

The actions delineated below were taken in open session of the Kentucky Agricultural Finance Corporation Board at the February 11, 2022 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
February 11, 2022**

Call to Order

Mr. Hughes, presiding, called the Kentucky Agricultural Finance Corporation Board (KAFC) regular business meeting to order at 10:03 a.m. (EST).

Roll Call

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

Members absent: Frank Penn

Notification of Media

Mr. Hughes received verification from Hannah Johnson, Board and Special Events Manager; that the media had been notified of the KAFC board meeting.

Welcome

Mr. Hughes welcomed everyone to the KAFC board meeting. Updated the board on activities of the Kentucky Department of Agriculture (KDA).

Approval of Minutes

Mr. Hughes entertained a motion to approve the minutes of the January 14, 2022 board meeting.

Mr. Hunt moved to approve the minutes, as presented; Mr. Noe seconded the motion.

VOTE: Motion Passed; Unanimous.

Executive Director's Report

Mr. Hughes called on Brian Lacefield, KOAP Executive Director, to present the KOAP Executive Director's report to the board.

Mr. Lacefield gave an overview of his activities since the previous board meeting. Mr. Lacefield introduced Olivia Randolph KOAP's new Administrative Loan Manager. Mr. Lacefield yielded to David Knopf Regional Director USDA, National Statistics Service to give a presentation on cattle and poultry industry.

Deputy Executive Director's Report

Mr. Hughes 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 February 7, 2022

Mr. McCloskey reviewed an updated version of the Kentucky Agricultural Development Fund County Account Balances (*on file*) as of February 7, 2022

Mr. McCloskey reviewed the K AFC Statement of Financial Position (*on file*) as of January 31, 2022

K AFC Statement of Financial Position	
As of January 31, 2022	
Assets	
Cash K AFC Accounts	\$ 21,817,951
Loan Payments Due K AFC	
Category A	\$79,904,872
Category B	\$
Category C	\$
	\$ 79,904,872
Total Assets	\$ 101,722,823
Liabilities	
K AFC loans approved not closed	\$ 11,124,254
Principal Outstanding	\$ 79,904,872
	\$ 91,029,126
Total Liabilities	\$ 91,029,126
Unobligated Assets	\$ 10,693,697
Total Liabilities & Unobligated Assets	\$ 101,722,823

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

VOTE: Motion Passed; Unanimous.

New Business

Mr. Hughes called on Brian Lacefield, Mr. McCloskey, and Lane Ryan to present the following applications:

Beginning Farmer Loan Program (BFLP)

AF22-0005 Little, James

The applicant requested for \$187,500 for the purchase of 39 acres in Allen County, KY. First Financial Bank in Louisville, KY is the participating lender.

Staff recommends approval, contingent upon the approval and obligation of a 90% FSA guarantee on First Financial Bank 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. Aldridge seconded the motion.

VOTE: Motion Passed; Unanimous.

AF22-0006 Little, Coda

The applicant requested \$167,000 for the purchase of 34 acres in Allen County, KY. First Financial Bank in Louisville, KY is the participating lender.

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

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

VOTE: Motion Passed; Unanimous.

AF22-0007 Thang, Tiuang

The applicant requested \$250,000 for the purchase of 28 acres with two (2) Tyson breeder houses in Warren County, KY. Farm Credit Mid-America in Bowling Green, KY is the participating lender.

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

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

VOTE: Motion Passed; Unanimous.

AF22-0008 Story, Brandon

The applicant requested \$180,000 for the purchase of 93 acres with residence in Fleming County, KY. Central Kentucky ACA 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. Lawson seconded the motion.

VOTE: Motion Passed; Mr. Noe Abstained.

AF22-0009 Cloyd, Micah

The applicant requested \$250,000 for the purchase of 96 acres with a residence in Boyle County, KY. Farm Credit Mid-America in Somerset, KY is the participating lender.

Staff recommends approval, with combined loan-to-value no greater than 85% without a FSA guarantee or 100% with combined loan-to-value with a FSA guarantee.

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

VOTE: Motion Passed; Unanimous.

Extension

AF20-0058 Miller, Rustin

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 to complete construction and the loan to be closed. The new expiration date would be August 11, 2022.

Staff recommend approval of the time extension request.

