1	STATE OF NEVADA
2	DEPARTMENT OF AGRICULTURE
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6	PUBLIC MEETING OF THE
7	NEVADA DAIRY COMMISSION
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14	TRANSCRIPT OF PROCEEDINGS
15	Thursday, December 15, 2016
16	Sparks, Nevada
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24	REPORTED BY: MICHELLE BLAZER
25	CCR #469 (NV) - CSR #3361 (CA)

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2	APPEARANCES
3	COMMISSIONERS:
4	Christopher Cook - Chairman
5	John Collier
6	Troy G. Crowther (Via Videoconference)
7	
8	ALGO PREGRAMA
9	ALSO PRESENT:
10	Dennis Belcourt, Deputy Attorney General
11	Lynn Hettrick
12	Yong Inouye
13	Anna Vickrey
14	Al Trace
15	Isabel Isota (Via Videoconference)
16	Kimberly Whitfield (Via Videoconference)
17	Dave Coon (Via Videoconference)
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1 Sparks, Nevada, Thursday, February 18, 2016 2. 9:00 o'clock, a.m. 3 000 PURSUANT TO NOTICE, and on Thursday, the 15th 4 5 day of December 2016, at the hour of 9:00 a.m. of said day, at the offices of State of Nevada Department of 6 7 Agriculture, Sparks, Nevada, before Michelle Blazer, a 8 Certified Court Reporter, the following proceedings were 9 had: 10 000 11 Well, it is now time to start CHAIRMAN COOK: 12 the December meeting of the Nevada State Dairy Commission 13 so, Mr. Hettrick --14 MS. INOUYE: Wow. 15 Mr. Hettrick, would you open the CHAIRMAN COOK: 16 proceedings, please? 17 MR. HETTRICK: Yes, sir. 18 Mr. Chairman, this is the time and place set for 19 a regularly scheduled meeting of the Nevada State Dairy 20 Commission for the month of December 2016. 21 This meeting has been scheduled and noticed in 22 compliance with the pertinent statutes, including the 23 Open Meeting Law. 24 A copy of the agenda has been handed to the 25 court reporter with the request that it be a part of the

- 1 official transcript of these proceedings.
- 2 My name is Lynn Hettrick, Deputy Director for
- 3 the Department of Agriculture.
- 4 Present today are Mr. Christopher Cook,
- 5 Chairman. Mr. Troy Crowther, member of the Commission,
- 6 and Mr. John Collier, member of the Commission.
- 7 Those who present statements or evidence to the
- 8 commission during this meeting are requested to first be
- 9 acknowledged by the chairman and to identify themselves
- 10 for the record.
- 11 CHAIRMAN COOK: Thank you. Would you proceed on
- 12 your first agenda item?
- MR. HETTRICK: First item on the agenda, Mr.
- 14 Chairman, public comment and discussion.
- 15 CHAIRMAN COOK: All right. I am going to take
- 16 this opportunity to jump in and congratulate Dave for
- 17 being appointed to the Agricultural Board.
- MR. HETTRICK: It's great to see you there, and
- 19 we are pleased to have you on the board.
- I have to say, Mr. Chairman, that that was a
- 21 good thing. We have two new members on the board. One
- of the members is, of course, Dave from Anderson Dairy in
- 23 Las Vegas, and he represents the dairy industry on the
- 24 Board of Agriculture.
- The other, and I want to, even though she is not

- 1 here and won't know I ever did this, I want to recognize
- 2 a young lady who has also been appointed to the board and
- 3 her name is Heather Lackey and she is on for pesticides
- 4 and the pesticide companies.
- 5 And the reason I want to mention her just so you
- 6 folks are aware of it, and Dave on the -- on the board
- 7 will be appreciative of this, she has shown up, as Dave
- 8 does, at two meetings we have had in regard to pesticides
- 9 and spent the time and effort to actually be fully up to
- 10 speed and participate in the meetings as part of trying
- 11 to do what needs to be done to regulate pesticides
- 12 appropriately. They were really working hard to clean up
- 13 some of our stuff.
- So it is really nice to have board members show
- 15 up at things like this and to the pesticide meetings.
- 16 And we appreciate that. So I just wanted to mention that
- 17 in passing.
- 18 CHAIRMAN COOK: Okay. Well, thank you.
- 19 And thanks for your upcoming service, Dave.
- MR. COON: Well, Mr. Chairman, thank you very
- 21 much, and I -- I would like to make some comments, but I
- 22 will wait until later in the meeting after you've
- 23 completed your business. But I do have some things that
- 24 I would like to say, if that will be all right.
- 25 CHAIRMAN COOK: Okay. All right. I've got

- 1 another segment for that later on, and it looks like we
- 2 will probably get to that fairly quickly.
- MR. HETTRICK: All right. Mr. Chairman. Item
- 4 Number 2 for possible action is a license application.
- 5 It's a peddler distributor license for Fresh & Ready
- 6 Foods on West Mayflower Avenue in Las Vegas, Nevada.
- 7 The contact is Art Sezgin. The applicant seeks
- 8 a license to distribute yogurt in the Southern Nevada
- 9 marketing area. The prices and costs have been reviewed
- 10 by the members of the dairy commission staff. They are
- in compliance with the agency's laws and regulations and
- 12 the applicant will be responsible for the assessments.
- 13 CHAIRMAN COOK: Okay. Do we have anybody
- 14 representing this applicant present? Does not appear --
- 15 sorry. Is there anything that the staff can add to this?
- MR. HETTRICK: Pretty straightforward. I looked
- 17 at the application. Staff's done all the work, but I did
- 18 a -- took a quick glance. They are just going to be
- 19 marketing yogurt in Southern Nevada. They are a big
- 20 company, but all they are going to do is market yogurt.
- 21 So pretty simple, straightforward.
- MS. INOUYE: They are -- they have been sold by
- 23 a previous company, and they are just taking over. So
- 24 they already have a license in our file.
- 25 CHAIRMAN COOK: Formality, then?

1 MS. INOUYE: Yes. 2. CHAIRMAN COOK: Okay. Well, since we love 3 yogurt. 4 MR. HETTRICK: Pays the bills. 5 CHAIRMAN COOK: Pays the bills. I will entertain a motion on approval for this application. 6 7 COMMISSIONER COLLIER: Mr. Chairman, I move that 8 we accept the peddler and distributor application for a Fresh & Ready Foods LLC, in Las Vegas, Nevada. 9 10 This applicant seeks a license to distribute 11 yogurt in the southern marketing area. 12 COMMISSIONER CROWTHER: Second. 13 CHAIRMAN COOK: Motion and a second. 14 dissenting votes. Motion carries and the application is 15 granted. 16 MR. HETTRICK: All right, Mr. Chairman. 17 the agenda is approval of the minutes. There was one 18 minor change. Just a typo correction. And so an 19 appropriate motion would be to approve the minutes with 20 the noted correction. 21 COMMISSIONER CROWTHER: I will make a motion 22 that we approve the minutes with the indicated 23 corrections, the minutes of the November 17th, 2016 Dairy 24 Commission meeting with the corrections. 25 COMMISSIONER COLLIER: I will second that, Mr.

1 Chairman. 2. CHAIRMAN COOK: Okay. Having a motion and a second on adoption of the minutes from the previous 3 4 meeting, the motion is -- no dissenting votes, motion is 5 carried and minutes are approved. Next on the agenda, Mr. Chairman, 6 MR. HETTRICK: 7 is a motion -- or for possible action is adoption of the 8 meeting schedule for 2017. And you have in your packet a 9 list of the meeting dates. It's been set up on the same 10 schedule that we have been operating after our discussion 11 I would make the suggestion that we -- that last time. 12 you folks consider scheduling all the meetings for -- in 13 this office and at 9:00 a.m. in the morning. I think 14 that suits members better. 15 And then I would also suggest that you do it on 16 the basis that at call of the chair, we could go to 17 Fallon. And then we may do that toward the end of the --18 or after the session, or something like that next year, 19 in 2017. 20 CHAIRMAN COOK: Do we have to put a time limit 21 on that call of the chair with all the notifications, 22 and --23 You just have to -- it will MR. HETTRICK: No. 24 be a call of the chair in time for us to notice the 25 meeting, the open meeting law, legally and appropriately,

1 and that's three days. 2. CHAIRMAN COOK: Three days? 3 MR. HETTRICK: Yeah. So you can do that very 4 simply at any time at the call of the chair. 5 So I would suggest --6 CHAIRMAN COOK: An action item that requires 7 a --8 MR. HETTRICK: Yeah. I think we should adopt 9 it, and that way we can put it out in the minutes and 10 everybody would see it and they will know about it in 11 advance. So we are certainly not going to make it that 12 anybody doesn't know that we have changed the date and 13 the -- and the meeting place. I mean the time and the 14 meeting place. I'm sorry. 15 CHAIRMAN COOK: Okay. 16 MR. HETTRICK: So I would think a motion would 17 be to adopt the agenda with the dates listed, changing 18 the time to 9:00 a.m. and the location to Sparks for each 19 of the meetings listed. 20 COMMISSIONER COLLIER: Mr. Chairman, I would 21 like to move that we accept the 2017 commission meeting 22 schedule with the meetings being changed to 9:00 a.m. 23 here in the Sparks office of the Department of 24 Agriculture. And if there is any changes to that, you 25 will be notified as the chairman.

1 COMMISSIONER CROWTHER: Second. 2. CHAIRMAN COOK: Okay. We have the motion and the second. And hearing no dissenting votes, that motion 3 4 is carried and adopted. A new meeting schedule. 5 MR. HETTRICK: Next, Mr. Chairman, number five for possible action is approval of the Starlicide 6 7 program. 8 And as you recall, you approved the Starlicide program last time so you probably wonder why we put it 9 10 back on here. And the reason we did is obviously all 11 three of you commissioners expressed an interest in 12 making sure this program was robust enough to actually 13 cover the dairies that might like to participate. And also in your packet is a list of dairies who 14 15 have indicated to staff here that they are, indeed, proceeding. And, in fact, we actually have bills from 16 17 two applications thus far. 18 So after your -- the -- when we saw the list 19 expanding, and also given your interest in expanding the 20 program, I went back to our fiscal staff, the lady, Debra 21 Crowley, who runs fiscal operation for the Department of 22 Agriculture, and asked her what we needed to do and she 23 said it is not a problem if you want to do this. 24 just need to take a vote and the commission needs to vote 25 and you can expand the program.

1 So we have put it on here to have you folks 2. first be aware of that, that we can expand the program, 3 and she put in a work program to add an additional 4 \$10,000 to the -- to the fund to reimburse the dairies 5 for Starlicide applications. CHAIRMAN COOK: Is there a cutoff on when they 6 7 can indicate an indication of interest in this? Or --8 MR. HETTRICK: No. 9 CHAIRMAN COOK: So this list may grow. 10 MR. HETTRICK: It may grow. And, in fact, it 11 seems now it's gotten cold very quickly as you all know, 12 and the weather has turned pretty well south. 13 And Chad Turner, who was at the last meeting, 14 has already done applications. And he felt, you know, 15 the birds were already in there enough that it was worth 16 And he moved forward and did applications. 17 And so the list is growing. And I think it will 18 continue to grow. 19 CHAIRMAN COOK: And our maximum per applicant 20 was 2000? 21 MR. HETTRICK: \$2,000. But there is no limit on 22 the ability, if there is money left, for them to come 23 back and bill us a second time. It's simply --24 Right. CHAIRMAN COOK: 25 MR. HETTRICK: -- to try to make it fair to

- 1 everybody and give them all a shot, the first go around
- 2 limit is 80 percent of the \$2,500 bill. 2000 bucks.
- 3 CHAIRMAN COOK: But what I am getting at is if
- 4 every one of these dairies on the list applied, we'd go
- 5 through 20,000.
- 6 MR. HETTRICK: If they all used \$2,000, yes.
- 7 CHAIRMAN COOK: Right.
- MR. HETTRICK: Yeah. We are not sure how big
- 9 all the applications will be. And the fact that they are
- indicating that they want to do it, they may or may not
- 11 actually do it.
- 12 And nothing will prohibit us -- and that was
- where we were kind of last time. Nothing will prohibit
- 14 us for going back and asking for even more money. But we
- don't want to -- again, the authority issue is still out
- 16 there so we want to keep it within reason. I'd love to
- see the 10,000 that we originally approved, you
- originally approved, spent and then -- and going to the
- 19 second 10,000. And then we can consider doing something
- 20 more.
- 21 CHAIRMAN COOK: Okay. So do we need a --
- MR. HETTRICK: Yeah. We need to have you vote
- to approve an additional \$10,000 for the Starlicide
- 24 program.
- 25 CHAIRMAN COOK: Okay. I will entertain a motion

from one of my fellow commissioners. 1 2. COMMISSIONER CROWTHER: All right. Mr. Chairman, I will make a motion to approve the additional, 3 4 an additional \$10,000 in funding for the Starlicide 5 program. COMMISSIONER COLLIER: Mr. Chairman, I second 6 7 that. 8 CHAIRMAN COOK: Okay. Having a motion and a second to increase a requested additional 10,000 for the 9 10 Starlicide program and no dissenting votes, the motion 11 carries. See if we can get them some more money. 12 MR. HETTRICK: All right. Mr. Chairman, next on 13 the agenda, it's just informational, is a discussion of 14 AB 33. And in your packet you have a copy of AB 33. 15 called and spoke to each of you commissioners 16 individually about the -- the impact of AB 33. 17 About six, eight months ago the governor's 18 office came to every state agency and said have you got 19 any boards, commissions, whatever, anything that -- that

and everything else that goes with it. Have you got any of those things that can be eliminated and function in an equivalent manner within your agency? **Depo International, LLC** 

could be done as an administrative task rather than

having it be a separate board and commission with the

paperwork and the commissioners and the employee issues,

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1 We submitted the Alfalfa Seed and the Onion 2. Garlic Board and the Dairy Commission and one other, Organics, and there may be one other, I think, that were 3 possible to be done as administrative tasks. 4 5 And the governor's office went through and reviewed those for every state agency and chose the ones 6 7 that they felt could be done administratively and have put them in a bill which they submitted. 8 9 And you can see at the top of the bill it says, "on behalf of the Office of the Governor". 10 11 And they are requesting that those boards and 12 commissions, including the Dairy Commission, will be 13 eliminated if the legislature approves the bill. 14 So we put it on here so you can have some discussion about it. 15 16 One of the reasons that we are excited about 17 having Dave on the board is that the way this would 18 function now is, as you know, typically we have no one 19 We have very, very few incidents where we have a 20 company that may want a hearing or may want to present 21 something to the board or the Dairy Commission. 22 would now go directly -- any of those instances would go 23 directly to the Board of Agriculture and would be heard 24 by the entire Board of Agriculture. 25 Beyond that, all of the functions will become

- 1 administrative functions very similar to what is done for
- 2 virtually every other division in this department.
- 3 CHAIRMAN COOK: Okay. Well, I personally don't
- 4 think that this is a surprise to anybody. That sooner or
- 5 later we knew the Dairy Commission was going to fade into
- 6 the sunset. Times change, things change, and certainly
- 7 no reason to continue to operate the way we did in 1955
- 8 when this thing was created.
- 9 MR. HETTRICK: Yeah.
- 10 CHAIRMAN COOK: Personally, not surprised. But,
- 11 you know, it's been an interesting -- how long I have
- 12 been doing this, 10 years? 12 years?
- MR. HETTRICK: Yeah.
- 14 CHAIRMAN COOK: And I have learned a lot. But,
- 15 you know, I have no objections to this.
- MR. HETTRICK: Well, I do want to say, and I
- 17 think, you know, important, I think you guys actually
- 18 should be quite proud of what you have accomplished
- 19 because in a funny way you have worked yourself out of a
- 20 job. This has become very streamlined. It's become
- 21 pretty straightforward.
- The industry has changed, obviously, doing
- 23 essentially 100 percent of its marketing through one
- 24 company and their own co-op.
- We don't set prices anymore. You know, the law

- 1 won't change in terms of what is required for people
- 2 marketing here to protect the public.
- 3 Certainly, public safety is not going to change
- 4 in any way. All of that is going on, as you well know.
- 5 But between tax reductions, which you have done
- 6 over and over again, and the changes we have made in the
- 7 statutes over the last five, six years, as I say, you
- 8 have done a good job and worked yourself out of one. So,
- 9 it's --
- 10 CHAIRMAN COOK: Always a good thing when
- 11 government's involved.
- MR. HETTRICK: I agree. When government gets
- 13 smaller, I think it's a good thing.
- So anyway, we will -- when it comes, it will be
- 15 pre-filed in the legislative session. We certainly
- 16 welcome everybody who wants to attend to come and testify
- 17 in any way they like.
- It will be our job on behalf of the governor's
- 19 office to get up and tell them how we will function, you
- 20 know, complete the functions and the tasks that go on
- 21 now. We will do that.
- 22 You know, I'm sure the legislature will -- I am
- 23 99.9 percent certain it will pass and that it will move
- 24 forward.
- MR. TRACE: Al Trace, Dairy Farmers of America.

1 Lynn, let me -- if they act on it in the -- in February, 2. it will go into effect, then, in 2018? Or when? 3 MR. HETTRICK: This, bill -- let me look at the 4 back page of this bill. 5 MR. BELCOURT: July 1st. 6 MR. TRACE: Is it on July 1? 7 MR. HETTRICK: July 1st. 8 MR. TRACE: July 1 of '17? 9 MR. HETTRICK: Of '17. Yeah. So in the bill it 10 says July 1st of '17. That will be effective date. 11 CHAIRMAN COOK: Troy, any comments? Thoughts? I am like you, I am 12 COMMISSIONER CROWTHER: No. 13 not surprised. 14 I don't want to -- I don't want to at this point 15 eulogize the Dairy Commission right now, but I do think 16 we need to make sure that our -- our members, our 17 producers, our processors and everybody are well aware of 18 this and are well aware of the fact that it -- you know, 19 any -- whatever changes, if any, will impact them, and --20 And we just need to make sure they are all fully 21 aware of this and have an opportunity to weigh in in the 22 next few months. 23 CHAIRMAN COOK: John? 24 COMMISSIONER COLLIER: I have none. It's -- I 25 think any time that the government can reduce the expense

- of functions, I think that's a very positive thing. It's
- 2 been a real pleasure for me to serve on the board, and I
- 3 have learned, like you and Troy, I have learned a great
- 4 deal about the dairy industry and it's been a real
- 5 privilege for me to represent the dairy industry and
- 6 various things that I have attended.
- 7 And I agree with Troy that I think it's very
- 8 important that we notify everybody that this is happening
- 9 that would be concerned about it. Particularly, the
- 10 people who are paying the tab, which are the producers.
- 11 I mean the processors. Because it's not -- the board is
- 12 not so much oriented, from what I understand and see of
- 13 it now, to the producers. Although we do programs for
- 14 the actual milk farms, but I think it's very important
- that everybody know that this is not going to be around
- 16 after next July.
- 17 So if -- if -- if the Department of Agriculture
- 18 can accomplish that, that would be wonderful. So --
- 19 MR. HETTRICK: They will all be receiving
- 20 mailings from us, they -- and, of course, they all
- 21 receive the agenda every month.
- We'd probably just go ahead and put it on the
- 23 agenda at least one more time, give them an opportunity
- in case there is some talk now, that between them, if
- 25 they are worried about it in any way they are welcome to

come in and talk to us, you know. 1 2. And I agree with you in terms of the processors. 3 But I will say, just as you voted recently to eliminate 4 the tax on fluid milk, the -- as we lower costs, all this 5 is going to do ultimately is lower taxes even more for 6 processors. 7 So as long as they have the opportunity and 8 the -- and the access to -- to air any concerns they have 9 or to -- to, you know, redress any -- any issues that 10 will arise, and they will, I think that they will 11 understand what we are doing is trying to reduce costs 12 and be more efficient and move forward. 13 CHAIRMAN COOK: Okay. So this is just a --14 MR. HETTRICK: Yeah. Just informational. 15 CHAIRMAN COOK: -- information only, and no 16 action on this? 17 MR. HETTRICK: No action is required. 18 It's obviously, it's a bill that was put in by the governor's office. 19 20 I would say that we will -- and Yong is sitting right there, so we will just say we will go ahead and put 21 22 it on the agenda again as an informational item and open 23 for discussion at, you know, the next meeting just so everybody has an opportunity, if they want to address it. 24

And we will certainly welcome them, everybody,

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coming to the legislature when this is -- is going to be 1 2. heard and commenting to the -- to the legislature. won't be only about the Dairy Commission. There is three 3 4 or four boards and various commissions in this bill. 5 But you are certainly welcome to come and 6 testify and make whatever comments you want at that -- at 7 that time if you would like to do so. 8 CHAIRMAN COOK: Okay. All right. So that's all we have there. 9 MR. HETTRICK: 10 CHAIRMAN COOK: Let's move on to the next. 11 MR. HETTRICK: Staff report. 12 You have got some milk pricing in there. Again, 13 it's generally kind of informational as in general, it's 14 not the exact price that's paid to the dairies here, but 15 it is informational if you care to look at that. 16 Got north and south both listed, and prices 17 haven't changed significantly. 18 And then unless you have questions about that, I 19 want to kind of defer to Anna to let her tell you about 20 what went on here in the last couple of days with our 21 food safety lab that's part of the Dairy Commission. 22 Yes. We had our Federal MS. VICKREY: 23 Laboratory Evaluation Officer here to do our triennial 24 evaluation on the -- on the lab. We did very well. 25 is big for us because the last time they were here we had

1 just barely started. 2. So they -- they do a thorough record review and evaluate each of the analysts on all of their procedures, 3 4 and we did pass. So we are very happy about that. 5 had a few minor incidents that we have to make some comments on, but it went very well. 6 7 And then David, our microbiologist, is also 8 certified now as our laboratory evaluation officer 9 in-state. So he will be going out and doing all the 10 laboratory evaluations on our industry laboratories. 11 So we are very excited. 12 CHAIRMAN COOK: That would be at the processor? 13 Anybody that receives raw MS. VICKREY: Yes. 14 milk has to screen for the antibiotic residues and so 15 that's also a large part of the program for the lab. 16 CHAIRMAN COOK: Okay. 17 COMMISSIONER COLLIER: Very good. 18 Congratulations. 19 CHAIRMAN COOK: Great news. 20 MR. HETTRICK: Yeah, exactly. And Anna's being They have done a great job back there. 21 very modest. 22 COMMISSIONER COLLIER: That's why she is the ops 23 manager. 24 MR. HETTRICK: Yes. And I can tell you, she came in yesterday afternoon and with a big sigh of relief 25

- 1 and said oh, it's awesome. We did it. So she was very
- 2 excited about it and we are excited about it.
- And the lab's doing a great job back there, and,
- 4 you know, we are really pleased with what's happening,
- 5 where we have gone.
- 6 MS. VICKREY: And I do have to say one thing.
- 7 One, one really great thing about having our laboratory
- 8 services is the services that we can provide to the
- 9 industry that we didn't have before when we contracted
- 10 out the services is we have a couple dairymen that they
- 11 came out -- down with some animal health issues, and we
- were able to run 300 milk samples back there just to test
- 13 to see which animals were sick.
- 14 COMMISSIONER COLLIER: Wow.
- 15 MS. VICKREY: So instead of just waiting for him
- 16 to fail and then degrading him and not allowing his milk
- to be sold, we were able to help him identify which
- 18 animals in his herd were ill.
- 19 COMMISSIONER COLLIER: That's wonderful.
- MS. VICKREY: And we were also able to help out
- one of the small processors who was having sanitation
- 22 issues. So we are able to go out there, swab his
- 23 equipment, find out where his cleaning issues were and,
- 24 you know, kind of same thing, keep him in business.
- 25 And that's something we were never really able

1 to do before. So I think it's great. We really love 2 working with our dairies. 3 And we are not -- we just don't want to be the 4 We also want to, you know -- you know, we are 5 also friends with them. I mean, we have been -- Lisa and 6 I in particular, we have been in this business 17 years 7 Same dairymen, pretty much. A few new ones. 8 MR. TRACE: They do very much appreciate it. 9 Going back to AB --10 MR. HETTRICK: 33. 11 MR. TRACE: -- whatever the number is, I think 12 to your point, it's really important to let the producer 13 community know that things like what you are just talking about will not be impacted because that will be a major 14 15 concern to them. 16 MR. HETTRICK: Yes. And given that, Al, that's one of the things, frankly, we'd like to have you do. 17 18 When we moved the lab over to here and Anna became in 19 charge of running our lab within our facility and we are 20 able to provide all these extra services and do things we 21 never could do before, when -- UNR was our -- was our 22 contract provider, previously. They didn't want to give 23 up that business. And they -- they made a presentation to the governor to not give up that business. 24 25 were able to convince the governor's office at that time

- 1 that we could do a better job and provide better services
- for less money. Price hasn't gone down because the price
- 3 was never up. We are at about the lowest cost dairy
- 4 regulating system in the -- in this country. The average
- 5 dairyman pays about 150 to \$250 a year for all the
- 6 services that we provide and that hasn't changed for
- 7 years.
- 8 So we are very cost effective and do a good job.
- 9 We know right now that UNR is out surveying the
- 10 dairies asking whether or not we are doing -- providing
- 11 the services. We really would appreciate their
- 12 responding to that survey however they feel is
- 13 appropriate. We are quite confident what that will be,
- 14 but we would like that response to be given so we don't
- 15 have to fight the battle again to maintain this lab and
- 16 the kind of services that we can provide right now.
- 17 COMMISSIONER COLLIER: May I ask a question?
- 18 Doesn't the Department of Agriculture still have a PI
- 19 officer?
- MR. HETTRICK: Yes.
- MS. VICKREY: Yes.
- 22 COMMISSIONER COLLIER: Why can't they do a news
- 23 release on this to send it out? Or a newsletter to go
- into Al's newsletter to publicize these kind of things?
- 25 Because that's a very significant thing.

1 Well, first all, the producers are MS. VICKREY: 2. not going to be getting the survey. The survey is only 3 going to be going out to the plants with the 4 laboratories. 5 MR. HETTRICK: I thought it was producer. 6 MS. VICKREY: That's the UNR survey. 7 dairymen won't actually get that. And that's where --8 they are not -- nobody is going to really know the extras 9 that we do because they are the ones that are not being 10 asked, they are not being surveyed. 11 MR. HETTRICK: I misunderstood who it went to. 12 MS. VICKREY: Yeah. 13 MR. HETTRICK: It's good to know. So --14 MS. VICKREY: Just the processors. 15 MR. HETTRICK: Okay. 16 To your point earlier, or maybe the MR. TRACE: 17 producer community will still be notified about AB 33; 18 right? 19 MR. HETTRICK: 33. 20 MS. VICKREY: Yes. 21 MR. TRACE: Yeah. Because I think there 22 initially will be, I think, some concern until they 23 understand that it's going to be okay, you know. 24 MR. HETTRICK: Yeah. Yeah. 25 MR. TRACE: We are still trying to grow the

- dairy industry and have a plan, and so they would look at
- 2 it like what's going on? We are trying to grow and now
- 3 we're eliminating the milk commission?
- 4 So I think as long as it's -- and we will do --
- 5 I guess we certainly want to take the lead and we also
- 6 don't want to stick our nose into where it doesn't
- 7 belong. We certainly want to do what we can to
- 8 support --
- 9 MR. HETTRICK: And we will be happy to
- 10 participate in any kind of meeting or function they would
- 11 like to have and come out and explain to them that this
- 12 is not going to change the activities in any way at all.
- 13 It's simply trying to streamline the process.
- 14 Reduce costs.
- MR. TRACE: Sure.
- MR. HETTRICK: And -- and given the fact that
- the legislature in 2013 merged all of this, it's now
- 18 become so blended.
- In fact, we had an all-staff meeting yesterday
- and the discussion was used to be, you know, we had Food
- 21 and Nutrition Division, they were all separate, and we
- 22 had Dairy Commission, and we had -- and it's all just
- 23 become the Department of Agriculture.
- MR. TRACE: Yeah. Yeah.
- MR. HETTRICK: It's just blended together, and

- 1 it's become one function. And that's really what this is
- 2 about.
- 3 MR. TRACE: Sure.
- 4 MR. HETTRICK: It has nothing to do with the
- 5 services or the ongoing, you know, capabilities or
- 6 anything like that.
- 7 MR. TRACE: I think the producer community will
- 8 be fine as long as it's presented to them in such a way
- 9 as you just described. They are all about saving money,
- 10 so --
- MR. HETTRICK: Yeah. Yeah. They understand,
- 12 they are in business. They are trying to make a living
- everyday and that's the way we are trying to run this
- operation as well, is efficiently and effectively.
- 15 COMMISSIONER COLLIER: Right.
- MS. VICKREY: Al, if there is a meeting coming
- 17 up for DFA relatively soon I can come on out and speak.
- 18 MR. TRACE: Sure. Okay. Okay.
- MR. HETTRICK: Happy to address it anyway you
- 20 like.
- 21 All right. Mr. Chairman, unless there is more
- on that, I don't have anything else.
- 23 CHAIRMAN COOK: Proceed to the next one.
- 24 MR. HETTRICK: Number eight on the agenda is
- 25 consideration of other matters relating to the dairy

1 industry. 2. CHAIRMAN COOK: I guess this or the next one 3 would be Dave's chance to --4 MR. HETTRICK: Yeah. Either one. 5 And the final one, and they are kind of one in the same, is public comment and discussion. So --6 7 CHAIRMAN COOK: Okay. Dave, the floor is yours. 8 MR. COON: Mr. Chairman, members of the commission, staff, thank you very much. I appreciate 9 10 being here and appreciated being at these meetings for 11 many years now. 12 And might I say that as a member of the 13 industry, Anderson Dairy is very grateful to have been a 14 part of this industry. We have been very proud to be a 15 member of the dairy industry in the State of Nevada for 16 over a hundred years. 17 And speaking on behalf of everyone past and 18 present, we wish to express our appreciation for the 19 oversight that the commission has provided for your 20 interest in all members of the industry, as well as the 21 consumers, the concern and the fairness that you have 22 shown, and for your effectiveness. 23 I think that as we travel around the country, 24 different markets and different areas, people have been 25 aware, within our industry, of the purpose and what the

- 1 Nevada State Dairy Commission has accomplished.
- We know that there is need for regulation and we
- 3 have always been grateful for that oversight and for
- 4 those regulations and laws that allow us all to compete
- 5 fairly, and to do all we can to make our businesses
- 6 successful.
- We are grateful to those that have served.
- 8 Those that have sacrificed time, taking time out of their
- 9 schedules with their jobs, with their businesses, to come
- 10 and serve us and the state within the industry.
- 11 Commissioner Cook -- Chairman Cook, Commissioner
- 12 Collier, and Commissioner Crowther, and all those that
- 13 have supported you, thank you for your concern and for
- 14 your personal sacrifices.
- I want to say that we have great respect for
- 16 what you have accomplished. And we are looking forward
- 17 to continuing to work with the Department of Agriculture,
- 18 Lynn, Anna, Kimberly, and all the others that have
- 19 provided leadership within the Commission.
- So with that, again, our utmost gratitude and
- 21 appreciation, and we hope that everyone will feel good
- 22 about what they have done and what they have achieved.
- So again, thank you very much.
- 24 CHAIRMAN COOK: You are most welcome. Thank you
- 25 for the support you have shown for us over the years.

1 I think that's true. MR. HETTRICK: Yeah. Ι 2. think that's a good comment. Dave has been one who's 3 always been there and has always come when we have done 4 We did an ag day at the legislature, Anderson 5 Dairy sent people up from Las Vegas and put up a booth and for the aq display. It was very well received. 6 7 Dave's always been very supportive of agriculture in 8 general and, obviously, of the dairy industry in the 9 state. 10 So we are really pleased to have him on the 11 board and look forward to his continued participation in 12 the Department of Agriculture as we go forward. 13 CHAIRMAN COOK: Yeah. I think we are fortunate 14 to have him serve in that capacity. 15 MR. HETTRICK: I agree. 16 COMMISSIONER CROWTHER: I appreciate it also. 17 It's not just showing up, but helping to educate us. 18 guess that's -- that's what I have appreciated. 19 I do have one question, back on the -- what we 20 were talking about earlier, the new legislation. 21 this may seem trivial compared to the overall thing, but 22 are we still getting our Moolisa down here? 23 MR. HETTRICK: Yes, you are. Moolisa is in the 24 And the trailer. budget. 25 COMMISSIONER CROWTHER: Don't take Moolisa from

1 us. 2. There is no reduction in MR. HETTRICK: No, no. the budget, for the budget request in any way. Actually, 3 4 the change in the -- as far as the Dairy Commission Board 5 goes, isn't in the budget at all. We did the budget fully anticipating that there was going to be a Dairy 6 7 Commission and then the bill draft came as requested by 8 the governor's office. 9 And again, that's not certainly -- I want to 10 make a point. That's not singling out the Department of 11 Agriculture or the Dairy Commission in any way. That was 12 a general request to all state agencies, tell us if you 13 have a board or commission that can be done 14 administratively and save any money. 15 And that's -- you know, we did that in the same 16 vein as other agencies have done. So --17 CHAIRMAN COOK: Yes, Dave? 18 MR. COON: Mr. Chairman, can I make just one 19 more remark? And it's in reference to something that 20 Anna had to say about relationships. 21 Our interaction with the commission has always 22 been very professional. The commission has always been 23 very straightforward and clear on expectations and so 24 forth, but we also feel like we have developed some valid

associations that will carry on, too.

25

1 So, thank you. 2. CHAIRMAN COOK: Yeah. Well, it's -- from the day I took over as chairman, it was my objective to try 3 4 to make this a more business-friendly organization and 5 not let the regulations get in the way of growing the business. 6 7 So I quess I could -- I could claim -- we --8 because I put a lot of the responsibility on for what we 9 have accomplished on Lynn's shoulders, he's really been 10 the quiding light behind it. And so I think we can -- we 11 can say job well done. We've done what we set out to do. 12 MR. HETTRICK: Yeah. 13 MR. COON: We agree. 14 CHAIRMAN COOK: Okay. Anybody else? Staff? 15 Members of the audience? Anybody want to throw anything 16 out on the table to go in the record? 17 MS. INOUYE: Question. So the next board 18 meeting in January, are we still going to be at 19 1:00 o'clock or are we going to change? 20 MR. HETTRICK: 9:00. 21 Everything is 9:00 in here. MS. VICKREY: 22 MR. HETTRICK: 9:00 in here. But we have left 23 it open to the call of the chair to put it in Fallon if 24 we wish to, before, you know --25 If we have enough interest shown CHAIRMAN COOK:

1 by the producers to move the meeting out there we'd be 2 more than happy to do that. Silly, maybe I am not understanding, 3 MR. TRACE: 4 but after July that all could be a moot point anyhow? 5 MR. HETTRICK: Correct. There won't be 6 commission meetings, per se. 7 What will happen is the producers or processors 8 will simply address the -- probably to Anna, as the ops 9 manager for the Food and Safety Lab, which is the primary 10 function of what the Dairy Commission is doing, and say "I have a concern" or "I have an interest" or "could I 11 12 make a presentation", "I'd like to bring some issue to 13 the board", "I thought you treated me unfairly" or, 14 whatever. Any of those things will come into Anna. 15 They would go immediately on to the full Board 16 of Agriculture agenda, and they will be heard just as if 17 they were heard here. They will have every opportunity 18 to express concern or ideas or whatever they want. 19 MR. TRACE: Sure. 20 MR. HETTRICK: And nothing is going to change in 21 terms of their ability to address this board and get some 22 kind of redress for whatever it is that they have 23 concerns with. 24 CHAIRMAN COOK: Okay. Anything else? 25 Well, there being nothing else for the good of

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the industry or this commission, then we will adjourn.
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 2
                               Thank you.
               MR. HETTRICK:
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               CHAIRMAN COOK:
                                Hold your ears.
               (Meeting adjourned at 9:38 a.m.)
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              I, MICHELLE BLAZER, a Certified Court Reporter
     in and for the State of Nevada, do hereby certify:
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              That I was personally present for the purpose of
9
     acting as Certified Court Reporter at the Nevada Dairy
10
     Commission Meeting;
11
12
              That said transcript which appears hereinbefore
13
    was taken in verbatim stenotype notes by me and
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    thereafter transcribed into typewriting as herein appears
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