

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the May 15, 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
Thomas D. Clark Center for Kentucky History
Brown-Forman Room
Frankfort, Kentucky
May 15, 2015**

Call to Order

Warren Beeler, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:03 a.m. (EDT)

Roll Call

The following members were present: Pat Henderson; Dr. Betty Bailey; Jim Sidebottom; Jim Mahan; Troy Rankin; Don Goodin (designee for Secretary Larry Hayes); Karen Curtis; Sam Moore; KSU President Raymond Burse; Warren Beeler (designee for Commissioner James R. Comer); and Dean Scott Smith (designee for Dean Nancy M. Cox)

Members absent: Wayne Hunt, Jamie Link (designee for Governor Steven L. Beshear), Roy Collins, Sam Lawson, Wayne Mattingly.

Notification of Media

Mr. Beeler 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

Mr. Beeler entertained a motion to approve the minutes of the April 17, 2015 board meeting.

President Burse moved to approve the minutes, as presented; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous.

Mr. Beeler yielded the floor to Roger Thomas, GOAP Executive Director, to give his report to the board.

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

Mr. Thomas announced that the final 2015 GOAP Workshop meeting would be held at the Franklin County Cooperative Extension Office on Thursday, May 21, 2015 starting at 9:00 a.m. (EDT).

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 March 2015.

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

Mr. Thomas called on Lowell Atchley, Kentucky Legislative Research Commission, to inform the board of the scheduled Interim Legislative Committee Meetings relating to Agriculture.

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 April 30, 2015.

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

VOTE: Motion Passed; Unanimous.

Mr. McCloskey announced that the next scheduled KAFC Board meeting will be held on Friday, June 5, 2015 at 10:00 a.m. (EDT) in room C109 of the Transportation Cabinet building in Frankfort.

Mr. Thomas called on Sandra Gardner, Director of Compliance & Outreach, to present the GOAP Monitoring and Compliance Spring 2015 Report. (*on file with the Boards Coordinator*)

Presentation

Mr. Beeler yielded the floor to Mr. Thomas to introduce presentations.

Mr. Thomas introduced Dr. Will Snell and Dr. Steve Isaacs, Extension Professors at the University of Kentucky College of Agriculture, Food & Environment. Drs. Snell and

Isaacs gave a presentation outlining the impact of the Kentucky Agricultural Leadership Program (KALP). *(Handout on file with the Boards Coordinator)*

Old Business

Memo Action Item

Mr. Beeler called on staff to present the following memo action item:

A2014-0046 Stephen M. Burnett

Mr. McCloskey presented a memorandum *(on file with the Boards Coordinator)* regarding the above-referenced project. The Recipient requested a no-cost time extension until September 30, 2015 to complete the project.

Staff recommended approval of the request presented in the memorandum.

Mr. Moore moved to approve the staff recommendation, as presented; Mr. Rankin seconded the motion.

VOTE: Motion Passed; Unanimous.

New Business

New Applications for Referral¹

Mr. Beeler called on Mr. Neaveill to present new applications for referral.

Mr. Neaveill referenced two (2) applications for referral.

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

VOTE: Motion Passed; Unanimous.

Programs Recommended for Approval²

Mr. Beeler called on Mr. Neaveill to present the programs recommended for approval.

Mr. Neaveill referenced twelve (12) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$1,692,296; three (3) Deceased Farm Animal Removal Program (DAR) applications requesting county funds totaling \$21,625; and one (1) Shared-Use Equipment Program application requesting county funds totaling \$16,837. Total program funding requested \$1,730,758.

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.

Mr. Henderson moved to approve the program recommendations, as presented; Mr. Rankin seconded the motion.

VOTE: Motion Passed; Unanimous.

Requested Program Amendments³

Mr. Beeler called on Mr. Neaveill to present the requested program amendments.

Mr. Neaveill referenced three (3) CAIP Amendments requesting county funds totaling \$367,980.

Dr. Bailey moved to approve the program amendments, as presented; Ms. Curtis seconded the motion.

VOTE: Motion Passed; Unanimous.

On-Farm Energy Efficiency Incentives Program Recommendations for Approval⁴

Mr. Beeler called on Mr. McCloskey to present the On-Farm Energy Efficiency Incentives Program recommendations for approval.

Mr. McCloskey informed the board that the Energy Application Review Committee met on April 30, 2015 to review the submitted applications. Mr. McCloskey referenced thirty-eight (38) On-Farm Energy Efficiency Incentives Program applications requesting funds totaling \$295,294. The Energy Application Review Committee recommended approval of these requests.

Mr. Sidebottom moved to approve the committee recommendation, as presented; Mr. Goodin seconded the motion.

VOTE: Motion Passed; Unanimous.

On-Farm Energy Efficiency Incentives Program Recommendations for No Funding⁵

Mr. Beeler called on Mr. McCloskey to present the On-Farm Energy Efficiency Incentives Program recommendations for no funding.

Mr. McCloskey referenced three (3) On-Farm Energy Efficiency Incentives Program applications for no funding. The Energy Application Review Committee recommended not funding the applications.

Mr. Rankin moved to approve the committee recommendation, as presented; Ms. Curtis seconded the motion.

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

⁴ A detailed list of On-Farm Energy Efficiency Incentives Program Recommendations for Approval is attached as Appendix D.

⁵ A detailed list of the On-Farm Energy Efficiency Incentives Program Recommendations for No Funding is attached as Appendix E.

VOTE: Motion Passed; Unanimous.

Project Recommendations for Funding

Mr. Beeler called on Dr. Luther Hughes, Project Manager, to present the following recommendations for funding:

A2015-0043 Mason County Board of Education

Dr. Hughes referenced the above application from the Mason County Board of Education requesting \$3,714 in State funds, and \$20,000 in Mason County funds to purchase equipment for Mason County High School to improve and expand instruction and student knowledge in diversified production agriculture.

The White Application Review Committee recommended no funding of State funds but recommended funding up to \$20,000 in Mason County funds, subject to terms and conditions.

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

VOTE: Motion Passed; Unanimous.

A2015-0048 Pulaski County Board of Education

Dr. Hughes referenced the above application from the Pulaski County Board of Education requesting \$64,058 in Pulaski County funds to build and equip a greenhouse for the Agriculture Department at Pulaski County High School.

The White Application Review Committee recommended funding this request for up to \$64,058 in Pulaski County funds, subject to terms and conditions.

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

VOTE: Motion Passed; Unanimous.

Project Recommendation for No Funding

Mr. Beeler called on Dr. Hughes to present the following recommendation for no funding:

A2015-0049 Kentucky Welding Institute, LLC

Dr. Hughes referenced the above application from Kentucky Welding Institute, LLC, requesting \$200,000 in state funds to buy equipment for a new for-profit welding institute to be located in Fleming County.

The White Application Review Committee recommended no-funding because of existing opportunities for welding training at Kentucky Community and Technical College System (KCTCS) campuses and limited impact on increased farm income.

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

VOTE: Motion Passed; Unanimous.

Pending Applications

Mr. Beeler called on Mr. Neaveill to review the following pending applications.

A2014-0138	Pumpkin Vine Creek, LLC
A2015-0028	Atalo Holdings, Inc.
A2015-0046	Shoppes of Kentucky, LLC

Mr. Neaveill called on Dr. Hughes to update the board regarding the status of application A2015-0028. After discussion, Dr. Hughes announced that a meeting of the Red Application Review Committee would be scheduled prior to the June KADB meeting to make a recommendation regarding A2015-0028.

No action necessary on remaining pending applications.

Closing Remarks

Mr. Beeler thanked the board for their work.

Adjournment

Mr. Beeler entertained a motion to adjourn.

President Burse moved to adjourn the May KADB meeting; Dr. Bailey seconded the motion.

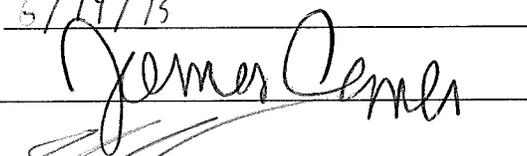
VOTE: Motion Passed; Unanimous.

The KADB meeting adjourned at 11:30 a.m. (EDT).

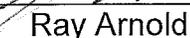
APPROVED DATE:

6/19/15

PRESIDING OFFICER:



BOARD SECRETARY:


Ray Arnold

Appendix A: New Applications for Referral

APP #	APPLICANT	COUNTY
A2015-0081	The Center For Appalachian Philanthropy dba Kentucky Market Pavilion <i>Truck Lease and Equipment at KY Market Pavilion</i>	Bath
A2015-0082	Pulaski County Conservation District <i>Storage facillty for shared-use equipment</i>	Pulaski

Appendix B: Programs Recommended for Approval

CAIP

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2015-0025	Muhlenberg County Cattlemen's Association, Inc.	Muhlenberg	\$55,000.00
A2015-0026	Jessamine County FFA Alumni Association Inc.	Jessamine	\$100,000.00
A2015-0087	Estill County Conservation District	Estill	\$65,258.00
A2015-0088	Hancock County Conservation District	Hancock	\$128,167.00
A2015-0089	Campbell County Conservation District	Campbell	\$25,887.00
A2015-0090	Meade County Cattleman's Association	Meade	\$87,752.00
A2015-0091	Montgomery County Conservation District	Montgomery	\$200,000.00
A2015-0092	Grayson County Cattlemen's Association	Grayson	\$10,000.00
A2015-0093	Trimble County Cattlemen's Association	Trimble	\$219,891.00
A2015-0094	Henry County Cattlemen's Association, Inc.	Henry	\$350,020.00
A2015-0095	Garrard County Farm Bureau, Inc.	Garrard	\$250,822.00
A2015-0096	Marion County Extension District Building Foundation, Inc.	Marion	\$199,499.00
			\$1,692,296.00

Deceased Farm Animal Removal Program

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2015-0083	Hart County Soil Conservation District	Hart	\$7,500.00
A2015-0084	Montgomery County Fiscal Court	Montgomery	\$6,625.00
A2015-0085	Pulaski County Fiscal Court	Pulaski	\$7,500.00
			\$21,625.00

Shared-use Equipment

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2015-0086	Washington County Conservation District	Washington	\$16,837.00
			\$16,837.00

Total County Funds Recommended for Approval in Programs: \$1,730,758.00

Appendix C: Requested Program Amendments

App # A2014-0159
Applicant Name County Agriculture Investment Program Council, Inc.
Original Amount Approved \$182,000
Execution Date 9/30/2014
Requested Change The applicant requests an additional \$62,000 in Russell County funds for the CAIP Program. The request received a high priority from the Russell 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 \$244,000.
Recommend Approval

App # A2014-0162
Applicant Name Washington County Cattlemen Association, Inc.
Original Amount Approved \$195,689
Execution Date 9/30/2014
Requested Change The applicant requests an additional \$134,400 in Washington County funds for the CAIP Program. The request received a high priority from the Washington 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 \$330,089.
Recommend Approval

App # A2014-0212
Applicant Name Rockcastle County Conservation District
Original Amount Approved \$128,313
Execution Date 12/3/2014
Requested Change The applicant requests an additional \$171,580 in Rockcastle County funds for the CAIP Program. The request received a high priority from the Rockcastle 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 \$299,893.
Recommend Approval

Appendix D: On-farm Energy Programs Recommended for Approval

APP #	APPLICANT	COUNTY	FUNDS REQUESTED
A2015-0058	Terry Davis <i>Poultry Production - Total Project Cost - \$20,044.00</i>	Wayne	\$10,000.00
A2015-0062	Michael McKee <i>Dairy Production - Total Project Cost - \$2,650.00</i>	Henry	\$1,325.00
A2015-0063	Howard A Rowlett Family Limited Partnership <i>Dairy Production - Total Project Cost - \$7,863.00</i>	Henry	\$3,931.00
A2015-0064	Jeff Gibson <i>Dairy Production - Total Project Cost - \$15,766.00</i>	Henry	\$7,883.00
A2015-0065	Whittle Farms, LLC <i>Dairy Production - Total Project Cost - \$14,890.00</i>	Edmonson	\$7,445.00
A2015-0066	Brently West Dairy <i>Dairy Production - Total Project Cost - \$95,000.00</i>	Russell	\$7,500.00
A2015-0068	Edwards Dairy <i>Dairy Production - Total Project Cost - \$28,089.00</i>	Metcalfe	\$10,000.00
A2015-0069	David Corbin Dairy <i>Dairy Production - Total Project Cost - \$8,853.00</i>	Taylor	\$4,427.00
A2015-0070	Gregory Brothers Farms <i>Dairy Production - Total Project Cost - \$2,500.00</i>	Nelson	\$1,250.00
A2015-0071	Wiley Dairy <i>Dairy Production - Total Project Cost - \$7,925.00</i>	Barren	\$3,963.00
A2015-0072	Falling Timber Dairy <i>Dairy Production - Total Project Cost - \$20,000.00</i>	Barren	\$10,000.00
A2015-0073	Rock Brothers Farm Inc <i>Dairy Production - Total Project Cost - \$13,470.00</i>	LaRue	\$6,735.00
A2015-0074	Traves Smith Dairy <i>Dairy Production - Total Project Cost - \$1,348.00</i>	Metcalfe	\$674.00
A2015-0075	Elmore Dairy <i>Dairy Production - Total Project Cost - \$5,174.00</i>	Hardin	\$2,587.00
A2015-0076	Terry Mullins <i>Poultry Production - Total Project Cost - \$59,200.00</i>	Hickman	\$10,000.00
A2015-0077	Barnett Poultry <i>Poultry Production - Total Project Cost - \$6,084.00</i>	Hickman	\$3,042.00
A2015-0078	Gregory Lake Farm <i>Poultry Production - Total Project Cost - \$14,750.00</i>	Muhlenberg	\$7,375.00
A2015-0079	Hendrickson Bros. Poultry Farms LLC <i>Poultry Production - Total Project Cost - \$84,100.00</i>	Webster	\$10,000.00
A2015-0080	Wayne Glenn Farms <i>Poultry Production - Total Project Cost - \$37,500.00</i>	Davless	\$10,000.00

Total State Funds Recommended for Approval in Program: \$295,294.00

Appendix D: On-farm Energy Programs Recommended for Approval

APP #	APPLICANT	COUNTY	FUNDS REQUESTED
A2015-0007	Chet Martin Farms, LLC <i>Grain Production - Total Project Cost - \$85,926.00</i>	Carlisle	\$10,000.00
A2015-0032	Tim Baker Dairy <i>Dairy Production - Total Project Cost - \$41,000.00</i>	Adair	\$10,000.00
A2015-0033	Marshall Irvine Dairy <i>Dairy Production - Total Project Cost - \$29,650.00</i>	Adair	\$10,000.00
A2015-0034	Harold Bruce Willis Dairy <i>Dairy Production - Total Project Cost - \$13,875.00</i>	Adair	\$6,938.00
A2015-0035	Brent Baker Dairy <i>Dairy Production - Total Project Cost - \$8,250.00</i>	Adair	\$4,125.00
A2015-0037	Henson Dairy Farm <i>Dairy Production - Total Project Cost - \$46,200.00</i>	Casey	\$10,000.00
A2015-0038	Kenny Clark Dairy <i>Dairy Production - Total Project Cost - \$23,150.00</i>	Casey	\$10,000.00
A2015-0040	Chapel Gap Dairy LLC <i>Dairy Production - Total Project Cost - \$25,395.00</i>	Lincoln	\$10,000.00
A2015-0041	Tichenor Farms <i>Poultry Production - Total Project Cost - \$26,300.00</i>	Ohio	\$10,000.00
A2015-0042	Brian E. Hopkins <i>Poultry Production - Total Project Cost - \$26,300.00</i>	Hickman	\$10,000.00
A2015-0044	Edelen Farms LLC <i>Grain Production - Total Project Cost - \$100,863.00</i>	Meade	\$10,000.00
A2015-0045	Millis Poultry <i>Poultry Production - Total Project Cost - \$19,650.00</i>	Graves	\$9,825.00
A2015-0047	Rich Hill Farm <i>On-Farm Lumber Production - Total Project Cost - \$21,154.00</i>	Casey	\$10,000.00
A2015-0050	Mattingly Farms: <i>Dairy Production - Total Project Cost - \$12,538.00</i>	Barren	\$6,269.00
A2015-0051	Sylvester Fischer <i>Grain Production - Total Project Cost - \$79,750.00</i>	Davless	\$10,000.00
A2015-0052	Matthew Heppler <i>Grain Production - Total Project Cost - \$24,600.00</i>	McLean	\$10,000.00
A2015-0053	Jepson Farms <i>Grain Production - Total Project Cost - \$173,445.00</i>	Simpson	\$10,000.00
A2015-0054	Circle H, Poultry Farms, LLC <i>Poultry Production - Total Project Cost - \$52,000.00</i>	Hopkins	\$10,000.00
A2015-0055	B & S Farm <i>Poultry Production - Total Project Cost - \$21,874.00</i>	Wayne	\$10,000.00

Appendix E: On-farm Energy Programs Recommended for No Funding

<u>APP #</u>	<u>APPLICANT</u>	<u>COUNTY</u>	<u>FUNDS REQUESTED</u>
A2015-0036	Gaskins Dairy <i>Dairy Production - Total Project Cost - \$65,000.00</i>	Adair	\$10,000.00
A2015-0039	Rowe Farms, Inc. <i>Dairy Production - Total Project Cost - \$48,000.00</i>	Adair	\$10,000.00
A2015-0067	Darrell Loy Dairy <i>Dairy Production - Total Project Cost \$24,000.00</i>	Adair	\$10,000.00