

MBC Meeting Minutes - May 13, 2020

Those Present:

District #1 Kevin Noffsinger, Treasurer

District #2 Mark Reif

District #3 Greg Ackerman, Chairman

District #4 Clint Stoutenburg, Vice-Chairman

District #5 Allen Bischer
District #6 Ross Voelker
District #7 Jessica Rader
At Large Steve Ewald
Shipper Representative Neil French
Executive Secretary Joe Cramer

Those Absent:

Others Present:

Scott Bales, MSU Dry Bean Specialist Heather Throne – MDARD

Chairman Ackerman welcomed everyone to the first virtual meeting in MBC history and **called the meeting to order** at 8:00 p.m. Ackerman noted that under the Governor's EO that allows us to meet virtually roll call votes are required/recorded. The voting record for this meeting will be attached.

APPROVAL OF AGENDA: Cramer asked to add 9.d - MSU-MBC Dry Bean Specialist Position to the agenda. A motion was made by Bischer to approve the agenda as amended. Voelker supported the motion. *Motion passed.*

PUBLIC COMMENT: There was none.

APPROVAL OF MINUTES: Minutes from the March 4, 2020 Commission meeting were presented and reviewed. A motion was made by Bischer with support from Voelker to approve the minutes as amended. *Motion passed*.

FINANCIAL REPORT: Cramer presented MBC and PRAB YTD P&L reports including budget comparisons for September 2019 – April 2020. Cramer highlighted some revenue and expense line items as compared to budget. A brief discussion followed. A motion was made by French to accept the report as presented. Noffsinger supported the motion. *Motion passed*.

Cramer also presented a first draft of budgets for FY 2020-2021. He will have a second draft at our next meeting and seek approval at the August meeting as required. Commissioners will also be presented with FY 2019-2020 MBC budget amendments at our next meeting.

MDARD UPDATE - Heather Throne

- \$1.9 million of the total SCBG dollars have been allocated to Michigan.
- Both of MBC's SCBG applications have been forwarded to USDA for approval. Throne noted that the application nicknames "Research" scored the highest of the applications submitted this year. Approval is expected in late August/September.
- Value Added Grant applications are on hold due to the COVID-19 pandemic.
- Director McDowell continues to host biweekly COVID-19 updates. Cramer and Throne both attend regularly. The Direction announced that Dr. Averill, Deputy Director will be stepping down. Jamie Zmitko-Sumers has been named to fill the position temporarily.

MBS Update - Neil French

- MBS Trustees will have their first meeting with new MABA president Chuck Lipprestru on May 21, 2020.
- French's data and observations suggest Michigan's dry bean acreage will be up app. 20%. In comparison, the Minn-Dak region will be up but not quite as much by percentage. Most expect the increase in Minn-Dak to be largely pinto beans.
- Despite early forecast of seed shortages, there appears to be an adequate supply navy bean and black bean seed.
- Domestic shipments remain steady. Shipments to export markets vary. For example, Europe remains steady, but Mexico has slowed.

EXECUTIVE DIRECTOR'S REPORT

- SEED SUPPLY was an agenda item at our March meeting with concern being raised about seed availability for our industry this year and beyond. Commissioners also discussed at length their concern about breeding programs exporting their genetics, varieties, seed, etc. to what were labeled non-traditional production regions. Cramer communicated this to MSU's breeding program leadership and the leadership at Michigan Crop Improvement. A meeting was scheduled between the three groups to discuss the concern. A good discussion was held. As expected, sustaining well-funded programs is the driver. If our seed dealers and growers supported the program, funding would follow, and the offshore interest would not be as attractive. Cramer will continue to work with both programs to come up with a game plan that serve in the best interest of all three stakeholders.
- COVID-19 has delayed the DRY BEAN REVENUE INSURANCE discussion that has been taking
 place. Commissioner encourage Cramer to continue to work with Northarvest and Watts &
 Associates to review, evaluation, and develop recommendations that will simplify price
 discovery, improve the accuracy of the data collected during the discover period and guarantee
 the confidentiality of the participants involved in the price discovery process -as directed during
 the March 4th meeting.
- COVID-19 has caused us to be creative with new ways to reach consumers. As dry and canned bean sales have increased dramatically during the pandemic and new video and blog series was created to help consumers learn different ways to consume the healthy bean inventory in their pantry. Hopefully, they will be long term consumers.

- Michigan Food Bank Council continues to be pressed for food. The MBS and MBC partnered to
 purchase 7,000 x 2 lb. packages of Michigan Beans to donate to the Council. This necessary
 logistics have been completed. Commissioner French was also able to secure a donation of
 5,000 x 16 oz cans of Bush Beans which is also greatly appreciated. Our appreciation will be
 passed along to the leadership at Bush Bros. Delivery is expected next Wednesday.
- SCBG Applications as noted in the MDARD report earlier, applications labeled "Fertility-Phase III" and "Marketing" are pending. We are optimistic that we will receive approval. If approved, the 18-month agreements will commence in October 2020.
- The Milling Project is moving forward however the projected July start up is likely delayed. The Marketing Grant, if approved, should complement the Milling Project.
- Cramer talked in generalities about the unusual situation we find ourselves in with little to no supply and heightened demand. Projections suggest that elevator storage will be (nearly) cleaned out before harvest meaning, that the entire supply will be dependent on the success of this growing season as we try to re-fill any empty supply pipeline.

DRY BEAN SPECIALIST REPORT - (PP Presentation)

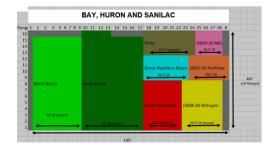
2020 Research

• COVID-19

- Extensive restrictions
- Daily health checks, mask use, distancing, travel logs, presidential approval for travel, one person per vehicle, etc.
- No in person field days through September 1, 2020
 - Still working out the details of what this looks like, invited talks?

2020 Research Variety Trials (148 entries +5 from 2019)

- · Bay- Terry Schindler
- Tuscola- CJ Bednarski
- Huron- Brian Pawlowski
- Sanilac- Brian Aldridge
- Montcalm- Brian Jaquays



2020 Research

Private Variety Trials/ Nurseries

Strip trials

- <u>Lakke</u> & Ewald Farms Nitrogen
- Lutz Farms- VRA/ROI

2020 Research

Research Center Projects

- Answer Plot- Bach (fertilizers, seed treatments, etc.)
- White mold fungicide trials- MRC
- In-furrow fungicides & Endo Prime- relocated to Tuscola
- Seed treatment trials- relocated to Tuscola
- Fertility trials (Steinke)- SVREC
- Anthracnose fungicide trials (Chilvers)- East Lansing

2020 Research

Where do we stand?

- PRE-COVID
 - \$107,850 projected program income for 2020 (before overhead deductions)
 - 3,767 individual plots planted
- POST-COVID (+/- 30% reduction)
 - \$79,400 projected income
 - 2,571 individual plots planted
- 2020 Report
 - Will not have dry land bush type bean data (Gratiot)
 - All other anticipated projects are continuing
- MSU Budgets will be greatly affected by the pandemic
 - \$60 million dollar loss of revenue for the current fiscal year
 - \$150-300 million for next

2021 Research

2021 MBC SCBG has been forwarded to the USDA!

- Optimization of fertilizer rate recommendations (Fertility part III)
 - \$99,989
- · Two approaches
 - · 1. On-farm strip trials
 - 12 locations of large plot trials
 - Bio-fortification
 - Can we alter nutritional content with management practices? Genetics? Fe, Zn, etc.
 - 2. Research farm trials

 - Sprague- Analyzing the effects of alternate management practices of dry beans and soil nitrate levels. Cover crops, strip tillage, weed control, etc.
 Gomez- Genetic selection. Breedling modern dry beans for improved SNF and Micronutrient use efficacy. End goal of increased grower return.

Equipment Year in Review

SOLD Other Improvements

Silverado 1500 + Small trailer: \$15,000 GPS on planter tractor Medium duty trailer: \$4,000 2x2 on plot planter Hege Combine: \$5,001 In-furrow capability

30' Roller: \$16,500 Improvements to small plot sprayer

AQUIRED

F-350: \$39,000

35' Heavy duty trailer: \$19,000

Dry Bean Specialist Position - Michigan State University requested confirmation that MBC does intend to fund their share of the Dry Bean Specialist position for FY 2020-2021. Commissioners agreed that the partnership has worked out very well to date and expressed their satisfaction with Dry Bean Specialist Scott Bales. Ackerman moved to continue funding the position for FY 2020-2021. Bischer supported. Motion passed.

USDBC UPDATE

- Executive Committee continues to work with Rebecca to adapt strategies into effective formats in today's world markets.
- The IPC has moved toward more frequent discussions with overseas representatives. Regional reports will move toward more frequent updates as well. A schedule is being laid out for presentation to the industry to offer webinars that address various topics of interest.
- The Innovation Committee is in the process of contracting with a Nutritionist. Hopefully, the position will be filled late spring/early summer.
- Plans for BeanCon21 continue to move forward.
- Cramer will act as the moderator for a #GPCasktheexperts Series webinar on May 28th. The webinar will be specific to black beans.

With no further business, Chairman Ackerman adjourned the meeting at 9:53 PM.

Respectfully,

Joe Cramer

Joe Cramer, Executive Secretary