

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

September 9, 2022

Meeting of the Kentucky Agricultural Finance Corporation Board

September 16, 2022

Meeting of the Kentucky Agricultural Development Board



September Approved Loans

CountyEnterpriseAmount ApprovedTotal Project CostLenderEnterprise\$250,000.00\$2,970,000.00Farm Credit Mid-AmericaFarm Credit Mid-America\$360,181.00Central KY Ag CreditFarm Credit Mid-America\$100.00.00Farm Credit Mid-America	Hardin Beef \$81,250.00 \$187,500.00 Garrard Beef \$250,000.00 \$685,000.00	Hart Beef \$182,425.00 \$700,000.00 I Scott Equine \$130,000.00 \$325,000.00 (r Bourbon Beef \$152,775.00 \$315,000.00 Central KY Ag Credit r Warren Poultry \$250,000.00 \$1,020,000.00 Magnolia Bank	r Garrard Beef \$75,150.00 \$402,272.00 Central KY Ag Credit
County Wayne Scott	Hardir	Hart Scott	Bourbo Warre	Garrar
Program Ag Infrastructure Beginning Farmer	Beginning Farmer Beginning Farmer Beginning Farmer	Beginning Farmer Beginning Farmer	Beginning Farmer Beginning Farmer	Beginning Farmer

\$7,974,953.00

\$1,796,200.00

Total

Programs Recommended for Approval

CAIP

<u>Application</u>	Program Administrator	County	Funds Requested	
A2022-0168	Graves County Conservation District	Graves	\$52,000.00	
A2022-0169	Menifee County Beef Producers, Inc.	Menifee	\$118,911.00	
A2022-0171	Boyd County Conservation District	Boyd	\$30,000.00	
A2022-0178	Woodford County Agriculture Advancement Council, Inc.	Woodford	\$260,000.00	
A2022-0179	Monroe County Conservation District	Monroe	\$315,000.00	
A2022-0186	Garrard County Farm Bureau, Inc.	Garrard	\$200,000.00	
A2022-0188	Bourbon County Fiscal Court	Bourbon	\$350,000.00	
			\$1,325,911.00	
Deceased Farm	Animal Removal (DAR)			
<u>Application</u>	Program Administrator	County	Funds Requested	
A2022-0176	Oldham County Fiscal Court	Oldham	\$4,500.00	
			\$4,500.00	
Next Generation	Farmer (NextGen)			
<u>Application</u>	Program Administrator	County	Funds Requested	
A2022-0177	Woodford County Agriculture Advancement Council, Inc.	Woodford	\$40,000.00	
			\$40,000.00	
Shared-Use Equ	ipment Program			
<u>Application</u>	Program Administrator	County	Funds Requested	
A2022-0180	Monroe County Conservation District	Monroe	\$66,375.00	
			\$66,375.00	
Youth Ag Incent	ives Program (Youth)			
<u>Application</u>	Program Administrator	County	Funds Requested	
A2022-0173	Wayne County Agriculture Development Council, Inc.	Wayne	\$15,000.00	
A2022-0174	Powell County Livestock Producers Association, Inc.	Powell	\$3,000.00	
A2022-0189	Bourbon County Fiscal Court	Bourbon	\$37,500.00	
			\$55,500.00	
Total County Funds Recommended for Approval in Programs:			\$1,492,286.00	
Board Meeting *	September 16, 2022			

Support to Counties with Limited Allocation initiative."

App# A2022-0070 **Applicant Name Oldham County Farm Bureau** Original Amount Approved \$30,000 **Execution Date** 7/27/2022 Requested Change The applicant requests an additional \$12,615 in Oldham 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 \$42,615. **Recommend Approval**

Cierra Enterprises A2022-0116

Application County: Pendleton Date Submitted: 05/27/2022

Total Funds Awarded: \$6,000

FUNDING REQUEST

Cierra Enterprises is requesting \$60,000 in state and county funds to construct a building for community education classes and a commercial kitchen to feed the hungry in the area.

APPLICATION SUMMARY

Cierra Enterprises' goal is to build a facility where they can continue feeding the hungry through H.O.P.E, offer community agricultural education classes, and establish a commercial kitchen for regional farmers to create value-added products.

The total cost of the project is estimated at \$112,000 with funding from the following sources:

- \$ 42,000 KADF State funds
- \$ 6,000 Pendleton County funds
- \$ 6,000 Harrison County (Pending)
- \$ 6,000 Grant County (Pending)
- \$ 17,000 Personal Funds (Secured)
- \$ 15,000 Private Donations (Secured)
- \$ 30,000 Bowling Construction (Secured)

PROJECTED PRODUCER IMPACT

The applicant states that 50+ farmers' market families will have access to this facility.

Board Decision:

9/16/2022: • Cierra Enterprises was approved up to \$6,000 in county funds to construct a building for community education classes and a commercial kitchen to feed the hungry in the area

Board Meeting: September 16, 2022 A2022-0116 4

Greenup County Extension District Board

A2022-0141

Application County: Greenup Date Submitted: 06/22/2022

Total Funds Awarded: \$250,000

FUNDING REQUEST

Greenup County Extension District Board is requesting \$250,000 in state and county funds to build a Farmers Market Pavilion.

APPLICATION SUMMARY

The applicant plans to build a new permanent Farmers Market Pavilion in between the local County Extension Office and Historic McConnell House to serve farmers and artisans in the Tri-state Area, but primarily Greenup County Farmers Market vendors.

The total cost of the project is estimated at \$550,000 with funding from the following sources:

\$249,000 State funds

\$1,000 Greenup County funds (Committed)

\$250,000 Greenup County Fiscal Court (Secured)

\$50,000 Greenup County Extension District Board (Secured)

PRODUCER IMPACT

The applicant states that the farmers market is open to vendors from the Tri-state Area. The current vendors are primarily from Greenup County, but 2 are from Carter County.

Board Decision:

9/16/2022: • Greenup County Extension District Board was approved up to \$250,000 in state and county funds to build a farmers' market pavilion.

Beechwood Independent Schools

A2022-0152

Application County: Kenton Date Submitted: 07/06/2022

Total Funds Awarded: \$76,500

FUNDING REQUEST:

Beechwood Independent Schools is requesting \$100,000 in state funds to build a greenhouse and purchase lab equipment.

APPLICATION SUMMARY

The applicant plans to build a 30'x40' greenhouse and purchase lab equipment at Beechwood High School. They are partnering with Purdue University and the University of Kentucky to create the first pre-college preparatory agri-engineering/food science program in Kentucky.

The total cost of the project is estimated at \$153,000 with funding from the following sources:

\$ 76,500 KADF State Funds

\$ 76,500 Beechwood General Funds (Secure)

PRODUCER IMPACT

The applicant indicates that 1500 Beechwood Independent Students will directly benefit from this project. They aren't currently farm families but this program will help to expand agricultural awareness among the students.

Board Decision:

9/16/2022: • Beechwood Independent Schools was approved up to \$76,500 in county funds to build a greenhouse and purchase lab equipment.

Gav's Meat Processing, LLC A2022-0159

Application County: Butler Date Submitted: 07/26/2022

Total Funds Awarded: \$247,676

FUNDING REQUEST

Gav's Meat Processing, LLC is requesting \$247,676 in state and county funds to renovate a meat processing facility.

APPLICATION SUMMARY

Funding will be used to renovate a previous catfish processing facility (Gone Fishing) into a butcher shop. The building is 3,400 sq. ft. and has a 13.5 X 22 walk-in cooler. The goal is to process an average of 10 hogs and 5 beef per week. Gavin hopes to open in April of 2023. Most of the funding will go to upgrading refrigeration, purchasing equipment, and doing some renovation to the building.

The total cost of the project is estimated at \$495,352 with funding from the following sources:

- \$ 202,676 KADF State funds
- \$ 45,000 Butler Co. Funds (Secured)
- \$ 15,000 Working Capitol (Secured)
- \$ 232,676 Morgantown Bank and Trust loan (pending)

PROJECTED PRODUCER IMPACT

The applicant states that at least 6 farms will specifically benefit from the operation and at least 6 counties.

Board Decision:

9/16/2022; • Gav's Meat Processing, LLC was approved up to \$202,676 in state funds and \$45,000 in Butler County funds to renovate a meat processing facility.

Grain Day, Inc. A2022-0160

Application County: Daviess Date Submitted: 07/20/2022

Total Funds Awarded: \$5,000

FUNDING REQUEST

Grain Day, Inc. is requesting \$5,000 in Daviess County funds to support the Ag Expo which provides a forum for producers to learn the latest on production practices, agricultural policy, and marketing strategies.

APPLICATION SUMMARY

The applicant will utilize funds to host a program for producers to learn the latest on production practices, agricultural policy, and marketing information. The program is designed to give farmers access to unbiased sources of information and recognize the importance of the private sector's services and products. The Ag Expo is the focus of the organization activities.

The total cost of the project is estimated at \$10,000 with funding from the following sources:

\$5,000 KADF Daviess County funds (secure)

\$5,000 KADF Applicants Funds (secure)

PROJECTED PRODUCER IMPACT

The applicant indicates that at least 600 producers and agribusinesses could be impacted by this project.

Board Decision:

9/16/2022; • Grain Day, Inc. was approved for \$5,000 in Daviess County funds to host a program at Grain Day for producers to learn the latest on production practices, agricultural policy, and marketing information.





Kentucky Agricultural Development Board approves more than \$2 million for projects across the commonwealth

Funded projects focus on agricultural diversification, rural development

FRANKFORT (Sept. 16, 2022) – The Kentucky Agricultural Development Board approved \$2,090,077 for agricultural diversification and rural development projects across the commonwealth at its monthly board meeting.

"The Kentucky Agricultural Development Board and the Kentucky Department of Agriculture continues their efforts to fund projects across our agricultural landscape that provide opportunities and the diversity that will allow this industry to thrive," Commissioner of Agriculture Dr. Ryan Quarles said. "The funds distributed today shows the truly unique and wonderful things our agriculture community continues to do."

State and County Funded Projects

- Beechwood Independent Schools was approved up to \$76,500 in county funds to build a greenhouse and purchase lab equipment. For more information, contact Brian VanOver at brian.vanover@beechwood.kyschools.us.
- Cierra Enterprises was approved up to \$6,000 in county funds to construct a building
 for community education classes and a commercial kitchen to feed the hungry in the
 area. For more information, contact Kimberly Haubner at khope0202@gmail.com.
- Gav's Meat Processing, LLC was approved up to \$247,676 in state funds to renovate a
 meat processing facility. For more information, contact Gavin McKinney at
 amckinney92@vahoo.com.
- Grain Day, Inc. was approved for \$5,000 in county funds to support the local Ag Expo which provides a forum for producers to learn the latest production practices. For more information, contact Clint Hardy at chardy@uky.edu.
- Greenup County Extension District Board was approved up to \$250,000 in state and county funds to build a farmers' market pavilion. For more information, contact Linda Hieneman at linda.hieneman@uky.edu.

County Agricultural Investment Program (CAIP)

CAIP provides Kentucky agricultural producers with cost-share assistance on practices to allow them to improve and diversify their current farm operations. 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.

Eight CAIPs were approved by the board totaling \$1,338,526:

- Bourbon (\$350,000)
- Boyd (\$30,000)

- Garrard (\$200,000)
- Graves (\$52,000)
- Menifee (\$118,911)
- Monroe (\$315,000)
- Oldham (\$12,615)*
- Woodford (\$260,000)
- **Deceased Farm Animal Removal (DAR)**

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

One DAR program was approved by the board totaling \$4,500:

• Oldham (\$4,500)

Next Generation Farmer Program (NextGen)

NextGen addresses the growing need for a specialized program that would benefit producers ages 18 to 40 that have been engaged in an agricultural operation for a minimum of three years.

One NextGen program was approved by the board totaling \$40,000:

Woodford (\$40,000)

Shared-Use Equipment Program

The Shared-Use Equipment Program assists broad-based community organizations with the purchase of farm equipment. The equipment purchased is made available for producer use in a specific county on a leased basis.

One Shared-Use Equipment program was approved by the board totaling \$66,375:

• Monroe (\$66,375)

Youth Agricultural Incentives Program (YAIP)

YAIP encourages youth to engage in and explore agricultural opportunities.

Three YAIPs were approved by the board totaling \$55,500:

- Bourbon (\$37,500)
- Powell (\$3,000)
- Wayne (\$15,000)

All application periods and deadlines for CAIP, NextGen, and YAIP will be advertised locally.

*Existing programs receiving additional funding.

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The Kentucky Office of Agricultural Policy (KOAP), a division within the Kentucky Department of Agriculture, provides staff support to the Kentucky Agricultural Finance Corporation (KAFC) and the Kentucky Agricultural Development Fund (KADF). The KADF is administered by the Kentucky Agricultural Development Board. KOAP ensures Kentucky is being good stewards of dollars from the 1998 Tobacco Settlement Agreement by overseeing the boards' investments into diversifying and supporting Kentucky agriculture.











