Members’ Equities
Non-Qualified, Qualified, Unallocated
Doug will recite basics

20 communities

"X" # of facilities

360 miles from McCook to Wheatland

240ish full-time employees

Blah, blah, blah
What product lines does FVC handle?

- Grain: 69%
- Agronomy: 15%
- Petroleum: 13%
- Feed: 3%
Allocation History

Averaged 60%-65% of Local Savings

Members’ Equities / Retained ...........35% - 65%
FVC and Nonqualified Allocations

FVC first allocated Nonqualified Equities in 2009
Total allocations did not change materially

What changed??
The allocations deferred in members’ names are designated as “nonqualified”
100% of deferred allocations are designated as nonqualified
Why Nonqualified Allocations???

Tax implications

Short-term
Our members only pay income tax on the allocation $$ they actually receive
Good for members 😊

Long-term
When nonqualified equities are redeemed at some time in the future, FVC receives a tax credit for the amount redeemed
Good for FVC 😊
Member reception???

Very positive!!

WHY??

Communication, communication, communication..........