

MINUTES OF THE SENATE AGRICULTURE COMMITTEE

The meeting was called to order by Chairman Mark Taddiken at 8:30 a.m. on January 18, 2011, in Room 159-S of the Capitol.

All members were present except:

Senator Steve Morris – excused
Senator Terry Bruce - excused

Committee staff present:

Tamera Lawrence, Office of the Revisor of Statutes
Jason Thompson, Office of the Revisor of Statutes
Heather O'Hara, Kansas Legislative Research Department
Laura Younker, Kansas Legislative Research Department
Judy Seitz, Committee Assistant

Conferees appearing before the Committee:

Dale Rodman, Acting Secretary, Kansas Department of Agriculture (KDA)

Others attending:

See attached list.

Chairman Taddiken introduced and welcomed new members of the Committee: Senator Ruth Teichman, Vice-Chair; Senator Garrett Love; Senator Jeff King and Senator Steve Abrams.

The Chairman introduced staff members: Tamera Lawrence and Jason Thompson, Office of the Revisor of Statutes; Heather O'Hara and Laura Younker, Legislative Research Department and Judy Seitz, Committee Assistant.

Chairman Taddiken welcomed members of the Kansas Livestock Association (KLA) staff and Leadership Class to the Committee. Each person in the class stated their name, town and/or county.

Dale Rodman, Acting Secretary, Kansas Department of Agriculture (KDA), provided information on his background (Attachment 1). He said that Governor Brownback is committed to growing the Kansas economy. Acting Secretary Rodman stated that he is a member of Governor's Economic Development Team and have been charged with developing an economic strategy to grow the number of Kansas jobs and attract new businesses to the State. Agriculture will have a significant role in achieving the Governor's Road Map for Kansas by growing jobs in rural Kansas.

Acting Secretary Rodman said that he is impressed with the job the KDA staff is doing with reduced resources. He noted that the Committee had received copies of the Kansas Department of Agriculture 2010 Annual Report (on file in Senator Taddiken's office).

He also noted that the governor's budget brings the responsibility for animal health, conservation and agricultural marketing to the Department of Agriculture.

Mr. Rodman took questions from the Committee members.

There were no bill introductions.

The next meeting is scheduled for Wednesday, January 19.

The meeting was adjourned at 9:15 a.m.

SENATE AGRICULTURE COMMITTEE GUEST LIST

DATE: January 18, 2011

NAME	REPRESENTING
John Donley	KS Lusk Ass'n
Jerry Miller	KLA
Shant Hulitt	KLA
Casey & Denise Finlay	KLA
Eric Wilson	KLA
BOB SPRO	KLA
Doug Slap	KLA
Michael Anderson	KLA
Dixie Russell	KLA
Carol Boos	KLA
Jerry Boos	KLA
Derek Belton	KLA
Paul Hartley	KLA
Dylan Bickel	KLA
Justin Kedns	KLA
Brent Bertrams	KLA
Scarlett Hagans	KLA
Don	KLA
Andrew Hager	KLA

SENATE AGRICULTURE COMMITTEE GUEST LIST

DATE: January 18, 2011

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Dale A. Rodman, Acting Secretary

Office of the Secretary
Kansas Department of Agriculture

Sam Brownback, Governor

Presentation to the Senate Agriculture Committee

**By Dale Rodman
Acting Secretary
Kansas Department of Agriculture**

January 18, 2011

Mr. Chairman and Members of the Committee, thank you very much for the opportunity to come before you today. It is an honor to be nominated by Governor Brownback to serve as Secretary of Agriculture. I grew up on our family grain and livestock farm near Toronto, Kansas, and graduated from Kansas State University with a degree in milling science. After a career in agribusiness that included developing and managing facilities in the U.S. and abroad, this is an opportunity for me to serve Kansas agriculture.

My career has included working for Cargill, Inc. a total of 37 years in various management positions in Kansas, across the country and around the world in 30 countries. I also served as president of Tramco, Inc, a family-owned manufacturer of heavy duty dry bulk conveying systems in Wichita.

This is a very exciting time to be part of Kansas agriculture. Kansas agriculture is strong and a foundation of the Kansas economy. U.S. net farm income is forecast at \$81.6 billion in 2010, up 31 percent from 2009 and 26 percent higher than the 10-year average of \$64.8 billion for 2000-2009. The mid-1970s was the last comparable period when U.S. farming enjoyed multiple years of sustained levels of high output and income.

However, there are many opportunities for growth in the Kansas economy, and agriculture will play a key role in that growth. Growing the Kansas economy is the Governor's first priority, and he is committed to taking bold steps today to create economic growth tomorrow. We will grow the animal agriculture sector, facilitating greater investments in livestock production and dairy.

I am serving as a member of Governor Brownback's Economic Development Team, and we have been charged by the Governor to develop an economic development strategy to grow the number of Kansas jobs that provide a meaningful increase in income and opportunity for Kansas families. We will pursue new economic opportunities and be directly involved in attracting new businesses to the State.

*Senate Agriculture Committee
1-18-11
Attachment 1*

The Governor has committed to creating Rural Opportunity Zones. These zones would be an effort to provide rural areas with declining populations an opportunity to find the right tax and economic development resource mix to help kick start growth in their regions.

The selection of Kansas State University as home to the National Bio and Agro-Defense Facility (NBAF) provides a rich opportunity to use this seminal event as a foundation upon which to build an integrated, generations-long private-sector animal health economic growth dividend for Kansas. In order to secure this dividend an intense private sector collaboration/commercialization initiative is warranted.

Rural America is at risk, and the population and economic trends in Kansas are stark. Rural counties face long-term outmigration, underemployment, and brain drain. Twelve of our counties peaked in population in the 1890 Census. Thirty-one of Kansas' 105 counties are considered "frontier" counties with fewer than six persons per square mile. Per capita income of the state is nearly 30 percent below that of Johnson County by itself. From 2000 to 2009, the nine metropolitan counties of Kansas added population in an amount equivalent to another Overland Park, while the population of the 96 non-metro counties lost the equivalent of another Salina. We have opportunities change this trend through expanding rural opportunities in Kansas and growing the agriculture sector. The Governor has specifically targeted growing animal agriculture west of Highway 81.

Agriculture will be play a significant role in achieving the Governor's Road Map for Kansas by growing jobs in rural Kansas, helping to accomplish these goals:

1. Increase in net personal income
2. Increase in private sector employment
3. Increase in the percentage of 4th graders reading at grade level.
4. Increase in the percentage of high school graduates who are college or career ready.
5. Decrease in the percentage of Kansas' children who live in poverty.

Let me now turn to the Department of Agriculture. During the transition, I served on the team that visited state agencies and examined their structures. With the benefit of that review and after five days on the job at the Department of Agriculture, I am impressed with job we are doing with the resources we have. Through the budget cuts in recent years, Department of Agriculture staff has been reduced by roughly 1/3. The percentage of State General Funds of the Department's budget has been reduced from 55% in 2001 to 37% in 2010.

Along with this statement, I am transmitting to you the Department of Agriculture's 2010 Annual Report. In it, you will find many references to cuts in budget and staffing levels. The employees at the Department have done a very good job in creating efficiencies and managing programs through these reductions. An example is the food safety program, which was transferred to the Department of Agriculture in 2008. At that time, the program had a deficit of \$300,000. There were 24 field staff and 12 in the office. Inspections were paper-based and are now all electronic. As a result, we have been able to increase field staff to 20, with 6 in the office. There is now a positive fee fund balance. The program is recognized as one of the premier food safety programs in the nation and is 100% fee funded.

It is the Governor's vision to grow the role and mission of the Department of Agriculture and make it a premier state agency. His budget brings responsibility for animal health, conservation and agricultural marketing to the Department of Agriculture. Most states include these responsibilities in the missions of their departments of agriculture, and we see several advantages of having these functions in the Kansas Department of Agriculture.

The Governor wants greater focus on promotion of agricultural products and for the Department of Agriculture to play a greater role in being an advocate for the agricultural industry. With NBAF and many related businesses coming to Kansas, our state is the center for animal disease research. KDA has a leading homeland security and emergency preparedness program, with a full-time homeland security specialist who coordinates and conducts training with other state agencies, including Kansas State University and the Extension Service. The Governor also has long had a profound concern for soil and water conservation and has instructed me make solutions for water conservation in Western Kansas a high priority.

Greater efficiencies can be achieved, and that's never been more important than in this time of budget cuts and agency staff reductions. The Department of Agriculture has excellent information technology, legal, communications, laboratory and fiscal staff and resources which will not only provide for greater efficiency for those additional programs but will provide them with many resources they do not now have. There are also benefits of being part of a Cabinet level agency, with the potential for elevation of issues, programs and concerns. In addition, these programs are related to the Department of Agriculture and being co-located and within the same department will provide opportunities for better coordination between related program areas.

The Governor and I are here for a time. We want to put in place measures that will firmly establish the Department of Agriculture as a leading state agency so that in future administrations, Kansas agriculture will continue to be served by a strong regulatory and advocacy state department.

Mr. Chairman, thank you for this opportunity to meet with the Senate Agriculture Committee today. The staff of the Department of Agriculture and I stand ready to assist you in any way we can in serving Kansas agriculture. I look forward to working with you this year and in the future, and I would welcome any questions.