

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the June 19, 2015 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
Franklin County Cooperative Extension Office
Frankfort, Kentucky
June 19, 2015**

Call to Order

Commissioner James Comer, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:08 a.m. (EDT)

Roll Call

The following members were present: Jamie Link, Wayne Hunt, Wayne Mattingly, Pat Henderson, Jim Sidebottom, Troy Rankin, Don Goodin (designee for Secretary Larry Hayes), Karen Curtis, Sam Moore, KSU President Raymond Burse, Dean Nancy M. Cox, and Commissioner James R. Comer.

Members absent: Dr. Betty Bailey, Roy Collins, Sam Lawson, and Jim Mahan.

Notification of Media

Commissioner Comer received verification from Angela Blank, GOAP Director of Public Affairs/Public Relations, that the media had been notified of the KADB monthly meeting.

Approval of Minutes

Commissioner Comer entertained a motion to approve the minutes of the May 15, 2015 board meeting.

Mr. Sidebottom moved to approve the minutes, as presented; Dean Cox seconded the motion.

VOTE: Motion Passed; Unanimous.

Executive Directors Report

Commissioner Comer yielded the floor to Roger Thomas, GOAP Executive Director, to give his report to the board.

Mr. Thomas informed the board that Sam Lawson had announced his decision to not seek renomination to the board.

Mr. Thomas called on John McCauley, USDA Farm Service Agency (FSA) State Executive Director, and Brent Lackey, Business Development Specialist, Kentucky Center for Agricultural and Rural Development (KCARD), and to update the board regarding the activity of their organizations since the last board meeting.

Mr. Thomas reported on the activities of the GOAP staff since the last KADB meeting.

Mr. Thomas called on Bill McCloskey, Director of Financial Services, Kentucky Agricultural Finance Corporation (KAFC).

Mr. McCloskey reviewed the KAFC Statement of Financial Position (*on file with the Boards Coordinator*) as of May 31, 2015.

Mr. Henderson moved to accept the KAFC Financial Report; Ms. Curtis seconded the motion.

VOTE: Motion Passed; Unanimous.

Mr. Thomas outlined the tentative schedule for the joint KADB/KAFC meeting to be held at Lake Barkley State Resort Park on July 16 and 17.

Mr. Thomas notified the board that the Kentucky Auditor of Public Accounts had completed a review of GOAP expenditures. The audit did not find any outstanding issues.

Mr. Thomas called on Sandra Gardner, Director of Compliance & Outreach to present to the board.

Ms. Gardner presented a summary of the feedback received from attendees of the GOAP Regional Workshops held throughout the state during the April and May 2015. (*PowerPoint on file with the Boards Coordinator*)

Mr. Thomas referenced a memo (*on file with the Boards Coordinator*) from Angela Blank, Director of Public Affairs/Public Relations, summarizing the value of the Kentucky Broadcasters Association Public Education Partnership (PEP) program for April 2015.

Mr. Thomas called on Laura Cole, representative from the Kentucky Broadcasters Association, to present to the board a summary of the 2014 annual value of the PEP program. (*PowerPoint on file with the Boards Coordinator*)

Mr. Thomas called on Wayne Hunt to give the Marketing and Entrepreneurship Committee Report.

Mr. Hunt stated that the Marketing and Entrepreneurship Committee met at 9:00 a.m. (EDT) on June 19, 2015 at which time they discussed the 2014-2015 requests and

expenditures for the three commodity organizations receiving Promotional Fund rebates from various KADF projects, and their new requests for 2015-2016.

Mr. Henderson moved to approve the Marketing and Entrepreneurship Committee recommendations; Mr. Rankin seconded the motion.

VOTE: Motion Passed; Unanimous.

New Business

New Applications for Referral¹

Commissioner Comer called on Mr. Thomas to present new applications for referral.

Mr. Thomas referenced ten (10) applications for referral.

Mr. Moore moved to refer the submitted applications; Mr. Sidebottom seconded the motion.

VOTE: Motion Passed; Unanimous.

Programs Recommended for Approval²

Commissioner Comer called on Mr. Thomas to present the programs recommended for approval.

Mr. Thomas referenced seventeen (17) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$3,142,042; four (4) Deceased Farm Animal Removal Program (DAR) applications requesting county funds totaling \$28,547; and two (2) Shared-Use Equipment Program application requesting county funds totaling \$28,493. Total program funding requested \$3,199,082.

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

VOTE: Motion Passed; Unanimous.

Requested Program Amendments³

Commissioner Comer called on Mr. Thomas to present the requested program amendments.

Mr. Thomas referenced thirteen (13) CAIP Amendments requesting county funds totaling \$1,566,471.

¹ A detailed list of New 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.

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

Mr. Moore moved to approve the program amendments, as presented; Mr. Goodin seconded the motion.

VOTE: Motion Passed; Unanimous.

Project Recommendations for Funding

Commissioner Comer called on Biff Baker, Project Manager, to present the following recommendations for funding:

A2015-0028 Atalo Holdings, Inc.

Mr. Baker referenced the above application from Atalo Holdings, Inc. requesting \$500,000 in Kentucky Agricultural Development Funds to purchase equipment for an industrial hemp seed processing facility to be located in Clark County.

The Red Application Review Committee recommended funding the request for up to \$500,000 in a combination of KADF grants and a loan, subject to terms and conditions.

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

VOTE: Motion Passed; Unanimous.

A2015-0082 Pulaski County Conservation District

Mr. Baker referenced the above application from the Pulaski County Conservation District requesting \$62,500 in Pulaski County funds to purchase existing buildings to store Shared-Use equipment.

The White Application Review Committee recommended funding this request for up to \$62,500 in Pulaski County funds, subject to terms and conditions.

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

VOTE: Motion Passed; Unanimous.

Recommendation for No Funding

Commissioner Comer called on Mr. Neaveill to present the following recommendation for no funding:

A2015-0100 Twin Lakes Cattle Association, Corporation

Mr. Neaveill referenced the above application from Twin Lakes Cattle Association, Corporation, requesting \$180,000 to administer a 2015 County Agricultural Improvement Program for Clinton County.

Staff recommended no-funding the application due to a low-prioritization given by the Clinton County Agricultural Development Council.

Mr. Rankin moved to approve the staff recommendation; Mr. Goodin seconded the motion.

VOTE: Motion Passed; Unanimous.

Withdrawn Application

Commissioner Comer called on Mr. Neaveill to review the following withdrawn application.

A2014-0138 Pumpkin Vine Creek, LLC

No action necessary.

Pending Applications

Commissioner Comer called on Mr. Neaveill to review the following pending applications.

A2015-0046 Shoppes of Kentucky, LLC
A2015-0081 Center for Appalachian Philanthropy/Kentucky Market Fresh

No action necessary.

Closing Remarks

Commissioner Comer thanked the board for their work.

Adjournment

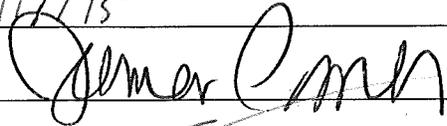
Commissioner Comer entertained a motion to adjourn.

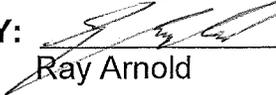
Mr. Rankin moved to adjourn the May KADB meeting; Mr. Mattingly seconded the motion.

VOTE: Motion Passed; Unanimous.

The KADB meeting adjourned at 11:14 a.m. (EDT).

APPROVED DATE: 7/17/15

PRESIDING OFFICER: 

BOARD SECRETARY: 
Ray Arnold

Appendix A: New Applications for Referral

APP #	APPLICANT	COUNTY
A2015-0097	Breeding Area Volunteer Fire Department, Incorporated <i>Grain Bin Rescue Equipment</i>	Adair
A2015-0098	Summit Meat Processing, Inc. <i>Meat Processing Facility</i>	Pulaski
A2015-0106	Cumberland Agricultural Management LLC <i>Rendering Plant in Metcalfe County</i>	Metcalfe
A2015-0107	Metcalfe County 4-H Council, Incorporated <i>Metcalfe County 4-H Ham Project</i>	Metcalfe
A2015-0108	Seven Springs Sorghum Producers, LLC <i>Sorghum Agritourism Facility and Equipment</i>	Metcalfe
A2015-0110	Magoffin County 4-H <i>4-H Ham Curing Facility</i>	Magoffin
A2015-0111	Green River Area Beef Improvement Group, Inc. <i>Youth Cost-Share Program</i>	Daviess
A2015-0112	Daviess County Fiscal Court <i>Flood Risk Management Alternatives Assessment</i>	Daviess
A2015-0129	Taylor County Cattlemen's Association, Inc. <i>Helper Chain</i>	Taylor
A2015-0130	Pulaski County Fiscal Court <i>Deceased Farm Animal Removal Truck</i>	Pulaski

Appendix B: Programs Recommended for Approval

CAIP			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2015-0099	Clinton County Farm Bureau, Inc., of Albany, Kentucky	Clinton	\$190,000.00
A2015-0101	Harrison County Beef Cattle Association, Inc.	Harrison	\$389,778.00
A2015-0102	Jackson County Cattlemen's Association Incorporated	Jackson	\$342,315.00
A2015-0103	Mercer County Conservation District	Mercer	\$270,000.00
A2015-0105	Metcalfe County Conservation District	Metcalfe	\$301,665.00
A2015-0113	Green River Area Beef Improvement Group, Inc.	McLean	\$80,000.00
A2015-0114	Green River Area Beef Improvement Group, Inc.	Webster	\$23,757.00
A2015-0115	Green River Area Beef Improvement Group, Inc.	Daviess	\$140,000.00
A2015-0116	Grant County Cattlemen's Association, Inc.	Grant	\$241,586.00
A2015-0117	Magoffin County Agriculture Investement Program Incorporated	Magoffin	\$112,042.00
A2015-0118	Lawrence County Farm Bureau, Inc. of Lawrence County, Kentucky	Lawrence	\$118,048.00
A2015-0119	Bourbon County Fiscal Court	Bourbon	\$417,269.00
A2015-0120	Elliott County Conservation District	Elliott	\$174,896.00
A2015-0125	Calloway County Agricultural Development Fund LLC	Calloway	\$105,131.00
A2015-0126	McCracken County Agricultural Development Fund LLC	McCracken	\$139,337.00
A2015-0127	Powell County Livestock Producers Association, Inc.	Powell	\$58,218.00
A2015-0128	Green River Area Beef Improvement Group, Inc.	Henderson	\$38,000.00
			\$3,142,042.00

Deceased Farm Animal Removal Program			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2015-0109	Henry County Fiscal Court	Henry	\$7,500.00
A2015-0121	Spencer County Fiscal Court	Spencer	\$6,047.00
A2015-0122	Hardin County Fiscal Court	Hardin	\$7,500.00
A2015-0123	Taylor County Conservation District	Taylor	\$7,500.00
			\$28,547.00

Appendix B: Programs Recommended for Approval

Shared-use Equipment

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2015-0104	Jackson County Cattlemen's Association Incorporated	Jackson	\$11,685.00
A2015-0124	Taylor County Conservation District	Taylor	\$16,808.00
			<u>\$28,493.00</u>

Total County Funds Recommended for Approval in Programs: **\$3,199,082.00**

Amendment C: Requested Program Amendments

App # A2014-0155
Applicant Name Taylor County Cattlemen's Association
Original Amount Approved \$165,565
Execution Date 9/30/14
Requested Change The applicant requests an additional \$138,600 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 \$304,165.
Recommend Approval



App# A2014-0167
Applicant Name Trigg County Soil Conservation District
Original Amount Approved \$69,687
Execution Date 10/03/14
Requested Change The applicant requests an additional \$83,346 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 \$153,033.
Recommend Approval



App# A2014-0175
Applicant Name Ballard County Agricultural Development Fund, LLC
Original Amount Approved \$260,000
Execution Date 12/02/14
Requested Change The applicant requests an additional \$85,000 in Ballard County funds for the *CAIP Program*. The request received a high priority from the Ballard County Council.
 This is the second request for an amendment to this application number. The first amendment request was for \$25,000. 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 \$370,000.
Recommend Approval



Amendment C: Requested Program Amendments

App # A2014-0181
Applicant Name Simpson County Conservation District
Original Amount Approved \$58,713
Execution Date 2/10/15
Requested Change The applicant requests an additional \$14,000 in Simpson County funds for the *CAIP Program*. The request received a high priority from the Simpson 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 \$72,713.
Recommend Approval

App# A2014-0204
Applicant Name Bath County Conservation District
Original Amount Approved \$250,000
Execution Date 12/03/14
Requested Change The applicant requests an additional \$114,000 in Bath County funds for the *CAIP Program*. The request received a high priority from the Bath 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 \$364,000.
Recommend Approval

App# A2014-0206
Applicant Name Kentucky Ketch, Inc.
Original Amount Approved \$202,894
Execution Date 1/06/15
Requested Change The applicant requests an additional \$139,000 in Clay County funds for the *CAIP Program*. The request received a high priority from the Clay 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 \$341,894.
Recommend Approval

Amendment C: Requested Program Amendments

App # A2014-0239
Applicant Name Warren County Conservation District
Original Amount Approved \$159,245
Execution Date 1/23/15
Requested Change The applicant requests an additional \$24,931 in Warren County funds for the *CAIP Program*. The request received a high priority from the Warren 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 \$184,176.
Recommend Approval



App# A2014-0241
Applicant Name Hardin County Extension District Board
Original Amount Approved \$130,000
Execution Date 12/30/14
Requested Change The applicant requests an additional \$100,000 in Hardin County funds for the *CAIP Program*. The request received a high priority from the Hardin 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 \$230,000.
Recommend Approval



App# A2015-0015
Applicant Name Pennyrite Area Development District
Original Amount Approved \$13,216
Execution Date 3/18/15
Requested Change The applicant requests an additional \$1,273 in Livingston County funds for the *CAIP Program*. The request received a high priority from the Livingston 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 \$14,489.
Recommend Approval



Amendment C: Requested Program Amendments

App # A2015-0021
Applicant Name Casey County Conservation District
Original Amount Approved \$240,000
Execution Date 3/18/15
Requested Change The applicant requests an additional \$310,000 in Casey County funds for the *CAIP Program*. The request received a high priority from the Casey 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 \$550,000.
Recommend Approval



App# A2015-0027
Applicant Name Morgan County Fiscal Court
Original Amount Approved \$156,203
Execution Date 3/30/15
Requested Change The applicant requests an additional \$226,321 in Morgan County funds for the *CAIP Program*. The request received a high priority from the Morgan 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 \$382,524.
Recommend Approval



App# A2015-0030
Applicant Name Wayne County Agriculture Development Council, Inc.
Original Amount Approved \$70,000
Execution Date 3/30/15
Requested Change The applicant requests an additional \$155,000 in Wayne County funds for the *CAIP Program*. The request received a high priority from the Wayne 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 \$225,000.
Recommend Approval



Amendment C: *Requested Program Amendments*

App #	A2015-0092
Applicant Name	Grayson County Cattlemen's Association
Original Amount Approved	\$10,000
Execution Date	6/2015
Requested Change	<p>The applicant requests an <u>additional</u> \$175,000 in Grayson County funds for the <i>CAIP Program</i>. The request received a <u>high</u> priority from the Grayson 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 \$185,000.</p>

Recommend Approval
