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Licensing Division

Public Service Commission

- Fargo, North Dakota
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**Bonds & Credit-Sale Contract
Indemnity Fund**

- Surety bonds
 - Bond types & levels
 - Public Grain Warehouse
 - \$50,000 - \$1,500,000
 - Facility-Based Grain Buyer
 - \$50,000 - \$1,000,000
 - Roving Grain Buyer
 - \$50,000 - \$1,500,000

What protections are available to grain sellers?

- Credit-sale contract indemnity fund
 - Fund coverage limit
 - 80%
 - \$280,000
 - Fund balance
 - ~\$6.7 million

What protections are available to grain sellers?

- What is an insolvency
- When the process begins
- Where the process takes place
- Length of process

When is a grain buyer insolvent?

- The insolvency process
 - Court declares licensee insolvent & appoints trustee
 - Commission publishes notice to file claims
 - 45 days to file claims
 - Reviews licensee's records
 - Trust fund assets include (8 components)
 - Grain proceeds
 - Bond proceeds
 - Limited accounts receivable proceeds
 - Review claims & make recommendation to court
 - Issue checks

How do I receive payment from the bond or indemnity fund?

- Sell to licensed grain buyers only
- Ask for license number - proof
- Sign credit-sale contracts
- Education efforts

- Contact the Commission
 - Website: www.psc.state.nd.us
 - E-mail: srichter@nd.gov
 - Phone: 701-328-4097

What are my responsibilities as a grain seller?