

PUBLIC SERVICE COMMISSION
STATE OF NORTH DAKOTA

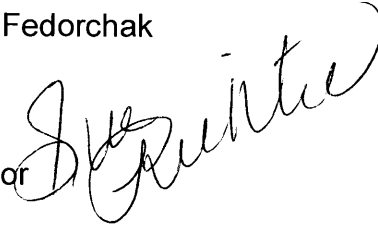
M E M O R A N D U M

TO: Commissioners Kalk, Christmann and Fedorchak
Darrell Nitschke
Illona Jeffcoat-Sacco

FROM: Sue Richter - Licensing Division Director

DATE: October 17, 2014

RE: Warehouse License – Ypsilanti, ND
Allied Energy, Inc. dba Allied Grain



On October 13, 2014 Ypsilanti Farmers Elevator Company (Ypsilanti) filed a request to reduce the license capacity at Ypsilanti from 1,316,000 bushels to 203,000 bushels. Ypsilanti informed the Commission they will continue licensing the 203,000 bushel wood annex; however the remainder of the facility has been leased to Allied Energy, Inc. dba Allied Grain.

On October 13, 2014 Allied Energy, Inc., dba Allied Grain (Allied Energy) filed a grain warehouse license application to operate a 1,113,000 bushel grain warehouse at Ypsilanti.

Allied Energy informed the Commission if their license application is approved, all Ypsilanti open storage and price later credit-sale contract obligations will be assumed by Allied Energy. Allied Energy will convert all Ypsilanti scale tickets into grain checks and price later credit-sales contracts upon approval of a license.

Ypsilanti said their intentions are to sell the grain inventory in the wood annex and after the first of the year, pay the farmers for the deferred payment contracts that they retain. Commission staff verified the grain inventory in the wood annex.

License requirements have been met and I recommend the request be approved. A corresponding motion and order are attached.

skr
Attachments