

# Report for the **Tobacco Settlement Agreement Fund Oversight Committee**

August 21, 2020

Meeting of the Kentucky Agricultural Development Board

# **KADF Programs**

## Approved at the August 2020 KADB Meeting

CAIP			
<u>County</u> McLean	<u>Program Administrator</u> Green River Area Beef Improvement Group, Inc.	<b>Date Submitted</b> 06/30/2020	<b>Funds Approved</b> \$ 36,480.00
Elliott	Elliott County Conservation District	06/30/2020	\$ 156,045.00
LaRue	LaRue County Beef Cattle Association, Inc.	07/01/2020	\$ 106,000.00
Greenup	Greenup County Conservation District	07/08/2020	\$ 142,164.00
Laurel	Laurel County Cattlemen's Association, Inc.	07/23/2020	\$ 165,000.00
Allen	Allen County Conservation District	07/20/2020	\$ 138,584.00
Trigg	Trigg County Soil Conservation District	07/27/2020	\$ 67,142.00
Barren	Barren County Conservation District	07/30/2020	\$ 346,292.00
Knox	Knox County Soil Conservation District	07/31/2020	\$ 95,699.00
Bourbon	Bourbon County Fiscal Court	07/29/2020	\$ 300,000.00
10			\$ 1,553,406.00

Deceased	Farm A	Animal	Removal	l (DAR)

<u>County</u> Russell	<u>Program Administrator</u> Russell County Conservation District	<b>Date Submitted</b> 07/02/2020	Funds Approved \$7,500.00
Bourbon	Bourbon County Fiscal Court	07/29/2020	\$ 15,000.00
2			\$ 22,500.00

## Youth Ag Incentives Program (Youth)

<u>County</u> Owen	Program Administrator Owen County 4-H Club Council, Incorporated	<b>Date Submitted</b> 07/13/2020	<b>Funds Approved</b> \$ 15,000.00
Breathitt	Breathitt County Farm Bureau of Breathitt County, Kentuc	07/08/2020	\$ 6,300.00
2			\$ 21,300.00

Total County\* KADF Approved for Programs: \$1,597,206.00

App # A2020-0114

Applicant Name Anderson County Farm Bureau Federation

Original Amount Approved \$114,500 Execution Date 06/29/2020

Requested Change The applicant requests an <u>additional</u> \$20,500 in Anderson County

funds for the CAIP Program. The request received a high priority from

the County Council.

This is the first request for an amendment to this application number. The term of the program shall remain 12-months from the execution

date of the original agreement.

Approval of this request would bring the program total to \$135,000.

**Recommend Approval** 

App# A2019-0232

Applicant Name Clinton County Farm Bureau

Original Amount Approved \$135,000 Execution Date \$11/18/2019

Requested Change The applicant requests an <u>additional</u> \$110,000 in Clinton County funds

for the CAIP Program. The request received a high priority from the

County Council.

This is the first request for an amendment to this application number. The term of the program shall remain 12-months from the execution

date of the original agreement.

Approval of this request would bring the program total to \$245,000

**Recommend Approval** 

App# A2020-0059

Applicant Name Perry County Conservation District

Amount Approved \$30,739 Execution Date 5/21/2020

Requested Change The applicant requests an additional \$3,000 in Perry County funds for

the CAIP Program. The request received a high priority from the

County Council.

This is the first request for an amendment to this application number. The term of the program shall remain 12-months from the execution

date of the agreement.

Approval of this request would bring the program total to \$33,739

**Recommend Approval** 

App # A2020-0033

Applicant Name Rockcastle County Conservation District

Original Amount Approved \$86,875 Execution Date 03/06/2020

Requested Change The applicant requests an <u>additional</u> \$133,955 in Rockcastle County

funds for the CAIP Program. The request received a high priority from

the County Council.

This is the first request for an amendment to this application number. The term of the program shall remain 12-months from the execution

date of the original agreement.

Approval of this request would bring the program total to \$220,830.

**Recommend Approval** 

## **Meat Processing: Level 1 Incentives Approved**

			FUNDS	
APP#	APPLICANT	COUNTY	APPROVED	
A2020-0182	Moonlight Meat Processing, Inc Cattle, Hogs	Whitley	\$20,000.00	

Total State Funds Recommended for Approval:

\$20,000.00

# Awards: 1

# Counties: 1

# Meat Processing: Level 2 Simplified Processor Capacity Expansion Approved

APP#	APPLICANT	COUNTY	FUNDS APPROVED
A2020-0135	Laird Meat Co Meat Grinder, Sausage Stuffer	Marshall	\$19,358.00

Total State Funds Recommended for Approval:

\$19,358.00

# Awards: 1

# Counties: 1

Level 2 Simplified Processor Capacity Expansion is for processors interested in making small or modest facility improvements. Awards are 75% cost-reimbursement up to \$37,500.

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<sup>\*</sup>The Meat Processing Investment Program provides funding to incentivies economical expansion of Kentucky meat processors to process Kentucky livestock and poultry.

Level 1 Incentives are for a USDA-inspected processing facilities or USDA-exempt poultry processing facilities needing assistance in operating costs related to increasing the number of head of Kentuky animals. Incentives are paid on a per head basis above the applicant's established baseline up to \$20,000.

#### Central KY Custom Meats, Inc.

A2020-0142

Application County: Casey Date Submitted: 06/19/2020

Total Funds Awarded: \$225,000

#### FUNDING REQUEST

Central KY Custom Meats, Inc. is requesting \$225,000 in State funds to purchase processing and packaging equipment.

#### APPLICATION SUMMARY

The applicant plan to purchase a vacuum stuffer, clipper, and a rollstock packaging machine. Applicant states its bottleneck is the time it takes to process and package meat, especially those under USDA inspection. This equipment would allow the applicant to increase its capacity for processing by 1-2 beef equivalents per day.

The total cost of this phase of the project is estimated at \$300,000 with the following funding sources: \$225,000 State funds (unsecure) \$75,000 Loan from Casey County Bank (pending)

#### PROJECTED PRODUCER IMPACT

The applicant indicates nine counties will benefit from this project.

## **Board Decision:**

Central KY Custom Meats, Inc. is was approved for up to \$225,000 in State funds to purchase processing and packaging equipment, as part of the Level 3 Meat Processing Investment Program.

#### **Fulton County Board of Education**

A2020-0143

Application County: Fulton Date Submitted: 06/22/2020

Total Funds Awarded: \$31,420

#### **FUNDING REQUEST**

Fulton County Board of Education is requesting \$31,420 in Fulton County funds to build a new high school greenhouse.

#### APPLICATION SUMMARY

The applicant plans to build a new school greenhouse that will be safer and significantly cheaper to manage and heat during the winter months. The greenhouse will be used to support the horticulture pathway for middle and high school students.

The total cost of the project is 52,926 with funding from the following sources:

\$31,420 Fulton County funds (secured)

\$14,000 FFA Alumni Donated Labor and Materials (secured)

\$7,542 Cash/Loan from Citizen Bank (secured)

#### PRODUCER IMPACT

The applicant indicates at least 75 families will benefit directly from this project.

## **Board Decision:**

Fulton County Board of Education was approved for up to \$31,420 in State\* and Fulton County funds to build a new high school greenhouse.

(\*part of the State Funds to Limited Allocation Counties Initiative)

#### **Daviess County Conservation District**

A2020-0147

Date Submitted: 06/26/2020 Application County: Daviess

Total Funds Awarded: \$20,000

#### FUNDING REQUEST

Daviess County Conservation District is requesting \$20,000 in Daviess County funds for a Daviess County Youth Agriculture Production Cost-Share Program.

#### APPLICATION SUMMARY

The applicant plans to implement a cost-share program on a reimbursement basis for agricultural projects for Daviess County youth. Youth will submit their applications along with a farm business plan describing how items and supplies they will purchase will be utilized in their projects. Youth applicants are also asked to submit a marketing plan.

The total cost of the project is estimated at \$40,000 with funding from the following sources:

\$20,000 Daviess County funds (secure)

\$20,000 Youth Applicants Contribution (secure)

#### PRODUCER IMPACT

Sixteen Daviess County youth will directly benefit from this project.

## **Board Decision:**

Daviess County Conservation District was approved for up to \$20,000 in Daviess County funds for a Daviess County Youth Agriculture Production Cost-Share Program.

#### Daviess County Lions Club Fair, Inc.

A2020-0148

Application County: Daviess Date Submitted: 06/26/2020

Total Funds Awarded: \$2,500

#### **FUNDING REQUEST**

The Daviess County Lions Club Fair, Inc. is requesting \$2,500 in Daviess County funds to help pay for premiums and awards for the 4-H and FFA portion of the fair.

#### APPLICATION SUMMARY

The applicant is requesting to use Daviess County funds to help pay the premiums and awards for 4- H and FFA students' projects. Due to COVID-19, the typical fair sponsor funds are unavailable to assist in funding the projects.

The total cost of this phase of the project is estimated at \$7,500 with the following funding sources: \$2,500 Daviess County funds (secure) \$5,000 Daviess County Extensions District Board (secure)

#### PROJECTED PRODUCER IMPACT

The applicant has stated over 200 farm families will benefit from this project.

## **Board Decision:**

The Daviess County Lions Club Fair, Inc. was approved for up to \$2,500 in Daviess County funds to help pay for premiums and awards for the 4-H and FFA portion of the fair.

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## **Governor Andy Beshear's Office of Agricultural Policy**

For Immediate Release Contact: Marielle McElmurray

(502) 782-1731 (502) 229-6348

marielle.mcelmurray@ky.gov

Gov. Beshear and Kentucky Agricultural Development Board Approve Nearly \$2.7 Million for Projects Across Commonwealth Multiple vital investments to expand meat processing

**FRANKFORT, Ky.** (Aug. 21, 2020) – The Kentucky Agricultural Development Board approved \$2,686,989 for agricultural diversification and rural development projects across the commonwealth at its monthly board meeting.

"Funding our agriculture sector during the COVID-19 pandemic means we are striving for a better tomorrow in the commonwealth," said Gov. Andy Beshear. "We are constantly working to provide a more stable future for our agriculture industry and for Kentucky, as we invest in new projects and programs."

#### **State Investments:**

#### **KADF Meat Processing Investment Program**

The KADF Meat Processing Investment Program was approved for an additional \$500,000 in state funds to provide financial incentives for Kentucky meat processors to expand their operations to process more Kentucky beef, dairy, pork, lamb, sheep, goat and poultry products.

## **Meat Processing Investment Program - Level 3**

Central KY Custom Meats Inc., located in Casey County, was approved for up to \$225,000 in state funds as a forgivable loan to purchase processing and packaging equipment. The equipment will allow for an increase in processing capacity by one to two beef equivalents per day.

## **Meat Processing Investment Program - Level 2**

Laird Meat Co. was approved for up to \$19,358 in state funds to install a meat grinder and sausage stuffer for its USDA-inspected processing facility. Due to a high demand for processing, the Marshall County facility is looking to increase its ability to meet these needs.

Dennis Ray Wise, d/b/a Wise Meat Packing was approved for an additional \$4,050 in state funds to purchase and install a patty attachment for the custom processing facility. The Taylor County facility is working to meet increased demand for their product as the pandemic continues.

## **Meat Processing Investment Program - Level 1**

Moonlight Meat Processing Inc., located in Whitley County, was approved for incentives of up to \$20,000 in state funds for processing above an established baseline for its operation and working to fulfill extreme demand.

## **County Investments:**

## **Allen County**

Allen County Conservation District was approved for up to \$138,584 in Allen County funds to administer CAIP with a maximum producer limit of \$3,000 for the 2020 program year. For more information, contact Brandy Jones at 859-237-3164 or <a href="mailto:brandy.jones@windstream.net">brandy.jones@windstream.net</a>.

## **Anderson County**

Anderson County Farm Bureau was approved for up to an additional \$20,500 in Anderson County funds for its 2020 CAIP. For more information, contact David Dennis at 502-472-4085 or dwdennis1955@gmail.com.

## **Barren County**

Barren County Conservation District was approved for up to \$346,292 in Barren County funds to administer CAIP for the 2020 program year with the maximum producer limit of \$3,500 for Barren County farmers. For more information, contact Lindsie Logsdon at 270-590-4600 or barrenconservation@gmail.com.

#### **Bourbon County**

Bourbon County Fiscal Court was approved for up to \$315,000 in Bourbon County funds for two programs. First, \$300,000 was awarded to Bourbon County to administer CAIP with a maximum producer limit of \$2,500 for the 2020 program year. In addition, \$15,000 was awarded to administer its DAR program at no cost to Bourbon County producers. For more information, contact Belinda Graves at 859-707-7893 or <a href="mailto:blgbag@yahoo.com">blgbag@yahoo.com</a>.

## **Breathitt County**

Breathitt County Farm Bureau was approved for up to \$6,300 in Breathitt County funds to administer Youth. The maximum youth limit for Breathitt County youth is \$1,500 for the 2020 program year. For more information, contact Holden Williams at 606-666-7675 or <a href="williamsfarms50@gmail.com">williamsfarms50@gmail.com</a>.

#### **Clinton County**

Clinton County Farm Bureau was approved for up to an additional \$110,000 in Clinton County funds for its 2019 CAIP. For more information, contact Pauline Conner at 606-387-6633 or <a href="mailto:crystal.irwin@kyfb.com">crystal.irwin@kyfb.com</a>.

## **Daviess County**

The Daviess County Conservation District was approved for up to \$20,000 in Daviess County funds to run its Youth Agriculture Production Cost-Share Program. The project will support youth in funding their agriculture projects.

The Daviess County Lions Club Fair Inc. was approved for \$2,500 in Daviess County funds to help pay for premiums and awards for the 4-H and FFA categories at the Daviess County Fair.

## **Elliot County**

Elliott County Conservation District was approved for up to \$156,045 in Elliott County funds to administer CAIP. The maximum producer limit for Elliot County farmers is \$3,000 for the 2020 program year. For more information, contact Brenda Fetters at 606-738-6222 or brendafetters@hotmail.com.

## **Fulton County**

The Fulton County Board of Education was approved for up to \$31,420 in state funds to build a new school greenhouse. The project will support students pursuing the horticulture college and career readiness pathway in middle school and high school.

## **Greenup County**

Greenup County Conservation District was approved for up to \$142,164 in Greenup County funds to administer CAIP with a maximum producer limit of \$3,000 for the 2020 program year. For more information, contact Sherri McCarty at 606-473-3228 or gccd@windstream.net.

## **Knox County**

Knox County Soil Conservation District was approved for up to \$95,699 in Knox County funds to administer the CAIP program for the 2020 program year. Knox County producers' maximum producer limit is \$5,000 for the 2020 program year. For more information, contact Donna Roark at 606-546-3373 or <a href="mailto:donna.roark@usda.gov">donna.roark@usda.gov</a>.

## **LaRue County**

LaRue County Beef Cattle Association Inc. was approved for up to \$106,000 in Larue County funds to administer the CAIP program. LaRue County producers are limited to a maximum of \$3,000 for the 2020 program year. For more information on this project, contact Dyan Puckett at <a href="mailto:skywatch@scrtc.com">skywatch@scrtc.com</a>.

## **Laurel County**

Laurel County Cattlemen's Association Inc. was approved for up to \$165,000 in Laurel County funds to administer CAIP. The maximum producer limit for Laurel County farmers is \$5,000 for the 2020 program year. For more information, contact Bobby Wells at 606-864-4167 or dl ces laurel@email.uky.edu.

#### McLean County

Green River Area Beef Improvement Group, Inc. was approved for up to \$36,480 in McLean County funds to administer CAIP with the maximum producer limit of \$5,000 for the 2020 program year. For more information, contact Stacy Marksberry at 270-929-0194 or <a href="mailto:grabig@bellsouth.net">grabig@bellsouth.net</a>.

#### **Owen County**

Owen County 4-H Club Council, Incorporated was approved for up to \$15,000 in Owen County funds to administer the Youth program for the 2020 program year. The maximum for youth in Owen County is \$1,500. For more information, contact Chelsea Young at 502-484-5703 or chelseayoung@uky.edu.

## **Perry County**

Perry County Conservation District was approved for up to an additional \$3,000 in Perry County funds for its 2020 CAIP. For more information, contact Patricia Fugate at 606-435-1725 or patty.fugate@windstream.net.

## **Rockcastle County**

Rockcastle County Conservation District was approved for up to an additional \$133,955 in Rockcastle County funds for its 2020 CAIP. For more information, contact Sandy Whitaker at sandy.whitaker@ky.nacdnet.net.

## **Russell County**

Russell County Conservation District was approved for up to \$7,500 in Russell County funds to administer DAR with a \$75 cost for bovine, \$100 cost for equine and \$60 cost for small animals for Russell County producers. For more information, contact Jennifer Hardwick at 270-343-3343 or jennifer.hardwick@ky.nacdnet.net.

## Trigg County

Trigg County Soil Conservation District was approved for up to \$67,142 in Trigg County funds to administer CAIP with a maximum producer limit of \$5,000 for the 2020 program year. For more information, contact Susan Kyler at 270-522-3304 or susan.kyler@ky.nacdnet.net.

The County Agricultural Investment Program (CAIP) provides farmers with incentives to allow them to improve and diversify their current production practices. CAIP covers a wide variety of agricultural enterprises in its 11 investment areas, including, but not limited to, bees and honey; equine; forage; beef and dairy cattle; goats and sheep; horticulture; poultry; swine; timber and technology, as well as energy efficiency and production; farm infrastructure and water enhancement; marketing; and value-added production.

The Deceased Farm Animal Removal Program (DAR) serves as a measure to facilitate the coordination of environmentally sound and cost-effective disposal of deceased livestock for Kentucky producers.

The Youth Agricultural Incentives Program (Youth) encourages youth to engage in and explore agricultural opportunities.

All application periods and deadlines for CAIP, NextGen and Youth programs will be advertised locally. For more information about application dates and guidelines in each county, please call or email the contact list above under the appropriate county.

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Read about other key updates, actions and information from Gov. Beshear and his administration at governor.ky.gov, kycovid19.ky.gov and the Governor's official social media accounts <u>Facebook</u>, <u>Twitter</u> and <u>YouTube</u>.

Gov. Beshear and the General Assembly continue to make great strides toward lessening Kentucky's dependence on tobacco production while revitalizing the farm economy by

investing a portion of Kentucky's Master Tobacco Settlement Agreement Funds into the Kentucky Agricultural Development Fund (KADF).

To date, the KADF investments total more than \$630 million in an array of county, regional and state projects designed to increase net farm income and create sustainable new farm-based business enterprises. These funding approvals, made possible by the KADF, represent just a few of the more than 6,400 projects approved, since the inception of the program in January 2001.

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