

South Dakota Public Utilities Commission Grain Buyer/Grain Warehouse Application

Class and type of facility to be completed by all applicants:

Class A: _____ For Licenses that use VCS (Voluntary Credit Sale) Contracts or exceed \$10,000,000 in annual purchases.

Class B: _____ For licenses that do not use VCS Contracts and do not exceed \$10,000,000 in annual purchases.

Type: (S)____ State Licensed Grain Storage Facilities

(F)____ Federally Licensed Grain Storage Facilities

(B)____ Grain Broker - No facilities or trucks

(T)____ Truck Grain Dealer

(N)____ Non-Storage Warehouse Facilities - Operate warehouse facilities for purchasing and selling but do not store grain for hire.

(P)____ Grain Processors - For grain processors and other end users who purchase \$300,000 or more grain directly from producers.

1) Legal Name of Company: _____

DBA: _____

2) Headquarters Mailing Address: _____

City, State, Zip: _____

Telephone Number: _____ Fax Number: _____

3) E-mail: _____ 2nd: _____ Web site: _____

4) Has there been a change in ownership, including mergers since last year ____ Yes ____ No

If yes, by whom was business previously operated? _____

5) If applicant is sole owner, please give name: _____

If applicant is a corporation, please provide the following:

President: _____ Address: _____

City, State, Zip: _____

Phone: _____ Fax: _____

6) If applicant is a partnership, please give names and addresses of partners:

Name	Address	City, State and Zip
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Attach additional sheet if necessary to list other partners.

7) Grain buyer bond formula:

The amount of the bond for a CLASS A or CLASS B grain buyer's license shall be based on a rolling average of the dollar amount of grain purchased by the applicant in South Dakota during the last three fiscal years. For a new grain buyer, the first years bond shall be based on the projected purchases. For a grain buyer with less than three years experience as a grain buyer, the bond shall be based on the average actual purchases made by the grain buyer in all of its previous years as a grain buyer. The bond applies to all grain purchases for all of the grain buyer's business locations.

Total grain dollars purchased in South Dakota for previous three (3) fiscal years:

\$ _____ + \$ _____ + \$ _____

Total purchases for last 3 years (or number of years in business if less than 3) = \$ _____

Divide by 3 (or number of years in business if less than 3) = \$ _____

(Average Annual Purchases)

Apply your average annual purchases to the table below to determine the bond amount required for licensing.

Your bond amount \$ _____

Dollar amount of grain purchased		Bond Requirement
Less Than	\$2,000,001	\$50,000
	\$2,000,001 - \$10,000,000	\$100,000
	\$10,000,001 - \$25,000,000	\$200,000
	\$25,000,001 - \$60,000,000	\$350,000
	\$60,000,001 - \$100,000,000	\$500,000

Bonding requirements are increased twenty-five thousand dollars (\$25,000) for each additional ten million dollars (\$10,000,000) in purchases above one hundred million dollars (\$100,000,000).

8) Grain warehouse bond formula: *For State Licensed Storage Facilities*

To determine the minimum bond requirement for your warehouse (storage) bond please complete the following calculations:

The number of facilities listed above is: (A) _____ X \$25,000 = (B) \$ _____

The current market value of stored grain (including warehouse receipted grain, grain bank and open storage grain for all facilities combined) is: \$ _____ X 50% = (C) \$ _____

The larger of B or C is the minimum storage bond required for licensing.

9) What was the date of your last grain inventory measurement: ____/____/____

SDCL 49-43-10 requires that each state licensed grain warehouse obtain and provide to the commission a yearly grain measurement performed by a qualified person independent of the warehouse. A daily position report as of the time of measurement shall also be provided.

10) VCS Contracts: Do you use Voluntary Credit Sale contracts (Delayed Pricing, HTA, Deferred, Minimum Price, etc.)?

Yes ___ No ___ If yes, please forward a copy of each type of contract you use.

11) Proof of property insurance on inventory - required for state licensed warehouses and Class A grain buyers:

Original Certificate of Insurance shall be completed and submitted for each licensed location. Yes ___

Locations: If you operate warehouse facilities (elevators), list each municipality or location in which you intend to operate during the licensing year:

City Telephone # Manager's name Storage capacity

Attach additional sheet(s) for location(s) if necessary:

Grain buyer and warehouse fee schedule:

- 1) Grain Buyer License: \$250.00 per location or municipality.
- 2) Grain Warehouse License: \$250.00 per location or municipality.

Note: *If you are applying for a grain warehouse license and a grain buyer license, the fee for the grain buyer license is waived.*

Please make checks payable to the South Dakota Public Utilities Commission.

Grain buyer truck decal fee: \$15.00 per truck.

- 1) Grain Buyers who operate trucks for grain buying activities are required by law to affix a decal in the lower left inside corner of the windshield of each truck. Decals will be provided by the Commission at a cost of \$15.00 each.
- 2) Please list all trucks you intend to use in your grain buying operation. Attach additional sheet if necessary.

Year	Make	Vin (Serial #)	Year	Make	Vin (Serial #)
1			11		
2			12		
3			13		
4			14		
5			15		
6			16		
7			17		
8			18		
9			19		
10			20		

