

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

Feburary 18, 2022

Meeting of the Kentucky Agricultural Development Board

\$ 63,600.00

KADF Programs

Approved at the February 2022 KADB Meeting

<u>County</u> Lewis	Program Administrator Lewis County Conservation District	Date Submitted 01/14/2022	Funds Approved \$ 243,045.00
Washington	Washington County Cattlemen Association, Inc.	01/27/2022	\$ 141,200.00
Ohio	Ohio County Cattlemen's Association, Inc.	01/26/2022	\$ 129,800.00
3			\$ 514,045.00
Next Generation	Farmer (NextGen)		
County	Program Administrator	<u>Date Submitted</u>	Funds Approved
Washington	Washington County Cattlemen Association, Inc.	01/27/2022	\$ 63,600.00

Shared-Use Ed	quipment Program

County	Program Administrator	Date Submitted	Funds Approved
Clay	Kentucky Ketch, Inc	01/18/2022	\$ 1,957.00
1			\$ 1.957.00

Youth Ag Incentives Program (Youth)

<u>County</u>	<u>Program Administrator</u>	Date Submitted	<u>Funds Approved</u>
Washington	Washington County Cattlemen Association, Inc.	01/27/2022	\$ 30,350.00
1			\$ 30,350.00

Total County* KADF Approved for Programs: \$609,952.00

Requested Program Amendments

App # A2021-0025

Applicant Name Jessamine County FFA Alumni Association, Inc.

Original Amount Approved \$100,000 Execution Date 06/03/2021

Requested Change The applicant requests an <u>additional</u> \$80,000 in Jessamine 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 \$180,000.

Recommend Approval

App# A2021-0116

Applicant Name Marion County Conservation District

Original Amount Approved \$150,000 + \$30,000 amend

Execution Date 05/25/2021

Requested Change The applicant requests an <u>additional</u> \$30,000 in Marion County funds

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

County Council.

This is the second 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 \$210,000.

Recommend Approval

App # A2021-0170

Applicant Name Barren County Conservation District

Original Amount Approved \$350,000 Execution Date \$10/06/2021

Requested Change The applicant requests an additional \$46,000 in Barren 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 \$396,000.

Recommend Approval

KADF On-Farm Energy Incentives

Approved at the February 2022 KADB Meeting

On-Farm Energy Program			
County Christian	Program Administrator Creekland Farms, Inc On-Farm Energy Grain	<u>Date Submitted</u> 09/20/2021	Funds Approved \$10,150
Fayette	Conboy Enterprises, LLC On-Farm Energy Dairy	11/05/2021	\$10,150
Graves	Matheny Poultry, Inc. On-Farm Energy Poultry	11/23/2021	\$10,150
Jessamine	Mark Tanaka On-Farm Energy Poultry	12/17/2021	\$10,150
Marion	Joe Paul Mattingly On-Farm Energy Dairy	12/17/2021	\$3,175
5			\$43,775

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Grain Day, Inc. A2021-0222

Application County: Daviess Date Submitted: 09/10/2021

Total Funds Awarded: \$5,000

FUNDING REQUEST

Grain Day, Inc. is requesting \$5,000 in Daviess County funds for the Ag Expo Program.

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 actives.

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:

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.

Board Meeting: February 18, 2022

Logan Premium Meats and Processing LLC

A2021-0228

Application County: Christian Date Submitted: 09/22/2021

Total Funds Awarded: \$250,000

FUNDING REQUEST

Logan Premium Meats and Processing is requesting \$250,000 in State funds to purchase processing equipment and renovate the facility at Hampton Meats processing facility in Hopkinsville, Kentucky.

APPLICATION SUMMARY

The applicant plans to purchase the Hampton Meats business from the Hampton family and will continue to operate the wholesale, retail and custom business. The applicant plans to make some improvements to the business by building a new building to move the retail and wholesale business out of the harvest plant. In addition to adding new cooler space at the harvest plant, the applicant will build new unload and holding pens under roof with water and hay racks, and implement modifications in the plant to control people and airflow.

The total cost of the project is estimated at \$2,709,252 with funding from the following sources: \$250,000 State funds \$2,459,252 Private Investors (Secured)

PRODUCER IMPACT

The applicant estimates that several farm families will benefit from this project.

Board Decision:

Logan Premium Meats was approved for up to \$250,000 in state funds as a forgivable loan to purchase processing equipment and renovate Hampton Meats processing facility in Hopkinsville, Kentucky.

Kevin Clark A2021-0232

Application County: Shelby Date Submitted: 09/24/2021

Total Funds Awarded: \$35,616

FUNDING REQUEST

Kevin Clark (Clark Deer Processing is requesting \$35,616 State funds to purchase the following processing equipment: walk-in freezer, smoker, stuffer and a smoker. This will be a Meat Processing Investment Program Level 2 project in Shelby County.

APPLICATION SUMMARY

Kevin Clark estimates that if funded their facility will be able to increase processing by 2 hogs per week.

The total cost of the project is estimated at \$71,232 with the following funding sources: \$35,616 State funds \$35,616 CUB Bank (Secure)

Board Decision:

Kevin Clark was approved for \$35,616 in State funds to purchase processing equipment for Clark Deer Processing in Shelby County.

T&L Land Holdings, LLC A2021-0255

Application County: Woodford Date Submitted: 11/29/2021

Total Funds Awarded: \$59,817

FUNDING REQUEST

T & L Land Holding, LLC is requesting \$17,817 in State funds \$45,000 in multiple County funds to help rebuild a cattle-handling facility for veterinary use in Woodford County, Kentucky.

APPLICATION SUMMARY

In 2017, T & L Holding, LLC purchased a farm on Carpenter Pike in Woodford County and retrofitted an old feed barn into a working facility with a hydraulic chute, sorting pens and load out for feeder cattle. Allen & Jolly Veterinary Service (AJVS) had been using the facility to process feeder cattle for their clients since the fall of 2017. Each year, the facility has been utilized more and more as additional farmers became aware of AJVS ability to use the facility.

In April 2021, a fire destroyed the barn and all equipment in the barn. T & L Holding, LLC did have insurance coverage on the barn, but the barn was built in the 50s or 60s and with the current cost of building materials, the insurance funds will not be enough to cover the cost to rebuild the facility and purchase the equipment.

The total cost of the project is estimated \$125,635 with funding from the following sources:

\$17,817 State funds

\$30,000 Multiple County funds (Unsecured)

\$15,000 Woodford County funds (Unsecured)

\$60,000 Insurance (Secured)

\$ 2,818 T & Land Holding (Secured)

PRODUCER IMPACT

The applicant estimates that several beef cattle producers in several surrounding counties will benefit from this project.

Board Decision:

T & L Land Holding, LLC was approved for \$17,817 in state funds as a forgivable loan and up to \$45,000 in multiple county funds to help rebuild a cattle-handling facility for veterinary use in Woodford County.

Kentucky Exposition Foundation, Inc.

A2021-0256

Application County: Kenton Date Submitted: 11/29/2021

Total Funds Awarded: \$1,000,000

FUNDING REQUEST

Kentucky Exposition Foundation is requesting \$1,000,000 in State funds to start an endowment to support Kentucky youth agricultural activities, events and competitions at the Kentucky State Fair including programs associated with FFA and 4-H events.

APPLICATION SUMMARY

Funding will be used specifically for starting an endowment to gain interest from the endowment. The interest gained from the endowment funds would annually go to providing financial awards, events and youth participation in youth agricultural events. Eighty students annually receive awards in the Championship Drive and hail from all over the Commonwealth of Kentucky.

The total cost of the project is estimated at \$130,000 with funding from the following sources:

- \$ 40,000 KADF State funds (expected Year 1 endowment interest)
- \$ 75,000 Presenting Championship Drive Sponsor
- \$ 15,000 Championship Drive Minor Sponsors

PROJECTED PRODUCER IMPACT

The applicant states approximately eighty livestock participants will directly benefit from this program on an annual basis and that all 120 counties could potentially benefit from this project.

Board Decision:

Kentucky Exposition Foundation was approved for \$1,000,000 in state funds to support Kentucky youth agricultural activities, events and competitions at the Kentucky State Fair, including programs associated with FFA and 4-H events.

McLean County Cooperative Extension

A2021-0258

Application County: McLean Date Submitted: 12/10/2021

Total Funds Awarded: \$2,000

FUNDING REQUEST

The McLean County Extension District Board is requesting \$2,000 in McLean County funds for contracting a specialist to provide educational sessions at the McLean County Poultry Expo.

APPLICATION SUMMARY

Funding will be used to bring a specialist in on poultry from the University of Georgia. The specialist will be hosting educational seminars at the McLean County Poultry Expo about ventilation systems. The specialist will also be making some farm visits to assess ventilation systems in the area. Their goal through getting this funding is to provide proper education on ventilation systems to poultry producers in the county.

The total cost of the project is estimated at \$4,000 with funding from the following sources:

- \$ 2,000 KADF McLean County funds
- \$ 1,000 Booth Rentals (Pending)
- \$ 1,000 DB Program Support Funds (Secured)

PROJECTED PRODUCER IMPACT

The applicant states that around 200-225 attendees are expected to be impacted from this funding.

Board Decision:

The McLean County Extension District Board was awarded \$2,000 in McLean County funds for contracting a specialist to provide educational sessions at the McLean County Poultry Expo.

Palmer Farms Meats, LLC A2021-0259

Application County: Calloway Date Submitted: 12/10/2021

Total Funds Awarded: \$250,000

FUNDING REQUEST

Palmer Farms Meats is requesting \$250,000 in State funds to purchase and update Laird's Meat Company in Benton, KY.

APPLICATION SUMMARY

Funding will be used specifically for building purchase and renovations. The Palmers will be processing beef, sheep, and bison for customers and restaurant business. The processing facility will maintain USDA status for processing. Palmer Farms Meats hopes to process 8 beef, 6 hogs, and 5 sheep per week USDA and custom during year one. They also intend to process 70 sheep per week for mutton customers. The year one goal for bison processing is 45-50 head.

The total cost of the project is estimated at \$587,742 with funding from the following sources:

- \$ 250,000 KADF State funds
- \$ 312,640 Loan (secured)
- \$ 50,000 Owner Investment

PROJECTED PRODUCER IMPACT

The applicant states farm families across the state will benefit from processing done through their project.

Board Decision:

Palmer Farms Meats was approved for \$250,000 in State funds as a forgivable loan to purchase and update Laird's Meat Company in Benton, Kentucky.

Daviess County Lions Club Fair, Inc.

A2021-0263

Application County: Daviess Date Submitted: 12/27/2021

Total Funds Awarded: \$5,000

FUNDING REQUEST

The Daviess County Lions Fair is requesting \$5,000 in Daviess County funds to offset the cost of premiums for agriculture exhibits at the 2022 Daviess County Fair.

APPLICATION SUMMARY

Funding will be used specifically for exhibit premiums. The exhibit premiums will include livestock, 4-H, crop and hay exhibits. Primary beneficiaries of this project will 4-H members, FFA members, and local farmers. Their goal through getting this funding is to provide premiums, ribbons, trophies and plaques for the exhibitors.

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

- \$ 5,000 KADF Daviess County funds
- \$ 5,000 Daviess County Extension District

PROJECTED PRODUCER IMPACT

The applicant states that around 300-350 local participants are expected to be impacted from this funding.

Board Decision:

Daviess County Lions Club Fair was approved for \$5,000 in Daviess County funds to offset the cost of premiums for agriculture exhibits at the 2022 Daviess County Fair.

Metcalfe County 4-H Council, Incorporated

A2021-0264

Application County: Metcalfe Date Submitted: 12/20/2021

Total Funds Awarded: \$1,709

FUNDING REQUEST

The Metcalfe County 4-H Council, Inc. is requesting \$1,709 in Metcalfe County funds to purchase 18 hams for Metcalfe County 4-H members.

APPLICATION SUMMARY

Metcalfe County 4-H members that participate in the country ham project learn about the history behind curing hams, science behind the curing process, food safety, meat production and food preservation. In order for the 4-H members to successfully complete the project, they must come to at least two of the three meetings to choose and prepare their hams. In order for the 4-H members to receive their hams at the State Fair, they must attend Country Ham Day to give their speech; otherwise they forfeit their second ham.

The total cost of the project is estimated at \$3,610 with the following funding sources:

\$1,709 Metcalfe County Funds (secured)

\$1,901 Metcalfe County 4-H Council (secured)

PROJECTED PRODUCER IMPACT

The applicant states that approximately 18 farm families will benefit from this project.

Board Decision:

The Metcalfe County 4-H Council, Inc. was approved for \$1,709 in Metcalfe County funds to purchase 18 hams for Metcalfe County 4-H members





Kentucky Agricultural Development Board approves more than \$2.4 million for projects across the commonwealth

Funded projects focus on agricultural diversification, rural development

LOUISVILLE (Feb. 18, 2022) – The Kentucky Agricultural Development Board approved \$2,421,869 for agricultural diversification and rural development projects across the commonwealth at its monthly board meeting.

"Investments, like these made today by the Kentucky Agricultural Development Board, help keep our agricultural industry diversified," Commissioner of Agriculture Dr. Ryan Quarles said. "From awards totaling less than \$2,000 to those up to \$1,000,000, Kentucky agriculture continues to expand and mature through these funds."

State and County Funded Projects

- Daviess County Lions Club Fair was approved for \$5,000 in Daviess County funds to
 offset the cost of premiums for agriculture exhibits at the 2022 Daviess County Fair.
 For more information on the project contact, Joan Hayden at
 haydenfarms14@gmail.com.
- 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. For more information on the project contact, Clint Hardy at chardy@uky.edu.
- Kentucky Exposition Foundation was approved for \$1,000,000 in state funds to support Kentucky youth agricultural activities, events and competitions at the Kentucky State Fair, including programs associated with FFA and 4-H events. For more information on the project contact, John Danesi at idanesi54@gmail.com.
- The McLean County Extension District Board was awarded \$2,000 in McLean County funds for contracting a specialist to provide educational sessions at the McLean County Poultry Expo. For more information on the project contact, David Fourqurean at dfour2@uky.edu.
- The Metcalfe County 4-H Council, Inc. was approved for \$1,709 in Metcalfe County funds to purchase 18 hams for Metcalfe County 4-H members. For more information on the project contact, Marla Young at marla.young@uky.edu.
- T & L Land Holding, LLC was approved for \$17,817 in state funds and \$45,000 in multiple county funds to help rebuild a cattle-handling facility for veterinary use in Woodford County. For more information on the project contact, Chris Jolly at jolly06@aol.com.

Meat Processing Investment Program (MPIP)

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meat products. This MPIP program funding ended on December 31, 2021, all meat processing applications will now be considered with regular project applications.

One MPIP Level 2 grant was approved by the board totaling \$35,616:

• Kevin Clark in Shelby County (\$35,616)

Two MPIP Level 4 grants were approved by the board totaling \$500,000:

- Logan Premium Meats in Christian County (\$250,000)
- Palmer Farm Meats in Calloway County (\$250,000)

On-Farm Energy Efficiency Incentives Program

The On-Farm Energy Efficiency Incentives Program provides incentives for Kentucky farm families to increase the energy efficiency of existing equipment or facilities on the farm.

Five On-Farm Energy grants were approved by the board totaling \$43,775:

- Christian (\$10,150)
- Fayette (\$10,150)
- Graves (\$10,150)
- Jessamine (\$10,150)
- Marion (\$3,175)

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.

Six CAIPs were approved by the board totaling \$670,045:

- Barren (\$46,000)*
- Jessamine (\$80,000)*
- Marion (\$30,000)*
- Ohio (\$129,800)
- Lewis (\$243,045)
- Washington (\$141,200)

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 \$63,600:

Washington (\$63,600)

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 program was approved by the board totaling \$1,957:

Clay (\$1,957)

Youth Agricultural Incentives Program (YAIP)

YAIP encourages youth to engage in and explore agricultural opportunities.

One YAIP program was approved by the board totaling \$30,350:

Washington (\$30,350)

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

*Existing programs receiving additional funding.