

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

February 10, 2023

Meeting of the Kentucky Agricultural Finance Corporation Board

February 17, 2023

Meeting of the Kentucky Agricultural Development Board



February Approved Loans

Lender	lown & Country Bank and Irus	independence bank	Farm Credit Mid-America	Field & Main Bank	Farm Credit Mid-America	Central KY Ag Credit	Central KY Ag Credit	United Southern Bank
Total Project Cost	71,216,687.UU	5350,000.00	\$430,000.00	\$1,815,300.00	\$405,000.00	\$1,176,000.00	\$140,000.00	\$400,000.00
Amount Approved	\$450,000.00	\$105,000.00	\$218,250.00	\$250,000.00	\$202,500.00	\$250,000.00	\$66,500.00	\$26,250.00
Enterprise	Grain	Grain	Poultry	Poultry	Poultry	Grain	Beef	Horticulture
County	Nelson	Henderson	Grayson	Hopkins	Wayne	Bourbon	Bracken	Christian
Program	Ag Processing	Beginning Farmer	Beginning Farmer	Beginning Farmer	Beginning Farmer	Beginning Farmer	Beginning Farmer	Beginning Farmer

\$5,932,987.00

\$1,568,500.00

Total

Programs Recommended for Approval

<u>Application</u>	Program Administrator	County	Funds Requested
A2023-0017	Campbell County Conservation District	Campbell	\$37,685.00
A2023-0019	Harlan County Soil Conservation District	Harlan [*]	\$53,387.00
A2023-0022	Ohio County Cattlemen's Association, Inc.	Ohio	\$130,000.00
A2023-0025	Washington County Conservation District	Washington	\$120,000.00
			\$341,072.00
eceased Farm	Animal Removal (DAR)		
<u>Application</u>	Program Administrator	County	Funds Requested
A2023-0027	Shelby County Fiscal Court	Shelby	\$15,000.00
			\$15,000.00
lext Generation	Farmer (NextGen)		
<u>Application</u>	Program Administrator	<u>County</u>	Funds Requested
A2023-0026	Washington County Conservation District	Washington	\$37,500.00
			\$37,500.00
outh Ag Incent	ives Program (Youth)		
<u>Application</u>	Program Administrator	County	Funds Requested
A2023-0018	Harlan County Soil Conservation District	Harlan [*]	\$2,500.00
A2023-0024	Washington County Conservation District	Washington	\$19,000.00
A2023-0028	Shelby County 4-H Council, Inc	Shelby	\$10,000.00

*Indicates a portion of the project is funded from the "State Funds To Support to Counties with Limited Allocation initiative."

Total County Funds Recommended for Approval in Programs:

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\$425,072.00

App # A2022-0173 (YAIP)

Applicant Name Wayne County Agriculture Development Council, Inc.

Original Amount Approved \$15,000 Execution Date 10/13/2022

Requested Change The applicant requests an <u>additional</u> \$15,000 in Wayne County funds

for the YAIP 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 \$30,000.

Recommend Approval

KADF On-Farm Energy Incentives

Approved at the February 2020 KADB Meeting

County	Program Administrator	Date Submitted	Funds Approved
Adair	Compton Dairy On-Farm Energy Dairy	12/09/2022	\$6,189
Bell	Mountainside Farm, LLC On-Farm Energy Horticulture	12/16/2022	\$10,150
Graves	Deer Creek Farms & Electrical, Inc On-Farm Energy Poultry	11/15/2022	\$10,150
Jessamine	Mark Tanaka On-Farm Energy Poultry	12/15/2022	\$10,150
4			\$36,639

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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

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^{*}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.

Metcalfe County 4-H Council, Incorporated

A2022-0236

Application County: Metcalfe Date Submitted: 12/14/2022

Total Funds Awarded: \$1,500

FUNDING REQUEST

The Metcalfe County 4-H Council, Inc. is requesting \$1,500 in Metcalfe County funds to purchase 25 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, the science behind the curing process, food safety, meat production, and food preservation. After the curing process, members will pick their best ham and exhibit it at the KY State Fair where they will also give a speech about the process.

The total cost of the project is estimated at \$3,235 with the following funding sources:

\$1,500 Metcalfe County Funds (Committed)

\$1,735 Metcalfe County Extension District Board (Secured)

PROJECTED PRODUCER IMPACT

The applicant states that Metcalfe County farm families will benefit from this project.

Board Decision:

2/17/23 • Metcalfe County 4-H Council, Inc. was approved \$1,500 in Metcalfe County funds to purchase 25 hams for Metcalfe County 4-H members

Blackacre Conservancy, Inc

A2022-0237

Application County: Jefferson Date Submitted: 12/15/2022

Total Funds Awarded: \$2,785

FUNDING REQUEST

Blackacre Conservancy, Inc. is requesting \$2,785 in Jefferson County funds to build a 32'x48' hoop barn for hay and equipment storage.

APPLICATION SUMMARY

Blackacre Conservancy is a nature preserve & historic homestead in Louisville. At Blackacre, 350 families rent community garden spots, and 80,000 people visit the property annually. Storage space has been a challenge on the property. The applicant plans to build a 32'x48' hoop barn that will be used to store hay for farm animals and equipment that is used to manage the farmland.

The total cost of the project is estimated at \$8,500 with the following funding sources:

\$2,785 Jefferson County Funds (Committed)

\$1,215 CAIP Funds (Secured)

\$4,500 Private Donors/Capital Campaign (Secured)

PROJECTED PRODUCER IMPACT

The applicant states that over 350 families have community garden spots and estimates approximately 80,000 visitors annually who will all benefit from this project.

Board Decision:

2/17/23 • Blackacre Conservancy, Inc. was approved \$2,785 in Jefferson County funds to build a hoop barn and purchase storage for equipment.

Community Farm Alliance, Inc.

A2022-0240

Application County: Madison Date Submitted: 12/19/2022

Total Funds Awarded: \$1,243,434

FUNDING REQUEST

The Community Farm Alliance (CFA) is requesting \$678,450 in State funds to continue supporting market and nutrition incentives, increasing access to local food for low income populations, and leveraging federal funds to support the food and farming systems in Kentucky.

APPLICATION SUMMARY

CFA's project is aimed at increasing sales and income for Kentucky farmers, increasing access to local food for low income populations, and leveraging federal food and nutrition program funds. CFA is building on nearly 8 years of work to accomplish these goals through a broad scope of programs such as: Farmers Market Support Program (FMSP), Farmers Market Resiliency Program (FMRP), and Kentucky Double Dollars (KDD). Funding for this project will go towards materials/supplies, incentives, travel, and personnel to run these programs.

The total cost of the project is estimated at \$1,363,365 with the following funding sources:

\$678,450 KADF State funds

\$348,938 USDA AMS FMPP (secured)

\$32,000 KDD Market Admin (secured)

\$8,000 MMCS (secured)

\$192,987 Participating KDD Locations (secured)

\$102,990 CFA General Support (secured)

PROJECTED PRODUCER IMPACT

The applicant states that nearly 900 farmers will be impacted by this project, based on last year's impact.

Board Decision:

2/17/2023 • Community Farm Alliance, Inc. was approved \$621,717 in state funds over a two-year period to continue supporting market and nutrition incentives and increase access to local food for low-income populations.

Alvios Cuban Meats, LLLP A2023-0014

Application County: Jefferson Date Submitted: 01/03/2023

Total Funds Awarded: \$155,403

FUNDING REQUEST

Alivio's Cuban Meats, LLLP Inc. is requesting \$155,403 in state funds to purchase equipment for their new Cuban Meats restaurant in Louisville, KY.

APPLICATION SUMMARY

Alvio's Cuban Meats is a wholesale meat producer currently serving Louisville, KY-MSA. The owners, Alvio and Elaisy Lapinet, have leased a restaurant located at 637 W Main St, Louisville, KY 40202.

The funds will be used to purchase the equipment that is needed to run this business.

11 different products will be sold including, charcuterie boards, sandwiches, and meat sliced by the pound. The space will have a sit-down and deli service. The applicants hope this restaurant will allow consumers to try their products before deciding to purchase in wholesale amounts.

The total cost of the project is estimated at \$309,304.12 with the following funding sources:

\$155,403 KADB State Funds

\$10,000 Own Equipment (Secured)

\$60,000 Landlord (Secured)

\$155,000 Metco (Secured)

\$15,000 Kentucky State University Funds (Secured)

PROJECTED PRODUCER IMPACT

The applicant states that at least 3 farm families will benefit from this project in the first year with plans to increase in the future.

Board Decision:

2/17/2023 • Avios Cuban Meats, LLLP was approved \$155,403 in state funds to purchase equipment for their meat processing facility.

Daviess County Cattleman's Association

A2023-0015

Application County: Daviess Date Submitted: 01/03/2023

Total Funds Awarded: \$5,775

FUNDING REQUEST

The Daviess County Cattleman's Association is requesting \$5,775 in Daviess County funds to purchase a Mobile Beef Promotion Trailer and food preparation equipment.

APPLICATION SUMMARY

The applicant indicates that the funds will be used to purchase a 7'x14' trailer with installed cabinetry to promote beef through cooking within the local area. The Daviess County Cattleman's Association will state that the use of this trailer will enable them to educate the consumers on safe handling guidelines, pass out beef recipes, prepare meals, and share with consumers details about the beef regarding the origin, raising, and selling. They currently have eighty-three members in the organization that will be participating in the usage of this project.

The total cost of the project is estimated at \$11,549 with funding from the following sources:

\$5,774.50 KADF Daviess County funds (unsecured)

\$5,774.50 Daviess County Cattleman's Association (secured)

PROJECTED PRODUCER IMPACT

The applicant indicates that the Mobile Beef Promotion Trailer would be available for use in Daviess County and will be used at larger events, such as the Daviess County Fair and Apple Fest.

Board Decision:

2/17/2023 • Daviess County Cattleman's Association was approved \$5,775 in Daviess County funds to purchase a Mobile Beef Promotion Trailer.

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Kentucky Agricultural Development Board approves more than \$1.2 million for projects across the commonwealth

Funded projects focus on agricultural diversification, rural development

FRANKFORT (Feb. 17, 2023) – The Kentucky Agricultural Development Board approved \$1,263,891 for agricultural diversification and rural development projects across the commonwealth at its monthly board meeting.

"The Kentucky Agricultural Development Board approves projects that will contribute to a pathway for agricultural diversification across the state," said Commissioner of Agriculture and board chair Dr. Ryan Quarles. "Agriculture is still very strong in Kentucky and projects, such as the ones awarded today, will guarantee that continues into the future."

County and State Funded Projects

- Avios Cuban Meats, LLLP was approved \$155,403 in state funds to purchase equipment for their meat processing facility. For more information, contact Elaisy Gonzalez at alvioscubanmeats@gmail.com.
- Blackacre Conservancy, Inc. was approved \$2,785 in Jefferson County funds to build a hoop barn and purchase storage for equipment. For more information, contact Dennis Craig at dennisc@visitblackacre.org.
- Community Farm Alliance, Inc. was approved \$621,717 in state funds over a two-year period to continue supporting market and nutrition incentives and increase access to local food for low-income populations. For more information, contact Martin Richards at martin@cfakv.org.
- Daviess County Cattleman's Association was approved \$5,775 in Daviess County funds to purchase a Mobile Beef Promotion Trailer. For more information, contact Joan Hayden at haydenfarms14@gmail.com.
- Metcalfe County 4-H Council, Inc. was approved \$1,500 in Metcalfe County funds to purchase 25 hams for Metcalfe County 4-H members. For more information, contact Marla Young at marla.young@uky.edu.

State Program

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.

Four On-Farm Energy grants were approved by the board totaling \$36,639:

- Adair (\$6,189)
- Bell (\$10,150)
- Graves (\$10,150)
- Jessamine (\$10,150)

County Programs

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.

Four CAIPs were approved by the board totaling \$341,072:

- Campbell (\$37,685)
- Harlan (\$53,387)
- Ohio (\$130,000)
- Washington (\$120,000)

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 \$15,000:

• Shelby (\$15,000)

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 \$37,500:

• Washington (\$37,500)

Youth Agricultural Incentives Program (YAIP)

YAIP encourages youth to engage in and explore agricultural opportunities.

Four YAIPs were approved by the board totaling \$46,500:

- Harlan (\$2,500)
- Shelby (\$10,000)
- Washington (\$19,000)
- 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.





