

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the August 16, 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
Kentucky Exposition Center
Louisville, Kentucky
August 16, 2013**

Call to Order

James R. Comer, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:15 a.m. (EDT).

Roll Call

The following members were present: Dr. Betty Bailey; Karen Curtis; Pat Henderson; Wayne Hunt; Sam Lawson; Sam Moore; Troy Rankin; Dr. Teferi Tsegaye (designee for President Mary Sias); Jim Sidebottom; Dean M. Scott Smith; Commissioner James R. Comer, Vice Chairman and Jamie Link (designee for Governor Steven L. Beshear).

Members absent: Roy Collins, Don Goodin (designee for Secretary Larry Hayes); Jim Mahan and Wayne Mattingly

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 the "Udderly" Kentucky Milk Program stating that the Kentucky Department of Agriculture's (KDA) partnership with Wal-Mart is expanding to include ½ gallons of milk in addition to gallons.

Approval of Minutes

Commissioner Comer entertained a motion to approve the minutes of the July 19, 2013 board meeting.

Troy Rankin moved to approve the minutes as presented; Dr. Betty Bailey 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 gave his appreciation of Rip Rippetoe, President and CEO of the Kentucky State Fair Board in continuing the commitment to agriculture and its youth (4-H and FFA) in showcasing their works and efforts at the Kentucky State Fair.

Mr. Thomas congratulated Sam Moore and Dr. Bailey on their reappointments to the Board.

Mr. Thomas called on the following to give updates on their agencies: Dr. Teferi Tsegaye, Kentucky State University; Dean M. Scott Smith, University of Kentucky College of Agriculture; Aleta Botts, Kentucky Center for Agriculture and Rural Development (KCARD); and John McCauley, Farm Service Agency (FSA).

Mr. Thomas referenced a memo (on file with the board secretary) from Angela Blank, Director of Public Affairs, summarizing the value of the Kentucky Broadcasters Association Public Education Partnership (PEP) program commercial/radio air dates from August 2012 through June 2013 with a detail of June activity.

Mr. Thomas called on Bill McCloskey, Director of Financial Services, to review the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position (on file with the Board Secretary) as of July 31, 2013.

Jim Sidebottom moved to accept the KAFC Financial Report; Mr. Moore seconded the motion.

VOTE: Motion Passed; Unanimous

Mr. McCloskey announced the next KAFC Board meeting will be held on Friday, September 6, 2013 at 9:00 a.m. (CDT) at Pilgrim's Pride processing facility in Mayfield, Kentucky.

Mr. Thomas referenced a memo (on file with the board secretary) from Ms. Gardner and Ms. Blank reporting the marketing and communications efforts through GOAP for KADF and KAFC programs.

Mr. Thomas informed the board that Meat Hook, LLC submitted a letter dated August 8, 2013 (on file with the board secretary) withdrawing their approved project application (A2012-0152) having been unable to reach the critical mass identified in the project business plan.

In addition, Meat Hook, LLC submitted a letter dated August 8, 2013 (on file with the board secretary) withdrawing their approved loan application (AF12-0025) due to other resources not being available at levels required to support this project.

Mr. Thomas announced that Western Kentucky University Research Foundation, Inc. submitted an email dated July 24, 2013 (on file with the board secretary) withdrawing their approved project application (A2012-0180) due to efforts being made to have this project supported through other partnerships. Continuing with this additional mesonet station at this time could threaten the broader effort.

Mr. Thomas shared with the board a memorandum from Biff Baker, Project Manager, dated August 16, 2013 (on file with the board secretary) updating the board on the Kentucky Association of Food Banks (A2013-0035) efforts in securing county funds.

Mr. Thomas announced that Dean Smith has been appointed to serve on the Grasshopper's Distribution Board of Directors.

Presentation

Statewide Nutrient Monitoring System

Mr. Baker introduced Peter Cinotto, USGS Kentucky Water Science Center. Mr. Cinotto presented to the board a progress update, overview of current activities and future science plans (on file with the board secretary).

Commissioner Comer excused himself from the meeting. Jamie Link, designee for Governor Beshear, assumed the Chair.

New Business

New Application for Referral¹

Mr. Link referenced one application for referral:

Pat Henderson moved to refer the submitted application; Mr. Moore seconded the motion.

VOTE: Motion Passed; Unanimous

Programs Recommended for Approval²

Mr. Link referenced four (4) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$995,655 and two (2) Deceased Farm Animal Removal Program (DAR) applications requesting county funds totaling \$6,175. Total program funding requested \$1,001,830.

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 and Deceased Farm Animal Removal Program is attached as Appendix B.

Dr. Bailey moved to approve the program recommendations as presented; Dr. Teferi Tsegaye seconded the motion.

VOTE: Motion Passed; Unanimous

On-farm Energy Program

Mr. Link called on Mr. McCloskey to review the 2nd quarter 2013 On-farm Energy Program recommendations.

Recommendations for Approval³

Mr. McCloskey reviewed forty-one (41) On-farm Energy Program applications requesting funds totaling \$508,443.

The Energy Application Review Committee recommended approval of these requests.

Dean Smith moved to approve the committee recommendations as presented; Mr. Rankin seconded the motion.

VOTE: Motion Passed; Unanimous, Mr. Sidebottom abstained

Recommendation for No Funding⁴

Mr. McCloskey reviewed one On-farm Energy Program application recommended for no funding.

The Energy Application Review Committee recommended no funding this request due to having not met the requirement of Guideline 14 which states "Applicant must receive at least 20% of gross income from farming for previous two years, as evidenced by federal income tax returns."

Mr. Moore moved to approve the committee recommendation as presented; Dean Smith seconded the motion.

VOTE: Motion Passed; Unanimous

Withdrawn Application⁵

Mr. McCloskey referenced the following On-Farm Energy Withdrawn Application:

A2013-0229 Kahmann's Dairy, Incorporated

No action necessary.

³ A detailed list of On-farm Energy Program Recommendations for Approval is attached as Appendix C.

⁴ A list of the On-farm Energy Program Recommendations for No Funding is attached as Appendix D.

⁵ A list of Withdrawn On-farm Energy Program Applications is attached as Appendix E.

Project Recommendation for Funding

Mr. Link called on Mr. Baker to present the following project recommendations for funding:

A2013-0229 Owen County 4-H Club Council, Incorporated

Mr. Baker presented the above-referenced project from the Owen County 4-H Club Council, Incorporated requesting \$20,000 in Owen County funds to establish a cost-share program, up to \$1,000 per youth and \$3,000 per family, to purchase breeding and market livestock.

The White Application Review Committee recommended funding this request for \$20,000 in Owen County funds.

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

VOTE: Motion Passed; Unanimous

Pending Applications

Mr. Link referenced the following pending applications and invited the board to ask questions of any:

A2013-0024	Barren County Board of Education
A2013-0217	Franklin Simpson High School Agricultural Education Program
A2013-0247	Morehead State University

No action necessary.

Closing Remarks

Mr. Thomas announced the following upcoming meetings:

Red Application Review Committee
A2013-0024 Barren County Board of Education
Today following the KADB Meeting
South Wing C, Room 105

White Application Review Committee
Today at 12:30 PM
South Wing C, Room 105

KADB Meeting
Friday, September 20, 2013 at 10:00 (EDT)
Franklin County Cooperative Extension Office, Room E/F – Frankfort

Blue Application Review Committee
Friday, September 20, 2013 at 1:00 PM (EDT)
Franklin County Cooperative Extension Office, Room C - Frankfort

Mr. Thomas invited all to stop by the GOAP booth on Main Street in South Wing B.

Adjournment

Mr. Link entertained a motion to adjourn.

Karen Curtis moved to adjourn the KADB meeting; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

The KADB meeting adjourned at 11:39 a.m. (EDT)

APPROVED DATE: September 30, 2013

PRESIDING OFFICER: James R. Comer
James R. Comer

BOARD SECRETARY: Teresa Spreitzer
Teresa Spreitzer

Appendix A: Applications for Referral

APP #	APPLICANT	COUNTY
A2013-0265	ProEquine Link, LLC <i>Equine Database Website</i>	Woodford

Appendix B: Program Lists

CAIP

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2013-0266	Bath County Conservation District	Bath	\$260,000.00
A2013-0267	Shelby County Agricultural Development Foundation, Inc.	Shelby	\$282,000.00
A2013-0268	Fayette County Conservation District	Fayette	\$250,000.00
A2013-0269	Buffalo Trace Area Development District, Inc.	Bracken	\$203,655.00
			\$995,655.00

Deceased Farm Animal Removal Program

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2013-0049	Oldham County Fiscal Court	Oldham	\$2,500.00
A2013-0102	Washington County Fiscal Court	Washington	\$3,675.00
			\$6,175.00

Total County Funds Recommended for Approval in Programs: **\$1,001,830.00**

Appendix C: On-farm Energy Program Approved

APP #	APPLICANT	COUNTY	FUNDS REQUESTED
A2012-0326	G & J Poultry <i>Poultry Production - Total Project Cost \$79,984.00</i>	Muhlenberg	\$10,000.00
A2013-0202	Trailsend Farm <i>Poultry Production - Total Project Cost - \$9,086.00</i>	Barren	\$4,543.00
A2013-0204	BB and R Farm <i>Renewable - (solar) - Total Project Cost - \$ 38,500.00</i>	Monroe	\$15,000.00
A2013-0216	Old School House Market <i>Other (farm market) - Total Project Cost - \$34,407.00</i>	Casey	\$15,000.00
A2013-0218	Sidebottom Farm <i>Dairy Production - Total Project Cost - \$6,410.00</i>	Green	\$3,210.00
A2013-0219	Tim Roach <i>Poultry Production - Total Project Cost - \$62,900.00</i>	Hickman	\$15,000.00
A2013-0223	KB Farms <i>Poultry Production - Total Project Cost - \$ 23,550.00</i>	Wayne	\$11,775.00
A2013-0224	Powell Farms <i>Renewable (solar) - Total Project Cost - \$34,000.00</i>	Christian	\$15,000.00
A2013-0225	Laurindale Farm Inc <i>Renewable (solar) - Total Project Cost - \$34,000.00</i>	Christian	\$15,000.00
A2013-0226	Kipling Farm <i>Poultry Production - Total Project Cost - \$6,400.00</i>	Daviess	\$3,200.00
A2013-0227	Mathis Farms <i>Poultry Production - Total Project Cost - \$31,550.00</i>	Muhlenberg	\$15,000.00
A2013-0232	Duncan Creek Poultry, Inc. <i>Poultry Production - Total Project Cost - \$30,150.00</i>	Marshall	\$15,000.00
A2013-0233	Loretto Grain Coop Partnership <i>Grain Production - Total Project Cost - \$199,00.00</i>	Marion	\$15,000.00
A2013-0234	Cohron Farms <i>Renewable (solar) - Total Project Cost - \$44,735.00</i>	Warren	\$15,000.00
A2013-0235	Cohron Farms, LLC <i>Renewable (solar) - Total Project Cost - \$44,735.00</i>	Warren	\$15,000.00

On-farm Energy Programs Recommended for Approval

APP #	APPLICANT	COUNTY	FUNDS REQUESTED
A2013-0236	KRP Inc. <i>Poultry Production - Total Project Cost - \$12,610.00</i>	Hancock	\$6,380.00
A2013-0237	Samples Farm, Inc. <i>Poultry Production - Total Project Cost - \$3,980.00</i>	Graves	\$1,990.00
A2013-0238	River Bottom Tobacco Farms, Inc. <i>Renewable (solar) - Total Project Cost - \$36,500.00</i>	Hancock	\$15,000.00
A2013-0239	Pebblebrook Angus <i>Renewable (solar) - Total Project Cost - \$38,500.00</i>	Monroe	\$15,000.00
A2013-0240	Long Vue Farms, GP <i>Renewable (solar) - Total Project Cost - \$230,000.00</i>	Logan	\$15,000.00
A2013-0241	Kendred Paschall Farms <i>Renewable (solar) - Total Project Cost - \$34,000.00</i>	Calloway	\$15,000.00
A2013-0242	Herman Jones <i>Poultry Production - Total Project Cost - \$38,100.00</i>	Ballard	\$15,000.00
A2013-0243	Danny Basham Jr. <i>Grain Production - Total Project Cost - \$41,927.00</i>	Hopkins	\$15,000.00
A2013-0244	Gray's Poultry <i>Poultry Production - Total Project Cost - \$20,150.00</i>	Clinton	\$10,075.00
A2013-0245	Fleming Farm's <i>Renewable (solar) - Total Project Cost - \$52,320.00</i>	Simpson	\$15,000.00
A2013-0248	Meadow View Farms, Inc. <i>Grain Production - Total Project Cost - \$199,574.00</i>	Hardin	\$15,000.00
A2013-0249	Hardesty Farms <i>Grain Production - Total Project Cost - \$73,314.00</i>	Union	\$15,000.00
A2013-0250	Deborah Jones <i>Poultry Production - Total Project Cost - \$25,300.00</i>	Ballard	\$12,725.00
A2013-0251	Hicks and Son Farm <i>Grain Production - Total Project Cost - \$49,450.00</i>	Meade	\$15,000.00
A2013-0252	Sam Hancock <i>Renewable (solar) - Total Project Cost - \$36,500.00</i>	Hickman	\$15,000.00
A2013-0253	Furches Farms <i>Grain Production - Total Project Cost - \$96,100.00</i>	Calloway	\$15,000.00

On-farm Energy Programs Recommended for Approval

APP #	APPLICANT	COUNTY	FUNDS REQUESTED
A2013-0254	Larry Neal <i>Renewable (solar) - Total Project Cost- \$38,808.00</i>	Marshall	\$15,000.00
A2013-0255	James P. Payne Jr. <i>Grain Production - Total Project Cost - \$78,833.00</i>	Graves	\$15,000.00
A2013-0256	John F. Wilson <i>Renewable (solar) - Total Project Cost - \$84,150.00</i>	Hickman	\$15,000.00
A2013-0257	El Manantial, Corp. <i>Poultry Production - Total Project Cost - \$30,000.00</i>	Allen	\$15,000.00
A2013-0258	Greg Burton Dairy <i>Dairy Production - Total Project Cost - \$6,040.00</i>	Adair	\$3,020.00
A2013-0259	Goodlette Dairy <i>Dairy Production - Total Project Cost - \$32,700.00</i>	Mercer	\$15,000.00
A2013-0260	Brent Baker Dairy <i>Dairy Production - Total Project Cost - \$16,800.00</i>	Adair	\$8,400.00
A2013-0261	Corbin Brothers Dairy <i>Dairy Production - Total Project Cost - \$20,000.00</i>	Taylor	\$10,000.00
A2013-0262	B & B Dairy, Inc. <i>Dairy Production - Total Project Cost - \$6,250.00</i>	Adair	\$3,125.00
A2013-0263	Rocky Fork Feeders, LLC <i>Beef/Equine Production - Total Project Cost - \$42,580.00</i>	Shelby	\$15,000.00

Total State Funds Recommended for Approval in Program: **\$508,443.00**

Appendix D: On-farm Energy Program Denied

APP #	APPLICANT	COUNTY	FUNDS REQUESTED
A2013-0203	Rittenberry-Ezell Farm <i>Renewable (solar) - Total Project Cost - \$43,483.00</i>	Logan	\$15,000.00

Appendix E: On-farm Energy Program Withdrawn

APP #	APPLICANT	COUNTY	
A2012-0330	Kahmann's Dairy, Incorporated <i>Renewable (wind) - Total Project Cost \$53,500.00</i>	Henry	Withdrawn



Kentucky Agricultural Development Board Meeting
MEETING AGENDA

Kentucky Exposition Center
South Wing C – Room 105
937 Phillips Lane
Louisville, Kentucky 40209

Friday, August 16, 2013
10:00 a.m. (EDT)

Call to Order

Roll Call

Notification of Media

Welcome

Review and Approval of Meeting Minutes for July 19, 2013

Executive Director's Report

Roger Thomas, Executive Director

Presentations

Statewide Nutrient Monitoring System

Mike Griffin, USGS Indiana-Kentucky Water Science Center

Peter Cinotto, USGS Kentucky Water Science Center

Paulette Akers, Kentucky Division of Water

New Business

New Applications for Referral

Programs Recommended for Approval

On-Farm Energy Program Recommended for Approval

On-Farm Energy Program Recommended for No-Funding

On-Farm Energy Program Withdrawn Applications

Project Recommendations for Funding

Pending Applications

Adjournment