



1002 Main Avenue West – Suite 5
West Fargo, ND 58078-1421

701-281-0468
701-203-8411 Fax

IMPORTANT INFORMATION – RETAIN WITH YOUR TAX PAPERS

February 26, 2021

Dear Golden Growers Member:

For 2020, Golden Growers had net taxable income of **\$5,648,288** which must be allocated to our members in proportion to their patronage during the year. **Accordingly, the Board of Directors has declared an allocation of \$0.3646 per bushel delivered in 2020.** An “allocation” (in the form of equity credits) is your share of the taxable income; it is NOT a cash distribution. The IRS Schedule K-1 you receive indicates the amount of your 2020 allocation.

The Board also approved a cash distribution of \$0.13 per delivered bushel, or 35.7% of the allocation. A check for that amount is enclosed. This distribution is a partial retirement of the calendar year 2020 equity credits, and is not typically taxable.

Note: With this distribution, unretired equity credits for 2020 and 2019 total \$7,779,333 or \$0.502/bushel. This balance is useful in determining per Unit basis levels and does not constitute an outstanding obligation for GGC.

If you delivered corn in 2020 by Method B (Agency Delivery), you will note that \$0.02 has been deducted from your distribution for each bushel delivered. This Agency Fee will have a different tax effect than the distribution.

Note: Members who transferred Units paid the agency fee (Method B) during the transfer process.

Agency fees on transferred units are not deducted from this distribution. Further, allocations of income, reflected on the Schedule K-1, were issued to the Member who transferred Units effective in 2020.

If you are an individual member or a ‘pass-through’ tax entity and do not reside in North Dakota, state law requires us to withhold 2.9% of your taxable income (reported on K-1) for nonresident state income tax.

Golden Growers is not qualified to provide, and this letter does not constitute, tax advice. Contact a qualified tax advisor with any questions about tax documents or the tax effect of payments or charges from Golden Growers. **Please retain this letter with your tax papers and share it with your tax advisor.**

Best regards,

Scott B. Stofferahn
Executive Vice President

Enclosure:

Make Life EASY, choose Direct Deposit.

- **No Lost Checks!**
- **Immediate access to \$\$**
- **Receive Confirmation Letter**

Direct Deposit offers an advantage of immediate access to member distributions. The Direct Deposit form is on the reverse side of this letter and available on the Golden Growers website (www.goldengrowers.com) under the ‘Member Information’ tab.

Golden Growers Cooperative

Automated Clearing House (ACH) Authorization Form

Electronic Credit/Debit Authorization Form

I (we) hereby authorize **GOLDEN GROWERS COOPERATIVE** to initiate *electronic* entries to my (our) checking/savings accounts at the financial institution listed below (THE FINANCIAL INSTITUTION), and, if necessary, initiate adjustments for any transactions credited/debited in error. This authority will remain in effect GOLDEN GROWERS COOPERATIVE is notified by me (us) in writing to cancel it in such time as to afford GOLDEN GROWERS COOPERATIVE and THE FINANCIAL INSTITUTION a reasonable opportunity to act on the request.

Golden Growers Member Information

Golden Growers Member Name	Member Number
Golden Growers Member Address	Member Phone
City, State & Zip	Member Email
Member Signature / Authorized Member	Signature Date
Joint Member Signature	Signature Date

Financial Institution Information

Name of Financial Institution	Phone Number
Address of Financial Institution – Branch	
City, State, & Zip	
Name on Checking/Savings Account: _____	
Financial Institution Routing Number: _____	
Checking/Savings Account Number: _____	

IMPORTANT: Please attach voided check and return form to:
Golden Growers Cooperative
1002 Main Ave W, Suite 5
West Fargo, ND 58078-1421