

Nevada State Dairy Commission Public Meeting  
6/19/2013

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

THE STATE OF NEVADA  
DEPARTMENT OF BUSINESS AND INDUSTRY  
BEFORE THE NEVADA STATE DAIRY COMMISSION

-o0o-

TRANSCRIPT OF PROCEEDINGS  
PUBLIC MEETING  
VIDEO AND AUDIO CONFERENCE

9:00 A.M., WEDNESDAY JUNE 19, 2013

NEVADA STATE DAIRY COMMISSION  
KIETZKE PLAZA  
4600 KIETZKE LANE, A-107  
RENO, NEVADA

APPEARANCES:

COMMISSIONERS PRESENT: TROY CROWTHER, Commissioner  
JOHN COLLIER, Commissioner  
LYNN HETTRICK, EXECUTIVE DIRECTOR  
TOM ORZECH, OPERATIONS MANAGER  
WARREN GOEDERT, COUNSEL

REPORTED BY: SUZANNE KUES ROWE, CCR, RPR  
Nevada CCR #127

**Nevada State Dairy Commission Public Meeting  
6/19/2013**

1	INDEX	
2		PAGE
3	LYNN HETTRICK.....	3
4	WARREN GOEDERT.....	11

5  
6  
7  
8  
9

10	EXHIBITS	
11		
12	1 - MEETING AGENDA.....	3

13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

**Nevada State Dairy Commission Public Meeting**  
**6/19/2013**

1 WEDNESDAY JUNE 19, 2013, RENO, NEVADA, 9:00 A.M.

2 -oOo-

3 (This meeting is held concurrently in Reno and Las  
4 Vegas via video conferencing.)

5 COMMISSIONER COLLIER: Ladies and gentlemen, shall we  
6 get started? I'll call this meeting to order of the Nevada State  
7 Dairy Commission, in the month of July.

8 Mr. Hettrick, would you open us up?

9 MR. HETTRICK: Yes, sir, Mr. Chairman.

10 This is the time and place set for the regularly  
11 scheduled meeting of the Nevada State Dairy Commission for the  
12 month of June, 2013. Are you hearing us?

13 COMMISSIONER CROWTHER: No.

14 MR. HETTRICK: I'm going to pause for a moment. Can  
15 you hear us now?

16 COMMISSIONER CROWTHER: That's better.

17 MR. HETTRICK: All right. I can try to talk louder if  
18 it helps.

19 COMMISSIONER CROWTHER: When you turn your head down  
20 toward the paper, we cannot hear you.

21 MR. HETTRICK: All right. I'll turn this way a little  
22 bit. Let me continue then. This meeting has been scheduled and  
23 noticed in compliance with pertinent statutes, including the open  
24 meeting law.

25 A copy of the agenda has been handed to the court

**Nevada State Dairy Commission Public Meeting**  
**6/19/2013**

1 reporter, with the request that it be a part of the official  
2 transcript of these proceedings.

3 My name is Lynn Hettrick, Executive Director of the  
4 Nevada State Dairy Commission.

5 Present today are Mr. Troy G. Crowther, member of the  
6 commission. Mr. John Collier, member of the commission,  
7 Mr. Warren Goedert, counsel for the state commission, and members  
8 of the Dairy Commission staff.

9 Those who present statements or evidence to the  
10 commission during this meeting are requested to first be  
11 acknowledged by the chairman, and to identify themselves for the  
12 record.

13 And for the record, I will comment that the chairman,  
14 Mr. Cook, is on vacation this month, and that's why he is not in  
15 attendance today.

16 The first thing on the agenda, Mr. Chairman, is public  
17 comment.

18 COMMISSIONER COLLIER: Are there any public comments  
19 from anyone? Anyone want to discuss any matters pertaining to  
20 the dairy industry in the great state of Nevada?

21 Anybody here want to say anything?

22 Everybody is silent.

23 Anybody there in Las Vegas want to say anything?

24 MR. HETTRICK: Quiet group.

25 COMMISSIONER COLLIER: I guess not. We will move

**Nevada State Dairy Commission Public Meeting**  
**6/19/2013**

1 forward.

2           Second thing, Mr. Chairman, is the approval, or  
3 possible action, is the approval of the minutes for May 15, 2013,  
4 and there are minor corrections which I will hand to the court  
5 reporter. And with that, Mr. Chairman, you could take a motion  
6 to approve the minutes for May.

7           COMMISSIONER COLLIER: Would you like to make the  
8 motion?

9           COMMISSIONER CROWTHER: Sure. I'll make a motion to  
10 approve the minutes from May 15th, 2013, Nevada State Dairy  
11 Commission meeting.

12           COMMISSIONER COLLIER: And I'll second those. That  
13 motion.

14           COMMISSIONER CROWTHER: With the indicated changes.

15           COMMISSIONER COLLIER: Very good. I'll second that.

16           MR. HETRICK: All right. Then obviously the motion  
17 carries, as we have two positives and no negative votes.

18           Next on the agenda, Mr. Chairman is the staff report.

19           Our balance carry forward at the end of May was  
20 424,408.65, that's an increase of 16,591.63 from the end of  
21 April. And we anticipate that the next two months will generate  
22 increases in the reserves.

23           The milk price report has been printed and handed out.  
24 The merger with the Nevada Department of Agriculture is complete,  
25 signed by the governor, and actually well under way.

**Nevada State Dairy Commission Public Meeting**  
**6/19/2013**

1           We have been told that these offices, the Northern  
2 Nevada offices, will move into the Department of Agriculture no  
3 later than July 8 of 2013. So, we have about three weeks left at  
4 most in this facility.

5           It's actually likely that that move will occur before  
6 that.

7           The, we are essentially hinged on moving our server,  
8 and the server is housed in this building. It's going to be  
9 moved to the EATS, which is the information technology division  
10 for the Department of Administration.

11           And that once that move is made, we will all end up  
12 moving, because they are going to change the addresses the way  
13 you hit that server to do our work, and so everyone will move at  
14 that time.

15           We have a state agency, Division of Child and Family  
16 Services, who has come in here and toured our facility here, and  
17 it appears that they have negotiated a lease to take over  
18 approximately two thirds of the space we presently occupy. It's  
19 a longer term lease than the remainder of ours, so it's a good  
20 thing for the landlord.

21           We don't know yet for sure. The exchange of e-mails I  
22 have seen says that we continue to pay our remainder on the, what  
23 we have. But, we are negotiating to either buy that out or see  
24 if we can work out a way to get out of the lease for the  
25 remainder of the two years, the thousand feet that would remain

1 here that we wouldn't be occupying.

2 So, we're trying to do that.

3 Best-case scenario, we get out of the lease all  
4 together. Worst-case -- without paying anything. In between  
5 would be maybe pay something, or buy out or help with the remodel  
6 or whatever. We don't know yet.

7 Worst-case is none of that works and we end up paying  
8 the lease, which still saves us 66 percent of our lease costs for  
9 the balance of the term. So, either way it's a good deal.

10 With our move, the next commission meeting will be held  
11 in the NDA building, I'm not sure yet how we are going to handle  
12 that to the south. We are going to move this video conferencing  
13 system into the Department of Agriculture. It will be a backup.

14 We have scheduled to use their facility and their video  
15 conferencing, when it's available. However, that's a heavily  
16 used conference room. And in the month of August, we know it's  
17 not available. So, we'll be working that out between now and  
18 then, and let you know what we're going to do.

19 In July, the problem will be that we will be using  
20 their facility, but it won't go to that, to your offices down  
21 there. It may be that you will have to go over to the Department  
22 of Agriculture office on Macleod to get to that facility until  
23 things are finished up, whatever is going happen.

24 So, we don't know that yet. We'll let you know. And  
25 we'll also be noticing the public that the locations will change.

1 It won't change the way we do our agenda postings and stuff,  
2 we'll put it all into there for the next meeting so everybody  
3 knows what's going on.

4 I think of interest, perhaps, to you just as general  
5 information, we did a tour with some Chinese folks on Tuesday.  
6 Yesterday, and went out and -- I'm sorry. On Monday. And went  
7 out to Yerington, they're looking to buy hay but they're also  
8 interested in buying powdered milk.

9 And I think the biggest point of interest is that there  
10 is a second company looking to build another powdered milk plant  
11 in Yerington, taking over the old Western Dairy facility that was  
12 over there previously that closed down.

13 And it's possible, with what they're doing, that that  
14 plant will reopen as a powder milk plant.

15 Seemed to be pretty far along. They had a consultant  
16 there who was designing the equipment to go into the facility and  
17 they indicate they have the availability of milk out of  
18 California, and that they're ready to go into business.

19 So, that's interesting, just as a curiosity, we'll see  
20 where it goes, but I thought, you know, you might all be  
21 interested in knowing about it.

22 We then toured -- the excuse me. I've got a frog  
23 today. We then toured the DFA plant and actually got to go out  
24 and walk through it. Really impressive. And huge facility.  
25 They're very close. They actually anticipate operation by the



1 middle of December of this year. And that's really impressive  
2 when you go, it was pointed out as we were standing there, when  
3 you go into their offices over there and they do these tours,  
4 they've got pictures of the each month of the progress that they  
5 have made. And the interesting thing was the first time they put  
6 equipment on the ground and did anything was August of 2012, and  
7 they anticipate being in production December of 2013 on an 84  
8 million dollar plant. You couldn't even get the permits for that  
9 in any other state in this union, I don't think, in that length  
10 of time.

11           So, it has really been impressive how quickly it's  
12 gone, and how much cooperation there's been. So, just exciting,  
13 and obviously good for the dairy industry. And there is a report  
14 of that 3,000 cow dairy. It will be going into Smith Valley.

15           I think it's about 99 percent certain it's going to  
16 happen. And that one's coming. There's Paladinis bought the, I  
17 think it's the old Allegri dairy in Fallon, and that's to reopen.  
18 That's about 1,500 cows as I recall. So, there's at least 4,500  
19 of the 15,000 cows there that we're looking for, and continuing  
20 to move forward.

21           So, things are looking good. Finally just a comment.  
22 This will be my last meeting as the executive director of the  
23 Dairy Commission. The next time you folks meet, I will be in my  
24 new role -- I got a terrible frog today. And so I won't be, I  
25 don't think I will be attending meetings.

**Nevada State Dairy Commission Public Meeting**  
**6/19/2013**

1           I may pop in and say hello to everybody, but I don't  
2 think I will be attending meetings on a regular basis. I don't  
3 know that yet. But, I just want to tell everybody how much I  
4 have enjoyed doing this and how excited I am for the dairy  
5 industry and what's going on in the State of Nevada.

6           I think there is a great deal of positive that's  
7 happening right now, and we've got a lot of good things to look  
8 forward to, and I think that applies to agriculture as well. I  
9 am excited about the overall synergy of what's going to happen  
10 when we get all this combined and all these people working  
11 together.

12           I think there's some real opportunities. I just want  
13 to say thanks to everybody, and how much I have enjoyed working  
14 with all of you. It's been a pleasure and beyond that, I don't  
15 have any more, Mr. Chairman, on the staff report.

16           COMMISSIONER COLLIER: Very good, Lynn. Thank you very  
17 much. And thank you for your service. And we wish you well in  
18 your new assignment with the state. I know that will be a big  
19 challenge for you.

20           MR. HETRICK: I think a big learning curve. I look  
21 forward to it.

22           COMMISSIONER COLLIER: Big learning curve. Right,  
23 right. So, with that, do we have any legal things that are  
24 pressing against us, Mr. Goedert?

25           MR. GOEDERT: No, not that I know of. Everything seems

**Nevada State Dairy Commission Public Meeting**  
**6/19/2013**

1 to be fairly quite and well running. And we have made some  
2 progress with the legislature and the governor.

3 I'm real proud of the fact that the governor vetoed  
4 that bill.

5 COMMISSIONER COLLIER: For the record, would you say  
6 which bill it was that he vetoed?

7 MR. GOEDERT: The milk bill that they were trying to  
8 have raw milk available to anyone and everyone. And that was,  
9 that took a little bit of intestinal fortitude to do that. So,  
10 the governor should get a big star on his door for that as well  
11 as our staff.

12 COMMISSIONER COLLIER: Probably a combination of both.

13 MR. GOEDERT: Yep.

14 COMMISSIONER COLLIER: Okay. With that, are there any  
15 other considerations to come or matters to come before us or to  
16 the dairy industry in the State of Nevada?

17 MR. HETRICK: Unless Dave has any comment.

18 COMMISSIONER CROWTHER: And I just want to thank Lynn  
19 as well for the service he's done. He's taken us in a good  
20 direction. When he came on board, we were starting to move in a  
21 direction toward marketing and trying to promote dairy, in  
22 Nevada, and I think he's done a good job of spearheading that.  
23 So, we appreciate that.

24 MR. HETRICK: Thank you very much. I have to say, and  
25 I'll say it again. I've said it every time I think I have talked

**Nevada State Dairy Commission Public Meeting**  
**6/19/2013**

1 about any of this. The staff here has done great job.

2           Been willing to step up, change roles, wear cow suits  
3 and go to fairs. And, I mean, it's really been, it's been a  
4 group effort, believe me. It's just been fun to be involved with  
5 it, and see some results. That's the nice thing.

6           COMMISSIONER COLLIER: Very good.

7           MR. HETTRICK: Dave wants to.

8           COMMISSIONER COLLIER: Yes, sir.

9           MR. COON: Yes, Dave Coon, for the record. We want to  
10 express our continued appreciation for the commission and the  
11 role that it plays in assisting us within the industry.

12           Inasmuch as this is Mr. Hettrick's last meeting, we  
13 want to express our gratitude to him. I've met with him several  
14 times and expressed concerns about the transition to the  
15 Department of Agriculture, and we're thankful for his  
16 reassurances that things will continue to function and, you know,  
17 continue to do the good work that they have been doing for so  
18 long within the state.

19           And on behalf of all of us, Lynn, at Anderson Dairy,  
20 thank you for your service and for your availability all the time  
21 to be able to discuss issues and concerns with you. We wish you  
22 the very best in your opportunity.

23           So, good luck to you.

24           MR. HETTRICK: Thank you.

25           COMMISSIONER COLLIER: Thank you very much. Is there

**Nevada State Dairy Commission Public Meeting  
6/19/2013**

1 any other public comment or comments? By anyone? Anybody want  
2 to say anything?

3 Now, is Ted going to be our new executive director?

4 MR. HETTRICK: You bet. Tom is going to be our  
5 executive director.

6 COMMISSIONER COLLIER: I meant Tom.

7 MR. HETTRICK: I was going to slip that by, and you  
8 didn't have to say anything. They haven't changed the title, but  
9 Tom will be running the show, yes.

10 COMMISSIONER COLLIER: Does he get a raise?

11 MR. HETTRICK: I recommended that, but I haven't seen  
12 that. He gets the work though. He was doing the work before.  
13 So, I think he's more than up to it.

14 COMMISSIONER COLLIER: Okay. Well, is there anything  
15 else to come before the good of the board?

16 MR. HETTRICK: No. I think we're done.

17 COMMISSIONER COLLIER: Anybody have any other comments  
18 from the south? This is probably going to go on record as the  
19 shortest meeting ever. And what is it that our chairman always  
20 says? He's got a buck bet on this?

21 MR. HETTRICK: Yeah. I think it's a buck on the  
22 shortest meetings. I think he's going to have to pay up.

23 COMMISSIONER COLLIER: I'll entertain a motion to  
24 adjourn the meeting then.

25 COMMISSIONER CROWTHER: I will make a motion to adjourn

**Nevada State Dairy Commission Public Meeting  
6/19/2013**

1 the meeting.

2 COMMISSIONER COLLIER: And I'll second it. Meeting  
3 adjourned.

4 MR. HETRICK: Thank you all.

5 (Whereupon proceedings concluded at 9:17 a.m.)

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

1 STATE OF NEVADA )  
 ) Ss.  
2 COUNTY OF DOUGLAS )

3

4 I, SUZANNE KUES ROWE, Certified Court Reporter,  
5 licensed in the State of Nevada, License #127, and a Notary  
6 Public in and for the State of Nevada, County of Douglas, do  
7 hereby certify that the foregoing proceeding was reported by me  
8 and was thereafter transcribed under my direction into  
9 typewriting; that the foregoing is a full, complete and true  
10 record of said proceedings.

11 I further certify that I am not of counsel or attorney  
12 for either or any of the parties in the foregoing proceeding and  
13 caption named, or in any way interested in the outcome of the  
14 cause named in said caption.

15

16

17

18 Date: June 24, 2013

19

20

21

22

23

\_\_\_\_\_

24

SUZANNE KUES ROWE, CCR #127

25