

# NC STATE THINK AND DO THE EXTRAORDINARY

# Southeast Dairy Business Innovation Initiatives: Dairy Farm Business Grants



























#### **Grant Program Contacts**



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# **Expanded Geographic Area**

The SDBII grant program has expanded from TN, KY, and NC to also include:

- Alabama
- Arkansas
- Florida
- Georgia
- Louisiana
- Mississippi
- South Carolina
- Virginia
- West Virginia
- Puerto Rico























#### **Contacts**

#### Regional state contacts:

- NC, SC, GA & MS: <a href="mailto:ncdairyextension@ncsu.edu">ncsu.edu</a>
- KY, AR, VA & WV: <u>i.hickersonkddc@gmail.com</u>
- TN, AL, LA, FL & PR: <u>sdbiigrants@utk.edu</u>

#### Website(s):

- <u>https://valueaddeddairy.tennessee.edu/</u>
- <u>https://dairy.ces.ncsu.edu/</u>
- https://www.kydairy.org/

# **Program Expansion: Scope**

New Allowable Costs for Dairy Farms

•	US	SDA has informed us we can now fund the following:	
		Use of precision technologies for livestock	
		Robotic milking, feeding, and manure management	
		equipment	
		Raw milk storage and cooling equipment	
		Animal comfort, cooling, and housing improvements	
•	<ul> <li>New grant opportunities will be added this year:</li> </ul>		
		Farm Improvement Grant	
		Precision Technology Grant	

 $\frac{https://valueaddeddairy.tennessee.edu/wp-content/uploads/sites/244/2022/12/DBI-Allowable-Unallowable-Costs-On-Far}{m-Subawards\_Final.pdf}$ 

# **Expanded Applicant Scope - Pick 1!**

# **Farm Infrastructure Improvement Grant:**

- Maximum Award Amount: \$100,000 per grantee (at least 32 awards at the total amount)
- Matching Funds on Allowable Expenses: 25% match (up to \$25,000 in matching funds i.e., total project of at least \$125,000 if asking for max)

# **Precision Technology Investment Grant:**

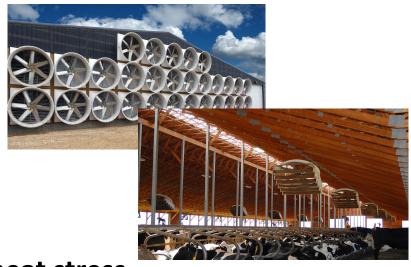
- •Maximum Award Amount: \$200,000 per grantee (at least 10 awards at the total amount)
- •Matching Funds on Allowable Expenses: 25% match (up to \$50,000 in matching funds i.e., total project of at least \$250,000 if asking for max)

# Farm Infrastructure Improvement Grant Areas

- Cooling systems/ventilation to reduce heat stress
- Increased water and feed access
- Equipment to increase parlor throughput and labor efficiency
- Improved feed and forage management and/or storage
- Equipment improvements to animal housing and environments
- Water, waste, and manure management improvements
- Investments to improve farm business structure
- Business, financial or leadership training expenses
- Investing in more efficient on-farm milk cooling and/or storage

### Farm Infrastructure Improvement - Example





#### Cooling systems/ventilation to reduce heat stress

- Cooling systems reduce stress on animals
- Reduce seasonality of milk production- good metric for the grant
- Expect → Increased milk yields, better repro, etc.
- Integrate into other grant programs- energy reduction (REAP)

# Housing



- Loops, waterers, fans, thermostat, curtains, headlocks, bedding, tillers (pack barns)
- Concrete, construction materials, lumber, etc.

#### **Parlors**









Milking equipment, stalls, meters, ATOs, robots, etc.

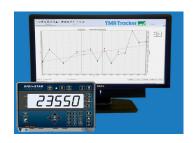


Concrete, construction materials, lumber, etc.

#### **Precision Technology Investment Grant Areas**

- Wearable technologies
- Technology-driven pasture, forage, and feed management systems
- Equipment to support automation and robotics
- Technology-supported animal housing and cow comfort improvements
- Implementation of biotechnologies that can improve herd performance and longevity
- Business management improvements
- Technology and equipment that supports improved milk quality and production through automation of the milking process,

#### **Precision Technology Investment - Example**



Technology Driven Feed Management



Milk metering/parlor management





Wearable Technologies

- Make sure that the tech you choose, solves the problem you have
  - Ex. unless it replaces ALL the senses, robots/automation only replaces part of labor
- Justify how it will improve/increase production
  - Ex. Decreasing days open saves \$3/hd/d open; Heat detection with less synch drugs

# **Unallowable Costs (examples)**

- X Real estate purchases
- × Repayment of loans or mortgages
- ➤ Rent or contract payments for time periods extending beyond the 12-month period allowed for eligible projects
- ➤ Legal fees (for suits, disputes, etc.)
- X Lobbying, fundraising, or other political activities
- × Purchase of Vehicles

# **Competitive Grants = Thoughtful Proposals**

#### Think beyond today

Lots of applications, limited funds, don't just think about what's broken or needs to be replaced today

#### **Strategic investments**

Applications that help position the dairy to be more competitive will perform better in review

#### **Demonstrate returns to dairy**

No matter what you ask for, show how it will impact your farm in terms of reduced labor, reduced cost, increased efficiency, increased profitability, etc.



# Start talking to someone about your idea...

...and be open to suggestions!

- If you have an idea that seems eligible for this grant, reach out to people who can help determine if there are any limiting factors or special considerations for you
- > Reach out to contact(s) who can help you think through your idea and help you think through all the "what if's" and "what's missing"
- > Applications will require that you have some references who can vouch for your idea and support your effort reach out to those contacts now!

#### **Timeline**

Make a wish list...now!

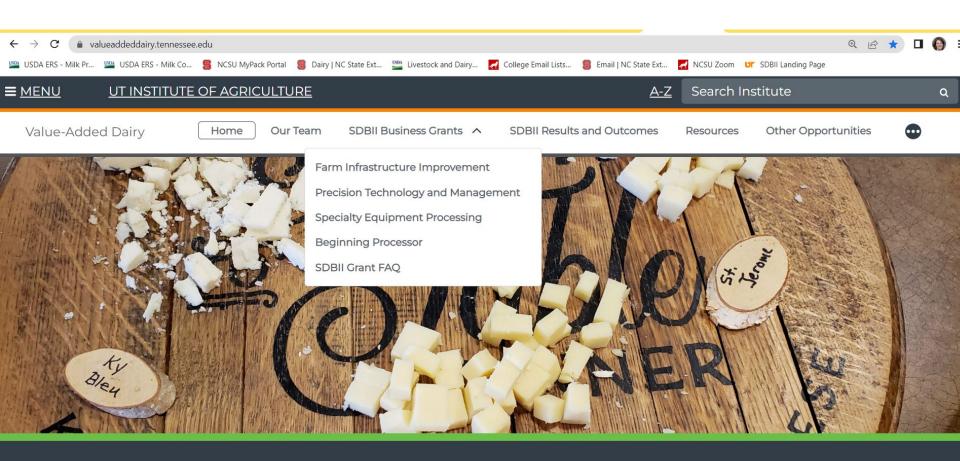


Talk to an advisor (or three!) about your wish list.

Prioritize and determine what's realistic. Think timeline, cost and capital availability, labor capacity, technical feasibility, supply chain delays, etc.

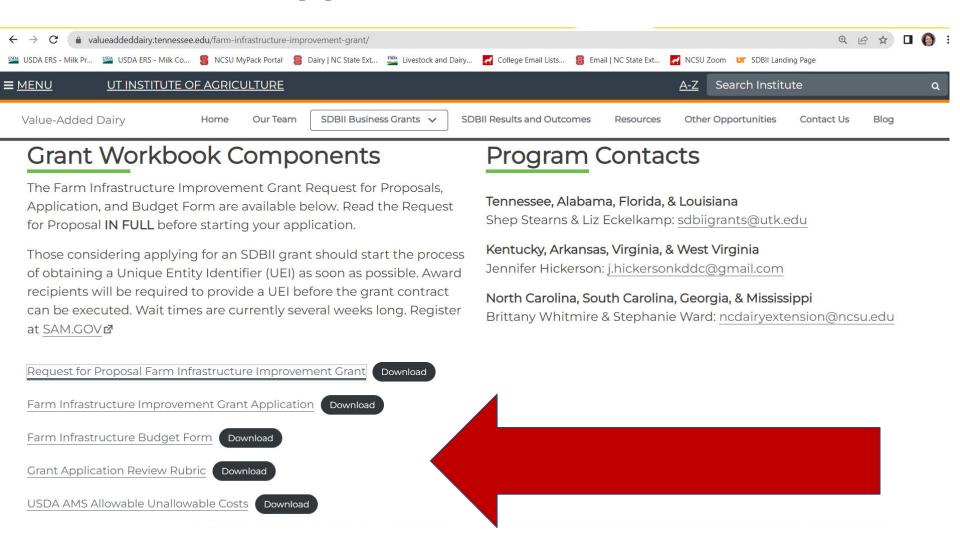
Electronically submit your completed application by **5pm EST on Friday, June 2, 2023.** 

#### Where to find the info...



VALUE-ADDED DAIRY

# **Application Materials**



#### **Contacts**

#### Regional state contacts:

- NC, SC, GA & MS: <a href="mailto:ncdairyextension@ncsu.edu">ncsu.edu</a>
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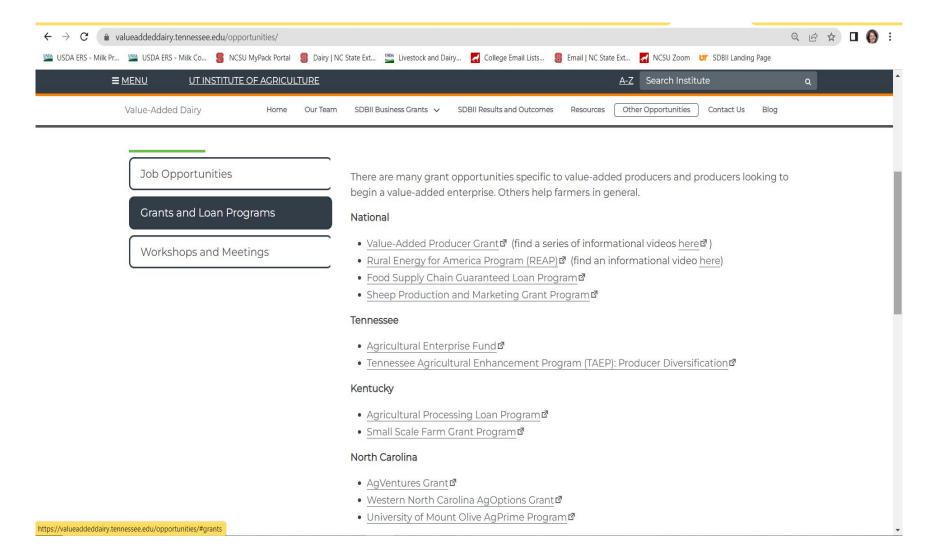








# **Complementary Funding Opportunities**



# First things, first, with federal \$s

#### **UEI & Energy Audit**

#### **Unique Entity ID**

A UEI is a number issued by the SAM system to identify entities that do business with the federal government. In order to receive a grant with federal dollars, you must have a UEI. It's **free** to secure one.

Make sure you go to SAM.gov, not an advertisement website.

#### **Energy Audit**

Part of the energy efficiency grants include an energy audit, which must demonstrate energy savings for your project. Check with your utility provider to see if they offer energy audits. Your state REAP contact should be able to provide a list of auditors in your area.

https://www.rd.usda.gov/files/RBS StateEnergyCoordinators.pdf

