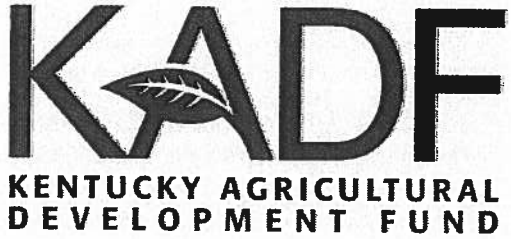
The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the September 20, 2019 business meeting. This is provided in summary form; an official record of the meeting is available in the permanent records of the Governor's Office of Agricultural Policy, 404 Ann Street, Frankfort, Kentucky 40601.



Kentucky Agricultural Development Board
Summary Minutes of the Regular Business Meeting
1205 Hopkinsville Street
Princeton, KY

Call to Order
Commissioner Quarles, presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 10:36 a.m. (CDT).

Roll Call
The following members were present: Commissioner Quarles, presiding, Dr. Kirk Pomper (designee for Dr. M. Christopher Brown II., President), Dean Nancy Cox, Mark Barker, Al Pedigo, Dr. Gordon Jones, Bobby Foree, Fritz Giesecke, Pat Henderson, Matt Hinton, Wayne Hunt, Stewart Hughes, Katie Moyer.

Members absent: Governor Bevin, Jim Mahan, Sarah Butler.

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.

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

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

Commissioner Quarles yielded the floor to Dr. Chad Lee, Executive Director of the UK Grain and Forage Center of Excellence, to report to the board.

Approval of Minutes
Commissioner Quarles entertained a motion to approve the minutes of the August 16, 2019 board meeting.

Mr. Barker moved to approve the minutes, as presented; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Unanimous.

Deputy Executive Director's Report
Mr. Rogers yielded the floor to Bill McCloskey, GOAP Deputy Executive Director, to report to the board.

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

Mr. McCloskey addressed the State Pool Tobacco Funds as of August 27, 2019 (*on file*).

Mr. McCloskey addressed the August 27, 2019 KADB Cash flow (*on file*).

Mr. McCloskey directed the board's attention to the county account balances report as of August 21, 2019 (*on file*).

Mr. McCloskey reviewed the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position *(on file)* as of August 31, 2019.

Mr. McCloskey referenced the September 20, 2019 KAFC Meeting Agenda and the KAFC Loan Applications (*on file*).

Mr. Hinton moved to accept the KAFC Financial Report; Mr. Giesecke seconded the motion.

VOTE: Motion Passed; Unanimous.

Memo Action Items
Commissioner Quarles called on Renee Carrico and Danielle Milbern to present the following memo action items:

A2018 - 0132 Jessamine County Alumni Association, Inc.
Ms. Milbern presented a memorandum (*on file*) on the above referenced project requesting a four (4) month time extension until December 6, 2019 and revise the project budget to include time for the construction of an outdoor classroom. This was presented to the White Application Review Committee.

The White Application Review Committee recommended approval.

Dr. Jones moved to approve the applicant request, as presented; Mr. Hughes seconded the motion.

VOTE: Motion Passed; Unanimous.

A2018 - 0211 University of Kentucky Beef IRM Committee
Ms. Carrico presented a memorandum (*on file*) on the above referenced project requesting a one (1) month time extension until October 28, 2019 to allow time for the applicant to determine the status of a USDA federal grant. This was presented to the Blue Application Review Committee.

The Blue Application Review Committee recommended approval.

Mr. Henderson moved to approve the recipient request, as presented; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Unanimous.

New Business
New Applications for Referral[1]
Commissioner Quarles called on Mr. McCloskey to present new applications for referral.

Mr. McCloskey referenced six (6) new applications for referral.

Mr. Hunt moved to refer the submitted applications to the appropriate committees; Mr. Hughes seconded the motion.

VOTE: Motion Passed; Unanimous.

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*See appendices on last page

Programs Recommended for Approval[2]
Commissioner Quarles called on Mr. McCloskey to present programs recommended for approval.
Mr. McCloskey referenced six (6) County Agricultural Investment Program (CAIP) applications requesting county funds totaling $1,029,155; two (2) Dead Animal Removal applications requesting county funds totaling $11,750; two (2) Shared-Use Equipment Program applications requesting county funds totaling $54,900; one (1) Youth Ag Incentive Program application requesting $20,500; This makes the total programs funding $1,116,305.

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

VOTE: Motion Passed; Unanimous.

Requested Program Amendments[3]
Commissioner Quarles called on Mr. McCloskey to present requested program amendments.

Mr. McCloskey referenced one (1) county requesting additional funds for an existing CAIP for total additional funding of $18,000, and one (1) county requesting to increase its maximum producer limit amount from $2,000 to $2,500.

Mr. Giesecke moved to approve the program amendments as presented; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

Project Recommendations for Funding
Commissioner Quarles called on Danielle Milbern and Renee Carrico to present the following recommendations for funding:

A2019-0176 Nicholas County Extension District Board
Ms. Milbern referenced the above application requesting $3,000 in Nicholas county funds to build a 10' x 12' structure behind the Nicholas County Livestock Pavilion to serve as a ham house.

The White Application Review Committee recommended approving the request of up to $3,000 in Nicholas County funds, subject to terms and conditions.

Mr. Foree moved to approve the committee recommendation, as presented; Mr. Henderson seconded the motion

VOTE: Motion Passed; Unanimous.

A2019-0195 Kentucky State University
Ms. Carrico referenced the above application requesting $990,000 in State funds over a two year period for personnel, demonstration projects and mini-grants to underserved, small and limited resource farmers.

The White Application Review Committee recommended funding the request for up to $990,000 in State funds, subject to terms and conditions.

Dean Cox moved to approve the committee recommendation, as presented; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Dr. Pomper abstained.

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1. A detailed list of the New Applications for Referral is attached as Appendix A
2. A detailed list of the applications funded under the listed programs is attached as Appendix B
3. A detailed list of amendments funded under the listed programs is attached as Appendix C
4. A detailed list of the KADB On-Farm Water Management Committee minutes meeting is attached as Appendix D
5. A detailed list of the KADB On-Farm Water Management Committee minutes meeting VOTE is attached as Appendix E
6. A copy of the KADB Marketing and Entrepreneurship Committee minutes is attached as Appendix F
7. A copy of the KADB Red Application Review Committee minutes is attached as Appendix G
8. A copy of the KADB Blue Application Review Committee minutes is attached as Appendix H

Appendix A: New Applications for Referral

APP #	APPLICANT	COUNTY	Cmte.
A2019-0208	Bagdad Roller Mills, Inc. *Grain Storage Expansion Phase II*	Shelby	Blue
A2019-0210	Berea College, Grow Appalachia *EKY-DIGS Program*	Madison	Blue
A2019-0223	Kentucky Center for Agriculture and Rural Development, Inc. *Technical Assistance Services*	Hardin	Blue
A2019-0224	City of Hazard *Farmers Market*	Perry	Blue
A2019-0227	Russell County Jaycee's, Inc *Livestock Pavilion*	Russell	Blue

Appendix B: Programs Recommended for Approval

CAIP

Application	Program Administrator	County	Funds Requested
A2019-0205	Menifee County Beef Producers, Inc.	Menifee	$98,208.00
A2019-0207	Carter County Agriculture Advancement Council, Inc.	Carter	$140,990.00
A2019-0209	Green County Cattlemen's Association, Inc.	Green	$285,000.00
A2019-0211	Woodford County Agriculture Advancement Council, Inc.	Woodford	$250,000.00
A2019-0212	Pendleton County Agricultural Diversification Association, Inc.	Pendleton	$164,957.00
A2019-0214	Edmonson Co Cattleman Association Inc.	Edmonson	$90,000.00
			$1,029,155.00

Deceased Farm Animal Removal (DAR)

Application	Program Administrator	County	Funds Requested
A2019-0201	Russell County Conservation District	Russell	$7,500.00
A2019-0213	Pendleton County Conservation District	Pendleton	$4,250.00
			$11,750.00

Shared-Use Equipment Program

Application	Program Administrator	County	Funds Requested
A2019-0204	Fayette County Conservation District	Fayette	$45,000.00
A2019-0215	Jackson County Cattlemen's Association Incorporated	Jackson	$9,900.00
			$54,900.00

Youth Ag Incentives Program (Youth)

Application	Program Administrator	County	Funds Requested
A2019-0202	Laurel County Cattlemen's Association, Inc.	Laurel	$20,500.00
			$20,500.00

Total County Funds Recommended for Approval in Programs: **$1,116,305.00**

Appendix C: *Requested Program Amendments*

App #	**A2019-0065**
Applicant Name	**Magoffin County Agricultural Investment Program, Inc.**
Original Amount Approved	$98,444
Execution Date	6/17/2019
Requested Change	The applicant requests an additional $18,000 in Magoffin County funds for the *CAIP Program*. The request received a high priority from the 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 $116,444. **Recommend Approval**

App#	**A2019-0170**
Applicant Name	**Hancock County Conservation District**
Original Amount Approved	$111,083
Execution Date	Not yet executed
Requested Change	The applicant requests to increase their maximum producer limit amount from $2,000 to $2,500. 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 agreement. Approval of this request would bring the program total to $111,083. **Recommend Approval**

Appendix D: On-Farm Water Management Committee Meeting Minutes

KADF
KENTUCKY AGRICULTURAL DEVELOPMENT FUND

Meeting Date:	July 18, 2019
Meeting Location:	Franklin County Conservation District Office 103 Lakeview Court Frankfort, KY 40601
Committee Chair:	Pat Henderson
Attendees:	Committee members: Steve Coleman, Kevin Jeffries, Fritz Giesecke, Pat Henderson and Al Pedigo (by phone) DOW Staff: Dale Booth and Bill Caldwell UK Staff: Steve Higgins KFB Staff: Joe Cain KCARD: Aleta Botts GOAP Staff: Renee Laurent, Bill McCloskey and Rob Goff
Minutes Issued By:	Renee Laurent
Meeting Call to Order:	1:00 p.m.
Meeting Adjourned:	3:30 p.m.

Agenda Items:

I. **A2019-0180 Buffalo Skull Ranch – RDD**
This proposed project is a Research, Development and Demonstration (RDD) project from Whitley County. The applicant gave a brief overview of the project, which included utilization of ebb and flow stationary benches and water storage tanks.

The Committee Members recommended pending the request due to a need for the following:

1. KADB decision on project in relation to KADB 2019 Hemp Policy.
2. Additional financial information, specifically profit/loss statement.

II. **A2018-0222 Kip J. McNally – PIP**
This proposed project is a Practical Implementation Project (PIP) from Oldham County that had been pended by the Committee to allow applicant to provide more financial information and work with the Technical Advisory Group. The applicant sent updated information for the Committee to review.

The Committee recommended denying the request due to other funding source options available from the KADF.

III. **A2019-0045 Brown Farms, LLC. – RDD**
This proposed project was pended per the request of the applicant.

IV. **Updates on Current Projects**

- A2017-0214 Kentucky Division of Water – RDD
  GOAP and DOW staff gave an update on the progress of the 3 tier project through Morehead State. An updated tentative timeline was given.

- A2018-0193 David R. Appleman – RDD
  GOAP Staff gave a timeline from the applicant on completion of the water harvesting component as potentially before the September Meeeting.

- A2018-0199 Litsinger Enterprises, LLC – PIP
  GOAP Staff gave an update on project timeline for completion as late fall.

- A2018-0231 Sustainable Harvest Farm, LLC – PIP
  GOAP Staff gave an update on project and legal agreement signature timeline.

- A2019-0023 Imel's Greenhouse – RDD
  GOAP Staff gave an update on project timeline for completion as Spring of 2020.

V. Final Discussions

- Preliminary discussions of Committee goals for 2020, request for extension of funds and 2020 guidelines and procedures updates were had.
- Committee asked that members of OFWM Committee, TAG and GOAP looking over current guidelines and come to fall meeting with ideas for 2020.
- Next Meeting Date was set for September 12, 2019 at 10 a.m. at the Franklin County Extension Office.

There being no further business, the meeting was adjourned.

Appendix E: On-Farm Water Management Committee Meeting Minutes

KADF
KENTUCKY AGRICULTURAL DEVELOPMENT FUND

Meeting Date:	September 19, 2019
Meeting Location:	University of Kentucky Grain and Forage Center of Excellence 1205 Hopkinsville Street Princeton, KY 42445
Committee Chair:	Pat Henderson
Attendees:	Committee members: Fritz Giesecke, Pat Henderson, John Dix and Eddie Melton GOAP Staff: Warren Beeler, Renee Carrico, Bill McCloskey, Rob Goff and Shelby Wade
Minutes Issued By:	Renee Carrico
Meeting Call to Order:	1:00 p.m. EDT
Meeting Adjourned:	1:30 p.m. EDT

Agenda Items:

I. A2019-0180 Brangers Angus Farm – PIP

This proposed project is a Practical Implementation Project (PIP) from Hardin County. On September 12, 2019 the applicant gave a brief overview of the project, which included construction of a compost bedded pack barn, water harvesting from the structure and utilization of a cistern and automatic waterers. On that day the committee did not have a quorum and chose to vote on September 19th.

The Committee Members recommended funding the project with the following requirements:

- Only the water portions of the project will be funded at 50% of total cost.
- Water portions of budget include: Cistern, Gutters and Plumbing
- Total cost of water portion is $20,000 (up to $10,000 available from KADB)
- GOAP was asked to pass along KAFC loan information for applicant to consider to assist in funding up to 50% of the total project costs.

II. Final Discussions

- GOAP Staff reminded the committee that the next meeting date is set for November 12, 2019 at 4 p.m. at the Kentucky Exposition Center in Louisville, KY.

There being no further business, the meeting was adjourned.

Appendix F: Marketing & Entrepreneurship Committee Meeting Minutes

KADF
KENTUCKY AGRICULTURAL DEVELOPMENT FUND

Meeting Date:	Thursday, September 19, 2019
Meeting Location:	UK Grain and Forage Center of Excellence, Princeton, KY
Meeting Chair:	Wayne Hunt
Attendees:	Committee: Matt Hinton, Wayne Hunt, Dr. Gordon Jones Commodity Representation: Bonnie Jolly GOAP Staff: Sandy Gardner, Rob Goff, Ali Hulett, Bill McCloskey, Marielle McElmurray, Danielle Milbern, Shelby Wade
Minutes Issued By:	Marielle McElmurray
Meeting Call to Order:	4:00 PM
Meeting Adjourned:	4:45 PM

Agenda Items:

1. Consideration of Current Promotional Fund Budget Requests for Kentucky Pork Producers Association (KPPA) to purchase a mobile swine demonstration/education trailer unit.
    a. Ms. Jolly explained the KPPA's request to use promotional fund expenses for the purchase of a $26,000 swine trailer used for education and transparency of the industry.
        i. In response to a question from Mr. McCloskey, Ms. Jolly stated that Murray State University had not purchased the trailer yet.
        ii. Dr. Jones inquired on the options available to have farrowing crates in the trailer.
        iii. Mr. Hinton stated the importance of reaching the K-12 grades as target audience for the educational trailer.
    b. Dr. Jones moved to table the discussion until further information regarding trailer layout and descriptions are presented. Mr. Hinton seconded the motion.
2. Next Meeting
    October 18, 2019 after adjournment of KADB meeting.
3. Adjourned

Appendix G: Red Application Review Committee Minutes

KADF
KENTUCKY AGRICULTURAL DEVELOPMENT FUND

Meeting Date:	9/20/2019
Meeting Location:	UK Grain and Forage Center of Excellence 1205 Hopkinsville Street, Princeton, KY 42445 Room A120
Meeting Chair:	Bill McCloskey
Attendees:	Committee members: Pat Henderson, Stewart Hughes, Mark Barker and Dr. Kirk Pomper GOAP staff: Warren Beeler, Bill McCloskey, Renee Carrico, Danielle Milbern, Rob Goff
Minutes Issued By:	Danielle Milbern
Meeting Call to Order:	8:31 a.m. CDT
Meeting Adjourned:	9:00 a.m. CDT

Agenda Items:

Applications:

A2017-0225 Kentucky Highlands Investment Corporation

A) Committee recommends approving the request to increase funding amount by $250,000 in State funds.

B) Upon approval, total amount of funds committed to the organization (A2015-0010 and A2017-0225) will be $1,000,000.

A2018-0047 Bluegrass Community Action

A) Committee recommends approving the budget reallocation of $530 in Woodford County funds to purchase a storage facility.

A2019-0028 Marksbury Farm Foods, LLC.

A) Committee recommends approving the budget reallocation of $24,750 in State funds to purchase a carcass washer.

Appendix H: Blue Application Review Committee Minutes

KADF
KENTUCKY AGRICULTURAL DEVELOPMENT FUND

Meeting Date:	9/20/2019
Meeting Location:	UK Grain and Forage Center of Excellence 1205 Hopkinsville Street, Princeton, KY 42445 Room A120
Meeting Chair:	Bill McCloskey
Attendees:	Committee members: Wayne Hunt, Al Pedigo, Keith Rogers, Bobby Foree and Katie Moyer GOAP staff: Warren Beeler, Bill McCloskey, Rob Goff, Danielle Milbern and Renee Carrico
Minutes Issued By:	Danielle Milbern
Meeting Call to Order:	12:15 pm
Meeting Adjourned:	2:45 p.m.

Agenda Items:

Applications:

A2019-0203 World Heritage Animal Genetic Repository (WHAGR)

A) Committee recommends pending at the applicant's request.

A2019-0208 Bagdad Rolling Mills

A) Committee recommends funding up to $200,000 in multiply county funds.

B) If applicant is unable to secure $200,000 in county funds, the difference will be available in the form of a 2.75% participation loan.

A2019-0210 Berea College, Grow Appalachia

A) Committee recommends funding up to $274,690 for two years.

B) $15,000 must be secured in County funds and must visit a minimum of 15 counties.

C) Once County funds are obtained, $259,690 in State funds shall be made available.

A2019-0223 Kentucky Center for Agriculture and Rural Development (KCARD)

A) Committee recommends funding $900,000 in State funds.

B) Mr. Beeler abstained from involvement after disclosure of a potential conflict.

Appendix H: Blue Application Review Committee Minutes

KADF
KENTUCKY AGRICULTURAL DEVELOPMENT FUND

Agenda Items:

A2019-0224 City of Hazard

A) Committee recommends funding $99,500 in State funds and $500 in Perry County funds.

A2019-0227 Russell County Jaycees

A) Committee recommends funding $120,000 in Russell County funds.

B) Staff to verify ownership of fairgrounds.

Project Recommendations for No Funding
Commissioner Quarles called on Ms. Carrico to present the project for no funding:

A2019-0180 Buffalo Skull Ranch, LLC
Ms. Carrico referenced the above application requesting $250,000 in State funds to build a greenhouse examining the effectiveness of various water management practices. This will be a Research, Development and Demonstration project in Whitley County.

The On-Farm Water Management Committee recommended denying the request based on the 2019 KADB/KAFC Hemp Policy.

Mr. Hinton moved to approve the committee recommendation, as presented; Mr. Hunt seconded the motion.

VOTE: Motion Passed; Unanimous.

Pending Applications
Mr. McCloskey referenced the following two (2) pending applications:

A2018 – 0211 University of Kentucky Beef IRM Committee
A2019 – 0045 Brown Ag, LLC

No action necessary on pending applications.

Closing Remarks
The Commissioner opened up the floor for both KAFC and KADB boards to discussion.

Adjournment
Commissioner Quarles entertained a motion to adjourn.

Mr. Hinton moved to adjourn the September KADB meeting; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

The KADB meeting adjourned at 11:29 p.m. (CDT).

APPROVED DATE: 10/28/19

PRESIDING OFFICER: Ben Quarles

BOARD SECRETARY: Tracey Park
Tracey Park