

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the January 18, 2019 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
Owensboro Convention Center
Owensboro, KY
January 18, 2019**

Call to Order

Commissioner Quarles, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:03 a.m. (CST).

Roll Call

The following members were present: Commissioner Ryan Quarles, presiding, John McCauley (designee for Commissioner Quarles, Sarah Butler (designee for Secretary Terry Gill), Dean Cox, Dr. Kirk Pomper (designee for Dr. M. Christopher Brown II., President), Bobby Foree, Fritz Giesecke, Pat Henderson, Wayne Hunt, Stewart Hughes, Dr. Gordon Jones, Katie Moyer and Al Pedigo.

Members absent: Governor Bevin, Jim Mahan, Mark Barker and Richard Warner.

Notification of Media

Commissioner Quarles received verification from Marielle McElmurray, Director of Public Affairs, that the media had been notified of the KADB monthly meeting.

Welcome

Commissioner Quarles welcomed everyone to the meeting.

Commissioner Quarles called on Dean Nancy Cox to share an announcement.

Dean Cox shared that Siemer Milling donated \$1 million to the University of Kentucky Grain and Forage Center of Excellence to support initiatives to improve grain quality and ergonomic productivity of wheat in Kentucky and the region.

Commissioner Quarles announced the Lincoln Memorial Veterinary University Veterinary School received accreditation.

Commissioner Quarles noted that the grain indemnity fund is included in this session's agriculture legislative package.

Commissioner Quarles invited everyone to the Kentucky Proud breakfast on February 12, 2019.

Commissioner Quarles invited everyone to the second annual Serving Up Solutions banquet at the Capital Plaza on February 19, 2019.

Commissioner Quarles provided an update on activities at KDA since the last board meeting.

Approval of Minutes

Commissioner Quarles entertained a motion to approve the minutes of the December 21, 2018 board meeting.

Mr. Foree moved to approve the minutes, as presented; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

Executive Director's Report

Commissioner Quarles yielded the floor to Warren Beeler, Executive Director, to report to the board.

Mr. Beeler recognized Biff Baker, Joe Montgomery and Steve Doan, for their service to GOAP.

Mr. Beeler yielded the floor to Aleta Botts, Executive Director of the Kentucky Center for Agriculture and Rural Development, to update the board on the status of the organization.

Mr. Beeler recognized Mr. Drew Graham, Second Vice President of the Kentucky Farm Bureau Federation, to address the board.

Mr. Beeler yielded the floor to Greg Comer, Ohio County ANR Agent, to present to the board.

Mr. Beeler gave an update and provided a picture from Dr. Chad Lee, Executive Director of UK Grain and Forage Center of Excellence, on the progress of the building's expansion.

Mr. Beeler updated the board on his activities since the last board meeting.

Deputy Executive Director's Report

Commissioner Quarles yielded the floor to Bill McCloskey, GOAP Deputy Executive Director, to report to the board.

Mr. McCloskey called on Mr. Doan to give report on the minutes and recommendations from the 2019 KADB/KAFC Joint Committee on Hemp.

Mr. Henderson moved to accept the KADB/KAFC Joint Hemp Committee recommendation; Ms. Moyer seconded the motion.

VOTE: : Motion Passed; Unanimous.

Commissioner Quarles yielded the chair to John McCauley at 10:48 a.m.

Mr. McCloskey directed the board's attention to the Kentucky Broadcasters Association Public Education Partnership report (*on file*).

Mr. McCloskey addressed the GOAP Monitoring and Compliance, Fall 2018 Quarterly Report (*on file*).

Mr. McCloskey called on Biff Baker to review the On-Farm Water Management 2018 End-of-year Report to the board (*on file*).

Mr. McCloskey reviewed the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position (*on file*) as of December 31, 2018.

Mr. McCloskey addressed the State Pool Tobacco Funds as of January 10, 2019 (*on file*).

Mr. McCloskey directed the board's attention to the county account balances report as of January 3, 2019 (*on file*).

Mr. McCloskey referenced the December 14, 2018 K AFC meeting agenda and the K AFC loan applications (*on file*).

Mr. Hughes moved to accept the K AFC Financial Report; Mr. Hunt seconded the motion.

VOTE: Motion Passed; Unanimous.

Presentations

Mr. McCauley yielded the floor for the following presentation:

Kate McDonald, Ky Kids Eat Coordinator with the Kentucky Association of Food Banks, KAFB gave the 2018 annual report, for KADB's K-VIP program (2017 - 0211).

Commissioner Quarles re-assumed the chair at 11:03 a.m.

Memo Action Items

Commissioner Quarles called on Biff Baker and Joe Montgomery to present the following memo action items:

A2017 - 0211 Kentucky Association of Food Banks, Inc.

Mr. Baker presented a memorandum (*on file*) on the above referenced project regarding structural changes that the recipient believes will improve the program in its second year.

Mr. Hunt moved to approve the recipient request; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

A2018 - 0052 White House Lodge, LLC

Mr. Montgomery presented a memorandum (*on file*) on the above referenced project regarding a request for additional funds due to construction cost overruns.

The White Application Review Committee recommends approving this request.

Mr. Pedigo moved to approve the committees recommendation; Mr. Henderson seconded the motion.

VOTE: Motion Passed; Unanimous.

New Business

New Applications for Referral¹

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

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

Mr. Foree moved to refer the submitted applications to the appropriate committees; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

Programs Recommended for Approval²

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

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

² A detailed list of applications funded under the listed programs is attached as Appendix B.

Mr. McCloskey referenced three (3) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$428,977: One (1) Deceased Animal Farm Removal Program requesting county funds totaling \$7,500; Five (5) Shared-Use Equipment requesting county funds totaling \$20,471; Two (2) Youth Ag Incentives Program requesting county funds totaling \$17,500. This makes the total programs funding \$474,448.

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

VOTE: Motion Passed; Unanimous.

Project Recommendations for Funding

Commissioner Quarles called on Joe Montgomery to present the following recommendations for funding:

A2018-0225 Kentucky State Beekeepers Association

Mr. Montgomery referenced the above application from the Kentucky State Beekeepers Association, requesting up to \$209,160 in State funds to establish the Kentucky Certified Honey Program by hiring a Promotional Developer and Program Coordinator to run the program and oversee the office.

The Blue Application Review Committee recommended funding the request for a reduced amount of \$64,404 in State funds for calendar year 2019 and \$64,404 in State funds for calendar year 2020 for a total allocation up to \$128,808 in State funds over a two (2) year period subject to terms and conditions.

Mr. Foree moved to approve the committee recommendation; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Unanimous.

A2018-0227 Powell County Beekeeper Association, Inc.

Mr. Montgomery referenced the above application, from the Powell County Beekeepers Association, Inc. requesting \$5,000 in Powell County funds for a Honey Bee Conservation Program.

The Blue Application Review Committee recommends funding the request of up to \$5,000 in Powell County funds subject to terms and conditions.

Mr. Pedigo moved to approve the committee recommendation; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

Pending Applications

Mr. McCloskey referenced the following five (5) pending applications:

A2017-0166	Nicholas County Conservation District
A2018-0199	Litsinger Enterprises, LLC
A2018-0211	University of Kentucky Beef IRM Committee
A2018-0222	Kipley J. McNally
A2018-0232	Hopkins County Board of Education

No action necessary on pending applications.

Closing Remarks

Commissioner Quarles stated the Red Application Review Committee would meet one hour after adjournment of the full board meeting in (East Ballroom E).

Commissioner Quarles stated that the next KADB meeting will be on February 15, 2019 at the Franklin County Extension Office, Frankfort, Ky.

Adjournment

Commissioner Quarles entertained a motion to adjourn.

Mr. Henderson moved to adjourn the January KADB meeting; Mr. Foree seconded the motion.

VOTE: Motion Passed; Unanimous.

The KADB meeting adjourned at 11:41 a.m. (CST).

APPROVED DATE: 2/15/2019

PRESIDING OFFICER: *John Zander*

BOARD SECRETARY: *Jess Park*
Tracey Park