

The actions delineated below were taken in open session of the Kentucky Agricultural Finance Corporation Board at the December 10, 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  
Franklin County Extension Office  
101 Lakeview Court in Frankfort, KY  
December 10, 2021**

**Call to Order**

Commissioner Ryan Quarles, presiding, called the Kentucky Agricultural Finance Corporation Board (KAFCC) regular business meeting to order at 10:15 a.m. (EST).

**Roll Call**

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

Members absent: David Rink

**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 November 12, 2021 board meeting.

Mr. Aldridge moved to approve the minutes, as presented; Mr. Flanagan seconded the motion.

VOTE: Motion Passed; Unanimous.

**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 November 29, 2021.

Mr. McCloskey reviewed an updated version of the Kentucky Agricultural Development Fund County Account Balances (*on file*) as of November 29, 2021.

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

<b>K AFC Statement of Financial Position</b>	
<b>As of November 30, 2021</b>	
<b>Assets</b>	
Cash K AFC Accounts	\$ 21,804,897
Loan Payments Due K AFC	
Category A	\$79,563,661
Category B	\$
Category C	\$
	\$ 79,563,661
<b>Total Assets</b>	<b>\$ 101,368,558</b>
<b>Liabilities</b>	
K AFC loans approved not closed	\$ 11,992,275
Principal Outstanding	\$ 79,563,661
	\$ 91,555,936
<b>Total Liabilities</b>	<b>\$ 91,555,936</b>
<b>Unobligated Assets</b>	<b>\$ 9,812,622</b>
<b>Total Liabilities &amp; Unobligated Assets</b>	<b>\$ 101,368,558</b>

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

VOTE: Motion Passed; Unanimous.

#### Loan Review Committee Report

Commissioner Quarles called on Ms. Rumpke to give the Loan Review Committee report. Ms. Rumpke stated that behalf of AF21-0096 and AF19-0094, the loans would be discussed in order of the agenda.

Ms. Rumpke moved to accept the recommendations of the of the Loan Review Committee report; Dr. Burdine seconded the motion.

VOTE: Motion passed; Unanimous.

#### New Business

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

#### Agricultural Processing Loan Program (A ILP)

AF21-0094      Hendrickson, Tyler

The applicants requested \$150,000 for the upgrades to six (6) broiler barns in Webster County. Planters Bank in Hopkinsville, KY is the participating lender.

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

Mr. Penn moved to approve the committee recommendation, as presented; Mr. Lawson seconded the motion.

VOTE: Motion Passed; Unanimous.

**AF21-0101 Putty, Donald**

The applicant requested \$150,000 for the purchase of 148 acres with sixteen (16) Tyson broiler barns in Hopkins County. Farm Credit in Hopkinsville, 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 committee recommendation, as presented; Mr. Flanagan seconded the motion.

VOTE: Motion Passed; Unanimous.

**Beginning Farmer Loan Program (BFLP)**

**AF21-0093 Thang, Suan**

The applicant requested for \$250,000 for the purchase of 23 acres and improvements to eight (8) Tyson broiler barns in Hopkins County, KY. Field & Main Bank in Henderson, KY is the participating lender.

Staff recommended approval, contingent upon the approval and obligation of a 95% FSA guarantee on Field & Main Bank and KAFC funds, with combined loan-to-value no greater than 100%.

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

VOTE: Motion Passed; Mr. Lawson abstained.

**AF21-0095 Williams, Jacob**

The applicant requested \$147,500 for the purchase of 50 acres in Edmonson County, KY. Magnolia Bank in Elizabethtown, KY is the participating lender.

Staff recommended approval, contingent upon the approval and obligation of a 95% FSA guarantee on Magnolia Bank and KAFC funds, with combined loan-to-value no greater than 100%.

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

VOTE: Motion Passed; Unanimous.

**AF21-0096 Cook, Cutter**

The applicant requested \$250,000 for the purchase of 15 acres with equine training and boarding facilities in Woodford County, KY. On behalf of Mr. Cook, the loan officer requested approval. The Loan Review Committee recommended pending to allow time to gather further financing and investor information.

Ms. Rumpke moved to approve the committee recommendation, as presented; Dr. Burdine seconded the motion.

VOTE: Motion Passed; Mr. Noe abstained.

**AF21-0097 Reno, Judd**

The applicant requested \$220,000 for the purchase of 73 acres in Ballard County, KY. River Valley AgCredit in Kevil, KY is the participating lender.

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

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

VOTE: Motion Passed; Unanimous.

**AF21-0098 Putty, Ethan**

The applicant requested \$250,000 for the purchase of 76 acres with eight (8) Tyson broiler barns in Hopkins County, KY. Farm Credit Mid-America in Hopkinsville, KY is the participating lender.

Staff recommended approval, contingent upon the approval and obligation of a 95% FSA guarantee on FCMA and K AFC 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. Lawson seconded the motion.

VOTE: Motion Passed; Unanimous.

**AF21-0099 Mills, Matthew**

The applicant requested \$195,000 for the purchase of 27 acres with Cobb Vantress pullet barns in Wayne County, KY. Farm Credit Mid-America in Somerset, 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%.

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

VOTE: Motion Passed; Unanimous.

**AF21-0100 Goetz, Justin**

The applicant requested \$62,615 for the purchase of 23 acres in Daviess County, KY. Farm Credit Mid-America in Owensboro, KY is the participating lender.

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

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

VOTE: Motion Passed; Unanimous.

**AF21-0102 Hlei, Sang**

The applicant requested \$250,000 for the purchase of 21 acres with six (6) Tyson broiler barns and upgrades in McLean County, KY. Farm Credit Mid-America in Henderson, 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%.

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

VOTE: Motion Passed; Unanimous.

**AF21-0103 Sung, Za**

The applicant requested \$250,000 for the purchase of 14 acres with six (6) Tyson broiler barns and upgrades in McLean County, KY. Farm Credit Mid-America in Henderson, 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. Flanagan moved to approve the staff recommendation, as presented, pending availability of funds; Mr. Penn seconded the motion.

VOTE: Motion Passed; Unanimous.

**Old Business:**

Commissioner Quarles called on Ms. Hulett to present the following modifications and extensions.

**Modification**

**AF19-0094**                      **Jackson, James Adam**

Ms. Hulett presented a memorandum regarding the above referenced loan. On behalf of Mr. Jackson, the loan officer requested swapping collateral on his 55 acres for 12 acres with a residence, barn and shop. Recommended approval to swap collateral subject to Mr. Jackson paying down his KAFC balance to \$51,500.

Ms. Rumpke moved to approve the committee recommendation, as presented; Mr. Noe seconded the motion.

VOTE: Motion Passed; Unanimous.

**Extension**

**AF19-0121**                      **Anderson, Jesse**

Ms. Hulett presented a memorandum (*on file*) regarding the above referenced loan. The loan officer made a request for a six (6) month extension to allow time to complete construction. The new expiration date would be June 10, 2022.

Staff recommend approval of the time extension request.

**AF20-0040**                      **Sulfridge, Travis**

Ms. Hulett presented a memorandum (*on file*) regarding the above referenced loan. The applicant has requested to withdraw the application.

No action necessary

**AF21-0034**                      **Davis, William**

Ms. Ryan presented a memorandum (*on file*) regarding the above referenced loan. The loan officer made a request for a three (3) month extension to allow time for the documents to be completed. The new expiration date would be March 10, 2022.

Staff recommend approval of the time extension request.

**AF21-0080**                      **Newman, Sherry**

Ms. Hulett presented a memorandum (*on file*) regarding the above referenced loan. The loan officer made a request for a three (3) month extension to allow time for the documents to be completed. The new expiration date would be March 10, 2022.

Staff recommend approval of the time extension request.

**AF21-0061**                      **Jackson, William**

Ms. Ryan presented a memorandum (*on file*) regarding the above referenced loan. The loan officer made a request for a six (6) month extension to allow time for the purchase to be completed and loan to be closed. The new expiration date would be June 10, 2022.

Staff recommend approval of the time extension request.

**AF21-0075      Watt, Thomas**

Ms. Hulett presented a memorandum (*on file*) regarding the above referenced loan. The loan officer made a request for a three (3) month extension to allow time for documents to be completed. The new expiration date would be March 10, 2022.

Staff recommend approval of the time extension request.

Mr. Penn moved to approve all six committee recommendations, as presented; Mr. Aldridge seconded the motion.

VOTE: Motion Passed; Unanimous.

**Expired/Withdrawn Applications**

**AF20-0040      Sulfridge, Travis**

No action necessary on withdrawn applications.

**Closing Remarks**

Commissioner Quarles informed the board the next KAFC meeting will be at the Kentucky Cattleman's Association Convention on Friday, January 14, 2021 at 10:00 a.m. EST.

**Adjournment**

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

Mr. Penn moved to adjourn the November KAFC board meeting; Ms. Rumpke seconded the motion.

VOTE: Motion Passed; Unanimous.

Meeting adjourned at 11:30 a.m. EST.

APPROVED DATE:           1-14-2022          

PRESIDING OFFICER:           Ryan Quarles            
Commissioner Ryan Quarles

BOARDS COORDINATOR:           Hannah Johnson            
Hannah Johnson

# Loan Review Committee Meeting Minutes



<b>Meeting Date:</b>	December 10, 2021
<b>Meeting Location:</b>	Franklin Co. Extension Office, Frankfort, KY, Hybrid Zoom Conference, Meeting ID: 873 0708 2605
<b>Meeting Chair:</b>	Linda Rumpke
<b>Attendees:</b>	Jonathan Noe, Larry Jagers, Wayne Hunt, Doug Lawson, Linda Rumpke, Kenny Burdine, Frank Penn Staff: Ali Hulett, Bill McCloskey, Brian Murphy, Brian Lacefield, Kelly Childers, Lane Ryan, Hannah Johnson, Tim Hughes Guests: Matt Keller, Cutter Cook
<b>Minutes Issued By:</b>	Ali Hulett, Loan Programs Manager
<b>Meeting Call to Order:</b>	9:30 AM EDT
<b>Meeting Adjourned:</b>	10:12 AM EDT

<b>Agenda Items:</b>
<p><b>New Business</b></p> <ol style="list-style-type: none"> <li>1. Review of AF21-0096—Cook, Cutter             <ol style="list-style-type: none"> <li>a. On behalf of Mr. Cook, the loan officer requested approval.</li> <li>b. Recommended pending to allow time to gather further financing and investor information.</li> <li>c. Motion passed unanimously.</li> </ol> </li> </ol> <p><b>Old Business</b></p> <ol style="list-style-type: none"> <li>2. Review of AF19-0094—Jackson, Adam             <ol style="list-style-type: none"> <li>d. On behalf of Mr. Jackson, the loan officer requested swapping collateral on his 55 acres for 12 acres with a residence, barn and shop.</li> <li>e. Recommended approval to swap collateral subject to Mr. Jackson paying down his KAFC balance to \$51,500.</li> <li>f. Motion passed unanimously.</li> </ol> </li> </ol>