	(dr req 20-0805 – draft 2. <u>2</u> ±) 1/24/2020 - MOG - 03:08 PM
1	Introduced by Committee on Agriculture
2	Date:
3	Subject: Agriculture; appropriations; agricultural development; <u>Farmers</u>
4	Markets school nutrition; water quality; soil health
5	Statement of purpose of bill as introduced: This bill proposes multiple
6	provisions related to agricultural development in the State. The bill would
7	explore establishing a Dairy Farm Next Generation Incentive Program. The
8	bill would provide grants to provide business and strategic planning service to
9	representatives of farmers' markets. The bill would appropriate funds to the
10	Produce Safety Improvement Grant Program to provide financial assistance for
11	the design, implementation, and documentation of on farm marketing,
12	processing, storage, or cooperative distribution projects. The bill would create
13	incentives for schools to purchase locally produced foods. In addition, the bill
14	would appropriate funds for soil and manure management, for soil health
15	monitoring, and for grants from the Farm Agronomic Practices Program, the
16	Capital Equipment Assistance Program, and the Vermont Phosphorus
17	Innovation Challenge.

An act relating to agricultural development

18

	(dr req 20-0805 – draft 2. <u>2</u> ±) 1/24/2020 - MOG - 03:08 PM	1
1	It is hereby enacted by the General Assembly of the State of Vermont:	
2	* * * Dairy Farm Next Generation Program * * *	
3	Sec. 1. 6 V.S.A. § 22 is added to read:	
4	§ 22. VERMONT DAIRY FARM NEXT GENERATION INCENTIVE	
5	PROGRAM	
6	(a) As used in this section, "next generation" means an individual, whether	<u>r</u>
7	related or not by familial ties, who is seeking to start a new dairy farm or	
8	assume ownership of an existing dairy farm.	
9	(b)(1) The Secretary of Agriculture, Food and Markets shall explore what	
10	would be required to develop and implement a statewide Vermont Dairy	
11	Farm Next Generation Incentive Program whose aim is provide a small amount	<u>1t</u>
12	of state financial support to next generation dairy farmers.	
13	(2) The Secretary of Agriculture, Food and Markets shall assemble a	
14	group of dairy industry stakeholders and business assistance providers to	
15	consider how to develop, manage and fund	
16	<u>a program</u>	
17	that matches persons seeking to start a dairy farm or transition	
18	into ownership of a dairy farm with persons willing to sell or otherwise transfer	<u>er</u>
19	ownership of all or a portion of a dairy farm.	
20	(3) Funding awarded through to the Program may be used to build and	
21	administer coordinated and cohesive program implementation and to provide	

Commented [EK1]: We suggest you look at bill language used to establish the new worker relocation program as there may be language that can be used to supplement this section. It is not intended to be just like this ... but rather a means of getting recruiting young people into dairy farming — eg. funds could be used to provide a stipend for 1 year or to pay some amount of student debt. See the program just created by Act 80 (page 15) (Sec. 12. NEW WORKER RELOCATION INCENTIVE PROGRAM) from 2019 <a href="https://legislature.vermont.gov/Documents/2020/Docs/ACTS/ACT080/ACT080%20As%20Enacted.pdf">https://legislature.vermont.gov/Documents/2020/Docs/ACTS/ACT080/ACT080%20As%20Enacted.pdf</a>

ļ	(dr req 20-0805 – draft 2.2+) 1/24/2020 - MOG - 03:08 PM
1	participants with a stipend during program participation, based on need. Funds
2	may be made available only to program participants that:
3	(A) do not replace or supplant existing positions;
4	(B) expose individuals to real and meaningful workplace experiences
5	on a dairy farm;
6	(C) provide a process that measures progress toward mastery of the
7	knowledge and skills necessary to successfully operate a dairy farm;
8	(D) are designed to motivate and educate participants through work-
9	based learning opportunities on Vermont dairy farms; or
10	(E) offer participants a continuum of learning, experience, and
11	relationships with employers that will make it financially possible and
12	attractive for individuals to continue to work and live on a dairy farm in
13	<u>Vermont.</u>
14	(c) The Secretary of Agriculture, Food and Markets shall:
15	(1) identify new and existing funding sources that may be allocated to
16	the Program;
17	(2) collect data and establish program goals and performance measures
18	that demonstrate program results for next generation program participation
19	funded through the Program;

(dr req	20-0	805 –	dra	ft 2. <u>2</u>	1)
1/24/20	20	MOG	٠ ١	3.08	DM

Page 4 of 11

1	(3) engage appropriate agencies and departments of the State in the
2	Program to expand next generation opportunities within State government and
3	with entities awarded State contracts; and
4	(4) work with other public and private entities to develop and enhance
5	next generation program engagement, opportunities, and activities throughout
6	the State.
7	* * * Farmers' Markets * * *
8	Sec. 2. APPROPRIATIONS; FARMERS' MARKETS
9	In fiscal year 2021, \$50,000.00 is appropriated to the Agency of
10	Agriculture, Food and Markets from the General Fund to provide a grant to an
11	organization to provide business and strategic planning services and stipends to
12	a representative of up to 10 farmers' markets in the State to enable
13	participation in business assistance services offered by agricultural advocacy
14	groups, such as NOFA-VT and the Vermont Farmers Market Association.
15	* * * Produce Safety Improvement Grants * * *
16	Sec. 3. APPROPRIATIONS; PRODUCE SAFETY IMPROVEMENT
17	GRANT PROGRAM
18	In addition to any other funds appropriated to the Agency of Agriculture,
19	Food and Markets (Agency) for the Produce Safety Improvement Grant
20	Program, \$200,000.00 is appropriated to the Agency to provide financial
21	assistance under the Produce Safety Improvement Grant Program for the

1	design, implementation, and documentation of on farm marketing, processing,
2	storage, or cooperative distribution projects to assist Vermont produce grower
3	implement on farm food safety practices, transition to compliance with the
4	Food Safety Modernization Act Produce Safety Rule, and meet market
5	demands for on farm food safety.
6	* * * School Nutrition Programs; Locally Produced Foods * * *
7	Sec. 4. 16 V.S.A. § 1262a is amended to read:
8	§ 1262a. AWARD OF GRANTS
9	<u>* * *</u>
10	(d) The Agency shall, from funds appropriated to it to implement this
11	section, award grants to school districts in accordance with section 1264a of
12	this title (Locally Produced Foods).
13	Sec. 5. 16 V.S.A. § 1264 is amended to read:
14	§ 1264. FOOD PROGRAM
15	<u>* * *</u>
16	(d) It is a goal of the State that by the year 2022 school boards operating a
17	school lunch, breakfast, or summer meals program shall purchase at least 20
18	percent of all food for those programs from local producers.
19	(e)(1) On or before December 31, 2020, and annually thereafter, a school
20	board operating a school lunch, breakfast, or summer meals program shall

1	submit to the Agency of Education an estimate of the percentage of locally
2	produced foods that were purchased by the school board for those programs.
3	(2) On or before January 31, 2021, and annually thereafter, the Agency
4	of Education shall submit to the Senate Committees on Agriculture and on
5	Education and the House Committees on Agriculture and Forestry and on
6	Education in an aggregated form the information received from school boards
7	regarding the percentage of locally produced foods that are purchased as part
8	of a school lunch, breakfast, or summer meals program. The provisions of 2
9	V.S.A. § 20(d) regarding expiration of required reports shall not apply to the
10	report required by this subdivision.
1	Sec. 6. 16 V.S.A. § 1264a is added to read:
12	§ 1264a. LOCALLY PRODUCED FOODS
13	(a) It is a goal of the State that by the year 2022 at least 20 percent of all
14	foods purchased for school lunch, breakfast, or summer meals programs shall
15	be locally produced foods. School boards have the discretion to define what
16	foods are included within the definition of "locally produced foods" for the
17	purposes of this subsection and subsection (b) of this section.
18	(b)(1) On or before December 31, 2020 and annually thereafter, a school
19	board operating a school lunch, breakfast, or summer meals program shall
20	submit to the Agency of Education an estimate of the percentage of locally
21	produced foods that were purchased by the school board for those programs

1	during the preceding school year and, for summer meal programs, during the
2	preceding summer.
3	(2) On or before January 31, 2021 and annually thereafter, the Agency
4	of Education shall submit to the Senate Committees on Agriculture and on
5	Education and the House Committees on Agriculture and Forestry and on
6	Education in an aggregated form the information received from school boards
7	regarding the percentage of locally produced foods that are purchased as part
8	of a school lunch, breakfast, and summer meals program. The provisions of
9	2 V.S.A. § 20(d) regarding expiration of required reports shall not apply to the
10	report required by this subdivision.
11	(c)(1) Beginning in the 2020 21 school year and annually thereafter,
12	school districts whose boards report purchasing at least 15 percent of locally
13	produced foods in aggregate under school lunch, breakfast, and summer meals
14	programs under subsection (b) of this section shall be eligible to apply to the
15	Agency of Education for a local foods incentive payment from funds
16	appropriated to the Agency of Education for this purpose.
17	(2) A school district that is eligible to apply for a local foods incentive
18	payment under subdivision (1) of this subsection may apply to the Agency for
19	this payment by submitting information that demonstrates that at least
20	15 percent of all foods purchased by the school board in the aggregate for
21	school lunch, breakfast, and summer meals programs during the preceding

1	school year or, for summer meal programs, during the preceding summer were
2	fruits, vegetables, meat, poultry, dairy, and eggs that are grown or raised in
3	<u>Vermont or foods processed in Vermont with greater than 50 percent Vermont</u>
4	grown or raised ingredients.
5	(3) If a school district is eligible for a local foods incentive payment
6	under subdivision (2) of this subsection, then the Agency shall make the
7	incentive payment, subject to appropriation, which shall be determined as
8	<u>follows:</u>
9	(A) 15 cents per plate served through a school lunch program for
10	school districts purchasing at least 15 percent or more of locally produced
11	<del>foods;</del>
12	(B) 20 cents per plate served through a school lunch program for
13	school districts purchasing at least 20 percent or more of locally produced
14	foods; or
15	(C) 25 cents per plate served through a school lunch program for
16	school districts purchasing at least 25 percent or more of locally produced
17	<del>foods.</del>
18	Sec. 7. ADMINISTRATIVE SUPPORT
19	(a) The Agency of Education shall collaborate with the Agency of
20	Agriculture, Food and Markets to promote the local foods program under

1	16 V.S.A. § 1264a to school districts, farmers, food processors, and
2	distributors.
3	(b) The following position is created in the Agency of Education: one full-
4	time, classified position specializing in the administration of school food
5	programs to assist school districts with expanding access to locally produced
6	foods. The position established in this subsection shall be transferred and
7	converted from an existing vacant position in the Executive Branch of State
8	government. There is appropriated to the Agency of Education from the
9	General Fund for fiscal year 2021 the amount of \$100,000.00 for salary,
10	benefits, and operating expenses.
11	* * * Soil and Manure Management * * *
12	Sec. 8. APPROPRIATIONS; SOIL AND MANURE MANAGEMENT
13	In addition to any other funds appropriated to the Agency of Agriculture,
14	Food and Markets (Agency) from the General Fund for water quality
15	improvement in fiscal year 2021, \$300,000.00 is appropriated to the Agency to
16	issue grants to the Vermont Natural Resources Conservation Council and
17	farmers watershed organizations in the State for outreach and education of
18	farmers regarding improved or innovative methods for the management of
19	soils and manure applied to soils.
20	* * * Farm Agronomic Practices * * *
21	Sec. 9. APPROPRIATIONS; FARM AGRONOMIC PRACTICES

1	————PROGRAM
2	In fiscal year 2021, \$1,000,000.00 is appropriated to the Agency of
3	Agriculture, Food and Markets from the General Fund for grants under the
4	Farm Agronomic Practices Program.
5	* * * Capital Equipment Assistance Program * * *
6	Sec. 10. APPROPRIATIONS; CAPITAL EQUIPMENT ASSISTANCE
7	——————————————————————————————————————
8	In fiscal year 2021, \$1,000,000.00 is appropriated to the Agency of
9	Agriculture, Food and Markets from the General Fund for grants under the
10	Capital Equipment Assistance Program.
11	* * * Vermont Phosphorus Innovation Challenge * * *
12	Sec. 11. APPROPRIATIONS; VERMONT PHOSPHORUS
13	INNOVATION
14	CHALLENGE
15	In fiscal year 2021, \$1,000,000.00 is appropriated to the Agency of
16	Agriculture, Food and Markets from the General Fund for grants under the
17	Vermont Phosphorus Innovation Challenge.
18	* * * Soil Health Monitoring * * *
19	Sec. 12. APPROPRIATIONS; SOIL HEALTH MONITORING
20	In fiscal year 2021, \$1,000,000.00 is appropriated to the Agency of
21	Agriculture, Food and Markets from the General Fund to implement programs

	(dr req 20-0805 – draft 2. <u>2</u> 1) 1/24/2020 - MOG - 03:08 PM	Page 11 of 11
1	for the measuring and monitoring of soil health in the State, inc	luding the
2	development of a statewide database of soils, benchmarking spe	ecific soil types,
3	and correlating changes with implementation of specific best m	<del>anagement</del>
4	<del>practices.</del>	
5	* * * Effective Date * * *	
6	Sec. 13. EFFECTIVE DATE	
7	This act shall take effect on July 1, 2020.	