

The actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the August 17, 2018 regular 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  
Kentucky Exposition Center  
937 Phillips Lane  
Louisville, KY 40209**

**Call to Order**

Keith Rogers (designee for Commissioner Quarles), presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 12:58 p.m. (EDT).

**Roll Call**

The following members were present: Commissioner Quarles, Keith Rogers, Dean Nancy M. Cox, Dr. Kirk Pomper (designee for Dr. M. Christopher Brown II., President), Sarah Butler (designee for Secretary Terry Gill), Mark Barker, Bobby Foree, Fritz Giesecke, Pat Henderson, Stewart Hughes, Dr. Gordon Jones, Katie Moyer and Al Pedigo.

Members absent: Governor Matt Bevin, Wayne Hunt, Jim Mahan and Richard Warner.

**Notification of Media**

Mr. Rogers received verification from Marielle Manning, Public Affairs Manager, that the media had been notified of the KADB monthly meeting.

**Welcome**

Mr. Rogers welcomed everyone to the meeting.

Mr. Rogers provided an update on activities at KDA since the last board meeting.

**Approval of Minutes**

Mr. Rogers entertained a motion to approve the minutes of the July 20, 2018 board meeting.

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

VOTE: Motion Passed; Unanimous.

**Executive Director's Report**

Mr. Rogers yielded the floor to Warren Beeler, Executive Director, to report to the board.

Mr. Beeler presented Wayne Mattingly with a plaque for his service to the board.

Mr. Beeler thanked the Kentucky Pork Producers Association for providing lunch.

Mr. Beeler welcomed Representative Brandon Reed to the meeting.

Mr. Beeler welcomed Jon Park, Executive Director of Constituent Services for the Office of the Governor, to the meeting.

Mr. Beeler welcomed Katie Bouchard, Miss Kentucky 2018, to the meeting.

Mr. Beeler yielded the floor to Brian Lacefield, Farm Service Agency Executive Director, to update the board on the status of the organization.

Mr. Beeler yielded the floor to David Beck, President and CEO of Kentucky Venues, to address the board.

Mr. Beeler yielded the floor to Fritz Giesecke to address the board.

Mr. Giesecke announced that Drew Graham was appointed as Executive Vice President for Kentucky Farm Bureau Federation effective October 1, 2018.

Mr. Beeler introduced new employee Danielle Milbern, Administrative Loan Manager to the board.

Mr. Beeler yielded the floor to Aleta Botts, Executive Director of the Kentucky Center for Rural Development, to update the board on the status of the organization.

Mr. Beeler yielded the floor to Amanda Robertson, United States Department of Agriculture Regional Beginning Farmer Coordinator with Farm Service Agency to provide an update.

Mr. Beeler yielded the floor to Whitney Carmen, Agriculture and Natural Resource Agent from Grayson County, to give a report to the board.

Mr. Beeler updated the board on his activities since the July 20, 2018 board meeting.

#### **Deputy Executive Director's Report**

Commissioner Quarles 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 directed the board's attention to the county account balances report as of July 30, 2018 (on file).

Mr. McCloskey reviewed the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position (on file) as of July 30, 2018.

Mr. McCloskey discussed the GOAP financial report as of July 30, 2018 (on file).

Mr. McCloskey directed the board's attention to the budget page about projections for future projects.

Mr. McCloskey reviewed the Kentucky Agricultural Finance Corporation (KAFC) Statement of Financial Position (on file) as of July 30, 2018.

Mr. Jones moved to accept the KAFC Financial Report; Mr. Hughes seconded the motion.

VOTE: Motion Passed; Unanimous.

Mr. McCloskey referenced a report from U.S. Geological Survey for its project A2018-0013 as a requirement to access the second installment of funding.

Mr. Pedgo had a question regarding Beef Solutions.

Mr. McCloskey yielded the floor to Becky Thompson, Executive Director of Kentucky Beef Network, to address a question from Mr. Pedigo, regarding Beef Solutions.

Commissioner Quarles assumed the chair.

Commissioner Quarles gave a brief update to the board about Kentucky State Fair activities.

### **Old Business**

#### **Memo Action Items**

Commissioner Quarles called on Stefanie Osterman and Biff Baker to present the following memo action items:

#### **A2016-0070                      Hardin County Agricultural Extension Foundation, Inc.**

Ms. Osterman presented a memorandum (*on file*) on the above referenced project regarding, (HCAEF), requesting an additional \$32,491 in State funds funds to match county funds committed on April 4, 2018.

Mr. Henderson moved to approve the committee recommendation, as recommended; Mr. Giesecke seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **A2017-0211                      Kentucky Association of Food Banks, Inc.**

Mr. Baker presented a memorandum (*on file*) on the above referenced request, regarding extending the buying of Kentucky-grown fruits and vegetables from August 31 to October 31, and to be allowed to include feeding children who are eligible for the Child & Adult Care Food Program.

Ms. Butler moved to approve the committee recommendation, as recommended; Mr. Foree seconded the motion.

VOTE: Motion Passed; Unanimous.

### **Presentation**

Cindy Finneseth, Executive Director, Kentucky Horticulture Council presented on the status of the organization, as part of the KADB's 2018 Review Strategy for Statewide investments.

Ms. Finneseth discussed the Kentucky Horticulture Council programs and addressed the following questions posed by the board:

1. Of your program/service categories, which have had the most impact on profitability at the farm level?
2. If you were to eliminate a program/service category, which would it be?
3. How do you see your organization in five years if you had no KADF funding?

### **New Business**

#### **New Applications for Referral<sup>1</sup>**

Commissioner Quarles called on Mr. McCloskey to present new applications for referral.

Mr. McCloskey referenced two (2) new applications for referral.

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

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<sup>1</sup> A detailed list of New Applications for Referral is attached as Appendix A.

VOTE: Motion Passed; Unanimous.

### **Programs Recommended for Approval<sup>2</sup>**

Commissioner Quarles called on Mr. McCloskey to present programs recommended for approval.

Mr. McCloskey referenced five (5) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$952,444: One (1) Youth Ag Incentives Program requesting funds totaling \$15,000. This makes the total programs funding \$967,444.

Mr. McCloskey stated that Menifee County, at this time, has no updated county council; therefore, the request for \$69,950 in CAIP funds must be pended, per board policy, making the total requested funds today \$897,494.

Mr. Hughes moved to approve the program recommendations, as presented; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

### **Requested Program Amendments<sup>3</sup>**

Commissioner Quarles called on Mr. McCloskey to present requested program amendments.

Mr. McCloskey referenced two (2) requested program amendments seeking additional county funds totaling \$55,000.

Dr. Jones moved to approve the program amendments as presented; Dean Cox seconded the motion.

VOTE: Motion Passed; Unanimous.

Commissioner Quarles yielded the chair to Keith Rogers.

### **Project Recommendations for Funding**

Mr. Rogers called on Joe Montgomery and Biff Baker, to present the following recommendations for funding:

#### **A2018-0143                      Wingfield Volunteer Fire Department, Inc.**

Mr. Montgomery referenced the above application from the Wingfield Volunteer Fire Department, Inc., requesting up to \$890 in Edmonson County to purchase two (2) turtle tube grain bin rescue devices.

The White Application Review Committee recommended funding the request for \$890 in Edmonson County funds, subject to terms and conditions.

Mr. Giesecke moved to approve the committee recommendation; Mr. Foree seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **A2018-0145                      University of Kentucky Research Foundation**

Mr. Baker referenced the above application, from the University of Kentucky Research Foundation, requesting up to \$486,085 in State funds over two (2) years to support the State Viticulture and Enology Extension Program.

The White Application Review Committee recommended funding the request for up to \$486,085 in State funds subject to terms and conditions.

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<sup>2</sup> A detailed list of applications funded under the listed programs is attached as Appendix B.

<sup>3</sup> A detailed list of program amendments is attached as Appendix C.

Mr. Hughes moved to approve the committee recommendation, at a reduced amount of \$390,189; Ms. Moyer seconded the motion.

VOTE: Motion Passed; Unanimous; Cox abstained.

**A2018-0156 Kentucky Department of Agriculture**

Mr. Montgomery referenced the above application from the Kentucky Department of Agriculture requesting up to \$525,000 in State funds over a two (2) year period to continue to fund the Kentucky Grape and Wine Council.

The White Application Review Committee recommended funding the request for up to \$525,000 in State funds.

Mr. Rogers called for a five minute recess.

Patsy Wilson, UK Extension Specialist: Viticulture, explained that the Grape and Wine Council focuses more on the marketing side, while the Research Foundation focuses on growth hardiness, growing season, pruning, canopy management, overwintering etc.

Mr. Rogers stated the program used to be funded out of the general fund, but was not funded in the last biennial budget. He also pointed out that Kentucky Department of Agriculture still supports the administrative needs of the Grape and Wine Council.

Mr. Foree moved to table this project; Mr. Henderson seconded the motion.

VOTE: Motion Passed; Unanimous.

**On-Farm Energy Efficiency Incentives Program Funding<sup>4</sup>**

Mr. McCloskey presented a memorandum (*on file*) regarding the 2018 On-Farm Energy Efficiency Incentives Program Round 2 applications.

The On-Farm Energy Committee recommends approving the eight (8) requests for a total of \$68,190.

Ms. Henderson moved to approve the committees recommendation, as presented; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Unanimous

**Pending Applications**

Mr. McCloskey referenced the following three (3) pending applications:

A2017-0173	Two Rivers Fisheries, Inc.
A2018-0140	JSW Farm Chop Shop, Inc.
A2018-0166	Nicholas County Conservation District

No action necessary on pending applications.

**Closing Remarks**

Mr. Rogers stated that the White Application Review Committee would meet immediately upon adjournment of this meeting in this room.

Mr. Rogers stated the KADB's Kentucky Department of Agriculture Recipient Review Committee will meet immediately following the adjournment of the White Application Review Committee meeting in this room.

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<sup>4</sup> A detailed list of On-Farm Energy awards is attached as Appendix D

Mr. Rogers stated that the next KADB meeting is on Friday September 21, 2018 beginning at 10:00 a.m. (EDT) at the Franklin County Extension Office, Frankfort, KY 40601.

**Adjournment**

Mr. Rogers entertained a motion to adjourn.

Mr. Barker moved to adjourn the August KADB meeting; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Unanimous.

The KADB meeting adjourned at 3:38 p.m. (EDT).

APPROVED DATE: 9-21-18

PRESIDING OFFICER: [Signature]

BOARD SECRETARY: Tracey Park  
Tracey Park

## Appendix A: New Applications for Referral

APP #	Applicant	COUNTY
A2018-0165	Greenup County Fiscal Court <i>Agricultural Building Improvements</i>	Greenup
A2018-0169	Kentucky Department of Agriculture <i>Kentucky Proud Program</i>	_ALL

**Appendix B: Programs Recommended for Approval**

<b>CAIP</b>			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2018-0162	Metcalfe County Conservation District	Metcalfe	\$192,494.00
A2018-0163	Menifee County Beef Producers, Inc.	Menifee	\$69,950.00
A2018-0164	Buffalo Trace Area Development District, Inc.	Mason	\$200,000.00
A2018-0167	Green County Cattlemen's Association, Inc.	Green	\$180,000.00
A2018-0168	Barren County Conservation District	Barren	\$310,000.00
			<b>\$952,444.00</b>

<b>Youth Ag Incentives Program</b>			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2018-0161	Carroll County Conservation District	Carroll	\$15,000.00
			<b>\$15,000.00</b>

Total County Funds Recommended for Approval in Programs: **\$967,444.00**



## Appendix C: Requested Program Amendments

**App #** A2018-0029  
**Applicant Name** Clinton County Farm Bureau Federation  
**Original Amount Approved** \$102,000  
**Execution Date** 4/11/2018  
**Requested Change** The applicant requests an additional \$90,000 in Clinton 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 \$192,000.  
**Recommend Approval**

**App#** A2018-0133  
**Applicant Name** Mercer County Conservation District  
**Original Amount Approved** \$168,053  
**Execution Date** 7/9/2018  
**Requested Change** The applicant requests an additional \$20,711 in Mercer 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 \$188,764.  
**Recommend Approval**

**Appendix D: On-Farm Energy Programs Recommended for Approval**

<b>APP #</b>	<b>APPLICANT</b>	<b>COUNTY</b>	<b>FUNDS REQUESTED</b>
A2018-0148	<b>Kenneth R. Snyder</b> <i>On-Farm Energy - Poultry</i>	Breckinridge	\$10,150.00
A2018-0151	<b>LaVern Litwiller</b> <i>On-Farm Energy - Poultry</i>	Calloway	\$10,150.00
A2018-0152	<b>Henpecked Farms, Inc.</b> <i>On-Farm Energy - Poultry</i>	Wayne	\$4,805.00
A2018-0153	<b>Heritage Farms</b> <i>On-Farm Energy - Poultry</i>	Butler	\$10,150.00
A2018-0155	<b>Handyville Poultry, LLC</b>	Daviess	\$10,150.00
A2018-0157	<b>Millerdale Farms</b> <i>On-Farm Energy - Dairy</i>	Christian	\$10,150.00
A2018-0158	<b>Dropseed Native Plant Nursery</b> <i>On-Farm Energy - Vegetable</i>	Oldham	\$10,150.00
A2018-0159	<b>Robert Scott Beachamp</b> <i>On-Farm Energy - Dairy</i>	Barren	\$2,485.00

# Appendix E: White Application Committee Meeting Minutes

<b>Meeting Date:</b>	8/17/2018
<b>Meeting Location:</b>	Kentucky Exposition Center, Louisville, KY 40209 Saddle & Sirloin Club Room
<b>Meeting Chair:</b>	Bill McCloskey
<b>Attendees:</b>	Gordon Jones, Keith Rogers, Fritz Giesecke, Katie Moyer, Biff Baker, Steve Doan and Warren Beeler
<b>Minutes Issued By:</b>	Joseph Montgomery
<b>Meeting Call to Order:</b>	3:40 p.m.
<b>Meeting Adjourned:</b>	3:55 p.m.

<b>Agenda Items:</b> Pending and New applications	
<ol style="list-style-type: none"> <li>1. A2018-0140 JSW Farm Chop Shop Inc.           <ol style="list-style-type: none"> <li>a. Remain in pended status to gather more financial information.</li> </ol> </li>   <li>2. A2018-0165 Greenup County Fiscal Court           <ol style="list-style-type: none"> <li>a. Recommend to approve as submitted.</li> </ol> </li> </ol>	