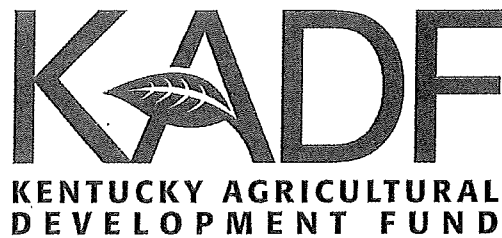


The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the January 15, 2016 regular business meeting. This is provided in summary form; an official record of the meeting is available in the permanent records of the Governor's Office of Agricultural Policy, 404 Ann Street, Frankfort, Kentucky 40601.



**Kentucky Agricultural Development Board  
Summary Minutes of the Regular Business Meeting  
Holiday Inn University Plaza  
Bowling Green, Kentucky  
January 15, 2016**

**Call to Order**

Commissioner Ryan Quarles, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 9:10 a.m. (CST)

**Roll Call**

The following members were present: Dr. Betty Bailey, Dean Nancy M. Cox, Don Goodin (designee for Interim Secretary Erik Dunnigan), Wayne Hunt, Wayne Mattingly, Sam Moore, Dr. Kirk Pomper (designee for KSU President Raymond Burse), Troy Rankin, Jim Sidebottom, and Commissioner Ryan Quarles.

Members absent: Governor Matt Bevin, Karen Curtis, Pat Henderson, Jim Mahan, and Richard Warner.

**Notification of Media**

Commissioner Quarles received verification from Ray Arnold, GOAP Boards Coordinator, that the media had been notified of the KADB monthly meeting.

**Welcome**

Commissioner Quarles welcomed everyone to the meeting.

Commissioner Quarles expressed his appreciation of the work done by the board and his excitement to be able to collaborate with them for the benefit of Kentucky agriculture.

Commissioner Quarles announced that Governor Bevin appointed Warren Beeler as the Executive Director of the Governor's Office of Agricultural Policy.

Mr. Beeler thanked Commissioner Quarles for his introduction and said he was honored by Governor Bevin's appointment.

Mr. Beeler stated that he has been very impressed by Governor Bevin and the Governor's dedication to Kentucky agriculture.

Mr. Beeler recognized the work of Roger Thomas during his time as GOAP Executive Director.

### **Approval of Minutes**

Commissioner Quarles entertained a motion to approve the minutes of the December 18, 2015 board meeting.

Dr. Bailey moved to approve the minutes, as presented; Dean Cox seconded the motion.

VOTE: Motion Passed; Unanimous.

### **Governor's Office of Agricultural Policy Report**

Commissioner Quarles yielded the floor to Bill McCloskey, GOAP Director of Financial Services, to report to the board.

Mr. McCloskey stated that the entire GOAP staff was excited to be working for Governor Bevin and Mr. Beeler.

Mr. McCloskey directed the board's attention to news articles regarding Atalo Holdings and Kentucky BioProcessing. Both are examples of successful businesses that were able to start as a result of Kentucky Agricultural Development Fund (KADF) support.

Mr. McCloskey called on Aleta Botts, Executive Director, Kentucky Center for Agriculture and Rural Development (KCARD), to update the board regarding the activities of her organization since the last board meeting.

Mr. McCloskey recognized the departure of Joel Neaveill from his position as GOAP Chief of Staff and appreciation of Mr. Neaveill's 17 years of service.

Mr. McCloskey referenced a memo (*on file with the Boards Coordinator*) from Sandra Gardner, GOAP Director of Compliance & Outreach, summarizing the value of the Kentucky Broadcasters Association Public Education Partnership (PEP) program for November 2015.

Mr. McCloskey reviewed the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position (*on file with the Boards Coordinator*) as of December 31, 2015.

After the review, Mr. McCloskey announced that the next scheduled KAFC Board meeting will be held on Friday, February 12, 2016, at 10:00 a.m. (EST) in room C117 of the Transportation Cabinet building in Frankfort.

Mr. Sidebottom moved to accept the K AFC Financial Report; Mr. Mattingly seconded the motion.

VOTE: Motion Passed; Unanimous.

## **Old Business**

### **Memo Action Items**

Commissioner Quarles called on Biff Baker, GOAP Project Manager, to present the following memo action items:

#### **A2014-0010           Trackside Butcher Shoppe LLC**

Mr. Baker presented a memorandum (*on file with the Boards Coordinator*) regarding the above-referenced project. The Recipient requested a no-cost time extension until March 16, 2016 to complete construction.

Staff recommended approval of the request.

Mr. Goodin moved to approve the staff recommendation, as presented; Mr. Hunt seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **A2014-0207           Jessamine County 4-H Council, Inc.**

Mr. Baker presented a memorandum (*on file with the Boards Coordinator*) regarding the above-referenced project. The Recipient requested to reallocate unspent funds from the "Supplies" and "Electric" categories to the "Shed" category.

Staff recommended approval of the request.

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

VOTE: Motion Passed; Unanimous.

#### **A2014-0214           Ballard County Board of Education**

Mr. Baker presented a memorandum (*on file with the Boards Coordinator*) regarding the above-referenced project. The Recipient requested to reallocate funds for the purpose of purchasing a seed germination chamber instead of a generator.

Staff recommended approval of the request.

Dr. Bailey moved to approve the staff recommendation, as presented; Mr. Mattingly seconded the motion.

VOTE: Motion Passed; Unanimous.

## **New Business**

### **New Applications for Referral<sup>1</sup>**

Commissioner Quarles called on Mr. McCloskey to present new applications for referral.

Mr. McCloskey referenced four (4) new applications for referral.

Mr. Goodin moved to refer the submitted applications to the Red Application Review Committee; Mr. Rankin seconded the motion.

VOTE: Motion Passed; Unanimous.

### **Programs Recommended for Approval<sup>2</sup>**

Commissioner Quarles called on Mr. McCloskey to present the programs recommended for approval.

Mr. McCloskey referenced four (4) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$557,262; and two (2) Shared-Use Equipment Programs application requesting county funds totaling \$30,760. Total program funding requested \$588,022.

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

VOTE: Motion Passed; Unanimous.

### **Requested Program Amendments<sup>3</sup>**

Commissioner Quarles called on Mr. McCloskey to present requested program amendments.

Mr. McCloskey referenced two (2) CAIP Amendments requesting additional county funds totaling \$99,000.

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

VOTE: Motion Passed; Unanimous.

### **Project Recommendation for Funding**

Commissioner Quarles called on Dr. Luther Hughes, Project Manager, to present the following recommendation for funding:

**A2015-0213            City of Pikeville**

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<sup>1</sup> A detailed list of New Applications for Referral is attached as Appendix A.

<sup>2</sup> A detailed list of projects funded under the County Agricultural Investment Program and Shared-Use Equipment Program is attached as Appendix B.

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

Dr. Hughes referenced the above application from the City of Pikeville, requesting \$250,000 in State funds to construct a Farmers Market Pavilion.

The Blue Application Review Committee recommended funding the request in the reduced amount of \$150,000 in State funds, subject to terms and conditions.

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

VOTE: Motion Passed; Unanimous.

### **Project Recommendation for No Funding**

Commissioner Quarles called on Dr. Luther Hughes, Project Manager, to present the following recommendation for no funding:

#### **A2015-0219          Whispering Hollow Farms, LLC**

Dr. Hughes referenced the above application from Whispering Hollow Farms, LLC requesting \$45,074 in LaRue County funds to establish a horse boarding and trail camp park.

The Blue Application Review Committee recommended no funding the request based on the low priority assigned by the LaRue County Agricultural Development Council due to its low agricultural impact.

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

VOTE: Motion Passed; Unanimous.

### **Pending Application**

Commissioner Quarles called on Dr. Hughes to review the following pending application:

A2015-0205          Washington County Cattlemen Association, Inc.

Dr. Hughes reported that the Blue Application Review Committee met earlier in the morning to discuss application A2015-0205.

Mr. Rankin moved to bring application A2015-0205 to the table for discussion; Dr. Bailey seconded the motion.

VOTE: Motion Passed; Unanimous.

Dr. Hughes stated that application A2015-0205 from Washington County Cattlemen Association, Inc requested \$207,000 in Washington County funds to implement a Next Generation Farmer Cost-Share Program.

The Blue Application Review Committee recommended funding application A2015-0205 in the reduced amount of \$109,855 in Washington County funds, subject to terms and conditions.

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

VOTE: Motion Passed; Unanimous.

**Closing Remarks**

Commissioner Quarles thanked the board members for their work.

**Adjournment**

Commissioner Quarles entertained a motion to adjourn.

Mr. Mattingly moved to adjourn the January KADB meeting; Mr. Sidebottom seconded the motion.

VOTE: Motion Passed; Unanimous.

The KADB meeting adjourned at 10:06 a.m. (CST).

APPROVED DATE: 2-19-16

PRESIDING OFFICER: 

BOARD SECRETARY:   
Ray Arnold

## Appendix A: New Applications for Referral

APP #	APPLICANT	COUNTY
A2015-0220	University of Kentucky Research Foundation <i>Grains Center of Excellence</i>	Fayette
A2015-0221	Logan County Agricultural Extension Foundation, Inc. <i>Agricultural Arena Exhaust Fan</i>	Logan
A2015-0223	South Western Kentucky Economic Development Council <i>Purchase Conservation Easements-Ft. Campbell</i>	Christian
A2015-0224	Twin Lakes Cattle Association, Corporation <i>Cow Herd Record Keeping Book</i>	Clinton

**Appendix B: Programs Recommended for Approval**

**CAIP**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2016-0001	Laurel County Cattlemen's Association, Inc.	Laurel	\$210,000.00
A2016-0002	Logan County Cattlemens Association Incorporated	Logan	\$91,915.00
A2016-0004	Montgomery County Conservation District	Montgomery	\$200,000.00
A2016-0005	Butler County Conservation District	Butler	\$55,347.00
			<u>\$557,262.00</u>

**Shared-use Equipment**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2015-0148	Breckinridge County Extension District Board	Breckinridge	\$14,710.00
A2016-0003	Logan County Conservation Districts	Logan	\$16,050.00
			<u>\$30,760.00</u>

Total County Funds Recommended for Approval in Programs: **\$588,022.00**



**Appendix C: Requested Program Amendments**

**App #** A2015-0115  
**Applicant Name** Green River Area Beef Improvement Group  
**Original Amount Approved** \$140,000  
**Execution Date** 7/14/2015  
**Requested Change** The applicant requests an additional \$65,000 in Daviess County funds for the *CAIP Program*. The request received a high priority from the Daviess 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 \$205,000.  
**Recommend Approval**



**App#** A2015-0195  
**Applicant Name** County Agriculture Investment Program Council, Inc.  
**Original Amount Approved** \$106,000  
**Execution Date** 10/30/2015  
**Requested Change** The applicant requests an additional \$34,000 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 \$140,000.  
**Recommend Approval**

