

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the July 19, 2013 regular business meeting. This is provided in summary form; an official record of the meeting is available in the permanent records of the Governor's Office of Agricultural Policy, 404 Ann Street, Frankfort, Kentucky 40601.



**Kentucky Agricultural Development Board
Summary Minutes of the Regular Business Meeting
Carter Caves State Resort Park
Olive Hill, Kentucky
July 19, 2013**

Call to Order

James R. Comer, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:20 a.m. (EDT).

Roll Call

The following members were present: Dr. Betty Bailey; Roy Collins; Karen Curtis; Don Goodin (designee for Secretary Larry Hayes); Pat Henderson; Wayne Hunt; Sam Lawson; Jim Mahan; Wayne Mattingly; Sam Moore; Troy Rankin; Jim Sidebottom; Dean M. Scott Smith; Commissioner James R. Comer, Vice Chairman and Jamie Link (designee for Governor Steven L. Beshear).

Members absent: President Mary Evans Sias

Notification of Media

Commissioner Comer received verification from Sandy Gardner, Director of Communications, that the media has been notified of the KADB monthly meeting.

Welcome

Commissioner Comer welcomed everyone to the meeting and gave an update on events/meetings attended since the last board meeting.

Approval of Minutes

Commissioner Comer entertained a motion to approve the minutes of the June 21, 2013 board meeting.

Dr. Betty Bailey moved to approve the minutes as presented; Jim Mahan seconded the motion.

VOTE: Motion Passed; Unanimous

Executive Director's Report

Commissioner Comer yielded the floor to Roger Thomas, Executive Director, Governor's Office of Agricultural Policy (GOAP) to give his report to the board.

Mr. Thomas reported that the Energy Application Review Committee met on Wednesday, July 17, 2013. At the present time, all funds for the 2013 Energy Efficiency and Production Incentives program have been exhausted. The website will be updated to reflect this change. Mr. Thomas stated that in order to fund those that were scored July 17, an additional \$50,000 - \$75,000 may be needed from the board. Mr. Thomas proposed that the board should consider additional funding of this program in 2014 due to the overwhelming response.

Mr. Mahan congratulated Commissioner Comer on his award as National Friend of Extension honors by the cooperative extension organization Epsilon Sigma Phi. The board gave a round of applause with Dean M. Scott Smith sighting the award is one of a kind. Commissioner Comer will accept the award at the National Extension Agents Galaxy Conference in Pittsburgh, PA in September.

Commissioner Comer entertained a motion to approve the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position (on file with the Board Secretary) as of June 30, 2013, which was presented during the KAFC Board Meeting at 9:00 a.m. this morning.

Sam Moore moved to accept the KAFC Financial Report; Karen Curtis seconded the motion.

VOTE: Motion Passed; Unanimous

Reports – Recipient Review Committees

Commissioner Comer announced the four Recipient Review Committees met on July 18, 2013 to review the 2nd Quarter reports and called on each committee to give an update to the board.

Kentucky Beef Network (KBN)	Don Goodin reporting
Kentucky Dairy Development Council (KDDC)	Pat Henderson reporting
Kentucky Horticulture Council (KHC)	Sam Lawson reporting
Kentucky Department of Agriculture (KDA) Kentucky Proud	Wayne Mattingly reporting

Biff Baker, Project Manager, presented a memorandum (on file with the Board Secretary) regarding Kentucky Proud. The Recipient requested they be allowed to access the 2014 funds for the Restaurant Rewards program in order to continue the program through 2013. In addition, KDA requested they be allowed to access

2014 funds for the Point of Purchase program so that they can continue taking applications and approving grants. 2014 funds would only be accessed if reimbursement requests exceed the 2013 allotment before January 1, 2014.

The KDA Recipient Review Committee recommended approval of this request.

Mr. Henderson moved to approve the committee recommendation; Troy Rankin seconded the motion.

VOTE: Motion Passed; Unanimous

Old Business

Memo Action Items

Commissioner Comer called on staff to present the following memo action items to the Board for consideration:

A2007-0261 Bluegrass Lamb & Goat

Brian Murphy, General Counsel, presented a memorandum (on file with the Board Secretary) regarding the above-referenced project. First Southern National Bank has requested that the Board voluntarily release its lien on Bluegrass Lamb & Goat's accounts, inventory and equipment.

The Red Application Review Committee recommended approval of this request.

Mr. Goodin moved to approve the committee recommendation; Wayne Hunt seconded the motion.

After discussion, Mr. Henderson called the question.

VOTE: Motion Passed; Mr. Mahan, Mr. Rankin and Dr. Bailey no

A2012-0287 Solidagex, Inc.

Mr. Baker presented a memorandum (on file with the Board Secretary) regarding the above-referenced project. The Recipient requested the Board amend the legal agreement to allow Solidagex to be reimbursed for planting goldenrod by plugging rather than by direct seed.

The White Application Review Committee recommended approval of this request.

Dean Smith moved to approve the committee recommendation as presented; Roy Collins seconded the motion.

VOTE: Motion Passed; Unanimous

New Business

New Applications for Referral¹

Commissioner Comer referenced three (3) applications for referral:

Mr. Goodin moved to refer the submitted applications; Mr. Rankin seconded the motion.

VOTE: Motion Passed; Unanimous

Programs Recommended for Approval²

Commissioner Comer referenced sixteen (16) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$2,422,191; one Deceased Farm Animal Removal Program (DAR) application requesting county funds totaling \$7,500; and three (3) Shared-use Equipment applications requesting county funds totaling \$72,859. Total program funding requested \$2,502,550.

Dean Smith moved to approve the program recommendations as presented; Mr. Mahan seconded the motion.

VOTE: Motion Passed; Unanimous

Requested Program Amendments³

Commissioner Comer referenced seven (7) CAIP Amendments requesting county funds totaling \$415,232.

Jim Sidebottom moved to approve the program amendments as presented; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

Project Recommendations for Funding

Commissioner Comer called on staff to present the following project recommendations for funding:

A2013-0063 Kentucky School for the Deaf

Mr. Baker presented the above-referenced project from Kentucky School for the Deaf requesting \$10,000 in Boyle County funds to modify a tractor for the necessary adaptability of deaf students and other agricultural production practices.

¹ A detailed list of Applications for Referral is attached as Appendix A.

² A detailed list of projects funded under the County Agricultural Investment Program, Deceased Farm Animal Removal Program and Shared-use Equipment Program is attached as Appendix B.

³ A detailed list of County Agricultural Investment Program amendments is attached as Appendix C.

The Red Application Review Committee recommended funding this request for \$10,000 in Boyle County funds.

Mr. Hunt moved to approve the committee recommendation; Dean Smith seconded the motion.

VOTE: Motion Passed; Unanimous

A2013-0115 University of Kentucky Research Foundation

Mr. Baker presented the above-referenced project from University of Kentucky Research Foundation requesting \$249,029 in state funds over two years to expand its web-based marketing and production resources for crop diversification information available to Kentucky farmers.

The White Application Review Committee recommended funding this request for \$113,347 in state funds for one year.

Mr. Lawson moved to approve the committee recommendation; Mr. Goodin seconded the motion.

VOTE: Motion Passed; Dean Smith abstained

A2013-0197 Whitley County Farmers' Market, Inc.

Tammy Brookshier, Program Manager, presented the above-referenced project from Whitley County Farmers' Market, Inc. requesting \$1,809 in state funds to purchase a 6'x12' trailer, propane grill with food preparation surface, hand & utensil washing station, storage containers and other miscellaneous equipment for the purpose of developing a Demonstration/Marketing Mobile Unit.

The White Application Review Committee recommended funding this request for \$1,809 in state funds as a part of the 2013 Farmers' Market Competitive Grant Program.

Mr. Mahan moved to approve the committee recommendation; Mr. Mattingly seconded the motion.

VOTE: Motion Passed; Unanimous

A2013-0198 Hopkins County Extension Service

Ms. Brookshier presented the above-referenced project from Hopkins County Extension Service requesting \$12,130 in state funds to expand their existing market as well as costs related to the marketing of the farmers' market.

The White Application Review Committee recommended funding this request for \$12,130 in state funds as a part of the 2013 Farmers' Market Competitive Grant Program.

Mr. Rankin moved to approve the committee recommendation; Mr. Mahan seconded the motion.

VOTE: Motion Passed; Unanimous

A2013-0199 Franklin County Farmers' Market Inc.

Ms. Brookshier presented the above-referenced project from Franklin County Farmers' Market Inc. requesting \$5,200 in state funds to repair, renovate and expand their current market.

The White Application Review Committee recommended funding this request for \$5,200 in state funds as a part of the 2013 Farmers' Market Competitive Grant Program.

Mr. Sidebottom moved to approve the committee recommendation; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

Pending Applications

Commissioner Comer referenced the following pending applications and invited the board to ask questions of any:

A2012-0004	Kentucky World Trade Center, Inc.
A2013-0024	Barren County Board of Education
A2013-0049	Oldham County Fiscal Court
A2013-0102	Washington County Fiscal Court

No action necessary.

Closing Remarks

The next KADB meeting will be held at the Kentucky Exposition Center in Louisville on Friday, August 16, 2013 at 10:00 a.m.

Adjournment

Commissioner Comer entertained a motion to adjourn.

Mr. Mahan moved to adjourn the July KADB meeting; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

The KADB meeting adjourned at 11:46 a.m. (EDT).

APPROVED DATE: 8-16-2013

PRESIDING OFFICER: 
James R. Comer

BOARD SECRETARY: 
Teresa Spreitzer

Appendix A: Applications for Referral

APP #	APPLICANT	COUNTY
A2013-0217	Franklin Simpson High School Agricultural Education Program <i>Franklin-Simpson High School Greenhouse</i>	Simpson
A2013-0229	Owen County 4-H Club Council, Incorporated <i>Youth Livestock Cost-share Program</i>	Owen
A2013-0247	Morehead State University <i>Morehead State University Food Technology Lab</i>	Rowan

Appendix B: Program Lists

CAIP			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2013-0200	Monroe County Conservation District	Monroe	\$125,333.00
A2013-0205	Powell County Livestock Producers Association, Inc.	Powell	\$47,100.00
A2013-0206	Lincoln County Cattlemen's Association	Lincoln	\$200,000.00
A2013-0207	Simpson County Conservation District	Simpson	\$48,404.00
A2013-0208	Jackson County Cattlemen's Association, Incorporated	Jackson	\$141,000.00
A2013-0209	Hopkins County Farm Bureau of Hopkins County, Kentucky	Hopkins	\$39,053.00
A2013-0210	Mountain Cattlemen's Association	Perry	\$8,747.00
A2013-0213	Bourbon County Fiscal Court	Bourbon	\$326,875.00
A2013-0214	Grant County Cattlemens Association, Inc.	Grant	\$175,000.00
A2013-0215	Carter County Agriculture Advancement Council, Inc	Carter	\$118,376.00
A2013-0220	Pendleton County Agricultural Diversification Association, Inc.	Pendleton	\$200,396.00
A2013-0221	Warren County Conservation District	Warren	\$181,207.00
A2013-0222	Scott County Conservation District	Scott	\$250,700.00
A2013-0228	Buffalo Trace Area Development District, Inc.	Mason	\$240,000.00
A2013-0230	Woodford County Agriculture Advancement Council, Inc.	Woodford	\$190,000.00
A2013-0246	Nelson County Soil Conservation District	Nelson	\$130,000.00
			\$2,422,191.00

Deceased Farm Animal Removal Program

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2013-0212	Bourbon County Fiscal Court	Bourbon	\$7,500.00
			\$7,500.00

Shared-use Equipment

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2013-0201	Monroe County Conservation District	Monroe	\$35,112.00
A2013-0211	Bracken County Conservation District	Bracken	\$18,247.00
A2013-0231	Woodford County Conservation District	Woodford	\$19,500.00
			\$72,859.00

Total County Funds Recommended for Approval in Programs: **\$2,502,550.00**

Appendix C: Program Amendments

App # A2012-0249
Applicant Name Buffalo Trace Area Development District, Inc.
Original Amount Approved \$275,000
Execution Date 09/05/2012
Requested Change The applicant requests an additional \$25,000 in Bracken County funds for the CAIP program. The request received a high priority from the Bracken County Council.
 This is the second request for an amendment to this application number. The first request for an amendment was approved on 11/16/2012 for an additional \$88,000 in Bracken County funds.
 The term of the program shall remain 12-months from the execution date of the original agreement.
 Approval of this request would bring the program total to \$388,000.
Recommend Approval

App# A2012-0267
Applicant Name Trigg County Soil Conservation District
Original Amount Approved \$61,750
Execution Date 10/10/2012
Requested Change The applicant requests an additional \$66,000 in Trigg County funds for the CAIP program. The request received a high priority from the Trigg County Council.
 This is the first request for an amendment to this application number.
 The term of the program shall remain 12-months from the execution date of the original agreement.
 Approval of this request would bring the program total to \$127,750.
Recommend Approval

App# A2012-0271
Applicant Name Clinton County Farm Bureau, Inc. of Albany, Kentucky
Original Amount Approved \$125,000
Execution Date 11/07/2012
Requested Change The applicant requests an additional \$4,125 in Clinton County funds for the CAIP program. The request received a high priority from the Clinton County Council.
 This is the first request for an amendment to this application number.
 The term of the program shall remain 12-months from the execution date of the original agreement.
 Approval of this request would bring the program total to \$129,125.
Recommend Approval

Appendix C: Program Amendments

App # A2012-0308
Applicant Name Lyon County Conservation District
Original Amount Approved \$30,000
Execution Date 11/26/2012
Requested Change The applicant requests an additional \$20,000 in Lyon County funds for the CAIP program. The request received a high priority from the Lyon County Council.
 This is the first request for an amendment to this application number.
 The term of the program shall remain 12-months from the execution date of the original agreement.
 Approval of this request would bring the program total to \$50,000.

Recommend Approval

App# A2013-0026
Applicant Name Kenton County Farm Bureau, Inc.
Original Amount Approved \$59,367
Execution Date 03/04/2013
Requested Change The applicant requests an additional \$62,107 in Kenton County funds for the CAIP program. The request received a high priority from the Kenton County Council.
 This is the first request for an amendment to this application number.
 The term of the program shall remain 12-months from the execution date of the original agreement.
 Approval of this request would bring the program total to \$121,474.

Recommend Approval

App# A2013-0029
Applicant Name Taylor County Cattlemen's Association, Inc.
Original Amount Approved \$80,000
Execution Date 03/27/2013
Requested Change The applicant requests an additional \$144,000 in Taylor County funds for the CAIP program. The request received a high priority from the Taylor County Council.
 This is the first request for an amendment to this application number.
 The term of the program shall remain 12-months from the execution date of the original agreement.
 Approval of this request would bring the program total to \$224,000.

Recommend Approval

Appendix C: Program Amendments

App #	A2013-0040
Applicant Name	Hardin County Extension District Board
Original Amount Approved	\$56,000
Execution Date	03/28/2013
Requested Change	<p>The applicant requests an <u>additional</u> \$94,000 in Hardin County funds for the CAIP program. The request received a <u>high</u> priority from the Hardin County Council.</p> <p>This is the first request for an amendment to this application number.</p> <p>The term of the program shall remain 12-months from the execution date of the original agreement.</p> <p>Approval of this request would bring the program total to \$150,000.</p> <p>Recommend Approval</p>

Kentucky Agricultural Development Board Meeting
Kentucky Agricultural Finance Corporation
MEETING AGENDA



*Carter Caves State Resort Park
William Jason Fields Meeting Facility
344 Caveland Drive
Olive Hill, Kentucky 41164*

**Friday, July 19, 2013
9:00 a.m. (EDT)**

Call to Order

Roll Call

Notification of Media

Welcome

Review and Approval of Meeting Minutes for June 21, 2013

Executive Director's Report

Roger Thomas, Executive Director

Reports

Recipient Review Committee Reports

Old Business

Memo Action Items

A2007-0261 Bluegrass Lamb & Goat

Lien Release

A2012-0287 Solidagex

Budget Reallocation

New Business

New Applications for Referral

Programs Recommended for Approval

Requested Program Amendments

Recommendations for Funding

Pending Applications

Adjournment

12:00

Lunch

Tierney's Cavern