



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

December 9, 2022

Meeting of the
Kentucky Agricultural Finance
Corporation Board

December 16, 2022

Meeting of the
Kentucky Agricultural Development
Board



December Approved Loans

Program	County	Enterprise	Amount Approved	Total Project Cost	Lender
Ag Infrastructure	Clinton	Poultry	\$42,000.00	\$1,575,000.00	Farm Credit Mid-America
Ag Infrastructure	Calloway	Poultry	\$250,000.00	\$4,335,000.00	River Valley Ag Credit
Ag Infrastructure	Calloway	Poultry	\$250,000.00	\$3,600,000.00	River Valley Ag Credit
Beginning Farmer	Hart	Beef	\$250,000.00	\$625,000.00	Farm Credit Mid-America
Beginning Farmer	Grayson	Beef	\$62,329.00	\$138,509.00	Magnolia Bank
Beginning Farmer	Muhlenburg	Poultry	\$250,000.00	\$1,475,000.00	Farm Credit Mid-America
Beginning Farmer	Hardin	Forage	\$70,000.00	\$140,000.00	Farm Credit Mid-America
Beginning Farmer	Green	Beef	\$90,000.00	\$240,000.00	Farm Credit Mid-America
Beginning Farmer	Scott	Beef	\$250,000.00	\$2,900,000.00	Central KY Ag Credit
Beginning Farmer	Lincoln	Beef	\$250,000.00	\$775,000.00	First Southern National Bank
Beginning Farmer	Shelby	Beef	\$65,000.00	\$730,000.00	Farm Credit Mid-America
DEAL	Montgomery	Micro Processor	\$250,000.00	\$528,838.00	Gateway Area Development District
	Total		\$2,079,329.00	\$17,062,347.00	

*DEAL- Diversification Through Entrepreneurship in Agribusiness Loan Program

Programs Recommended for Approval

CAIP

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2022-0226	Todd County Conservation District	Todd	\$266,865.00
A2022-0233	Northern Kentucky Cattle Association, Inc.	Boone	\$124,415.00
			\$391,280.00

Deceased Farm Animal Removal (DAR)

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2022-0225	Garrard County Conservation District	Garrard	\$2,500.00
A2022-0231	Madison County Conservation District	Madison	\$10,000.00
A2022-0232	Hardin County Fiscal Court	Hardin	\$12,500.00
			\$25,000.00

Shared-Use Equipment Program

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2022-0229	Madison County Farm Bureau, Inc. of Madison County, Kentucky	Madison	\$18,638.00
A2022-0230	Madison County Farm Bureau, Inc. of Madison County, Kentucky	Madison	\$25,650.00
			\$44,288.00

Total County Funds Recommended for Approval in Programs:	\$460,568.00
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Approved Project

Kentucky Dairy Development Council, Inc.**A2022-0205***Application County: Fayette**Date Submitted: 09/29/2022**Total Funds Awarded: \$1,891,560***FUNDING REQUEST**

The Kentucky Dairy Development Council, Inc. (KDDC) is requesting \$1,891,560 in state funds for calendar years 2023-2024 to continue educating, representing, and promoting Kentucky's dairy producers and industry.

APPLICATION SUMMARY

KDDC will develop and implement programs on business procedures and production agriculture practices, environmental requirements, and provide services that will enhance sustainability and profitability. KDDC's contributions include four regional dairy consultants, Market Incentive Leadership for Kentucky (MILK) Program, Young Dairy Producer Initiative (YDPI), Value Added On-Farm Processing Initiative, MILK COUNTS Program, and the KDDC Milk Matters Newsletter.

The total cost of the two-year project, is estimated at \$2,668,183.84 with the following funding sources:

\$1,891,560 KADF state funds

\$50,000 Membership Dues/YDPC/KDPM

\$10,000 KDDC Milk Matters Newsletter

\$200 KY Kate

\$20,000 DCP- Section 319(h) NPS Grant

\$1,400 Interest

PROJECTED PRODUCER IMPACT

The applicant states that 375 Kentucky dairy farm families will benefit from this program.

Board Decision:

12.16.2022 • Kentucky Dairy Development Council, Inc. was approved \$1,891,560 in state funds to continue educating, representing, and promoting Kentucky's dairy producers and industry

Approved Project

Kentucky Beef Network, LLC**A2022-0207***Application County: Fayette**Date Submitted: 09/30/2022**Total Funds Awarded: \$2,057,237***FUNDING REQUEST**

The Kentucky Beef Network, LLC (KBN) is requesting \$2,293,810 in State funds for calendar years 2023 (1,139,609) and 2024 (1,154,201) to continue to provide programs to cattle producers that will enhance their net returns through increased marketing opportunities, data management, education and comprehensive farm management systems.

APPLICATION SUMMARY

KBN will implement production and marketing programs for producers while focusing on profitability and farm business management.

In addition to the KBN (\$1,028,925) and UK personnel (\$594,555) and operating costs over this 2-year project, the following programs/events will be offered by the applicant:

- \$33,000 Advanced Post Weaning Value Added Program
- \$40,000 Protecting Your Farm: Biosecurity, Traceability, Beef Quality & Care Assurance
- \$63,000 Innovative Facilities for Cattle
- \$18,500 Finishing Cattle Improvement Program
- \$80,000 Agriculture Infrastructure and Mechanization
- \$20,000 Beef Efficiency Conference
- \$40,000 Market Cow/Feeder Calf Course & Tour
- \$30,000 Communication to Cattlemen
- \$ 8,000 Diversified Cattle Production Systems: Backgrounding
- \$7,905 Confinement Conference
- \$77,800 Back to the Basics: The things you should be doing on your operation
- \$8,000 Beef Bull Seedstock Symposium
- \$13,075 Bull Value Assessment Program
- \$5,000 Expansion of Cow/Calf/Stocker Profitability Courses
- \$31,050 Master Cattlemen
- \$96,000 Applied Master Cattlemen
- \$99,000 Master Grazer

The total cost of the 2-year project is estimated at \$2,293,810 with the following funding sources:
\$2,293,810 KADF State funds

PROJECTED PRODUCER IMPACT

The applicant states that all cattle producers in Kentucky could benefit from this project.

Board Decision:

12/16/2022 • Kentucky Beef Network, LLC was approved \$2,057,237 in state funds to provide production and marketing programs for cattle producers that will focus on profitability and farm business management.

Approved Project

Lincoln County Board of Education**A2022-0217***Application County: Lincoln**Date Submitted: 10/20/2022**Total Funds Awarded: \$13,112***FUNDING REQUEST**

Lincoln County Board of Education is requesting \$13,112 in Lincoln County funds to expand the current greenhouse at Lincoln County High School.

APPLICATION SUMMARY

Lincoln County High School's current greenhouse consists of two 30x60 buildings that are connected in the middle. The applicant plans to expand by adding a 24x48 greenhouse in front of the two existing buildings as well as tables inside. This expansion will help improve organization, space, and efficiency in the greenhouse.

The total cost of the project is estimated at \$26,222.33 with funding from the following sources:

\$ 13,112 Lincoln County funds (Committed)

\$ 13,111.17 "Nick Carter – Gift to FFA" (Secured)

PROJECTED PRODUCER IMPACT

The applicant states that all of the students in the program (300-350), their families, and more in the community will be impacted.

Board Decision:

12/16/2022 • Lincoln County Board of Education was approved \$13,112 in Lincoln County funds to expand the greenhouse at Lincoln County High School.

Approved Project

Kentucky Agriculture and Environment in the Classroom, Inc.

A2022-0224

Application County: _ALL

Date Submitted: 10/28/2022

Total Funds Awarded: \$151,250

FUNDING REQUEST

Kentucky Agriculture and Environment in the Classroom, Inc. (KAEC) is requesting \$151,250 in state funds for educational materials and program services over a 2-year period (through December 2024).

APPLICATION SUMMARY

KAEC and its funding partners provide agriculture-based educational programs and resources to teachers, schools, and volunteer farm educators to grow agricultural literacy, develop future consumers, and encourage students to consider agriculture-based professions. It is estimated that they have reached over 1 million students and teachers across Kentucky over the past eight years.

The total cost of the project is estimated at \$302,500 with funding from the following sources:

\$151,250 State funds	2022	2023 (Estimated)	2024 (Estimated)
KY Soybean Board	\$20,000	\$20,000	\$20,000
KY Cattlemen's Association	\$10,000	\$10,000	\$10,000
Southland Dairy Farmers	\$2,500	\$2,500	\$2,500
Jefferson County Farm Bureau	\$500		
Jessamine County Conservation	\$500		
Kentucky Department of Agriculture	\$20,000	\$20,000	\$20,000
Farm Credit Mid America	\$2,500	\$2,500	\$2,500
Kentucky Farm Bureau	\$10,000	\$10,000	\$10,000
Kentucky Agricultural Council	\$7,500	\$15,000	\$15,000
Kentucky Corn Growers Association	\$5,000	\$10,000	\$10,000
Daviess County Farm Bureau	\$724		
Jefferson County Farm Bureau	\$1,000		
KY Small Grain Growers	\$2,500	\$2,500	\$2,500
Agribusiness Association of KY	\$2,500	\$2,500	\$2,500
Kentucky Livestock Coalition	\$10,000	\$10,000	\$10,000
The Dairy Alliance	\$2,500	\$2,500	\$2,500
KY Pork Producers (requested)	\$25,000	\$20,000	\$20,000
KY Poultry Federation (requested)	\$5,000	\$2,500	\$2,500
Other Sales & Income	\$6,000	\$7,500	\$7,500
Totals	\$133,724	\$137,500	\$137,500

PROJECTED PRODUCER IMPACT

The applicant states that the goal of this program is to educate future Kentucky consumers which has the potential to impact all Kentucky farm families.

Board Decision:

12/16/2022 • Kentucky Agriculture and Environment in the Classroom, Inc. was approved \$151,250 in state funds for educational materials and program services over a two-year period.

On-Farm Water SSG Projects Approved

APP #	APPLICANT	COUNTY	FUNDS REQUESTED
A2022-0175	J. R. Farms	Wolfe	\$10,000.00

Total State Funds Recommended for Approval: **\$10,000.00**
Awards: 1 # Counties: 1

**The On-Farm Water Management Program provides funding to promote water resillience on farms.
The Small Scale Grant (SSG) is for a private farm that wishes to implement bestmanagement practices for water management on the farm.*



Kentucky Agricultural Development Board approves more than \$4 million for projects across the commonwealth

Funded projects focus on agricultural diversification, rural development

FRANKFORT (Dec. 16, 2022) – The Kentucky Agricultural Development Board approved \$4,583,727 for agricultural diversification and rural development projects across the commonwealth at its monthly board meeting.

“Grants through the Kentucky Agricultural Development Board provide Kentucky agriculture producers a pathway to diversification,” said Commissioner of Agriculture and board chair Dr. Ryan Quarles. “The awarded projects represent a wide variety of agriculture practices helping the state and its farmers reach different opportunities for the advancement of all.”

State and County Funded Projects

- Kentucky Agriculture and Environment in the Classroom, Inc. was approved \$151,250 in state funds for educational materials and program services over a two-year period. For more information, contact Jennifer Elwell at jennifer@teachkyag.org.
- Kentucky Beef Network, LLC was approved \$2,057,237 in state funds to provide production and marketing programs for cattle producers that will focus on profitability and farm business management. For more information, contact Becky Thompson at bthompson@kycattle.org.
- Kentucky Dairy Development Council, Inc. was approved \$1,891,560 in state funds to continue educating, representing, and promoting Kentucky’s dairy producers and industry. For more information, contact H.H. Barlow III at kddc@kydairy.org.
- Lincoln County Board of Education was approved \$13,112 in Lincoln County funds to expand the greenhouse at Lincoln County High School. For more information, contact Harvey Franklin at harvey.franklin@lincoln.kyschools.us.
- J.R. Farms was approved \$10,000 in state funds as a Small-Scale Grant to invest in water harvesting equipment for beef cattle. For more information, contact Joshua Rose at jrfarms1@yahoo.com.

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.

Two CAIPs were approved by the board totaling \$391,280:

- Boone (\$124,415)

- Todd (\$266,865)

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.

Three DAR programs were approved by the board totaling \$25,000:

- Garrard (\$2,500)
- Hardin (\$12,500)
- Madison (\$10,000)

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.

Two Shared-Use Equipment programs were approved by the board totaling \$44,288:

- Madison (\$18,638 and \$25,650)

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

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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.



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