

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the April 17, 2014 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
Mercer County Cooperative Extension Office
Harrodsburg, Kentucky
April 17, 2014**

Call to Order

Jamie Link, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:10 a.m. (EDT).

Roll Call

The following members were present: Dr. Betty Bailey; Roy Collins; Dean Nancy M. Cox; Don Goodin (designee for Secretary Larry Hayes); Pat Henderson; Wayne Hunt; Sam Lawson; Jim Mahan; Wayne Mattingly; Sam Moore; Troy Rankin; Dr. Maifan Silitonga (designee for President Mary Sias); Jim Sidebottom; Warren Beeler (designee for Commissioner James R. Comer); and Jamie Link (designee for Governor Steven L. Beshear).

Members absent: Karen Curtis

Notification of Media

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

Welcome

Mr. Link welcomed everyone to the meeting.

Approval of Minutes

Mr. Link entertained a motion to approve the minutes of the March 21, 2014 board meeting.

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

VOTE: Motion Passed; Unanimous

Executive Director's Report

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

Mr. Thomas introduced State Representative from House District 55, Kim King, and invited her to say a few words to the board.

Mr. Thomas gave an update on meetings/events attended since the last board meeting.

Mr. Thomas announced that the next KADB meeting will be held at the Bath County Cooperative Extension Office in Owingsville on Friday, May 16 followed by the White Application Review Committee.

Mr. Thomas called on Aleta Botts, Executive Director, Kentucky Center for Agriculture and Rural Development (KCARD) and John McCauley, State Director, Farm Service Agency (FSA) to give updates on their agencies since the last meeting.

Mr. Thomas called on Angela Blank, Director of Public Affairs, to report on the "Kentucky farm families, feeding Kentucky, feeding the world" TV/radio commercials through the Kentucky Broadcaster's Association, Public Education Partnership (PEP) program.

Ms. Blank referenced a memo (on file with the Board Secretary) summarizing the value of the commercials from October 2013 through February 2014 with detail of each month's activity. The total investment was \$150,000. To date, the value of commercials aired is \$692,855.

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 March 31, 2014.

Don Goodin moved to accept the KAFC Financial Report; Troy Rankin seconded the motion.

VOTE: Motion Passed; Unanimous

Mr. McCloskey informed the board that the Energy Committee met on April 16 to review 22 applications, of which, 19 will be recommended for approval at the May board meeting.

Mr. McCloskey announced the next scheduled KAFC Board meeting will be held on May 9, at 10:00 a.m. at the Transportation Cabinet Office Building, Room C-107, 200 Mero Street in Frankfort.

Mr. Thomas gave the following report on the adopted budget for FY15 & FY16:

Governor's Office of Agricultural Policy				In Addition	KDA	Environmental & Energy Cabinet
FY	Appropriation	Counties	Statewide Projects		Farm to Food Banks Program	Environmental Cost Share Projects
15	\$ 31,101,600	\$ 19,350,000	\$ 11,751,600		\$ 600,000	\$ 6,000,000
16	\$ 12,221,200	\$ 9,850,000	\$ 2,371,200		\$ 600,000	\$ -
Total	\$43,322,800	\$29,200,000	\$ 14,122,800	\$ 1,200,000	\$ 6,000,000	

Mr. Thomas noted that the MSA payment arrives in April for the calendar year; however, the payment is designated for the fiscal year beginning July 1. Mr. Thomas gave credit to Representative Rick Rand, Chair, Committee on Appropriations and Revenue for having the debt service taken off the top prior to disbursement to the Kentucky Agricultural Development Fund, Early Childhood Development Fund and the Kentucky Health Care Improvement Fund.

Mr. Thomas stated that currently there is approximately \$14M in the statewide account and that \$6M has been designated for distribution to the counties through the end of FY14. Without the \$6M transfer, the counties would have received zero. Mr. Thomas also noted that the budget reflects the counties will receive about 42% of what they received in 2013.

Mr. Thomas informed the board they would be receiving quarterly financial summaries beginning in July.

Presentation

Mercer County Cooperative Extension Office

Mr. Link introduced Linda McClanahan, County Extension Agent for Agriculture and Natural Resources, to give a presentation on county agricultural activities to the board. A PowerPoint presentation (on file with the Board Secretary) was provided.

The board commended Ms. McClanahan on her national honor as the Young Farmer & Rancher "Excellence in Agriculture Award" at the American Farm Bureau Federation's 95th annual convention in San Antonio, Texas.

Old Business

Recipient Review Committee Reports

Mr. Link stated that four Recipient Review Committees met this morning to review the 1st quarter 2014 reports (on file with the Director of Compliance) and called on each committee spokesperson to give an update to the board.

<u>Application #</u>	<u>Recipient</u>	<u>Committee Spokesperson</u>
A2012-0194	Kentucky Horticulture Council (KHC)	Sam Lawson, reporting
A2012-0231	Kentucky Department of Agriculture (KDA)	Wayne Mattingly, reporting
A2012-0285	Kentucky Beef Network (KBN)	Don Goodin, reporting
A2012-0288	Kentucky Dairy Development Council (KDDC)	Pat Henderson, reporting

Memo Action Items

Mr. Link called on staff to present the following memo action item to the Board for consideration:

A2013-0153 Joseph Bradley Reddick

Mr. McCloskey presented a memorandum (on file with the Board Secretary) regarding the above-referenced On-Farm Energy Efficiency Incentives Program project. The applicant requested a time extension through September 30, 2014, due to technical issues with TVA and West KY RECC as well as delays in site preparation due to inclement weather. In addition, the applicant wishes to install Solar World panels instead of Helios panels.

Staff recommends approval of this request.

Mr. Goodin moved to approve the staff recommendation, as presented; Dean Nancy Cox seconded the motion.

VOTE: Motion Passed; Unanimous

Mr. Thomas noted for the record that A2012-0007, KSU Center for Sustainability of Farms and Farm Families request is tabled and will be presented to the Application Review Committee.

No action necessary.

New Business

New Applications for Referral¹

Mr. Link referenced six (6) applications for referral:

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

VOTE: Motion Passed; Unanimous

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

Programs Recommended for Approval²

Mr. Link referenced two (2) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$72,837; two (2) Deceased Farm Animal Removal Program (DAR) applications requesting county funds totaling \$12,750; and two (2) Shared-use Equipment applications requesting county funds totaling \$22,700. Total program funding requested \$108,287.

Wayne Mattingly moved to approve the program recommendations, as presented; Wayne Hunt seconded the motion.

VOTE: Motion Passed; Unanimous

Requested Program Amendment³

Mr. Link referenced one CAIP Amendment requesting county funds totaling \$30,826.

Sam Moore moved to approve the program amendment, as presented; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous

Project Recommendation for Funding

Mr. Link called on staff to present the following project recommendation for funding:

A2014-0021 Kentucky Distillers' Association

Biff Baker, Project Manager, referenced the above project from the Kentucky Distillers' Association requesting \$11,250 in state funds to fund a study for an updated and expanded economic impact analysis of the distilling industry in Kentucky.

The Red Application Review Committee recommended funding this request for \$11,250 in state funds.

Pat Henderson moved to approve the committee recommendation; Mr. Moore 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:

A2013-0217	Franklin Simpson High School Agricultural Education Program
A2013-0276	Appalachia-Science in the Public Interest
A2013-0292	Carter County Soil Conservation District
A2013-0301	James Wesley Spurrier, Jr.

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.

A2014-0010 Henry County Meat Market LLC
A2014-0026 Meade County Cattlemen's Association, Inc.
A2014-0027 Muhlenberg County Cattlemen's Association, Inc.
A2014-0040 Clinton/Cumberland Cattlemen's Assoc., Inc.

No action necessary.

Closing Remarks

The board discussed the potential impact of the recently passed State Budget on KHC, KDA, KBN and KDDC and suggested a meeting be held with them before the July 2014 board meeting for additional discussion. Representative King stated that the Interim Committees will begin in June and would welcome a presentation to the Committee on Appropriations and Revenue, as well as the Committee on Agriculture on each of these projects.

Mr. Thomas stated that GOAP will arrange for the Recipient Review Committees and the applicants (KHC, KDA, KBN and KDDC) to meet prior to the July board meeting.

Adjournment

Mr. Link entertained a motion to adjourn.

Dr. Bailey moved to adjourn the April KADB meeting; Mr. Sidebottom seconded the motion.

VOTE: Motion Passed; Unanimous

The KADB meeting adjourned at 11:55 a.m. (EDT).

APPROVED DATE:

5/16/14

PRESIDING OFFICER:

Jamie Link

Jamie Link

BOARD SECRETARY:

Teresa Spreitzer

Teresa Spreitzer

Appendix A: Applications for Referral

APP #	APPLICANT	COUNTY
A2014-0034	Jessamine County FFA Alumni Association Inc. <i>Farmers Back-to-School Program</i>	Jessamine
A2014-0035	Jessamine County FFA Alumni Association Inc. <i>4H/FFA Cost-share Program</i>	Jessamine
A2014-0038	Hopkinsville Elevator Co., Inc. <i>Grain Facility Feasibility Study</i>	Christian
A2014-0039	Biological Prospects, LLC <i>Smooth Sumac Research</i>	Fayette
A2014-0045	Mulberry Orchard, LLC <i>Commercial Kitchen</i>	Shelby
A2014-0049	Owen County 4-H Fair and Horseshow <i>4-H Livestock Barn</i>	Owen

Appendix B: Program Lists

CAIP			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2014-0029	Estill County Conservation District	Estill	\$66,837.00
A2014-0031	Garrard County Farm Bureau, Inc.	Garrard	\$6,000.00
			\$72,837.00

Deceased Farm Animal Removal Program			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2014-0030	Fleming County Fiscal Court	Fleming	\$5,250.00
A2014-0048	Scott County Conservation District	Scott	\$7,500.00
			\$12,750.00

Shared-use Equipment			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2014-0025	Nicholas County Conservation District	Nicholas	\$14,000.00
A2014-0047	Montgomery County Cattlemen's Association, Inc.	Montgomery	\$8,700.00
			\$22,700.00

Total County Funds Recommended for Approval in Programs: **\$108,287.00**

Appendix C: Program Amendment

App #	A2013-0281
Applicant Name	Carroll Co. Agriculture Development Fund, Inc.
Original Amount Approved	\$118,471
Execution Date	11/07/2013
Requested Change	<p>The applicant requests an <u>additional</u> \$30,826 in Carroll County funds for the CAIP program. The request received a <u>high</u> priority from the Carroll County Council.</p> <p>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.</p> <p>Approval of this request would bring the program total to \$149,297.</p>

Recommend Approval



Kentucky Agricultural Development Board Meeting
MEETING AGENDA



*Mercer County Cooperative Extension Office
1007 Lexington Road
Harrodsburg, Kentucky 40330*

**Thursday, April 17, 2014
10:00 a.m. (EDT)**

Call to Order

Roll Call

Notification of Media

Welcome

Review and Approval of Meeting Minutes for March 21, 2014

Executive Director's Report

Roger Thomas, Executive Director

Reports

Mercer County Agriculture Update

Linda McClanahan, County Extension Agent for Agriculture and Natural Resources

Recipient Review Committee Reports

A2012-0194 Kentucky Horticulture Council

A2012-0231 Kentucky Department of Agriculture

A2012-0285 Kentucky Beef Network

A2012-0288 Kentucky Dairy Development Council

Old Business

Memo Action Items

A2012-0007 KSU Center for Sustainability of Farms and Farm Families
Budget Amendment

A2013-0153 Joseph Bradley Reddick
On-Farm Energy Efficiency Incentives Program
Time Extension & Equipment Change

New Business

New Applications for Referral

Programs Recommended for Approval

Requested Program Amendments

Recommendations for Funding

Pending Applications

Adjournment