

Approved April 6, 1987
Date

MINUTES OF THE HOUSE COMMITTEE ON AGRICULTURE AND SMALL BUSINESS

The meeting was called to order by Representative Clifford V. Campbell at
Chairperson

9:03 a.m./~~p.m.~~ on March 23, 1987 in room 423-S of the Capitol.

All members were present except: Representatives Freeman, Goossen, Dean and Solbach,
who were excused.

Committee staff present: Norman Furse, Revisor of Statutes Office
Raney Gilliland, Legislative Research Department
Pat Brunton, Committee Secretary

Conferees appearing before the committee: Bill Fuller, Assistant Director, Public
Affairs Division, Kansas Farm Bureau
Julie Andsager, Executive Assistant, Kansas
Cooperative Council
Chris Wilson, Director of Governmental
Relations, Kansas Grain and Feed Dealers
Association

Raney Gilliland explained Senate Bill 303 stating this bill does two things. It would increase the net worth requirements for public grain warehouses wishing to obtain a state license. It also would change the minimum number of public grain warehouse examinations required to be conducted by the State Grain Inspection Department from the current three in each 24-month period to one in each 12-month period.

Bill Fuller testified in opposition of the second change in SB 303. He asked the committee to not decrease the number of warehouse inspections, Attachment I. However, they do not oppose the entire bill.

Julie Andsager testified in support of Senate Bill 303, Attachment II.

Chris Wilson testified in favor of Senate Bill 303, Attachment III. She stated the Kansas Grain and Feed Dealers Association believes the increase in minimum net worth is appropriate and that no warehouses will be affected adversely.

A question and answer period followed each testimony.

Hearings on Senate Bill 303 were closed.

Raney Gilliland explained Senate Bill 345 stating the bill would require the Director of the Kansas State Grain Inspection Department to charge a license fee for state-licensed facilities based on the storage capacity in bushels for each functional unit. The bill would also establish a definition of functional unit to mean a public warehouse which has the capacity to store, weigh in and weigh out grain. If a warehouse is not a functional unit, then its capacity would be included as part of the capacity of a warehouseman's nearest functional unit.

Julie Andsager testified on SB 345 stating "With the fee structure we agreed upon incorporated into the bill, the Council fully supports the favorable passage of SB 345." Attachment IV.

Chris Wilson testified in favor of Senate Bill 345 urging the committee's support of the bill. Attachment V.

A question and answer period followed each testimony.

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON AGRICULTURE AND SMALL BUSINESS,
room 423-S Statehouse, at 9:03 a.m./~~p.m.~~ on March 23, 1987

The meeting adjourned at 9:56 a.m.

The next meeting of the House Agriculture and Small Business Committee will be Wednesday, March 25, 1987, at 9:00 a.m. in Room 423-S.



PUBLIC POLICY STATEMENT

HOUSE COMMITTEE ON AGRICULTURE AND SMALL BUSINESS

**Re: S.B. 303 - Regulation of Public Grain Warehousemen ...
At work requirements; Examinations**

March 23, 1987
Topeka, Kansas

Presented by:
Bill R. Fuller, Assistant Director
Public Affairs Division
Kansas Farm Bureau

Mr. Chairman and Members of the Committee. My name is Bill Fuller. I am the Assistant Director of the Public Affairs Division for Kansas Farm Bureau. We appreciate this opportunity to express our views on S.B. 303.

We **oppose** the proposed change in lines 0176-0178 which would **reduce public grain warehouse inspections to one each year**. Current law requires at least three examinations in each 24-month period and at least once in each 12-month period. **Current law was unanimously approved by the 1985 Legislature** on a vote of 39-0 in the Senate and a vote of 124-0 in the House. The issue was studied and the bill requested by the "TASK FORCE ... TO REDUCE GRAIN WAREHOUSE AND DEALER FAILURES." The Task Force was created by the Director of the Kansas Grain Inspection Department and consisted of 21 producer and industry groups. The grain industry and the Kansas Grain Inspection Department helped develop and supported the bill you approved in 1985. KFB accepted that proposal as a step closer to their policy. (See Attachment A, Recommendation 1.)

KFB policy states:

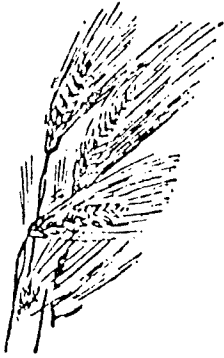
"We recommend increasing inspections to a minimum of two each year for licensed warehouses."

That policy prevailed in 1985 and continues today. We believe reducing inspections is a move in the wrong direction. **Grain producers need more protection ... not less!** We agree troubled elevators need more attention. We also realize, during these difficult times in agriculture, the financial stability of a sound grain warehouse can change quickly. Therefore we insist the infrequent examinations even required under current law must be preserved.

Apparently, the proposal to reduce the inspections is a result of inadequate resources in the Kansas Grain Inspection Department. Kansas is the only state which funds the department entirely with fees collected from public warehouses; and without State General Fund revenues. KGID needs additional resources to conduct the quality inspections grain producers expect and demand. (See Attachment A, Recommendations 2 and 8.)

Thank you for allowing us to present the views of the farmers and ranchers of the 105 county Farm Bureaus. We respectfully ask you to **not decrease the number of warehouse inspections.** I will attempt to reply to any questions you may have.

FINAL REPORT



TASK FORCE . . .
TO REDUCE GRAIN WAREHOUSE & DEALER FAILURES

Prepared by:

Bill R. Fuller, Chairman

Frank McBride

Howard W. Tice

William R. Morand

February 8, 1985

P R E F A C E

Grain producers in Kansas are facing record losses from grain elevators and grain brokerage firms filing bankruptcy. In fact, it is projected that one recent elevator failure in northeast Kansas alone will likely result in total losses greater than the combined losses of all failures since 1967 in Kansas. In addition, bankruptcies by three grain dealers is expected to cause even larger losses to farmers, elevators and truckers.

Even though the dollar losses in these recent failures is alarming, we must remember that Kansas has experienced few grain warehouse failures when compared to other states. During the last 19 years, Kansas has experienced 16 closings resulting from bankruptcy or receivership -- 0.8 failures per year.

1970 - 1980:

	<u>United States</u>	<u>Kansas</u>
Number Warehouses	6,322 (avg. 154/state)	700
Capacity	5.9 billion bu. (avg. 143,000,000/state)	515 million bu.
Failures	279 (avg. 2.8/year)	8 (avg 0.8/yr.)

Due to these recent grain elevator and grain brokerage firm failures in Kansas, the Kansas State Grain Inspection Department decided to convene a TASK FORCE for the purpose of discovering viable solutions to the problems at hand.

The economic repercussions from the bankruptcies were severe for the geographical areas involved and it became obvious some kind of remedial action is needed. Hopefully, the TASK Force could develop some practical proposals for submission to the Kansas Legislature for its consideration and subsequent legislative action! Those specific proposals or recommendations are set forth at the end of this report.

TASK FORCE MEMBERS:

Erwin Schrag, Jr., Alexander & Alexander, Inc.
Larry Holgerson, Holgerson Grain Dealers
Frank McBride, Evans Grain
C. L. Regini, Far-Mar-Co
Ivan W. Wyatt, Kansas Farmers Union
Don Epps, Chairman, Grain Advisory Commission
Bill Fuller, Kansas Farm Bureau
David W. Dewey, Wichita Bank for Co-ops
Jim Bair, Kansas Wheat Commission
Melissa Cordonier, Kansas City Board of Trade
Stanley Little, Farmer & Grange Member
Dwaine Liby, Pauline Farmers Co-op Elevator
Mike Beam, Kansas Livestock Association
Nancy E. Kantola, Kansas Co-op Council
Howard W. Tice, Kansas Association of Wheat Growers
Wm. R. Morand, Collingwood Grain, Inc.
John Larson, Cargill, Inc.
Tom Tunnell, Kansas Grain & Feed Dealers Association
Robert Batte, Bunge Corporation
Joe Gregg, Morrison-Gregg-Mitchell Grain Company
Wayne Johnson, Topeka Mill & Elevator (General Mills)

KANSAS GRAIN INSPECTION DEPARTMENT STAFF:

Marvin R. Webb, Director
Jack L. Sweeney, Assistant Director
Gary Bothwell, Grain Inspection Coordinator
Sam Reda, Chief Warehouse Examiner
Ron Scheibmeir, Warehouse Examiner II

TASK FORCE RECOMMENDATIONS

1. Increase Warehouse Examinations

Currently, K.S.A. 34-228 reads:

Every public warehouse licensee shall be entitled to one complete examination of such licensee's warehouse by the department each year, without further costs.

Recommendation: Amend K.S.A. 34-228 to read as follows:

Beginning October 1, 1985, the Kansas Grain Inspection Department shall examine each state licensed grain warehouse three times in every 24 month period with a minimum of one examination every 12 months.

2. Improve Kansas Grain Inspection Department Warehouse Examination Procedures

Recommendation: Kansas Grain Inspection Department shall seek the assistance of other agencies, including but not limited to, the Office of Attorney General, Kansas Bureau of Investigation and the Office of Inspector General of the United States Department of Agriculture, to review warehouse examination procedures, train personnel and investigate criminal activities including fraud, grain embezzlement, computer crimes, false writings and other crimes which may be associated with the grain business.

3. Require Grain Buyer to Inform Sellers that Deferred Payment Contracts and Delayed Pricing Contracts are NOT Covered by Warehouse Bond

Recommendation: A grain buyer should be required to inform sellers that Deferred Payment Contracts and Delayed Pricing Contracts are voluntary

extensions of credit and are not protected by the warehouse bond. The contract shall include the following statement prominently displayed in not less than ten point, all capital type, framed in a box with space provided for the seller's signature:

"THIS CONTRACT CONSTITUTES A VOLUNTARY EXTENSION OF CREDIT PAYMENTS TO THE SELLER AND IS NOT PROTECTED BY THE WAREHOUSE BOND."

(must be signed by seller)

4. Increase Prosecution, Strengthen Penalties and Increase Sentences for Grain Crimes

The task Force . . .

- * Insists on timely prosecution of individuals in crimes associated with grain warehouses and grain dealer firms.
- * Recommends increases in penalties for crimes including embezzlement, grain embezzlement, fraud and false writings.
- * Insists on sentences appropriate to the dollar losses as a result of grain business crimes.
- * Recommends extending the current 2 year state statute of limitations to 5 years.

5. Increase Awareness of Insurance Programs

Recommendation: The Kansas Grain Inspection Department and farm organizations should increase the awareness of insurance programs which may be purchased

by grain producers to provide protection from potential losses when dealing with grain warehouses and/or grain dealer firms. Two companies currently offer approved policies.

6. Examine Grain Dealer Firms

Recommendation: The Task Force suggests the legislature conduct public hearings to examine the problems and losses associated with grain dealer firms (brokers, truck buyers, other non-warehouse buyers) to determine the need for licensing, regulating and/or bonding.

7. Study FDIC-Type Program for Grain Warehouses

Recommendation: The Task Force encourages the legislature to conduct a preliminary hearing during the 1985 session to determine the feasibility and potential support for a state administered FDIC-type program for grain warehouses. If there is sufficient support, the Task Force believes an Interim Committee study be conducted.

8. Request State General-Fund Revenues

Recommendation: The Task Force requests the Kansas Legislature appropriate adequate general fund revenues for all expanded responsibilities of the Warehouse Division of the Kansas Grain Inspection Department. (Currently, Kansas is the only state which funds the department entirely by fees and without State general fund revenues.)

Testimony on SB 303
House Agriculture Committee
March 23, 1987
Prepared by Julie Andsager
Kansas Cooperative Council

Mr. Chairman and members of the Committee: I'm Julie Andsager, Executive Assistant of the Kansas Cooperative Council.

The Council supports the provisions in SB 303 that increase net worth from 20 cents per bushel to 25 cents per bushel and from \$25,000 to \$50,000.

It is our understanding that the majority of the warehouses are already at this level to meet federal regulations.

The Council also supports the provision that changes the number of warehouse examinations from "at least three times in each twenty-four month period" to "at least once in each 12-month period." We understand that when a warehouse is having problems the state Grain Inspection Department may examine them five, six or more times a year, or how often it deems necessary.

With its mandatory three examinations in a two-year period, the present law cuts down the number of times the department can examine those warehouses with problems.

For this reason, we wholeheartedly support SB 303's examination provision of at least once in a 12-month period.

Thank you.



KANSAS GRAIN & FEED DEALERS

Association

1722 NORTH PLUM, BOX 949

A/C 316 662-7911

HUTCHINSON, KANSAS 67504-0949

STATEMENT OF THE KANSAS GRAIN AND FEED DEALERS ASSOCIATION

TO THE HOUSE AGRICULTURE AND SMALL BUSINESS COMMITTEE

CLIFFORD CAMPBELL, CHAIRMAN

REGARDING S.B. 303

MARCH 23, 1987

MR. CHAIRMAN AND MEMBERS OF THE COMMITTEE, I AM CHRIS WILSON, DIRECTOR OF GOVERNMENTAL RELATIONS OF THE KANSAS GRAIN AND FEED DEALERS ASSOCIATION (KGFDA). OUR MEMBERS CONSTITUTE THE STATE'S GRAIN WAREHOUSE, MERCHANDISING, TRANSPORTATION, HANDLING AND PROCESSING INDUSTRY.

WE SUPPORT SB 303 REGARDING WAREHOUSEMEN'S NET WORTH REQUIREMENTS AND WAREHOUSE EXAMINATIONS. SB 303 INCREASES THE MINIMUM NET WORTH REQUIREMENT FOR PUBLIC WAREHOUES FROM \$25,000 TO \$50,000 AND INCREASES THE BUSERL VALUE FOR NET WORTH PURPOSES FROM



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SB 303 - CHRIS WILSON

\$.20 TO \$.25. THE INCREASES ARE CONSISTENT WITH RECENT CHANGES IN THE FEDERAL UNIFORM GRAIN STORAGE AGREEMENT (UGSA). ALSO, WE BELIEVE THE INCREASE IN MINIMUM NET WORTH IS APPROPRIATE.

THE BILL ALSO CHANGES THE NUMBER OF EXAMINATIONS PER FACILITY WHICH THE KANSAS STATE GRAIN INSPECTION DEPARTMENT (KSGID) IS REQUIRED TO MAKE TO AT LEAST ONE PER YEAR. WE DON'T WANT TO MOVE BACKWARDS IN THIS AREA, BUT WHAT WE FOUND WAS THAT THE THREE IN TWO YEARS REQUIREMENT PROVED TO BE A DETRIMENT TO THE DEPARTMENT IN PREVENTING WAREHOUSE FAILURES. MEETING THAT REQUIREMENT, WITH CONSTRAINED RESOURCES, FORCED THE DEPARTMENT TO MAKE ADDITIONAL EXAMINATIONS WHERE THERE ARE NO PROBLEMS AND LEAVE THE LOCATIONS WHERE THERE ARE PROBLEMS. WE THEREFORE BELIEVE THAT THIS CHANGE WILL 1) INSURE AT LEAST ONE EXAM PER FACILITY PER YEAR AND 2) ALLOW THE DEPARTMENT TO SPEND MORE TIME WITH WAREHOUSES IN DIFFICULTY. THIS WILL HELP PREVENT FAILURES AND LOSSES TO PRODUCES.

THANK YOU FOR CONSIDERATION OF POSITION IN SUPPORT OF SB 303.

Testimony on SB 345
House Agriculture Committee
March 23, 1987
Prepared by Julie Andsager
Kansas Cooperative Council

Mr. Chairman and members of the Committee: I'm Julie Andsager, Executive Assistant of the Kansas Cooperative Council.

The Council originally opposed SB 345 because of the exhorbitant increases in fees it would create. Some of our members' fees would double and even triple if SB 345 was passed.

However, we did express concern for the budget problems the Grain Inspection Department is experiencing. We also indicated our willingness to sit down with the Grain Inspection Department and other representatives of the industry to work out a fee and licensing structure that would enable the department to function properly, yet be equitable to the industry.

The chairman of the Senate Agriculture Committee asked that the Kansas Cooperative Council, the Kansas Grain & Feed Dealers Association and the Grain Inspection Department get together to come up with fees that would be acceptable to all of us.

We did this. We reported back to the Senate Agriculture Committee an agreement that would increase the license fee by \$50, with each functional unit charged a fee of \$100.

It was understood that SB 345 would permit regulations to be written that would incorporate these fees. With that understanding, SB 345 was passed intact.

With the fee structure we agreed upon incorporated into the bill, the Council fully supports the favorable passage of SB 345.



KANSAS GRAIN & FEED DEALERS

Association

1722 NORTH PLUM, BOX 949

A/C 316 662-7911

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STATEMENT OF THE
KANSAS GRAIN AND FEED DEALERS ASSOCIATION
TO THE HOUSE AGRICULTURE AND SMALL BUSINESS COMMITTEE
CLIFFORD CAMPBELL, CHAIRMAN
REGARDING SB 345

MARCH 23, 1987

MR. CHAIRMAN AND MEMBERS OF THE COMMITTEE, I AM CHRIS WILSON, DIRECTOR OF GOVERNMENTAL RELATIONS OF THE KANSAS GRAIN AND FEED DEALERS ASSOCIATION (KGFDA). OUR MEMBERS INCLUDE THE STATE'S GRAIN WAREHOUSEMEN.

SB 345 WOULD ALLOW THE KANSAS STATE GRAIN INSPECTION DEPARTMENT (KSGID) TO ASSESS WAREHOUSE LICENSE FEES ON THE BASIS OF FUNCTIONAL UNIT, RATHER THAN COMBINED CAPACITY, OF A GRAIN FIRM. AS YOU KNOW, KSGID IS A TOTALLY FEE FUNDED AGENCY. SO, WHILE THE WAREHOUSE



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SB 345 - KGFDA, MARCH 23, 1987

DIVISION OF THE DEPARTMENT IS LOSING MONEY, OUR INDUSTRY PAYS THE HIGHEST LICENSE FEES OF ANY STATE IN THE COUNTRY.

IN PREVIOUS YEARS, LOSSES IN THE WAREHOUSE DIVISION HAVE BEEN OFFSET BY PROFITS IN THE GRAIN INSPECTION DIVISION. WE BELIEVE, HOWEVER, THAT THE WAREHOUSE DIVISION SHOULD BE ABLE TO STAND ON ITS OWN AND NOT BE FORCED TO RELY ON THE OTHER DIVISION'S PROFITS. THE PROJECTED DEFICIT IN THE WAREHOUSE DIVISION FOR THE COMING YEAR IS \$125,000.

KGFDA BELIEVES THAT IT IS FAIR TO ASSESS LICENSE FEES ON THE BASIS OF FUNCTIONAL UNITS. AS MERGERS AND ACQUISITIONS HAVE OCCURRED IN THE INDUSTRY, OFTEN A HEADQUARTERS FIRM HAS ADDED A BRANCH STATION WITHOUT RAISING ITS TOTAL CAPACITY ENOUGH TO RAISE ITS LICENSE FEE. WHEN THIS HAPPENED, THE DEPARTMENT LOST THE REVENUE IT WAS ORIGINALLY RECEIVING FROM THE BRANCH STATION WHEN IT WAS A STAND-ALONE FIRM, EVEN THOUGH APPROXIMATELY THE SAME AMOUNT OF EXAMINING TIME IS NEEDED FOR IT. HOWEVER, SINCE FUNCTIONAL FEES WEREN'T ESTABLISHED YEARS AGO (THEY ARE CHARGED FOR FEDERAL LICENSES.), TO INSTITUTE THEM ALL AT ONCE NOW WOULD INCREASE THE FEES OF CERTAIN FIRMS BY EXHORBITANT AMOUNTS. THEREFORE, THE INDUSTRY AND KSGID MET TO DEVELOP A PROPOSAL

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SB 345 - KGFDA, MARCH 23, 1987

FOR INCREASING FEES. IT WAS AGREED THAT WE WOULD PROPOSE TO THE LEGISLATURE THAT EACH FIRM'S LICENSE FEE BE INCREASED BY \$50.00 AND THAT EACH FUNCTIONAL UNIT BE ASSESSED A FEE OF \$100.00. THIS WILL INCREASE REVENUE BY \$45,900.

WE RECOGNIZE THAT THIS IS NOT ENOUGH TO OFFSET THE DIVISION'S LOSSES, AND MADE RECOMMENDATIONS FOR SAVINGS IN THE DEPARTMENT WHICH WOULD, COUPLED WITH THIS INCREASE IN FEES, RESULT IN A TOTAL SAVINGS OF APPROXIMATELY \$125,000. SB 345 IS NEEDED IN ORDER FOR KSGID TO BE ABLE TO ASSESS THE FUNCTIONAL UNIT FEE.

IT HAS FURTHER BEEN AGREED THAT A GOVERNMENT AND INDUSTRY TASK FORCE WILL BE ESTABLISHED THIS SUMMER TO REVIEW THE FEE STRUCTURE AND DEVELOP A PROPOSAL FOR FURTHER LEGISLATION IN 1988 WHICH WILL MORE EFFECTIVELY ADDRESS THE PROBLEM. ONE SUGGESTION WHICH WILL BE CONSIDERED WOULD BE TO ASSESS A FEE PER EACH BUSHEL OF CAPACITY. SUCH A SYSTEM WOULD BE FAIR TO EVERY WAREHOUSEMAN, BECAUSE IT WOULD BE BASED ON THAT FIRM'S INDIVIDUAL CAPACITY.

WE ASK YOUR SUPPORT OF SB 345, AND THANK YOU FOR THE OPPORTUNITY TO PRESENT OUR VIEWS.

FEE FUND

44 MONTH PERIOD

JUNE 30, 1983 Thru JANUARY 1, 1987

The fee fund balance end of each month:

6/83 - \$1,929,754.32	10/86 - 1,945,390.28
7/83 - 1,745,521.25	11/86 - 1,995,870.23
8/83 - 2,010,087.17	12/86 - 2,008,046.38
9/83 - 2,161,718.12	
10/83 - 2,130,666.56	1/87 - 2,105,612.01
11/83 - 2,201,696.29	
12/83 - 2,157,313.96	

TOTAL \$92,724,685.72

1/84 - 2,113,241.52
2/84 - 2,146,995.11
3/84 - 2,117,187.31
4/84 - 2,208,240.00
5/84 - 2,196,771.56
6/84 - 2,154,872.01
7/84 - 1,954,091.70
8/84 - 2,172,043.54
9/84 - 2,187,381.20
10/84 - 2,374,222.78
11/84 - 2,449,980.93
12/84 - 2,368,304.24

\$92,724,685.72 divided by 44 months = \$2,107,379.22
Average

5.5% interest = \$115,905.85 (Additional income
per year)

1/85 - 2,298,124.46
2/85 - 2,340,168.23
3/85 - 2,344,765.50
4/85 - 2,279,479.00
5/85 - 2,191,644.34
6/85 - 2,111,736.70
7/85 - 1,932,843.84
8/85 - 1,921,349.63
9/85 - 1,936,525.26
10/85 - 2,071,348.10
11/85 - 2,111,626.95
12/85 - 2,169,296.15

1/86 - 2,180,837.59
2/86 - 2,168,844.43
3/86 - 2,165,491.04
4/86 - 2,155,500.70
5/86 - 2,108,974.56
6/86 - 1,985,675.37
7/86 - 1,840,639.89
8/86 - 1,747,733.67
9/86 - 1,827,071.84

MAJOR GRAIN STATES CONTACTED ON LICENSE FEE REQUIREMENTS:

	<u>MINIMUM</u>	<u>MAXIMUM</u>
<u>Kansas</u>	\$ 250.00	\$ 3,050.00
Alabama	One Fee	50.00
Arkansas	One Fee	150.00
Colorado	One Fee	50.00
Indiana	50.00	250.00
Iowa	35.00	265.00
Nebraska	30.00	1,650.00
Missouri	50.00	490.00
North Dakota	100.00	250.00
Illinois	One Fee	100.00
Oklahoma	One Fee	100.00
Ohio	One Fee	250.00
South Dakota	One Fee	30.00
South Carolina	One Fee	50.00
Texas	30.00	150.00
Washington State	50.00	200.00

	<u>MINIMUM</u>	<u>MAXIMUM</u>
<u>Average</u>	\$ 75.00	\$ 269.00
<u>Kansas</u>	250.00	3,050.00

25-4-4. Fees and Charges: Warehouse Division. The annual fee for a public warehouse license shall be computed as follows, based on the capacity of that public warehouse:

(a)	Capacity in Bushels	Annual Fee		
	1 to 100,000	\$ 250.00	350	100
	100,001 to 150,000	275.00	375	-
	150,001 to 250,000	300.00	400	-
	250,001 to 300,000	325.00	425	-
	300,001 to 350,000	350.00	450	-
	350,001 to 400,000	375.00	475	-
	400,001 to 450,000	400.00	500	-
	450,001 to 500,000	425.00	525	-
	500,001 to 600,000	450.00	550	-
	600,001 to 700,000	475.00	575	-
	700,001 to 800,000	500.00	600	-
	800,001 to 900,000	525.00	625	-
	900,001 to 1,000,000	550.00	650	-
	1,000,001 to 1,750,000	725.00	875	150
	1,750,001 to 2,500,000	850.00	1000	-
	2,500,001 to 5,000,000	1,100.00	1250	-
	5,000,001 to 7,500,000	1,350.00	1500	-
	7,500,001 to 10,000,000	1,550.00	1700	-
	10,000,001 to 12,500,000	1,700.00	1850	-
	12,500,001 to 15,000,000	1,850.00	2000	-
	15,000,001 to 17,500,000	2,000.00	2150	-
	17,500,001 to 20,000,000	2,150.00		

Over 20,000,000 bushels add \$150.00 for each 2,500,000 bushels or fraction thereof.

(b) The charge for amending a warehouse license shall be \$50.00.