

The actions delineated below were taken in open session of the Kentucky Agricultural Finance Corporation Board at the October 15, 2021 business meeting. This is provided in summary form; an official record of the meeting is available in the permanent records of the Kentucky Office of Agricultural Policy (KOAP), 404 Ann Street, Frankfort, Kentucky 40601.



**Kentucky Agricultural Finance Corporation Board
Summary Minutes of the Business Meeting
Capital Plaza Hotel
405 Wilkinson Blvd in Frankfort, KY
October 15, 2021**

Call to Order

Commissioner Ryan Quarles, presiding, called the Kentucky Agricultural Finance Corporation Board (KAFCC) regular business meeting to order at 10:30 a.m. (EDT).

Roll Call

The following members were present: Commissioner Ryan Quarles, Dr. Kenny Burdine, Dan Flanagan, Wayne Hunt, Jonathan Noe, Doug Lawson, Frank Penn, Linda Rumpke, Billy Aldridge (designee for Secretary Holly M. Johnson) and Tim Hughes (designee for Commissioner Quarles). The following participated by teleconference: Mac Stone.

Members absent: David Rink and Larry Jagers

Notification of Media

Commissioner Quarles received verification from Hannah Johnson, Board and Special Events Manager; that the media had been notified of the KAFCC board meeting.

Welcome

Commissioner Quarles welcomed everyone to the KAFCC board meeting. Commissioner Quarles updated the board on activities of the Kentucky Department of Agriculture (KDA).

Approval of Minutes

Commissioner Quarles entertained a motion to approve the minutes of the September 10, 2021 board meeting.

Dr. Burdine moved to approve the minutes, as presented; Mr. Lawson seconded the motion.

VOTE: Motion Passed; Unanimous.

Executive Director's Report

Commissioner Quarles called on Mr. Brian Lacefield, KOAP Executive Director, to report to the board.

Mr. Lacefield gave an overview of his activities since the previous board meeting and updated the board on changes in staff.

Mr. Lacefield referenced the Tobacco Settlement Agreement Fund Oversight Committee Meeting. Mr. Lacefield encouraged members to watch the Tobacco Oversight video, featuring board member Wayne Hunt. Mr. Lacefield lastly, thanked board members and staff that were able to attend the meeting.

Deputy Executive Director's Report

Commissioner Quarles called on Mr. Bill McCloskey, KOAP Deputy Executive Director, to report to the board.

Mr. McCloskey reviewed the Kentucky Agricultural Development State Pool Status (*on file*) as of October 5, 2021.

Mr. McCloskey reviewed an updated version of the Kentucky Agricultural Development Fund County Account Balances (*on file*) as of September 30, 2021.

Mr. McCloskey reviewed the K AFC Statement of Financial Position (*on file*) as of September 30, 2021.

K AFC Statement of Financial Position	
As of September 30, 2021	
Assets	
Cash K AFC Accounts	\$ 21,058,527
Loan Payments Due K AFC	
Category A	\$80,076,387
Category B	\$
Category C	\$
	\$ 80,076,387
Total Assets	\$ 101,134,914
Liabilities	
K AFC loans approved not closed	\$ 11,850,995
Principal Outstanding	\$ 80,076,387
	\$ 91,927,382
Total Liabilities	\$ 91,927,382
Unobligated Assets	\$ 9,207,532
Total Liabilities & Unobligated Assets	\$ 101,134,914

Mr. Penn moved to accept the K AFC financial report, as presented; Ms. Rumpke seconded the motion.

VOTE: Motion Passed; Unanimous.

New Business

Commissioner Quarles called on Mr. McCloskey, Ali Hulett, and Mr. Lacefield to present the following applications:

Beginning Farmer Loan Program (BFLP)

AF21-0067 Rankin, John

The applicant was approved on 8/13/2021 for \$200,000 and has requested an additional \$50,000 for the purchase of 126 acres in Bourbon County, KY. Central Kentucky ACA in Lexington, KY is the participating lender.

Staff recommended approval of the request, with loan-to-value no greater than 65%.

Mr. Lawson moved to approve the staff recommendation, as presented, pending availability of funds; Mr. Aldridge seconded the motion.

VOTE: Motion Passed; Mr. Noe abstained.

AF21-0083 Hna, Ru Be

The applicant requested \$250,000 for the purchase of 40 acres with four (4) Tyson Broiler barns in Monroe County, KY. Farm Credit Mid-America in Glasgow, KY is the participating lender.

Staff recommended approval, contingent upon the approval and obligation of a 90% FSA guarantee on FCMA and K AFC funds, with combined loan-to-value no greater than 100%.

Mr. Noe moved to approve the staff recommendation, as presented, pending availability of funds; Dr. Burdine seconded the motion

VOTE: Motion Passed; Unanimous.

AF21-0084 San, Thaing

The applicant requested \$250,000 for the purchase of 59 acres with four (4) Tyson mega-broiler barns in Barren County, KY. Farm Credit Mid-America in Glasgow, KY is the participating lender.

Staff recommended approval, contingent upon the approval and obligation of a 90% FSA guarantee on FCMA and KAFC funds, with combined loan-to-value no greater than 100%.

Ms. Rumpke moved to approve the staff recommendation, as presented, pending availability of funds; Mr. Flanagan seconded the motion.

VOTE: Motion Passed; Unanimous.

AF21-0085 Blackburn, Joshua

The applicant requested \$250,000 for the purchase of 178 acres in Grant County, KY. Farm Credit Mid-America in Lexington, KY is the participating lender.

Staff recommends approval, with combined loan-to-value no greater than 85%.

Dr. Burdine moved to approve the staff recommendation, as presented, pending availability of funds; Mr. Noe seconded the motion.

VOTE: Motion Passed; Unanimous.

AF21-0086 Brogle, Scott

The applicant requested \$130,000 for the purchase of 50 acres in Mercer County, KY. Central Kentucky ACA in Danville, KY is the participating lender.

Staff recommended approval, contingent upon the approval and obligation of a 90% FSA guarantee on CKACA and KAFC funds, with combined loan-to-value no greater than 100%.

Mr. Aldridge moved to approve the staff recommendation, as presented, pending availability of funds; Mr. Penn seconded the motion.

VOTE: Motion Passed; Mr. Noe abstained.

AF21-0087 Gibson, Lucas

The applicant requested \$54,625 for the purchase of 32 acres in Boyle County, KY. Central Kentucky ACA in Stanford, KY is the participating lender.

Staff recommended approval, contingent upon the approval and obligation of a 90% FSA guarantee on CKACA and KAFC funds, with combined loan-to-value no greater than 100%.

Mr. Hunt moved to approve the staff recommendation, as presented, pending availability of funds; Mr. Penn seconded the motion.

VOTE: Motion Passed; Mr. Noe abstained.

Expired/Withdrawn Applications

AF21-0049 Howard, Jack

No action necessary on withdrawn applications.

Closing Remarks

Commissioner Quarles informed the board the next KAFC meeting will be at the North American Livestock show in Louisville on Friday, November 12, 2021 at 10:00 a.m. EDT.

Adjournment

There being no additional business or discussion, Commissioner Quarles entertained a motion to adjourn the KAFC Board meeting.

Mr. Flanagan moved to adjourn the October KAFC board meeting; Mr. Aldridge seconded the motion.

VOTE: Motion Passed; Unanimous.

Meeting adjourned at 11:10 a.m. EDT.

APPROVED DATE: 11-29-21

PRESIDING OFFICER: 

Commissioner Ryan Quarles

BOARDS COORDINATOR: 
Hannah Johnson

Guidelines Committee Meeting Minutes



Meeting Date:	September 10, 2021
Meeting Location:	Zoom Conference, Meeting ID: 884 2835 3643
Meeting Chair:	Wayne Hunt
Attendees:	Kenny Burdine, Jonathan Noe, Billy Aldridge, Doug Lawson, Tim Hughes, Wayne Hunt, Larry Jagers, Linda Rumpke Staff: Ali Hulett, Bill McCloskey, Brian Murphy, Brian Lacefield, Kelly Childers, Sandy Gardner
Minutes Issued By:	Ali Hulett, Loan Programs Manager
Meeting Call to Order:	9:11 AM EDT
Meeting Adjourned:	9:31 AM EDT

Agenda Items:	
Discussion of Subordination Requests	
<ul style="list-style-type: none"> - <i>KAFC Board Procedure in regards to subordination requests.</i> - Lenders requesting a subordination must submit an updated one-year cash-flow statement, balance sheet, lender narrative, Ag production documentation, and an updated credit score (30-60 days). 	
Motion to Adjourn	

Loan Review Committee Meeting Minutes



Meeting Date:	September 10, 2021
Meeting Location:	Franklin Co. Extension Office, Frankfort, KY, Hybrid Zoom Conference, Meeting ID: 884 2835 3643
Meeting Chair:	Linda Rumpke
Attendees:	Jonathan Noe, Larry Jagers, Tim Hughes, Wayne Hunt, Doug Lawson, Linda Rumpke, Kenny Burdine Staff: Ali Hulett, Bill McCloskey, Brian Murphy, Brian Lacefield, Sandy Gardner, Kelly Childers, Hannah Johnson Guests: Brandon Harris
Minutes Issued By:	Ali Hulett, Loan Programs Manager
Meeting Call to Order:	9:45 AM EDT
Meeting Adjourned:	9:55 AM EDT

Agenda Items:
Old Business
<ol style="list-style-type: none"> 1. Review of AF17-0055 – Flounders, Jeanne <ol style="list-style-type: none"> a. On behalf of Mrs. Flounders, the loan officer requested a release of liability for Mr. Thomas Flounders due to a recent divorce. b. Recommended approval. c. Motion passed unanimously.