

The actions delineated below were taken in open session of the Kentucky Agricultural Finance Corporation Board at the March 18, 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
Shelby County Extension Office
1117 Frankfort Rd Shelbyville, KY
March 18, 2022**

Call to Order

Commissioner Ryan Quarles, presiding, called the Kentucky Agricultural Finance Corporation Board (KAFRC) regular business meeting to order at 11:30 a.m. (EST).

Roll Call

The following members were present: Commissioner Ryan Quarles, Dr. Kenny Burdine, Jonathan Noe, Wayne Hunt, Larry Jaggars, Billy Aldridge (designee for Secretary Holly M. Johnson), Dan Flanagan, Linda Rumpke, and David Rink.

Members absent: Frank Penn, Doug Lawson, and Mac Stone

Notification of Media

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

Welcome

Commissioner Ryan Quarles welcomed everyone to the KAFRC board meeting. Updated the board on activities of the Kentucky Department of Agriculture (KDA).

Approval of Minutes

Commissioner Ryan Quarles entertained a motion to approve the minutes of the February 11, 2022 board meeting.

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

VOTE: Motion Passed; Unanimous.

Executive Director's Report

Commissioner Quarles 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 referenced upcoming 2022 CAIP Administrator Trainings that will be taking place March 23rd in Warren County and March 24th in McCracken County.

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 February 24, 2022

Mr. McCloskey reviewed an updated version of the Kentucky Agricultural Development Fund County Account Balances (*on file*) as of February 24, 2022

Mr. McCloskey reviewed the K AFC Statement of Financial Position (*on file*) as of February 28, 2022

K AFC Statement of Financial Position	
As of February 28, 2022	
Assets	
Cash K AFC Accounts	\$ 21,275,625
Loan Payments Due K AFC	
Category A	\$80,567,677
Category B	\$
Category C	\$
	\$ 80,567,677
Total Assets	\$ 101,843,302
Liabilities	
K AFC loans approved not closed	\$ 10,784,129
Principal Outstanding	\$ 80,567,677
Total Liabilities	\$ 91,351,806
Unobligated Assets	\$ 10,491,496
Total Liabilities & Unobligated Assets	\$ 101,843,302

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

VOTE: Motion Passed; Unanimous.

New Business

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

Agricultural Infrastructure Loan Program (AILP)
AF22-0010 Carpenter, Jared

The applicants requested \$97,500 for the construction of a new metal shop and metal grain bin in Madison County. Central Kentucky ACA in Richmond, KY is the participating lender.

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

Discussion from KOAP Legal Counsel Brian Murphy explained there would not be any legal or ethical issues with Mr. Carpenter from Mr. Murphy's research.

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

VOTE: Motion Passed; Mr. Noe and Commissioner Quarles Abstained.

Beginning Farmer Loan Program (BFLP)

AF22-0011 Brogle, Scott

The applicant requested \$218,550 for the purchase of 50 acres with a residence in Mercer County, KY. Central Kentucky ACA in Danville, KY is the participating lender.

Staff recommends 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%.

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

VOTE: Motion Passed; Mr. Noe Abstained.

AF22-0012 Sturgeon, Clark

The applicant requested \$200,000 for the purchase of 25 acres with a residence and building in Bourbon County, KY. Central Kentucky ACA in Paris, KY is the participating lender.

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

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

VOTE: Motion Passed; Mr. Noe Abstained.

AF22-0013 Hall, Jacob

The applicant requested \$250,000 for the purchase of 112 acres and 130 acres in Marshall County, KY. FNB Bank, Inc in Mayfield, KY is the participating lender.

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

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

VOTE: Motion Passed; Unanimous.

AF22-0014 Yocum, Brandon

The applicant requested \$250,000 for the purchase of 115 acres in Anderson County, KY. Central Kentucky ACA in Frankfort, KY is the participating lender.

Staff recommends 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%.

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

VOTE: Motion Passed; Mr. Noe Abstained.

AF22-0015 Thangdon, Tin

The applicant requested \$250,000 for the purchase of 20 acres with four Tyson broiler barns in Warren County, KY. Farm Credit Mid-America in Glasgow, KY is the participating lender.

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

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

VOTE: Motion Passed; Unanimous.

AF22-0016 Devin, Barker

The applicant requested \$215,400 for the purchase of 85 in Pulaski County, KY. Farm Credit Mid-America in Somerset, KY is the participating lender.

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

Mr. Noe moved to approve the committee recommendation, as presented; Dr. Burdine seconded the motion.

VOTE: Motion Passed; Unanimous.

Expired/Withdrawn Applications

AF21-0099 Mills, Matthew

No action necessary on withdrawn applications.

Closing Remarks

Commissioner Quarles informed the board the next KAFB meeting will be at Franklin County Extension Office on Friday, April 8, 2022 at 10:00 a.m. EST.

Adjournment

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

Ms. Rumpke moved to adjourn the March KAFB board meeting; Mr. Aldridge seconded the motion.

VOTE: Motion Passed; Unanimous.

Meeting adjourned at 11:49 a.m.

APPROVED DATE: 4-13-22

PRESIDING OFFICER: 

Commissioner Ryan Quarles

BOARDS COORDINATOR: 

Hannah Johnson