

**FIRST-PURCHASER
OF GRAINS**

**INFORMATION &
IMPLEMENTATION KIT**

**“The Illinois Grain Insurance Fund
Producer Assessment”**

REMITTANCE SCHEDULE

QUARTER	PERIOD	*DUE DATE
1	July 1 – September 30	October 20
2	October 1 – December 31	January 20
3	January 1 – March 31	April 20
4	April 1 – June 30	July 20

*Remittances postmarked after due date are subject to a monetary penalty in an amount up to \$1,000.00.

*A quarterly Grain Seller Assessment Form **must be submitted** to the Department even if no first seller grain was purchased for the quarter.

INSTRUCTIONS FOR COLLECTING AND REMITTING GRAIN SELLER ASSESSMENTS

RATE: \$.0004 x purchases. It is to be collected on the “Net Market Value” paid to first sellers of grain. Net market value means the gross sales price of that grain adjusted by application of the grain dealer’s discount schedule in effect at the time of sale and after deduction of any statutory commodity check-offs. Other charges such as storage charges, drying charges, and transportation costs shall not be deducted in arriving at the net market value of grain sold to a grain dealer. The net market value of grain shall be determined from the settlement sheet or other applicable written evidence of the sale of grain to the grain dealer.

WHO PAYS: All first grain sellers of grain to an Illinois grain dealer at an Illinois location.

WHO COLLECTS: The collection and remittance of assessments from first sellers of grain is the sole responsibility of the licensee to whom the grain is sold. Sellers of grain shall not be penalized by reason of any licensee’s failure to comply with 240 ILCS 40/5-30(f). Failure of the licensee to collect any assessment shall not relieve the grain seller from paying the assessment. The grain seller shall promptly remit uncollected assessments upon demand by the licensee, which may be accounted for in settlement of grain subsequently sold to the licensee.

WHEN TO COLLECT: The Department shall give written notice to all licensee of when an assessment is to begin and end. The assessment shall be collected by licensees at the time of settlement, without regard to the date the grain was sold to the licensee.

CALCULATION: The grain seller assessments are to be deducted from the net market value of the grain sold. Net market value of grain means the gross sales price of that grain adjusted by application of the grain dealers discount schedule in effect at the time of sale have been applied and after deduction of any statutory commodity check-offs. Other charges such as storage charges, drying charges, and transportation costs shall not be deducted in arriving at the net market value of grain sold to a grain dealer.

If a deduction for quality needs to be made, use the following examples for making and proper deductions.

(over)

Example 1
WEIGHTS DISCOUNT

BEANS – WEIGHT DISCOUNT	
Gross Bushels	10,000 bu.
% Quality Discount	-30 bu.
Net Bushels	9,970 bu.
Price	x \$6.00
Gross Dollars	\$59,820.00
Less Soybean Check-off (.005%)	\$ 299.10
Net Dollars	\$59,520.90
Less Assessment \$.0004	\$ 23.81
BEANS – PRICE DISCOUNT	
Gross Bushels	10,000 bu.
Price	x \$6.00
	\$60,000.00
Quality Discount	\$ 180.00
Gross Dollars	\$59,820.00
Less Soybean Check-off (.005%)	\$ 299.10
Net Dollars	\$59,520.90
Less Assessment \$.0004	\$ 23.81

NOTE: Deduction for storage, handling, transportation, or other services are not permitted before the assessment.

CORN DISCOUNT EXAMPLES

CORN – WEIGHT DISCOUNT	
Gross Bushels	10,000 bu.
% Moisture Discount	- 35 bu.
Net Bushels	9,965 bu.
Price	x \$2.50
Gross Dollars	\$24,912.50
Less Corn Check-off (.0025%)	\$ 24.91
Net Dollars	\$24,887.59
Less Assessment \$.0004	\$ 9.96
CORN – PRICE DISCOUNT	
Gross Bushels	10,000 bu.
Price	x \$2.50
	\$25,000.00
Moisture Discount	\$87.50
Gross Dollars	\$24,912.50
Less Corn Check-off (.0025%)	\$ 25.00
Net Dollars	\$24,887.50
Less Assessment \$.0004	\$ 9.95

NOTE: Deduction for storage, handling, transportation, or other services are not permitted before the assessment.

GRAIN SELLERS ASSESSMENT

REPORT AND REMITTANCE OF AMOUNT COLLECTED AND DUE ON GRAINS PURCHASED

NAME AND ADDRESS <i>(include P.O. Box or Street, City, State, and Zip)</i>	Grain Dealer License No.
	Grain Dealer Certificate No(s).
	County
	Business Telephone (include area code)

The report and assessment must be remitted to the Department by the 20th day of the month following the end of the collection quarter. The following is a report on commodities purchased and the net market value paid for such purchases for the period commencing _____ and ending _____.

“Net Market Value” of grain means the gross sale price of that grain adjusted by application of the grain dealer’s discount schedule in effect at the time of sale and after deductions of any statutory commodity check-offs. Other charges such as storage charges, drying charges, and transportation costs shall not be deducted in arriving at the net market value of grain sold to a grain dealer.

Commodity	Number of Bushels Assessed	Net Market Value of Assessed Bushels	Rate	Total
Corn			X .0004	\$
Beans			X .0004	\$
Wheat			X .0004	\$
Other			X .0004	\$
Other			X .0004	\$
Total			Total Assessment =	\$

Check must be made payable to the **Illinois Grain Insurance Fund**
Send this report and check in the total amount shown above to:

**Illinois Department of Agriculture
Bureau of Warehouses
P.O. Box 19281
Springfield, IL 62794-9281**

Penalties: Licensees who do not collect assessments as required by 240 ILCS 40/5-30(f), or who do not remit to the Department within the time deadline required by 240 ILCS 40/5-30(f) shall remit the amount of the assessment that should have been remitted to the Department and in addition shall be subject to a monetary penalty in an amount not to exceed \$1,000.00.

CERTIFICATION STATEMENT

I declare, under the penalties provided by law, that this report has been examined by me and to the best of my knowledge and belief is a true, correct, and complete report.

NAME/TITLE *(Print or Type)*

SIGNATURE

Date _____