouse, with a value of approximately \$2,150, and deposited the proceeds in the trust fund.
17. North Dakota Century Code section 60-02-25.1 provides that grain contained in a warehouse is subject to a first priority lien in favor of the outstanding receipt holders. On January 13, 2012 Anderson Seed Co., Inc. entered into a Purchase Order and Security Agreement to sell a significant amount of sunflower seeds. The Commission, acting as Trustee, investigated the possibility of initiating litigation against Anderson Seed Co., Inc., the owners of Anderson Seed Co. and the purchaser. The Commission, after considering the potential claims, potential defenses and evaluating the risks of litigation has agreed to resolve all of the potential claims for a payment of \$685,000. The resolution resolves all potential claims that may be asserted by the Commission against the parties listed in this paragraph and is not an admission of liability by any of the potential parties. The Commission has included within the settlement agreement a provision that allows the settlement to be set aside if it is determined that there has not been an accurate disclosure of net worth by Anderson Seed Co., Inc. and/or the owners of Anderson Seed Co., Inc.
18. Grain asset proceeds are insufficient to pay valid cash claimants. The \$280,000 bond proceeds are needed to redeem outstanding claims for grain purchased for cash by Anderson Seed Co., Inc. through its Durbin and Selz, North Dakota facilities.

19. When the bond proceeds are paid over to the Commission as Trustee, there will be funds available from the trust fund to pay each valid cash claimant approximately 43% of his valid claim.
20. The Commission recommends that the cash claimants be paid approximately 43% of the claimants' valid cash claims. The Commission recommends that payment for each cash claim be made jointly payable to the claimant and relevant valid lien holders at the time checks are issued. The final amounts to be paid will be determined once Court approval is received.
21. The valid cash claim amounts recommended by the Commission total \$2,233,147.18 as shown below and with additional detail in Exhibit B to the Affidavit of Timothy Erdmann, attached to this report:

	Claimant Name	Claim Filed	Valid Cash Claim
a.	Basaraba Farms LLP	\$ 118,791.31	\$ 116,754.18
b.	Chad Brusseau	\$ 24,822.70	\$ 24,486.74
c.	Doll & Pazdernik Partnership	\$ 165,000.00	\$ 157,572.68
d.	Derrick Enos	\$ 85,034.26	\$ 84,888.28
e.	Jerrold Fix	\$ 5,877.96	\$ 5,870.25
f.	Glen & Lisa Gerving	\$ 189,878.08	\$ 189,658.09
g.	Douglas Goehring	\$ 11,000.00	\$ 4,851.60
h.	Tim Hase	\$ 46,627.20	\$ 46,362.52
i.	Loren Henke	\$ 19,994.73	\$ 19,956.64
j.	David Hill	\$ 16,009.94	\$ 15,990.33
k.	Gary Hill	\$ 16,009.94	\$ 15,990.33
l.	Travis Inglehart	\$ 131,721.93	\$ 128,592.37
m.	Kevin Kessel	\$ 77,215.93	\$ 74,467.66
n.	Trevor Kohler	\$ 45,358.48	\$ 45,306.55
o.	Jay Lutes	\$ 34,534.40	\$ 23,158.56
p.	Jeff Lutes	\$ 99,169.55	\$ 85,286.05
q.	Kristy Lazorenko	\$ 31,853.24	\$ 29,425.01
r.	Scott Lazorenko	\$ 31,852.71	\$ 29,425.01
s.	Cordel Meidinger	\$ 61,984.42	\$ 41,496.62
t.	Peerboom Farms	\$ 164,787.59	\$ 164,556.32
u.	Ronald Pelton	\$ 121,870.12	\$ 137,692.01
v.	Dan Pfeifle	\$ 128,396.45	\$ 128,027.30
w.	Thomas Pfliger	\$ 8,807.10	\$ 8,795.74

x.	Rauser Family Farm Inc.	\$ 16,944.39	\$ 16,906.47
y.	Todd Rodenburg	\$ 176,438.69	\$ 173,545.19
z.	Jeff Schneider	\$ 67,872.41	\$ 67,789.53
aa.	Greg Sletto	\$ 7,113.77	\$ 6,354.28
bb.	Steichen Farms	\$ 86,763.05	\$ 86,536.52
cc.	David Wanner	\$ 44,038.94	\$ 43,936.73
dd.	Jim Voller	\$ 42,055.40	\$ 41,522.37
ee.	Michael Faul & shareholders	\$ 172,878.21	\$ 72,236.28
	Edward Coombs		\$ 15,101.99
	Jerome & Agnes Faul		\$ 41,366.25
	Brian Thomas		\$ 41,366.25
	Ronald G. Waltz		\$ 2,361.52
ff.	CHS, Inc. dba Midwest Cooperatives	\$ 740,140.52	\$ 45,512.96

22. Proceeds from the credit-sale contract indemnity fund will be needed to meet the insolvent licensee's obligations to holders of credit-sale contracts. Payments will be made to valid credit-sale claimants with the claimants receiving 80% of the claimants' valid claims under North Dakota Century Code section 60-10-06.

23. The Commission recommends that each credit-sale contract claimant be paid 80% of the claimant's valid credit sale claim as provided under North Dakota Century Code section 60-10-06. The Commission recommends that payment for each credit-sale claim be made jointly payable to the claimant and relevant valid lien holders at the time checks are issued.

24. The valid credit-sale claim amounts recommended for payment by the Commission total \$809,017.70 and by law each claimant is entitled to 80% of the respective valid credit-sale claim, as shown below and with additional detail in Exhibit C to the Affidavit of Timothy Erdmann, attached to this report:

	Claimant Name	Claim Filed	Valid Claim	Credit 80% Credit-Sale Amount
a.	Randy Appelt	\$ 31,914.35	\$ 31,914.35	\$ 25,531.48
b.	Robert Appelt	\$ 5,256.34	\$ 5,256.34	\$ 4,205.07

c.	Chase Dewitz	\$ 111,807.94	\$ 111,185.23	\$ 88,948.18
d.	John Duletski	\$ 67,781.47	\$ 67,781.47	\$ 54,225.18
e.	Tyler Grubb	\$ 48,345.70	\$ 47,803.28	\$ 38,242.62
f.	Dale Hauser	\$ 3,786.46	\$ 3,786.46	\$ 3,029.17
g.	Dick Hauser	\$ 1,262.04	\$ 1,262.04	\$ 1,009.63
h.	Kevin Kessel	\$ 71,784.07	\$ 71,784.07	\$ 57,427.26
i.	Ronald Pelton	\$ 67,750.30	\$ 67,750.30	\$ 54,200.24
j.	Kim Raugust	\$ 18,480.56	\$ 18,480.56	\$ 14,784.45
k.	Chadwick Rauser	\$ 61,383.26	\$ 61,383.26	\$ 49,106.61
l.	Michael Richter	\$ 42,172.55	\$ 42,172.55	\$ 33,738.04
m.	Todd Rodenburg	\$ 29,026.79	\$ 29,026.79	\$ 23,221.43
n.	Kelly Schmitcke	\$ 35,359.24	\$ 35,359.24	\$ 28,287.39
o.	Michael Schmitcke	\$ 35,359.24	\$ 35,359.24	\$ 28,287.39
p.	Wayne Schmitcke	\$ 70,716.87	\$ 70,716.87	\$ 56,573.49
q.	David Wanner	\$ 39,499.20	\$ 39,499.20	\$ 31,599.36
r.	Robert Weigel	\$ 68,496.45	\$ 68,496.45	\$ 54,797.16

25. The Commission recommends that seven cash claims in the total amount of \$959,006.19 be denied as shown below and with details and the basis for denial provided in Exhibit D to the Affidavit of Timothy Erdmann, attached to this report:

	Claimant Name	Claim Filed	Invalid Claim
a.	Dan Braaten	\$ 57,589.39	\$ 57,589.39
b.	Jeff Brown	\$ 17,260.52	\$ 17,260.52
c.	DRO INC. Dirk O'Connor	\$ 107,136.22	\$ 107,136.22
e.	Durnell Klain	\$ 37,104.05	\$ 37,104.05
g.	Tri-Steel Manufacturing Co.	\$ 24,800.65	\$ 24,800.65
h.	Cordel Meidinger	\$ 61,984.42	\$ 20,487.80*
i.	CHS, Inc. dba Midwest Cooperatives	\$ 740,140.52	\$ 694,627.56 **

*Includes invalid claim of \$20,377.90 & \$109.90 sunflower promotion deduction.

**Includes invalid claim of \$690,536.36 & \$4,091.20 freight deduction

26. The Commission recommends that two credit-sale contract claims in the total amount of \$62,497.41 be denied as shown below and with details and the basis for denial provided in Exhibit E to the Affidavit of Timothy Erdmann, attached to this report.

	Claimant Name	Claim Filed	Invalid Claim
a.	Duane Dyk	\$ 26,371.15	\$ 26,371.15
b.	Todd Rodenburg	\$ 36,126.26	\$ 36,126.26

27. Contemporaneously with the filing of this Report and Recommendation a motion to approve settlement, approve the Report and Recommendation, require deposit of bond proceeds, approve payments, and discharge Trustee has been filed with the North Dakota District Court located in Cass County North Dakota. Any interested party may appear at the hearing to show cause why the Report and Recommendation should not be approved. The Court has scheduled a hearing on this matter for January 6, 2014 at 9:00 a.m. CST.

Wherefore the Commission asks the Court to:

28. Approve the Trustee's Settlement.
29. Approve the Report and Recommendation of the Trustee.
30. Order the surety, Auto-Owners Insurance Company, P.O. Box 30660, Lansing, Michigan, 48909-8160, to deposit \$280,000 within 10 days, the total amount of the bond proceeds with the Trustee for payment of the approved valid cash claims.
31. Authorize the Commission to make payments of trust fund proceeds consistent with this Report and Recommendation to persons with valid claims for grain purchased for cash by Anderson Seed Co., Inc. at Durbin and Selz, North Dakota.
32. Authorize the Commission to make payments for the credit-sale contract indemnity fund consistent with this Report and Recommendation to persons with valid credit-sale contract claims for grain purchased via credit-sale contract by Anderson Seed Co., Inc.

33. Discharge the Public Service Commission, as Trustee, once trust fund assets have been distributed and credit-sale contract indemnity payments have been made.
34. Respectfully submitted at Grand Forks, North Dakota, this **25th day of November 2013.**

/s/ Jon J. Jensen

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STATE OF NORTH DAKOTA

IN DISTRICT COURT

COUNTY OF CASS

EAST CENTRAL JUDICIAL DISTRICT

Public Service Commission

Petitioner,

vs.

Anderson Seed Co., Inc.

and

Auto-Owners Insurance Company

Respondents.

PSC Case No. GE-12-78

CIVIL NO. 09-2012-CV-00693

AFFIDAVIT OF
TIMOTHY ERDMANN

STATE OF NORTH DAKOTA

COUNTY OF BURLEIGH

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Timothy Erdmann being duly sworn states as follows:

1. That he is a citizen of the United States of America, of legal age, residing at Denhoff, North Dakota.
2. That he is Licensing Division Grain Warehouse Inspector for the Public Service Commission (Commission).
3. That he evaluated the unpaid grain claims in the Anderson Seed Co, Inc. (Anderson Seed) warehouse insolvency to determine whether the claims were valid or invalid cash claims or valid or invalid credit-sale contract claims.

4. That he evaluated the claims filed with the Commission to determine the amount and validity of each claim based on the following factors:
 - a. Long-standing Public Service Commission precedent recognizes that a scale ticket issued by a North Dakota licensed warehouse is the best evidence of delivery to that licensed warehouse and constitutes the primary basis for determining the validity of a grain claim in an insolvency proceeding in North Dakota.
 - b. Long-standing Public Service Commission precedent also recognizes that purchase contracts with a North Dakota licensed warehouse delivery point are relevant in determining validity of a grain claim in an insolvency.
 - c. Long-standing Public Service Commission precedent also recognizes that the consideration of freight agreements and costs in determining claim validity. This consideration includes the following questions:
 - i. Did the claimant deliver the grain to the warehouse himself or pay the freight charges for that delivery?
 - ii. Did the insolvent warehouseman dispatch the freight and assess the freight charges to the claimant?
 - iii. Did the warehouseman direct the freight to bypass the licensed North Dakota purchase contract delivery point and proceed directly to another warehouse out of state (in this case Mentor, MN or Redfield, SD)?
 - iv. What freight rate was assessed when the warehouseman dispatched and directed the freight?

5. Affiant reviewed the filed claims and found they fell into one of six categories. Each category or type is described below, together with a description of how affiant analyzed each type of claim and his resulting conclusions as to validity. This review, analysis and conclusions were applied to each claim falling into each category.
6. **Claim type #1 - The most common**. The claimant delivered the grain to either Selz, ND or Durbin, ND, received a Selz, ND or Durbin, ND warehouse scale ticket. The purchase contract may or may not have designated the specific North Dakota location as the delivery point. The key factor in affiant's analysis is that North Dakota issued scale tickets are valid regardless of the delivery point designated in the purchase contract. A North Dakota issued scale ticket is the best evidence of delivery in North Dakota.
7. **Claim type #2**- This scenario is identical to claim type #1 except that Anderson Seeds dispatched the freight and the freight charges were assessed to the claimant. The key factor in affiant's analysis is that North Dakota issue scale tickets are valid regardless of the delivery point designated in the purchase contract. A North Dakota issued scale ticket is the best evidence of delivery in North Dakota.
8. **Claim type #3**- The claimant submitted a claim with a mix of scale tickets, some issued from Selz, ND or Durbin, ND and the remainder issued from Mentor, MN, or the claimant submitted a claim with all Mentor, MN issued scale tickets. The claimant's purchase contract designated Selz, ND or Durbin, ND as the delivery point. Based on affiant's review of the claim and available Anderson Seed

documents, affiant concluded that Anderson Seeds dispatched the freight and directed the unloading of that freight. Anderson Seeds controlled the freight destination resulting in these claims with a mix of scale tickets or with all Mentor, MN scale tickets. The freight charge assessed by Anderson Seeds to the claimant is the same, lower price whether the truck unloaded at the contract delivery point warehouse in North Dakota or at Mentor, MN. Anderson Seeds paid the additional freight from the North Dakota warehouse to Mentor, MN. In affiant's analysis, the North Dakota scale tickets definitely are valid. The Mentor, MN issued scale tickets should be determined valid because the purchase contract delivery point is a North Dakota warehouse. Affiant's recommendation is based on the fact that Anderson Seeds controlled the freight destination and assessed the same lower freight rate whether the grain was unloaded at a North Dakota warehouse or Mentor, MN. This constitutes evidence of delivery in North Dakota or the producer's intent to deliver in North Dakota.

9. **Claim type #4**- The claimant submitted a claim with a mix of scale tickets issued from Durbin, ND, Mentor, MN, and Redfield, SD. The purchase contract designated Redfield, SD as the delivery point. Based on affiant's review of the claim and available Anderson Seed documents, affiant concluded that Anderson Seeds dispatched and directed the freight. The Durbin, ND scale tickets were assessed a higher freight rate than the Redfield, SD or Mentor, MN scale tickets. The distance from the claimant's address to Durbin, ND is farther than the distance from claimant's address to Redfield, SD, thus that higher charge is reasonable. The Mentor, MN and Redfield, SD scale tickets were all assessed

the lower Redfield, SD freight rate. The Durbin, ND scale tickets are definitely valid. Affiant recommends that the Redfield, SD and Mentor, MN issued scale tickets be determined invalid based on the purchase contract delivery point of Redfield, SD and the lower freight rate assessed by Anderson Seeds on the Mentor, MN and Redfield, SD scale tickets. In this scenario, the North Dakota scale tickets are valid. The affiant recommends the claims based on Mentor, MN or Redfield, SD deliveries be determined invalid, as there is no evidence of delivery in North Dakota or producer intent to deliver in North Dakota.

10. **Claim type #5-** The claimant submitted a claim with a mix of scale tickets issued from Durbin, ND and Redfield, SD. The purchase contract designated Durbin, ND as the delivery point. The grain was delivered by the claimant at both locations. The Durbin ND scale tickets definitely are valid. Affiant recommends the Redfield, SD scale tickets be determined invalid, since the claimant made delivery himself over the state line to Redfield, SD.
11. **Claim type #6-** The claimant submitted scale tickets from Redfield, SD. The claimant's purchase contract designated Redfield, SD as the delivery point, and the freight not a factor. The claimant submitted scale tickets from Mentor, MN, the purchase contract designated Mentor, MN as the delivery point, and the freight is not a factor. Affiant recommends this type of claim be determined invalid because no North Dakota warehouse documents were filed and there is no evidence of North Dakota deliveries or an intent to make a North Dakota delivery. This scenario involves strictly out of state transactions.

12. Affiant used the following process and analysis to determine affiant's recommendations on valid claim amounts, resulting in some differences between the filed claim amount and the recommended amount for payment.
 - a. Numerous claimants did not allow for deduction of the mandatory sunflower promotion assessment of \$.04 (4 cents) per each net hundred weight. Affiant applied this assessment to all valid claims except the claim of Midwest Co-op/ CHS, as the origination warehouse located in South Dakota was responsible for assessing this charge in this claim.
 - b. A few claimants received a payment from Anderson Seeds for on the farm storage of their sunflowers, if delivered after a certain date as designated in their purchase contract. Affiant considered these on the farm payments as preferential treatment by Anderson Seeds. Thus, affiant deducted the on the farm storage payment amounts from the net payable claims of those claimants who received this storage payment
 - c. Affiant discovered errors in claims and made corrections for them. Affiant applied appropriate quality discounts designated in the contracts, resulting in some claims being discounted and some claims being increased accordingly.
13. Anderson Seed Co, Inc. operated licensed warehouses at Selz, ND and Durbin, ND, Mentor, MN, and Redfield, SD. Affiant understands that the Selz, ND and Durbin, ND warehouses were basically receiving and storage warehouses with minimal processing capabilities, Mentor, MN was the major processing plant, and Redfield, SD had been recently constructed as a processing plant. Prior to the recent construction of the Redfield, SD plant, all of the sunflowers received at

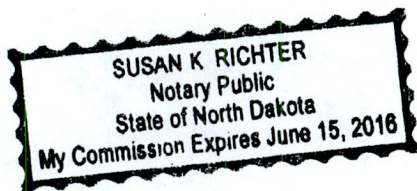
Selz, ND and Durbin, ND were transported at Anderson Seed's expense to the Mentor, MN processing plant.

Dated this 22nd day of November, 2013.

Timothy Erdmann
Timothy Erdmann

Subscribed and sworn to before me
this 22nd day of November, 2013.

Susan K. Richter
Notary Public



PSC vs ANDERSON SEED CO., INC

CIVIL NO. 09-2012-CV-00693

PSC Case No. GE-12-78

Detailed claims list

Exhibit A

21-Nov-13

TOTAL OBLIGATIONS	Purchase Contract #	Credit-sale Contract #	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Page 1 of 8 Invalid Claim
Claim type #1									
Appelt, Randy 3134 26th Avenue NE Martin, ND 58758		460 Selz		976.11	\$ 31,914.35		\$ 31,914.35		
No difference between the claim and final determined amount payable.									
Claim type #1									
Appelt, Robert 3130 26 th Avenue NE Martin, ND 58758		461 Selz		161.13	\$ 5,256.34		\$ 5,256.34		
No difference between the claim and final determined amount payable.									
Claim type #1									
Basaraba Farms LLP 37600 12th Street NE Wilton, ND 58579	3933 Durbin 3861 Durbin or Redfield all Durbin scale tickets		3634.71		\$ 118,791.31	\$ 116,754.18		\$ (2,037.13)	
Claim difference is deduction of sunflower promotion and over pricing of \$1584.39 for not filling contract 3861 prior to proceeding to contract 3933.									
Claim type #6									
Braaten, Dan 5650 160th Avenue SE Kindred, ND 58051	3945 Redfield				\$ 57,589.39			\$ 57,589.39	
Invalid claim; No North Dakota documents. The claimant submitted a Redfield purchase contract and all Redfield issued scale tickets.									
Claim type #6									
Brown, Jeff 9008 133rd Avenue SW Scranton, ND 58653	3934 Redfield				\$ 17,260.52			\$ 17,260.52	
Invalid claim; No North Dakota documents. The claimant submitted a Redfield purchase contract and all Redfield issued scale tickets.									
Claim type #1									
Brusseau, Chad 10790 39th Street W Dickinson, ND 58601	3824 Durbin		751.3		\$ 24,822.70	\$ 24,486.74		\$ (335.96)	
Claim difference; The claimant error of using assembly# 12007 in his claim which had been paid in full versus the proper unpaid assembly# 12365.									
Claim type #1									
Dewitz, Chase 2961 37th Avenue SE Steele, ND 58482	3979 Durbin	429 Durbin		3113.56	\$ 111,807.94		\$ 111,185.23	\$ (622.71)	
Claim difference is deduction of \$622.71 for on farm storage payable as indicated on the credit-sale contract.									

TOTAL OBLIGATIONS Claimant Name & Address	Purchase Contract # & Delivery	Credit-sale Contract # & Location	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Claim type #2									
Doll & Pazdernik Partnership 3901 Fay Avenue N Mandan, ND 58554-8376	3932 Durbin		4788.47		\$ 165,000.00	\$ 157,572.68		\$ (7,427.32)	
Claim difference, the claimant unpaid amount is an estimate. Complete accounting of all documents, balance unpaid of \$157,572.68.									
Claim type #6									
DRO INC. Dirk O'Connor 746 Pine Creek Road Plevna, MT 59344	3877 Redfield				\$ 107,136.22				\$ 107,136.22
Invalid claim; No North Dakota documents. The claimant submitted a Redfield purchase contract and all Redfield issued scale tickets.									
Claim type #3									
Duletski, John 3890 132nd Avenue SW Belfield, ND 58622	3706 Durbin	425 Mentor 426 Durbin		2587.94 1095.39	\$ 48,248.22 \$ 19,533.25		\$ 48,248.22 \$ 19,533.25		
No difference between the claim and final determined amount payable.									
Claim type #6									
Dyk, Duane 972 92nd Street SE Strasburg, ND 58573	3908 Refield	441 Redfield			\$ 26,371.15				\$ 26,371.15
Invalid claim; No North Dakota documents. The claimant submitted a Redfield credit-sale contract, purchase contract, and scale tickets.									
Claim type #1									
Enos, Derrick 151 Valley Road Baker, MT 59313	3924 Durbin or Redfield all Durbin scale tickets		2599.93		\$ 85,034.26	\$ 84,888.28		\$ (145.98)	
Claim difference is deduction of sunflower promotion.									
Claim type #1									
Fix, Jerrold 3353 23rd Street NE Harvey, ND 58341	3884 Selz		192.72		\$ 5,877.96	\$ 5,870.25		\$ (7.71)	
Claim difference is deduction of sunflower promotion.									
Claim type #1									
Gerving, Glen & Lisa PO Box 607 Glenn Ullin, ND 58631	3973 Durbin		5499.62		\$ 189,878.08	\$ 189,658.09		\$ (219.99)	
Claim difference is deduction of sunflower promotion.									
Claim type #2									
Goehring, Douglas 18250 62nd Avenue SE Menoken, ND 58558	3941 Durbin		149.9		\$ 11,000.00	\$ 4,851.60		\$ (6,148.40)	
Claim difference, the claimant unpaid amount is an estimate which did not include a payment received.									
Claim type #1									
Grubb, Tyler PO Box 313 Powers Lake, ND 58773	3825-3854 Selz	454 Selz		1595.57	\$ 48,345.70		\$ 47,803.28	\$ (542.42)	
Claim difference is deduction of \$542.42 for error on scale ticket# 31896 over paid \$1/cwt.									

TOTAL OBLIGATIONS Claimant Name & Address	Purchase Contract # & Delivery	Credit-sale Contract # & Location	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Claim type #3									
Hase, Tim	3836 Selz		308.98		\$ 46,627.20	\$ 9,257.04		\$ (264.68)	
1931 28th Street NE	3834 Selz		1233.62			\$ 37,105.48			
Martin, ND 58758									
Split payment dual claim; \$9257.04 is valid and payable in North Dakota, \$37105.48 is a possible dual claim accepted in Minnesota.									
Claim type #1									
Hauser, Dale		446		116.65	\$ 3,786.46		\$ 3,786.46		
3230 23rd Avenue NE		Selz							
Martin, ND 58758									
No difference between the claim and final determined amount payable.									
Claim type #1									
Hauser, Dick		432		38.88	\$ 1,262.04		\$ 1,262.04		
3280 23rd Avenue NE		Selz							
Martin, ND 58758									
No difference between the claim and final determined amount payable.									
Claim type #1									
Henke, Loren			952.13		\$ 19,994.73	\$ 19,956.64		\$ (38.09)	
2134 Highway 31									
New Salem, ND 58563									
Claim difference is deduction of the sunflower promotion.									
Claim type #1									
Hill, David	3952		490.2		\$ 16,009.94	\$ 15,990.33		\$ (19.61)	
2884 84th Street NE	Selz								
Willow City, ND 58384									
Claim difference is deduction of sunflower promotion.									
Claim type #1									
Hill, Gary	3952		490.2		\$ 16,009.94	\$ 15,990.33		\$ (19.61)	
2884 84th Street NE	Selz								
Willow City, ND 58384									
Claim difference is deduction of sunflower promotion.									
Claim type #3									
Iglehart, Travis	3900 Durbin or		3924.57		\$ 131,721.93			\$ (3,129.56)	
1451 57th Avenue NW	Selz					\$ 128,592.37			
Garrison, ND 58540									
Possible dual claim; ND purchase contract with Mentor scale tickets. The claim has been accepted by Minnesota.									
Claim type #6									
Klain, Durnell	3935 Mentor				\$ 37,104.05				\$ 37,104.05
1364 20th Street NW									
Ruso, ND 58778									
Invalid claim; No North Dakota documents. Claim included a Mentor purchase contract and Mentor scale tickets.									

TOTAL OBLIGATIONS Claimant Name & Address	Purchase Contract # & Delivery	Credit-sale Contract # & Location	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Claim type #1									
Kessel, Kevin 2131 132nd Avenue SW Belfield, ND 58622	3883 Durbin	445 Durbin	2325.5	2234.12	\$ 149,000.00	\$ 74,467.66	\$ 71,784.07	\$ (2,748.27)	
Claimant estimated unpaid amount, the complete accounting of documents and deduction of \$244.88 for on farm storage payment, a total unpaid of \$146,251.73.									
Claim type #1									
Kohler, Trevor 2415b 23rd Avenue NW Benedict, ND 58716	3989 Selz 3988 Selz		1298.24		\$ 45,358.48	\$ 45,306.55		\$ (51.93)	
Claim difference is deduction the sunflower promotion.									
Claim type #3									
Lutes, Jay 14006 97th Street SW Bowman, ND 58623	3903 Durbin		983.24		\$ 34,534.40	\$ 23,158.56		\$ (11,375.84)	
Claim difference is deductions for sunflower promotion, freight, and quality discount for excessive dark roast kernels.									
Claim type #3									
Lutes, Jeff PO Box 244 Bowman, ND 58623	3947 Selz or Redfield 3895 Selz		2921.42		\$ 99,169.55	\$ 79,027.34 \$ 6,258.71		\$ (13,883.50)	
Claim difference, Claimant use gross weight and deductions for sunflower promotion, freight, and payment received.									
Claim type #2									
Lazorenko, Kristy 899 Brew Street Killdeer, ND 58640	3833 Durbin		989.4		\$ 31,853.24	\$ 29,425.01		\$ (2,428.23)	
Claim difference is deduction of freight and sunflower promotion plus increase of \$110.21, claimant pricing error on scale ticket #92153.									
Claim type #2									
Lazorenko, Scott 899 Brew Street Killdeer, ND 58640	3833 Durbin		989.41		\$ 31,852.71	\$ 29,425.01		\$ (2,427.70)	
Claim difference is deduction of freight and sunflower promotion plus increase of \$110.21, claimant pricing error on scale ticket #92153.									
Claim type #5									
Meidinger, Cordel PO BOX 54 Herried, SD 5763	3840 Durbin 3846 Drbn-Rdfd 3856 Drbn-Rdfd		1842.21		\$ 61,984.42	\$ 41,496.62		\$ (109.90)	\$ 20,377.90
Split payment claim; \$41,496.62 is valid and payable in North Dakota, \$20,377.90 is an invalid portion of the claim accounted on Redfield, SD documents. Additional claim difference is deduction of the sunflower promotion of \$109.90.									
Claim type #1									
Peerboom Farms 480 16th Avenue SE Goodrich, ND 58444	3820 Selz		5450.78		\$ 164,787.59	\$ 164,556.32		\$ (231.27)	
Claim difference is deduction of the sunflower promotion.									

TOTAL OBLIGATIONS Claimant Name & Address	Purchase Contract # & Delivery	Credit-sale Contract # & Location	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Claim type #3									
Pelton, Ronald 140 92nd Avenue NW Halliday, ND 58636	3875 Durbin or Redfield scale tickets, 13 Durbin & 2 Mentor	442 Durbin	4800	2008.44	\$ 189,620.42	\$ 113,190.77 \$ 24,501.24	\$ 67,750.30	\$ 15,821.89	
Claim difference; Unknown how claimant unpaid amount was determined. Complete accounting of all documents creates a total unpaid amount of \$205,442.31.									
Claim type #1									
Pfeifle, Dan 418 Avenue EE Napoleon, ND 58561	3841 Durbin or Redfield all Durbin scale tickets		3935.39		\$ 128,396.45	\$ 128,027.30		\$ (369.15)	
Claim difference is deduction of the sunflower promotion.									
Claim type #1									
Pfliger, Thomas 1117 Expansion Drive Hazen, ND 58545	3887 Selz		284.1		\$ 8,807.10	\$ 8,795.74		\$ (11.36)	
Claim difference is deduction of the sunflower promotion.									
Claim type #1									
Raugust, Kim 1350 19th Avenue NE Goodrich, ND 58444		444 Selz		513.92	\$ 18,480.56		\$ 18,480.56		
No difference between the claim and final determined amount payable.									
Claim type #1									
Rauser, Chadwick 1521 14th Street NE Goodrich, ND 58444	3829 Selz	440 Selz		2627.48	\$ 61,383.26		\$ 61,383.26		
No difference between the claim and final determined amount payable.									
Claim type #1									
Rauser Family Farm Inc. 1521 14th Street NE Goodrich, ND 58444			487.08		\$ 16,944.39	\$ 16,906.47		\$ (37.92)	
Claim difference is deduction of the sunflower promotion.									
Claim type #1									
Richter, Michael 1261 18th Avenue NE Goodrich, ND 58444	3948 Selz	455 Selz		1291.64	\$ 42,172.55		\$ 42,172.55		
No difference between the claim and final determined amount payable.									
Claim type #4									
Rodenburg, Todd 9530 9th Avenue, SE Hague, ND 58542	3971 Redfield	458-D 457-M 459-R	5161.92	835.66	\$ 241,591.74	\$ 173,545.19	\$ 29,026.79	\$ (2,893.50)	\$ 36,126.26
The claim documents submitted were scribbled and not legible. A full accounting of all documents; North Dakota payable, cash \$173,545.19 and credit-sale of \$29,026.79. Total invalid amount is on credit-sale contracts payable partially in MN & SD of \$36,126.26. The error discount portion of \$2893.50 is the sunflower promotion and of unknown determination.									

TOTAL OBLIGATIONS Claimant Name & Address	Purchase Contract # & Delivery	Credit-sale Contract # & Location	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Claim type #3									
Schmitcke, Kelly 235 64th Street SE Hazelton, ND 58544	3864 Durbin	450-M 452-D		1131.73	\$ 35,359.24		\$ 27,966.52		\$ 7,392.72
Durbin & Mentor scale tickets No difference between the claim and final determined amount payable.									
Claim type #3									
Schmitcke, Michael 235 64th Street SE Hazelton, ND 58544	3864 Durbin	449-M 453-D		1131.73	\$ 35,359.24		\$ 27,966.52		\$ 7,392.72
Durbin & Mentor scale tickets No difference between the claim and final determined amount payable.									
Claim type #3									
Schmitcke, Wayne 235 64th Street SE Hazelton, ND 58544	3864 Durbin	448-M 451-D		2263.41	\$ 70,716.87		\$ 55,932.69		\$ 14,784.18
Durbin & Mentor scale tickets No difference between the claim and final determined amount payable.									
Claim type #1									
Schneider, Jeff 5932 25th Avenue SE Kintrye, ND 58549	3823 Durbin or Redfield		2072.44		\$ 67,872.41	\$ 67,789.53		\$ (82.88)	
all Durbin scale tickets Claim difference is deduction of the sunflower promotion.									
Claim type #1									
Sletto, Greg 502 Dakota Street Willow City, ND 58384	3894 Selz		212.32		\$ 7,113.77	\$ 6,354.28		\$ (759.49)	
Claim difference; amount unpaid in claim 231.87 cwt, accounting of all documents assembled, 212.32 cwt unpaid plus deduction of sunflower promotion.									
Claim type #1									
Steichen Farms 320 22nd Avenue NE Goodrich, ND 58444	3968 Mentor 3821 Durbin		2816.98		\$ 86,763.05	\$ 86,536.52		\$ (226.53)	
all Durbin scale tickets Claim difference is deduction of sunflower promotion and deduction of \$113.84 for on farm storage payment received with settlement #1928 on 01/31/12.									
Tri-Steel Manufacturing Co. 3001 N. Washington Street PO Box 14716 Grand Forks, ND 58208-4716					\$ 24,800.65				\$ 24,800.65
Invalid claim; unpaid balance is not for grain sold or delivered, it is for the sale of merchandise and or services provided.									
Claim type #1									
Wanner, David 6975 38th Street Hebron, ND 58638	3837 Durbin	434 Durbin	1343.22	1212.03	\$ 83,538.14	\$ 43,936.73	\$ 39,499.20	\$ (102.21)	
Claim difference is deduction of the sunflower promotion. Total payable \$83,435.93.									

TOTAL OBLIGATIONS Claimant Name & Address	Purchase Contract # & Delivery	Credit-sale Contract # & Location	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Claim type #1									
Weigel, Robert 2651 66th Street SE Kintrye, ND 58549	3866 Mentor Redfield	433 Durbin all Durbin scale tickets		2110.18	\$ 68,496.45		\$ 68,496.45		
No difference between the claim and final determined amount payable.									
Claim type #1									
Voller, Jim 1310 89th Street SE Strasburg, ND 58573	3972 Durbin		1146.71		\$ 42,055.40	\$ 41,522.37		\$ (533.03)	
Claim difference is deduction of sunflower promotion and deduction of \$.25/cwt per contract for smaller seed size.									
Claim type #1									
Faul, Michael 1580 9th Avenue NE McClusky, ND 58463	3939 Selz		5211.19		\$ 172,878.21	\$ 72,236.28		\$ (445.92)	
Claim difference is deduction of sunflower promotion, 5211.19 cwt unpaid at \$33.13/cwt average price on the total delivery, minus payable to share holders.									
Coombs, Edward 206 Park Street PO Box 32 Martin, ND 58758	3939 Selz				\$ -	\$ 15,101.99			
Per instructions from Michael Faul claim; Edward Coombs is a share holder in the amount of 456.35 cwt at \$33.13/cwt.									
Faul, Jerome & Agnes 1150 17th Street SE Denhoff, ND 58430	3939 Selz				\$ -	\$ 41,366.25			
Per instructions from Michael Faul claim; Jerome & Agnes Faul are share holders in the amount of 1250 cwt at \$33.13/cwt.									
Thomas, Brian 1070 15th Street NE McClusky, ND 58463	3939 Selz				\$ -	\$ 41,366.25			
Per instructions from Michael Faul claim; Brian Thomas is a share holder in the amount of 1250 cwt at \$33.13/cwt.									
Waltz, Ronald G 875 Grove Street SW Hutchinson, MN 55350-3105	3939 Selz				\$ -	\$ 2,361.52			
Per instructions from Michael Faul claim; Ronald Walz is a share holder in the amount of 71.36 cwt at \$33.13/cwt.									

TOTAL OBLIGATIONS	Purchase Contract # & Delivery	Credit-sale Contract # & Location	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Claim type #2 & #6									
CHS, Inc.									
d/b/a Midwest Cooperatives	3815 Pierre-Blunt-Onida								
Jon R Brakke/Attorney	3819 Redfield		1629.82		\$ 740,140.52	\$ 45,512.96		\$ (4,091.20)	\$ 557,888.82
Vogel Law Firm	3891 Redfield								\$ 132,647.54
218 NP Avenue PO Box 1389	3998 pierre-Onida								
Fargo ND 58107-1389									

Claim difference; Unknown how claimant unpaid amount was determined. The net unpaid amount delivered to North Dakota of \$45,512.96.

The discount of \$4,091.20 is the freight charge to transfer the product from South Dakota to Durbin ND.

The invalid portion amount of \$557,888.82 is the unpaid grain delivered to Anderson Seeds at Mentor Mn. And Redfield SD.

The invalid portion amount of \$132,647.54 is of unknown determination.

	ND Cash Net CWT	ND Credit-sale Net CWT	Filed Claim Amount	Payable Cash Sale	Payable Credit-sale	Error or Discount	Invalid Claim
Totals	70,917.72	27,045.57	\$ 4,107,414.49	\$ 2,233,147.18	\$ 809,017.70	\$ (47,947.11)	\$ 1,017,302.50

PSC vs ANDERSON SEED CO., INC

Exhibit B

CIVIL NO. 09-2012-CV-00693

PSC Case No. GE-12-78

Valid Cash Claims

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Claimant Name & Address	Purchase Contract	Contract Delivery	Net CWT	Filed Claim Amount	Error or Discount	Payable Cash Amount
Claim type #1						
Basaraba Farms LLP 37600 12th Street NE Wilton, ND 58579	3933 3861	Durbin Durbin or Redfield	3634.71	\$ 118,791.31	\$ (2,037.13)	\$ 116,754.18
scale tickets all Durbin freight claimant delivered Claim difference is deduction of sunflower promotion and over pricing of \$1584.39 for not filling contract 3861 prior to proceeding to contract 3933.						
Claim type #1						
Brusseau, Chad 10790 39th Street W Dickinson, ND 58601	3824	Durbin	751.3	\$ 24,822.70	\$ (335.96)	\$ 24,486.74
scale tickets all Durbin freight claimant delivered Claim difference; The claimant error of using assembly# 12007 in his claim which had been paid in full versus the proper unpaid assembly # 12365.						
Claim type #1 & #2						
Doll & Pazdernik Partnership 3901 Fay Avenue N Mandan, ND 58554-8376	3932	Durbin	4788.47	\$ 165,000.00	\$ (7,427.32)	\$ 157,572.68
scale tickets all Durbin- freight a mix of claimant delivery & Andersons dispatched Claim difference, the claimant unpaid amount is an estimate. Complete accounting of all documents, balance unpaid of \$157,572.68						
Claim type #1						
Enos, Derrick 151 Valley Road Baker, MT 59313	3924	Durbin or Refield	2599.93	\$ 85,034.26	\$ (145.98)	\$ 84,888.28
scale tickets all Durbin- Freight claimant delivered Claim difference is deduction of sunflower promotion.						
Claim type #1						
Fix, Jerrold 3353 23rd Street NE Harvey, ND 58341	3884	Selz	192.72	\$ 5,877.96	\$ (7.71)	\$ 5,870.25
scale ticket Selz- freight claimant delivered Claim difference is deduction of sunflower promotion.						
Claim type #1						
Gerving, Glen & Lisa PO Box 607 Glenn Ullin, ND 58631	3973	Durbin	5499.62	\$ 189,878.08	\$ (219.99)	\$ 189,658.09
scale tickets all Durbin- freight claimant delivered Claim difference is deduction of sunflower promotion.						
Claim type #2						
Goehring, Douglas 18250 62nd Avenue SE Menoken, ND 58558	3941	Durbin	149.9	\$ 11,000.00	\$ (6,148.40)	\$ 4,851.60
scale ticket Durbin - freight Andersons dispatched Claim difference, the claimant unpaid amount is an estimate. Complete accounting of all documents, balance unpaid of \$4851.60. Claim did not include \$5096.75 payment.						

Claimant Name & Address	Purchase Contract	Contract Delivery	Net CWT	Filed Claim Amount	Error or Discount	Payable Cash Amount
Claim type #3						
Hase, Tim	3836 Selz		308.98	\$ 46,627.20	\$ (264.68)	\$ 9,257.04
1931 28th Street NE	3834 Selz		1233.62			\$ 37,105.48
Martin, ND 58758 scale tickets 2 Selz & 3 Mentor - freight- Selz, claimant delivered- Mentor, Andersons dispatched Selz rate \$.15/cwt Split payment dual claim; \$9257.04 is valid and payable in North Dakota, \$37,105.48 is a possible dual claim accepted in Minnesota. Claim difference is freight and sunflower promotion.						
Claim type #1						
Henke, Loren	3715	Durbin	952.13	\$ 19,994.73	\$ (38.09)	\$ 19,956.64
2134 Highway 31 New Salem, ND 58563 2 Durbin scale tickets- freight claimant paid freight Claim difference is deduction of the sunflower promotion.						
Claim type #1						
Hill, David	3952	Selz	490.2	\$ 16,009.94	\$ (19.61)	\$ 15,990.33
2884 84th Street NE Willow City, ND 58384 scale tickets all Selz- freight claimant delivered Claim difference is deduction of sunflower promotion.						
Claim type #1						
Hill, Gary	3952	Selz	490.2	\$ 16,009.94	\$ (19.61)	\$ 15,990.33
2884 84th Street NE Willow City, ND 58384 scale tickets all Selz - freight claimant delivered Claim difference is deduction of sunflower promotion.						
Claim type #3						
Iglehart, Travis	3900 Durbin or		3924.57	\$ 131,721.93	\$ (3,129.56)	\$ 128,592.37
1451 57th Avenue NW Garrison, ND 58540 scale tickets all Mentor - freight Andersons dispatched Selz rate \$.60/cwt Possible dual claim; ND purchase contract with Mentor scale tickets. Claim accepted in Minnesota. Claim difference, under priced by claimant, deduction for freight and sunflower promotion.						
Claim type #1						
Kessel, Kevin	3883	Durbin	2325.5	\$ 77,215.93	\$ (2,748.27)	\$ 74,467.66
2131 132nd Avenue SW Belfield, ND 58622 scale tickets all Durbin - freight claimant delivered Claimant estimated the unpaid amount. The complete accounting of documents, the deduction of \$244.88 on farm storage payment received, and errors on assembly # 1322 leaves a cash payable of \$74,467.66.						
Claim type #1						
Kohler, Trevor	3988	Selz	1298.24	\$ 45,358.48	\$ (51.93)	\$ 45,306.55
2415b 23rd Avenue NW Benedict, ND 58716 scale tickets all Selz- freight claimant delivered Claim difference is deduction the sunflower promotion.						
Claim type #3						
Lutes, Jay	3903	Durbin	983.24	\$ 34,534.40	\$ (11,375.84)	\$ 23,158.56
14006 97th Street SW Bowman, ND 58623 2 Mentor scale tickets- Freight Andersons dispatched charged Selz rate \$2.50/cwt Claim difference is deductions for sunflower promotion, freight, and quality discount for excessive dark roast kernels. The claim was based on gross weight not net weight.						

Claimant Name & Address	Purchase Contract	Contract Delivery	Net CWT	Filed Claim Amount	Error or Discount	Payable Cash Amount
Claim type #3						
Lutes, Jeff PO Box 244 Bowman, ND 58623	3947	Selz or Redfield Selz	2921.42	\$ 99,169.55	\$ (13,883.50)	\$ 79,027.34 \$ 6,258.71
scale tickets 1 Mentor 5 Selz- Freight Andersons dispatched charged Selz rate \$2.50/cwt Claim difference; Claim was based on gross weight. Difference is deductions for sunflower promotion, freight, payment received, and recalculated on net weight.						
Claim type #2						
Lazorenko, Kristy 899 Brew Street Killdeer, ND 58640	3833	Durbin	989.4	\$ 31,853.24	\$ (2,428.23)	\$ 29,425.01
scale tickets all Durbin- freight Andersons dispatched Claim difference is deduction of freight and sunflower promotion plus increase of \$110.21, claimant pricing error on scale ticket #92153						
Claim type #2						
Lazorenko, Scott 899 Brew Street Killdeer, ND 58640	3833	Durbin	989.41	\$ 31,852.71	\$ (2,427.70)	\$ 29,425.01
scale tickets all Durbin- freight Andersons dispatched Claim difference is deduction of freight and sunflower promotion plus increase of \$110.21, claimant pricing error on scale ticket #92153						
Claim type #5						
Meidinger, Cordel PO BOX 54 Herried, SD 5763	3840	Durbin Durbin Drbn-Rdffd Drbn-Rdffd	1842.21	\$ 61,984.42	\$ (20,377.90) \$ (109.90)	\$ 41,496.62
4 Durbin scale tickets- freight claimant delivered Split payment claim; \$41,496.62 is valid and payable in North Dakota, \$20,377.90 is an invalid portion of the claim accounted on Redfield. SD documents. Additional difference is deduction of sunflower promotion of \$109.90.						
Claim type #1						
Peerboom Farms 480 16th Avenue SE Goodrich, ND 58444	3820	Selz	5450.78	\$ 164,787.59	\$ (231.27)	\$ 164,556.32
scale tickets all Selz - freight claimant delivered Claim difference is deduction of the sunflower promotion.						
Claim type #3						
Pelton, Ronald 140 92nd Avenue NW Halliday, ND 58636	3875	Durbin or Redfield	4800	\$ 121,870.12	\$ 15,821.89	\$ 113,190.77 \$ 24,501.24
scale tickets 12 Durbin & 2 Mentor- Freight Andersons dispatched Durbin rate \$2.17/cwt Claim difference; Unknown how claimant unpaid amount was determined. Complete accounting of all documents creates a total cash payable of \$137,692.01.						
Claim type #1						
Pfeifle, Dan 418 Avenue EE Napoleon, ND 58561	3841	Durbin or Redfiled	3935.39	\$ 128,396.45	\$ (369.15)	\$ 128,027.30
scale tickets all Durbin- freight claimant delivered Claim difference is deduction of the sunflower promotion.						
Claim type #1						
Pfliger, Thomas 1117 Expansion Drive Hazen, ND 58545	3887	Selz	284.1	\$ 8,807.10	\$ (11.36)	\$ 8,795.74
scale ticket Selz- freight claimant delivered Claim difference is deduction of the sunflower promotion.						

Claimant Name & Address	Purchase Contract	Contract Delivery	Net CWT	Filed Claim Amount	Error or Discount	Payable Cash Amount
Claim type #1						
Rauser Family Farm Inc. 1521 14th Street NE Goodrich, ND 58444 scale tickets all Selz - freight claimant delivered Claim difference is deduction of the sunflower promotion.	cash sale		487.08	\$ 16,944.39	\$ (37.92)	\$ 16,906.47
Claim type #4						
Rodenburg, Todd 9530 9th Avenue, SE Hague, ND 58542 19 scale tickets Durbin - freight Andersons dispatched Durbin rate \$1.76/cwt The claim documents submitted were scribbled and not legible. A full accounting of all assembled documents created a cash payable of \$173,545.19. The error discount portion of \$2893.50 is the sunflower promotion and of unknown determination.	3971	Redfield	5161.92	\$ 176,438.69	\$ (2,893.50)	\$ 173,545.19
Claim type #1						
Schneider, Jeff 5932 25th Avenue SE Kintrye, ND 58549 scale tickets all Durbin- freight claimant delivered Claim difference is deduction of the sunflower promotion.	3823	Durbin or Redfield	2072.44	\$ 67,872.41	\$ (82.88)	\$ 67,789.53
Claim type #1						
Sletto, Greg 502 Dakota Street Willow City, ND 58384 scale tickets all Selz - freight claimant delivered Claim difference; The amount unpaid in claim 231.87 cwt, accounting of all documents indicated 212.32 cwt unpaid plus deduction of sunflower promotion.	3894	Selz	212.32	\$ 7,113.77	\$ (759.49)	\$ 6,354.28
Claim type #1						
Steichen Farms 320 22nd Avenue NE Goodrich, ND 58444 scale tickets all Durbin- freight claimant delivered Claim difference is deduction of sunflower promotion and deduction of \$113.84 on farm storage payment received with settlement #1928 on 01/31/12.	3968 3821	Mentor Durbin	2816.98	\$ 86,763.05	\$ (226.53)	\$ 86,536.52
Claim type #1						
Wanner, David 6975 38th Street Hebron, ND 58638 4 Durbin scale tickets- freight claimant delivered Claim difference is deduction of the sunflower promotion.	3837	Durbin	1343.22	1212.03 \$ 44,038.94	\$ (102.21)	\$ 43,936.73
Claim type #1						
Voller, Jim 1310 89th Street SE Strasburg, ND 58573 scale tickets all Durbin- freight claimant delivered Claim difference is deduction of sunflower promotion and deduction of \$.25/cwt per contract for smaller seed size as indicated in the purchase contract.	3972	Durbin	1146.71	\$ 42,055.40	\$ (533.03)	\$ 41,522.37

Claimant Name & Address	Purchase Contract	Contract Delivery	Net CWT	Filed Claim Amount	Error or Discount	Payable Cash Amount
Claim type #1						
Faul, Michael 1580 9th Avenue NE McClusky, ND 58463 scale tickets all Selz- freight claimant delivered Claim difference; Deduction of sunflower promotion, over priced at \$.04/CWT by claimant, and payments to shareholders in the amount of \$100,196.01 per MR. Faul's instructions.	3939	Selz	5211.19	\$ 172,878.21	\$ (445.92)	\$ 72,236.28
Coombs, Edward 206 Park Street PO Box 32 Martin, ND 58758 Per instructions from Michael Faul claim; Edward Coombs is a share holder in the amount of 456.35 cwt at \$33.13/cwt.	3939	Selz		\$ -		\$ 15,101.99
Faul, Jerome & Agnes 1150 17th Street SE Denhoff, ND 58430 Per instructions from Michael Faul claim; Jerome & Agnes Faul are share holders in the amount of 1250 cwt at \$33.13/cwt.	3939	Selz		\$ -		\$ 41,366.25
Thomas, Brian 1070 15th Street NE McClusky, ND 58463 Per instructions from Michael Faul claim; Brian Thomas is a share holder in the amount of 1250 cwt at \$33.13/cwt.	3939	Selz		\$ -		\$ 41,366.25
Waltz, Ronald G 875 Grove Street SW Hutchinson, MN 55350-3105 Per instructions from Michael Faul claim; Ronald Waltz is a share holder in the amount of 71.36 cwt at \$33.13/cwt.	3939	Selz		\$ -		\$ 2,361.52
Claim type #2 & 6						
CHS, Inc. d/b/a Midwest Cooperatives Jon R Brakke/Attorney Vogel Law Firm 218 NP Avenue PO Box 1389 Fargo ND 58107-1389 3 Durbin scale tickets- freight Andersons dispatched charges 2 loads at \$2.46/cwt & 1 load at \$2.20/cwt Claim difference; Unknown how claimant unpaid amount was determined. Unpaid net amount delivered to Durbin, North Dakota of \$45,512.96. The discount of \$4,091.20 is the freight charge to transfer the product from South Dakota to Durbin ND. The invalid portion amount of \$557,888.82 is the unpaid grain delivered to Anderson Seeds at Mentor Mn. And Redfield SD. The invalid portion amount of \$132,647.54 is of unknown determination.	3815 Pierre-Blunt-Onida		1629.82	\$ 740,140.52	\$ (4,091.20) \$ (557,888.82) \$ (132,647.54)	\$ 45,512.96
Totals			<u>70,917.72</u>	<u>\$ 2,990,843.42</u>	<u>\$ (757,696.24)</u>	<u>\$ 2,233,147.18</u>

PSC vs ANDERSON SEED CO., INC

Exhibit C

CIVIL NO. 09-2012-CV-00693

PSC Case No. GE-12-78

Valid Credit Sale Claims

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TOTAL OBLIGATIONS	Purchase Contract # & Delivery	Credit-sale Contract # & Location	Grain	Credit-Sale Net CWT	Filed Claim Amount	Error Increase or Discount	Payable Credit-sale Amount	80% Credit-sale Amount
Claim type #1								
Appelt, Randy 3134 26th Avenue NE Martin, ND 58758		460 Selz	oil sflr	976.11	\$ 31,914.35		\$ 31,914.35	\$ 25,531.48
All Selz Documents. - No difference between the claim and final determined amount payable.								
Claim type #1								
Appelt, Robert 3130 26 th Avenue NE Martin, ND 58758		461 Selz	oil sflr	161.13	\$ 5,256.34		\$ 5,256.34	\$ 4,205.07
All Selz Documents. - No difference between the claim and final determined amount payable.								
Claim type #1								
Dewitz, Chase 2961 37th Avenue SE Steele, ND 58482	3979 Durbin	429 Durbin	oil sflr	3113.56	\$ 111,807.94	\$ (622.71)	\$ 111,185.23	\$ 88,948.18
All Durbin documents.- Claim difference is deduction of \$622.71 for on farm storage as indicated on the credit-sale contract.								
Claim type #3								
Duletski, John 3890 132nd Avenue SW Belfield, ND 58622	3706 Durbin	425 Mentor 426 Durbin	con-oil sflr con-oil sflr	2587.94 1095.39	\$ 48,248.22 \$ 19,533.25		\$ 48,248.22 \$ 19,533.25	\$ 38,598.58 \$ 15,626.60
Durbin & Mentor credit-sale documents with a Durbin delivery contract are valid.- freight Andersons dispatched Durbin rate \$1.60/cwt No difference between the claim and final determined amount payable.								
Claim type #1								
Grubb, Tyler PO Box 313 Powers Lake, ND 58773	3825-3854 Selz	454 Selz	oil sflr	1595.57	\$ 48,345.70	\$ (542.42)	\$ 47,803.28	\$ 38,242.62
All Selz documents. -Claim difference is deduction of \$542.42 for error on scale ticket# 31896 with an over payment of \$1/cwt.								

TOTAL OBLIGATIONS	Purchase Contract #	Credit-sale Contract #	Grain	Credit-Sale Net CWT	Filed Claim Amount	Error or Discount	Payable Credit-sale Amount	80% Credit-sale Amount
Claim type #1								
Hauser, Dale 3230 23rd Avenue NE Martin, ND 58758		446 Selz	oil sflr	116.65	\$ 3,786.46		\$ 3,786.46	\$ 3,029.17
All Selz Documents. - No difference between the claim and final determined amount payable.								
Claim type #1								
Hauser, Dick 3280 23rd Avenue NE Martin, ND 58758		432 Selz	oil sflr	38.88	\$ 1,262.04		\$ 1,262.04	\$ 1,009.63
All Selz Documents. - No difference between the claim and final determined amount payable.								
Claim type #1								
Kessel, Kevin 2131 132nd Avenue SW Belfield, ND 58622	3883 Durbin	445 Durbin	Con-oil sflr	2234.12	\$ 71,784.07		\$ 71,784.07	\$ 57,427.26
All Durbin documents No difference between the credit-sale portion of the claim and final determined credit-sale amount payable.								
Claim type #2								
Pelton, Ronald 140 92nd Avenue NW Halliday, ND 58636	3875 Durbin or Redfield	442 Durbin	con-oil sflr	2008.44	\$ 67,750.30		\$ 67,750.30	\$ 54,200.24
The credit-sale portion is all Durbin documents. No difference between the credit-sale portion of the claim and final determined credit-sale amount payable.								
Claim type #1								
Raugust, Kim 1350 19th Avenue NE Goodrich, ND 58444		444 Selz	oil sflr	513.92	\$ 18,480.56		\$ 18,480.56	\$ 14,784.45
All Selz Documents. - No difference between the claim and final determined amount payable.								
Claim type #1								
Rauser, Chadwick 1521 14th Street NE Goodrich, ND 58444	3829 Selz	440 Selz	oil sflr	2627.48	\$ 61,383.26		\$ 61,383.26	\$ 49,106.61
All Selz Documents. - No difference between the claim and final determined amount payable.								

TOTAL OBLIGATIONS	Purchase	Credit-sale		Credit-Sale	Filed	Error or	Payable	
Claimant Name & Address	Contract #	Contract #	Grain	Net CWT	Claim	Discount	Credit-sale	80% Credit-sale
	& Delivery	& Location			Amount		Amount	Amount
Claim type #1								
Richter, Michael 1261 18th Avenue NE Goodrich, ND 58444	3948 Selz	455 Selz	oil sflr	1291.64	\$ 42,172.55		\$ 42,172.55	\$ 33,738.04
All Selz Documents. - No difference between the claim and final determined amount payable.								
Claim type #4								
Rodenburg, Todd 9530 9th Avenue, SE Hague, ND 58542	3971 Redfield	458-D 457-M 459-R	con-oil con-oil con-oil	835.66	\$ 29,026.79		\$ 29,026.79	\$ 23,221.43
Durbin documents are valid, Mentor & Redfield documents are invalid - freight Andersons dispatched Durbin rate \$1.76/cwt The claim included credit-sale contracts from Minnesota, South Dakota, & North Dakota. The North Dakota credit-sale contract is applicable to this proceeding, the out of state credit-sale contracts are invalid.								
Claim type #3								
Schmitcke, Kelly 235 64th Street SE Hazelton, ND 58544	3864 Durbin	450-M 452-D	con-oil sflr con-oil	895.64 236.09	\$ 27,966.52 \$ 7,392.72		\$ 27,966.52 \$ 7,392.72	\$ 22,373.22 \$ 5,914.18
Durbin & Mentor credit-sale documents with a Durbin delivery contract are valid.- freight Andersons dispatched Durbin rate \$1.35/cwt No difference between the claim and final determined amount payable.								
Claim type #3								
Schmitcke, Michael 235 64th Street SE Hazelton, ND 58544	3864 Durbin	449-M 453-D	con-oil sflr con-oil	895.64 236.09	\$ 27,966.52 \$ 7,392.72		\$ 27,966.52 \$ 7,392.72	\$ 22,373.22 \$ 5,914.18
Durbin & Mentor credit-sale documents with a Durbin delivery contract are valid.- freight Andersons dispatched Durbin rate \$1.35/cwt No difference between the claim and final determined amount payable.								
Claim type #3								
Schmitcke, Wayne 235 64th Street SE Hazelton, ND 58544	3864 Durbin	448-M 451-D	con-oil sflr con-oil	1791.27 472.14	\$ 55,932.69 \$ 14,784.18		\$ 55,932.69 \$ 14,784.18	\$ 44,746.15 \$ 11,827.34
Durbin & Mentor credit-sale documents with a Durbin delivery contract are valid.- freight Andersons dispatched Durbin rate \$1.35/cwt No difference between the claim and final determined amount payable.								
Claim type #1								
Wanner, David 6975 38th Street Hebron, ND 58638	3837 Durbin	434 Durbin	con-oil sflr	1212.03	\$ 39,499.20		\$ 39,499.20	\$ 31,599.36
All Durbin documents. No difference between the credit-sale portion of the claim and final determined credit-sale amount payable.								

TOTAL OBLIGATIONS	Purchase	Credit-sale		Credit-Sale	Filed	Error or	Payable	
Claimant Name & Address	Contract #	Contract #	Grain	Net CWT	Claim	Discount	Credit-sale	80% Credit-sale
	& Delivery	& Location			Amount		Amount	Amount
Claim type #1								
Weigel, Robert 2651 66th Street SE Kintrye, ND 58549 All Durbin documents. No difference between the claim and final determined amount payable.	3866 Mentor or Redfield	433 Durbin	con-oil sflr	2110.18	\$ 68,496.45		\$ 68,496.45	\$ 54,797.16

Totals 27045.57 \$ 810,182.83 \$ (1,165.13) \$ 809,017.70 \$ 647,214.16

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Invalid Cash Claims

Exhibit D

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TOTAL OBLIGATIONS Claimant Name & Address	Purchase Contract	Contract Delivery	Grain	Net CWT	Filed Claim Amount	Error or Discount	Invalid Claim
Claim type #6							
Braaten, Dan 5650 160th Avenue SE Kindred, ND 58051	3945	Redfield			\$ 57,589.39		\$ 57,589.39
Invalid claim; No North Dakota documents. The claimant submitted all Redfield, SD. documents.							
Claim type #6							
Brown, Jeff 9008 133rd Avenue SW Scranton, ND 58653	3934	Redfield			\$ 17,260.52		\$ 17,260.52
Invalid claim; No North Dakota documents. The claimant submitted all Redfield, SD. documents.							
Claim type #6							
DRO INC. Dirk O'Connor 746 Pine Creek Road Plevna, MT 59344	3877	Redfield			\$ 107,136.22		\$ 107,136.22
Invalid claim; No North Dakota documents. The claimant submitted all Redfield, SD. documents.							
Claim type #6							
Klain, Durnell 1364 20th Street NW Ruso, ND 58778	3935	Mentor			\$ 37,104.05		\$ 37,104.05
Invalid claim; No North Dakota documents. Claim included all Mentor, MN. documents.							
Claim type #5							
Meidinger, Cordel PO BOX 54 Herried, SD 5763	3840	Durbin	1842.21		\$ 61,984.42	\$ (109.90)	\$ 20,377.90
4 Redfield scale tickets- Freight the claimant delivered to Redfield. Split payment claim; \$41,496.62 is valid, \$20,377.90 is accounted on Redfield, SD. Documents is invalid. Discount for the sunflower promotion of \$109.90.							

TOTAL OBLIGATIONS	Purchase	Contract			Filed Claim	Error or	Invalid
Claimant Name & Address	Contract	Delivery	Grain	Net CWT	Amount	Discount	Claim

Tri-Steel Manufacturing Co. 3001 N. Washington Street PO Box 14716 Grand Forks, ND 58208-4716					\$ 24,800.65		\$ 24,800.65
Invalid claim; unpaid balance is not for grain sold or delivered, it is for the sale of merchandise and or services provided.							

Claim type #6

CHS, Inc. d/b/a Midwest Cooperatives	3815 Pierre-Blunt-Onida						
Jon R Brakke/Attorney	3819 Redfield	1629.82			\$ 740,140.52	\$ (4,091.20)	\$ 557,888.82
Vogel Law Firm	3891 Redfield						\$ 132,647.54
218 NP Avenue PO Box 1389 Fargo ND 58107-1389	3998 pierre-Onida						

Claim difference; Unknown how claimant unpaid amount was determined. The net unpaid amount delivered to North Dakota of \$45,512.96.

The discount of \$4,091.20 is the freight charge to transfer the product from South Dakota to Durbin ND.

The invalid portion amount of \$557,888.82 is the unpaid grain delivered to Anderson Seeds at Mentor Mn. And Redfield SD.

The invalid portion amount of \$132,647.54 is of unknown determination.

						\$ (4,201.10)	\$ 954,805.09
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Total invalid amount

\$ 959,006.19

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Invalid Credit-sale Claims

Exhibit E

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TOTAL OBLIGATIONS	Purchase Contract # & Delivery	Credit-sale Contract # & Location	Cash Net CWT	Credit-sale Net CWT	Credit-Sale Claim Amount	Invalid Credit-sale Amount
Claim type #6						
Dyk, Duane 972 92nd Street SE Strasburg, ND 58573	3908 Refield	441 Redfield			\$ 26,371.15	\$ 26,371.15
Invalid claim; Claim included Redfield credit-sale contract, purchase contract, and scale tickets.						
Claim type #4						
Rodenburg, Todd 9530 9th Avenue, SE Hague, ND 58542	3971 Redfield	457-M 459-R		429.23 632.28	\$ 14,813.75 \$ 21,312.51	\$ 36,126.26
The claim included credit-sale contracts from Minnesota, South Dakota, & North Dakota. The Durbin, North Dakota credit-sale contract is valid, the Mentor & Redfield credit-sale contracts are invalid.						
Total						\$ 62,497.41