

he actions delineated below were taken in open session of the Kentucky Agricultural Development Board at the November 15, 2019 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**

**Call to Order**

Keith Rogers, (designee for Commissioner Quarles), presiding, called the Kentucky Agricultural Development Board (KADB) regular business meeting to order at 9:45 a.m. (EST).

**Roll Call**

The following members were present: Keith Rogers (designee for Commissioner Quarles), presiding, Sarah Butler (designee for acting Secretary Vivek Sarin), Dean Nancy Cox, Dr. Kirk Pomper (designee for Dr. M. Christopher Brown II., President), Mark Barker, Bobby Foree, Fritz Giesecke, Pat Henderson, Matt Hinton, Wayne Hunt, Dr. Gordon Jones, Katie Moyer and Al Pedigo.

Members absent: Governor Bevin, Stewart Hughes, and Jim Mahan.

**Notification of Media**

Keith Rogers received verification from Marielle McElmurray, Director of Public Affairs, that the media had been notified of the KADB monthly meeting.

**Welcome**

Keith Rogers welcomed everyone to the meeting.

Mr. Rogers updated the board on the activities of Kentucky Department of Agriculture (KDA).

Mr. Rogers stated the Kentucky Proud Holiday Campaign has been launched and will continue throughout the holiday season.

Mr. Rogers updated the board on the USDA hemp rule and how KDA will update Kentucky's regulations to be compliant with the federal rule by the Hemp Summit on December 4, 2019.

Mr. Rogers stated the 2020 hemp application period is now open and updated the board on the 2019 hemp harvest across the state.

Mr. Rogers updated the board on recent staff changes within KDA.

**Executive Director's Report**

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

Mr. Beeler yielded the floor to Dr. Pomper to introduce Kentucky State University's recent hires: Dr. Eric Yang, Director of International Affairs and Global Agriculture Programs, Dr. Marcus Bernard, Associate

Professor of Agricultural Economics and Rural Sociology and Dr. Oliver Freeman, Assistant Professor of Agronomy/Vegetable Production.

Mr. Beeler updated the board on activities at the North American International Livestock Exposition and the number of entries. Mr. Beeler mentioned the important impact the KADB investment has made on the success and efficiency of the exposition.

Mr. Beeler mentioned Dean Food's chapter 11 bankruptcy filing and progress on long-range planning and new funding that may be able to help the company.

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

Mr. Beeler yielded the floor to Dr. Chad Lee, Executive Director of the UK Grain and Forage Center of Excellence, to update the board on the activities of the center. Dr. Lee stated the center will hold the Winter Wheat Meeting on January 7, 2020.

Mr. Beeler yielded the floor to David Embry, Agriculture and Natural Resource Extension Agent in Edmonson County, to address the board.

Mr. Beeler yielded the floor to Adam Probst, Agriculture and Natural Resource Extension Agent in Woodford County, to update the board on changes within the UK Cooperative Extension Service (CES) structure.

In response to a question from Mr. Pedigo, Mr. Probst further explained the budget changes in the new CES structure.

Mr. Beeler updated the board on his activities since the last board meeting.

#### **Approval of Minutes**

Mr. Rogers entertained a motion to approve the minutes of the October 18, 2019 board meeting.

Mr. Henderson moved to approve the minutes, with Appendix C future committee meeting date change; Mr. Hunt seconded the motion.

VOTE: Motion Passed; Unanimous.

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

Mr. Rogers yielded the floor to Bill McCloskey, GOAP Deputy Executive Director, to report to the board.

Mr. McCloskey referenced the November 2019 Kentucky Broadcaster's Association, Public Education Partnership (PEP) Program.

Mr. McCloskey reviewed the KAFC Statement of Financial Position (*on file*) as of October 31, 2019.

Mr. McCloskey referenced the Kentucky Agricultural Development Fund State Pool Tobacco Funds (*on file*) as of October 29, 2019.

Mr. McCloskey reviewed the Kentucky Agricultural Development Fund Cash Flow (*on file*) as of October 29, 2019.

Mr. McCloskey reviewed Kentucky Agricultural Development Fund County Balances (*on file*) as of October 23, 2019.

Mr. McCloskey reviewed the Kentucky Agricultural Finance Corporation meeting agenda (*on file*) as of November 8, 2019.

Mr. McCloskey explained changes to the loan program guidelines approved at the November 8, 2019 KAFC board meeting.

Mr. McCloskey referenced the Kentucky Agricultural Finance Corporation Applications (*on file*) as of November 8, 2019.

Mr. Pedigo moved to approve the KAFC Statement of Financial Position; Mr. Giesecke seconded the motion.

VOTE: Motion Passed; Unanimous.

### **Committee Reports**

#### **On-Farm Water Management Committee**

Mr. Rogers yielded the floor to Mr. Henderson to provide the On-Farm Water Management Committee report.

Mr. Henderson moved to approve the committee report, as presented; Mr. Hinton seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **Kentucky Beef Network Recipient Review Committee**

Mr. Rogers yielded the floor to Mr. Hinton to provide the Kentucky Beef Network Recipient Review Committee.

Mr. Hinton moved to approve the committee report, as presented; Mr. Barker seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **Kentucky Horticulture Council Recipient Review Committee**

Mr. Rogers yielded the floor to Mr. Giesecke to provide the Kentucky Horticulture Council Recipient Review Committee Report.

### **Presentations**

#### **A2018 – 0189**

#### **Kentucky Horticulture Council**

Mr. Rogers yielded the floor to Sandra Gardner to introduce Dr. Cindy Finneseth, Executive Director of the Kentucky Horticulture Council, to present to the board as required by the legal agreement.

Mr. Giesecke moved to approve the presentation and release second year funding for A2018-0189; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **2020 KADB Pollicy and Guidelines Revisions Final Authorization**

Mr. Rogers yielded the floor to Ms. Gardner and Stefanie Osterman to present the 2020 KADB Policy and Guidelines Revisions for approval.

#### **On-Farm Efficiency Incentives**

Ms. Butler moved to approve the revisions, as presented; Ms. Moyer seconded the motion.

VOTE: Motion Passed; Unanimous.

#### Deceased Farm Animal Removal (DAR)

Ms. Moyer moved to approve the revisions, as presented; Mr. Hinton seconded the motion.

VOTE: Motion Passed; Unanimous.

#### Next Generation Farmer (NextGen)

Ms. Moyer moved to approve the revisions, as presented; Mr. Barker seconded the motion.

VOTE: Motion Passed; Unanimous.

#### Shared-Use Equipment

Mr. Hinton moved to approve the revisions, as presented; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

#### Youth Agricultural Incentives

Ms. Moyer moved to approve the revisions, as presented; Mr. Foree seconded the motion.

VOTE: Motion Passed; Unanimous.

#### County Agricultural Investment Program (CAIP) CAIP Standard Guidelines

Mr. Hinton moved to approve the revisions, as presented; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; with objection.

#### CAIP Investment Areas

In response to a question from Mr. Foree regarding the Large Animal Investment Area, Dr. Jones explained the importance of genomically tested bulls under "Cattle – Beef and Dairy" section.

In response to a question from Ms. Butler regarding the Technology and Leadership Development Investment Area, staff further explained the suggested changes regarding adding drones for agricultural purposes under "Miscellaneous Equipment".

Mr. Hinton moved to table the approval of drones for agricultural purposes under "Miscellaneous Equipment" in the Technology and Leadership Development Investment Area, Ms. Butler seconded the motion.

VOTE: Motion Passed; Unanimous.

Mr. Barker moved to approve the revisions as amended; Mr. Hunt seconded the motion.

VOTE: Motion Passed; Unanimous.

#### Project Guidelines

Ms. Butler moved to reauthorize guidelines for the Community Gardens and Farmers Market projects, as presented; Mr. Foree seconded the motion.

VOTE: Motion Passed; Unanimous.

General Policies  
State Fund Support to Counties with Limited Allocations

Mr. Henderson moved to approve, as presented; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

**Memo Action Items**

Mr. Rogers called on Renee Carrico and Danielle Milbern to present the following memo action items:

**A2018 – 0126                      Kentucky State Fair Board**

Ms. Carrico presented a memorandum (*on file*) on the above referenced project requesting a four (4) month time extension to finalize the grading and process final invoices. The new expiration date would be February 1, 2020.

Staff recommends approval.

Mr. Pedigo moved to approve the staff recommendation, as presented; Ms. Moyer seconded the motion.

VOTE: Motion Passed; Unanimous.

**A2018 – 0195                      LaRue County Board of Education**

Ms. Milbern presented a memorandum (*on file*) on the above referenced project requesting a six (6) month time extension until June 25, 2020 to complete its project.

Staff recommends approval.

Mr. Giesecke moved to approve the staff recommendation, as presented; Mr. Hinton seconded the motion.

VOTE: Motion Passed; Unanimous.

**A2019 – 0104                      Metcalfe County 4-H Council, Incorporated**

Ms. Milbern presented a memorandum (*on file*) on the above referenced project requesting a budget amendment.

The White Application Review Committee recommends modifying the budget to allow \$0.50 per \$1.00 on the following budget items: transportation to Clifty Farms, transportation to the Kentucky State Fair and the 18 country hams for the youth. The total KADF funds committed will not exceed \$1,350.

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

In response to a question from Mr. Foree, staff explained the recommendation for denying the original request of \$1.00 per \$1.00 reimbursement.

VOTE: Motion Passed; Unanimous.

**New Business**

**New Applications for Referral**

Mr. Rogers called on Mr. McCloskey to present new applications for referral.

Mr. McCloskey referenced four (4) new applications for referral.

Mr. Henderson moved to refer the submitted applications to the appropriate committees; Mr. Hinton seconded the motion.

VOTE: Motion Passed; Unanimous.

### **Programs Recommended for Approval**

Mr. Rogers called on Mr. McCloskey to present programs recommended for approval.

Mr. McCloskey referenced three (3) County Agricultural Investment Program (CAIP) applications requesting county funds totaling \$413,725; One (1) Deceased Animal Removal Program application requesting county funds totaling \$7,500; One (1) Next Generation Farmer application requesting county funds totaling \$40,000; Three (3) Shared-Use applications requesting funds totaling \$34,953; and One (1) Youth Ag Incentives Program application requesting county funds totaling \$25,000. The total County funds recommended for approval in all programs was \$521,178.

Mr. Pedigo moved to approve the approve the programs, as presented; Mr. Giesecke seconded the motion.

VOTE: Motion Passed; Unanimous.

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

Mr. Rogers called on Mr. McCloskey to present requested program amendments.

Mr. McCloskey referenced two (2) counties requesting additional funds for existing CAIPs (Adair, \$10,500; Garrard, \$20,863) for total additional funding of \$31,363.

Mr. Giesecke moved to approve the program amendments as presented; Dr. Jones seconded the motion.

VOTE: Motion Passed; Unanimous.

### **Project Recommendations for Funding**

Mr. Rogers called on Ms. Carrico and Ms. Milbern to present the following recommendations for funding:

#### **A2018 – 0211**

#### **University of Kentucky Reserarch Foundation**

Ms. Carrico referenced the above application requesting \$200,000 in multiple County and State funds to develop a multi-faceted, web-based mobile application software program for Kentucky beef producers.

The Blue Application Review Committee recommends approving the request for up to \$200,000 in multiple County and State funds, subject to terms and conditions.

In response to a question from Dr. Jones, Dr. Richard Coffey, Chair of UK Department of Animal and Food Sciences, explained the differences of this application compared to other applications available.

Dean Cox stated this application has not been finally approved by the UK Research Foundation.

Mr. Foree moved to approve the committee recommendation, as presented; Ms. Moyer seconded the motion

VOTE: Motion Passed; Unanimous.

#### **A2019 – 0236**

#### **Kentucky Sheep and Goat Development Office, Inc.**

Ms. Milbern referenced the above application requesting \$183,475 in State funds for two (2) years to create an online comprehesnsive educational program and Kentucky Natural Fiber Center in Millersburg, Kentucky.

The Blue Application Review Committee recommends funding the request for up to \$183,475 in State funds, subject to terms and conditions.

In response to a question from Dr. Jones, staff stated KADF funding will not be released until FMPP grant approval has been confirmed.

Mr. Giesecke moved to approve the committee recommendation, as presented; Dean Cox seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **Recommendtons for No Funding**

**A2019 – 0203 World Heritage Animal Genomic Resources, Inc.**

Ms. Carrico referenced the above application requesting \$1,651,032 in State funds to build a training and conservation center in Mt. Sterling, KY.

The Blue Application Review Committee recommends denying the request due to limited producer impact.

Dr. Jones moved to approve the committee recommendation, as presented; Mr. Pedigo seconded the motion.

VOTE: Motion Passed; Unanimous.

#### **Pending Applications**

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

- A2019 – 0045 Brown Ag, LLC
- A2019 – 0227 Russell County Jaycee's, Inc.
- A2018 – 0233 Pennington Stave and Cooperage, LLC

No action necessary on pending applications.

#### **Withdrawn Applications**

Mr. McCloskey referenced the following withdrawn application:

- A2019 – 0237 University of Kentucky Research Foundation

No action necessary on withdrawn applications.

#### **Closing Remarks**

Mr. Rogers stated the Blue Application Review Committee would meet at 1:00 p.m. (EST) in Room B105.

Mr. Rogers stated the KADB/KAFC Joint Hemp Committee would meet at 3:00 p.m. (EST) in Room B105.

Mr. Rogers stated that the next KADB meeting would be on December 20, 2019 at the Franklin County Extension Office in Room E/F, Frankfort, KY.

#### **Adjournment**

Mr. Rogers entertained a motion to adjourn.

Mr. Giesecke moved to adjourn the November KADB meeting; Mr. Hinton seconded the motion.

VOTE: Motion Passed; Unanimous.

The KADB meeting adjourned at 12:00 p.m. (EST).

APPROVED DATE: 12-20-19

PRESIDING OFFICER: [Signature]

BOARD SECRETARY: Marielle McElmurray  
Marielle McElmurray

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1. A detailed list of the New Applications for Referral is attached as Appendix A
  2. A detailed list of the applications funded under the listed programs is attached as Appendix B
  3. A detailed list of amendments funder under the listed programs is attached as Appendix C
  4. A copy of the On-Farm Water Management Committee minutes is attached as Appendix D
  5. A copy of the Kentucky Beef Network Recipient Review Committee minutes is attached as Appendix E
  6. A copy of the Kentucky Horticulture Council Recipient Review Committee minutes is attached as Appendix F
  7. A copy of the Kentucky Agricultural Development Board 2020 Policy and Guideline Revisions is attached as Appendix G
  8. A copy of the KADB Blue Application Review Committee minutes is attached as Appendix H
  9. A copy of the Joint Committee on Industrial Hemp Meeting minutes is attached as Appendix I



**Appendix A: New Applications for Referral**

| APP #      | APPLICANT                                                       | COUNTY  | Cmte. |
|------------|-----------------------------------------------------------------|---------|-------|
| A2019-0243 | City of Berea<br><i>Farmers Market &amp; Multi-Use Pavilion</i> | Madison | Blue  |
| A2019-0244 | Hart County Fiscal Court<br><i>Feasibility Study</i>            | Hart    | Blue  |
| A2019-0245 | Lions Club, Inc. of Temple Hill<br><i>Facility Enhancements</i> | Barren  | Blue  |
| A2019-0250 | Penn's Country Ham<br><i>Expansion Project</i>                  | Taylor  | Blue  |
| A2019-0252 | Barren County Fiscal Court<br><i>Feasibility Study</i>          | Barren  | Blue  |

## Appendix B: Programs Recommended for Approval

### CAIP

| <u>Application</u> | <u>Program Administrator</u>                             | <u>County</u> | <u>Funds Requested</u> |
|--------------------|----------------------------------------------------------|---------------|------------------------|
| A2019-0239         | Gallatin County Farm Bureau of Gallatin County, Kentucky | Gallatin      | \$130,000.00           |
| A2019-0246         | Leslie County Conservation District                      | Leslie        | \$44,763.00            |
| A2019-0247         | Fleming County Conservation District                     | Fleming       | \$238,962.00           |
|                    |                                                          |               | <b>\$413,725.00</b>    |

### Deceased Farm Animal Removal (DAR)

| <u>Application</u> | <u>Program Administrator</u>         | <u>County</u> | <u>Funds Requested</u> |
|--------------------|--------------------------------------|---------------|------------------------|
| A2019-0241         | Madison County Conservation District | Madison       | \$7,500.00             |
|                    |                                      |               | <b>\$7,500.00</b>      |

### Next Generation Farmer (NextGen)

| <u>Application</u> | <u>Program Administrator</u>         | <u>County</u> | <u>Funds Requested</u> |
|--------------------|--------------------------------------|---------------|------------------------|
| A2019-0248         | Fleming County Conservation District | Fleming       | \$40,000.00            |
|                    |                                      |               | <b>\$40,000.00</b>     |

### Shared-Use Equipment Program

| <u>Application</u> | <u>Program Administrator</u>                                 | <u>County</u> | <u>Funds Requested</u> |
|--------------------|--------------------------------------------------------------|---------------|------------------------|
| A2019-0240         | Garrard County Conservation District                         | Garrard       | \$25,500.00            |
| A2019-0242         | Madison County Farm Bureau, Inc. of Madison County, Kentucky | Madison       | \$5,272.00             |
| A2019-0249         | Clinton County Soil Conservation District                    | Clinton       | \$4,181.00             |
|                    |                                                              |               | <b>\$34,953.00</b>     |

### Youth Ag Incentives Program (Youth)

| <u>Application</u> | <u>Program Administrator</u>         | <u>County</u> | <u>Funds Requested</u> |
|--------------------|--------------------------------------|---------------|------------------------|
| A2019-0238         | Fleming County Conservation District | Fleming       | \$25,000.00            |
|                    |                                      |               | <b>\$25,000.00</b>     |

Total County Funds Recommended for Approval in Programs: **\$521,178.00**

## Appendix C: Requested Program Amendments

**App #** A2019-0139  
**Applicant Name** Adair County Cattlemen's Association  
**Original Amount Approved** \$187,000  
**Execution Date** 06/27/2019  
**Requested Change** The applicant requests an additional \$10,500 in Adair 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 \$197,500.  
**Recommend Approval**

**App#** A2019-0118  
**Applicant Name** Garrard County Farm Bureau  
**Original Amount Approved** \$234,540  
**Execution Date** 06/03/2019  
**Requested Change** The applicant requests an additional \$20,863 in Garrard 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 \$255,403.  
**Recommend Approval**

# Appendix D: On-Farm Water Management Committee Meeting Minutes



|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |                                                                                                                                                                                                                                                              |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Meeting Date:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | November 12, 2019                                                                                                                                                                                                                                            |
| <b>Meeting Location:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | Kentucky Exposition Center<br>937 Phillips Lane<br>Louisville, KY 40209                                                                                                                                                                                      |
| <b>Committee Chair:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | Pat Henderson                                                                                                                                                                                                                                                |
| <b>Attendees:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | Committee members: Fritz Giesecke, Pat Henderson, John Dix, Eddie Melton and Al Pedigo<br>DOW Staff: Dale Booth, Bill Caldwell and Alice Mandt<br>KFB Staff: Joe Cain<br>KCARD: Spencer Guinn<br>GOAP Staff: Warren Beeler, Renee Carrico and Bill McCloskey |
| <b>Minutes Issued By:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | Renee Carrico                                                                                                                                                                                                                                                |
| <b>Meeting Call to Order:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | 4:00 p.m. EST                                                                                                                                                                                                                                                |
| <b>Meeting Adjourned:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 6:15 p.m. EST                                                                                                                                                                                                                                                |
| <b>Agenda Items:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |                                                                                                                                                                                                                                                              |
| <p><b>I. A2019-0045 Brown Farms, LLC. – RDD</b><br/>The Committee recommends funding the project for \$213,408 in KADF State funds.</p> <ul style="list-style-type: none"> <li>Recommended terms include an option for a time extension or 2 year Legal Agreement to ensure completion of project.</li> </ul>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                                                                                                                                                                                                                                              |
| <p><b>II. A2018-0231 Sustainable Harvest – PIP</b><br/>The Committee recommends approving the applicant request for budget revision and amending the Legal Agreement to reflect KADF State funds at 50% of total project costs.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                                                                                              |
| <p><b>III. Updates on Current Projects</b></p> <ul style="list-style-type: none"> <li>A2017-0214 Kentucky Division of Water – RDD<br/>GOAP and DOW staff gave an update on the progress of the 3 tier project through Morehead State. A time extension request will be presented to KADB at the December 20, 2019 Meeting.</li> <li>A2018-0193 David R. Appleman – RDD<br/>Project is complete.</li> <li>A2018-0199 Litsinger Enterprises, LLC – PIP<br/>GOAP Staff gave an update on project timeline for completion as end of 2019.</li> <li>A2019-0023 Imel’s Greenhouse – RDD<br/>GOAP Staff gave an update on project timeline for completion as Spring of 2020.</li> <li>A2019-0194 Brangers Angus Farm – PIP<br/>GOAP Staff gave an update on project timeline and legal agreement signature.</li> </ul> |                                                                                                                                                                                                                                                              |

## Appendix D: On-Farm Water Management Committee Meeting Minutes



### IV. Final Discussions

- GOAP Staff and the Technical Advisory Group (TAG) presented to the committee drafts of proposed edits to the program for 2020.
- Committee asked that members of TAG and GOAP edit per recommendation and submit final documents for approval at KADB December 20, 2019 Meeting.
- Committee recommended removing any restriction on percentage of funds allocated to RDD projects versus PIP projects from 2020 program.
- Committee recommended that a request be made at December KADB for all remaining, unallocated funds (\$562,149) and an additional \$437,851 in KADF State funds be approved for the 2020 OFWM Program. Total funds available for 2020 program would be \$1,000,000 upon approval.
- Next Meeting Date was set for February 19, 2020 at 2 p.m. at the Hardin County Extension Office in Elizabethtown, KY.

There being no further business, the meeting was adjourned.

# Appendix E: KBN Recipient Review Committee Meeting Minutes

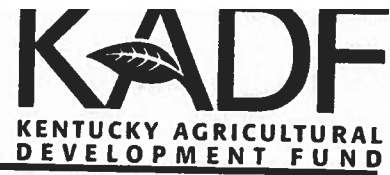


|                               |                                                                                                                                                                                                                       |
|-------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Meeting Date:</b>          | 11/14/19                                                                                                                                                                                                              |
| <b>Meeting Location:</b>      | Governor's Office of Ag Policy                                                                                                                                                                                        |
| <b>Meeting Chair:</b>         | Matt Hinton                                                                                                                                                                                                           |
| <b>Attendees:</b>             | Committee: Matt Hinton, Al Pedigo, John McCauley, Jim Mahan<br>GOAP Staff: Stefanie Osterman, Sandra Gardner, Bill McCloskey, Shelby Wade<br>KBN staff: Becky Thompson, Dave Maples,<br>UK staff: Dr. Jeff Lehmkuhler |
| <b>Minutes Issued By:</b>     | Stefanie Osterman                                                                                                                                                                                                     |
| <b>Meeting Call to Order:</b> | 2:00 pm                                                                                                                                                                                                               |
| <b>Meeting Adjourned:</b>     | 4:00 pm                                                                                                                                                                                                               |

## Agenda Items:

1. Grant Benchmarks, Goals and Objectives- Progress Update
  - a. Budget vs Expenditures
    - i. All expenditures are on track to be spent in a timely manner.
  - b. Post Weaning Value-Added Program
    - i. Pre-Condition PVAP-benchmark is on track  
13 producers from 11 counties have expressed interest
    - ii. Feedlot PVAP-benchmark is on track  
11 producers from 10 counties have expressed interest
  - c. Value Chain Marketing-benchmark is on track  
21 producers enrolled
  - d. BQCA Cattle Handling & Care-benchmarks exceeded
    - i. 7505 active enrolled producers and 115 KY BQCA trainers
    - ii. Next modules that will be added will be on health issues and calving.
  - e. Integrated Reproductive Management Farm Program-benchmarks exceeded.
    - i. 5 field days with 650 in attendance
    - ii. 53 farm visits
  - f. Linking Environment and Farming-benchmarks exceeded
    - i. 6 tours have been conducted and several renovations have been made
  - g. KBN Field Associates-benchmarks met
    - i. 40 new contacts across the state and 75 farm visits
  - h. Beef Cow-Calf conference
    - i. 12 conferences to be held Dec 2019-Fall 2020
  - Master Cattlemen-benchmark is on track.
    - i. 4 programs to be held Sept-Dec 2019 and 2 more are to be scheduled.
  - i. Applied Master Cattlemen-benchmark not met yet
    - i. program planning in process
  - j. Backgrounding Short Course-benchmark exceeded

# Appendix E: KBN Recipient Review Committee Meeting Minutes



**Agenda Items:**

- i. 26 showed up for class
- k. Master Grazer-benchmark exceeded
  - i. 4 events with 321 participants
- 2. Next presentation-December 20, 2019
- 3. Next meeting-June 2020, 2019

# Appendix F: Kentucky Horticulture Council Recipient Review Committee Meeting Minutes



|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                        |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Meeting Date:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | November 15, 2019                                                                                                                                      |
| <b>Meeting Location:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | Kentucky Exposition Center, Louisville, KY, South Wing B Room 108                                                                                      |
| <b>Committee Chair:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | Fritz Giesecke                                                                                                                                         |
| <b>Attendees:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | Dr. Kirk Pomper, Bobby Foree, Fritz Giesecke, Keith Rogers, Rob Goff, Bill McCloskey, Warren Beeler, Cindy Finneseth, Marielle McElmurray, Shelby Wade |
| <b>Minutes Issued By:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | Shelby Wade                                                                                                                                            |
| <b>Meeting Call to Order:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 | 8:15 a.m.                                                                                                                                              |
| <b>Meeting Adjourned:</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | 9:10 a.m.                                                                                                                                              |
| <p>I. A2018-0189 Grant, 2<sup>nd</sup> Period Fiscal Information</p> <p>II. Benchmarks, Goals &amp; Objectives – Second Triannual Report</p> <p style="padding-left: 20px;">a. Dr. Finneseth updated the committee on the progress of the project categories:</p> <p style="padding-left: 40px;">i. On-Farm Demonstrations &amp; Consultations</p> <p style="padding-left: 40px;">ii. Development and Evaluation of Production and Marketing Systems</p> <p style="padding-left: 40px;">iii. Horticulture Market Research, Analysis and Marketing Education</p> <p style="padding-left: 40px;">iv. Sustainable Market Access &amp; Demand for Horticultural Products, Food Safety (GAPs Audit) Cost-Share Program</p> <p style="padding-left: 20px;">b. All benchmarks have been met or exceeded.</p> <p>III. Discussion</p> <p style="padding-left: 20px;">a. Dr. Finneseth led a discussion on the budget and explained that more funds have been spent since the report was sent in September. She also updated the committee on the other funding sources pursued. Finally, she invited the committee members to attend field days scheduled for the spring.</p> <p style="padding-left: 20px;">b. In response to a question from Mr. Foree, Dr. Finneseth further explained the NFU Water Quality Testing grant.</p> <p>IV. There being no further business, the meeting was adjourned.</p> <p>V. Next Meeting – Friday, March 20, 2020 at 8:15 a.m.</p> |                                                                                                                                                        |



# APPENDIX G



## 2020 GUIDELINE REVISIONS FOR FINAL AUTHORIZATION

*The following are changes with consensus, based on a majority of responses to the 2020 KADB Questionnaire.*

### Deceased Farm Animal Removal (DAR):

#### GUIDELINES:

Reauthorize for 2020

Modify funding limit from "\$7,500" to "\$15,000" not to exceed 25 percent of the total program budget

### On-Farm Energy Efficiency Incentives:

*This section applies ONLY to the state energy program. It is not relevant to the CAIP energy investment area.*

#### GUIDELINES:

Reauthorize for 2020, allocating a total of \$400,000

Revised submission deadlines: April 24, 2020, August 28, 2020, December 26, 2020

Add "Reimbursements for purchases, including labor, from the producer's immediate family (e.g. father/mother, son/daughter, brother/sister, aunt/uncle, niece/nephew), including in-laws and step family, are not eligible."

Add "Projects totaling more than \$50,000 are required to provide documentation of funding sources."

### Next Generation Beginning Farmer (NextGen):

*Reauthorize for 2020; No changes.*

### Shared-Use Equipment:

*Reauthorize for 2020; No changes.*

### Youth Agricultural Incentives Program:

*Reauthorize for 2020; No changes.*

### Project Guidelines:

Community Gardens - *Reauthorize for 2020; No changes.*

Farmers Markets - *Reauthorize for 2020; No changes.*

On-Farm Water Management - *To be reviewed at a later date.*

## County Agricultural Investment Program (CAIP):

### STANDARD GUIDELINES:

Add to Producer Eligibility VI.A. **"4. Applicants shall have completed a Kentucky Agriculture Water Quality Act (AWQA) Plan with either the complete plan or a self-certification form on-file at the conservation district office for the farm for which CAIP funding is requested."**

**Instituting for 2020** producers shall submit proof of payment (e.g. cancelled check, credit card statement, etc.) with reimbursement requests. *Effective 1/1/2019*

**Instituting for 2020**, the program administrator (*individual(s) managing the program*) **and** members of his/her household will be ineligible to apply for CAIP. *Effective 1/1/2019*

### CAIP INVESTMENT AREAS:

#### All Applicable Investment Areas:

Add the cost of participation in a master-level ag education program (e.g. Master Cattleman, Master Gardener, Master Logger, Small Ruminant Profit School, Advanced Beekeeping, etc.)

#### Agricultural Diversification:

Add certified hemp seed  
*(as outlined in hemp policy)*

#### Animal, Large:

##### A. Cattle - Beef & Dairy

Add to *Prerequisites* for "1. Genetics" - "Beginning 2021, all bulls purchased through this program must be genomically tested (genomic-enhanced EPDs)."

Add to "3. Milk Production" - milk weigh meters / weigh jars

Add biosecurity signage (*all livestock investment areas*)

#### Animal, Small:

Add biosecurity signage (*all livestock investment areas*)

Add to bees - incubator to hatch queen bee eggs

Remove from goat/sheep - Breeding Soundness Evaluation (BSE) requirement for breeding males

#### Farm Infrastructure:

Remove tarps, ropes and tie downs for hay storage from "Farm Storage Facilities"

#### Fencing & On-Farm Water:

Add to fencing - post drivers

Add to on-farm water - small water treatment facility to treat service water for livestock

Add Rotational Grazing Starter Kit

Add to on-farm water - gutters for water harvesting

#### Forage & Grain Improvement:

Add cost of hay testing

Add broadcast seeder/spreader

Add Rotational Grazing Starter Kit

Add scales / scale kits for grain cart (retro-fitting)

#### Poultry & Other Fowl:

Add poultry pH meter, ammonia reader, relative humidity meter

#### Technology & Leadership Dev.:

Add drones for agricultural purposes, not to exceed a specific amount TBD

## General Policies / Priorities:

### Priority Ranking:

|     | Priority:                                                                                           | Wtd. Total | Change from 2017 |
|-----|-----------------------------------------------------------------------------------------------------|------------|------------------|
| 1.  | <b>Capital Access:</b> agri-business investments, agri-economic development funding pool            | 52         | -                |
| 2.  | <b>On-Farm Investments</b> (production, agritourism)                                                | 43         | +1               |
| 3.  | <b>Beginning Farmers:</b> education, mentors                                                        | 36         | +2               |
| 4.  | <b>Livestock Marketing, Development</b>                                                             | 23         | -                |
| 5.  | <b>Value-Added Processing</b> (dairy, meat, timber, vegetables, alternative uses)                   | 16         | -3               |
| 6.  | <b>Environmental Stewardship:</b> dead animal removal; regional composting sites                    | 13         | +7               |
| 7.  | <b>Global Access</b> to ag products (exports/imports)                                               | 8          | +5               |
| 8.  | <b>General:</b> regional industry coordination; project replication                                 | 6          | +2               |
| 8.  | <b>Promotion:</b> agriculture awareness; KADF marketing/communications plan                         | 6          | -3               |
| 10. | <b>Education:</b> farmers succession planning, farmer training                                      | 5          | -3               |
| 10. | <b>Farmland Preservation</b>                                                                        | 5          | -3               |
| 12. | <b>Equine</b>                                                                                       | 4          | +2               |
| 12. | <b>Leadership:</b> leadership programs; youth leadership development; county plan update initiative | 4          | +4               |
| 14. | <b>Bioenergy:</b> energy crop development and utilization; On-Farm Energy Program w/state funds     | 2          | +2               |
| 15. | <b>Local Food Initiatives</b> (urban agriculture, farm-to-school)                                   | 1          | -4               |
| 16. | <b>Forestry</b>                                                                                     | 0          | -1               |
| 17. | <b>Grant Writer / Federal Program Coordinator</b>                                                   | 0          | -8               |

### State Fund Support to Counties with Limited Allocations:

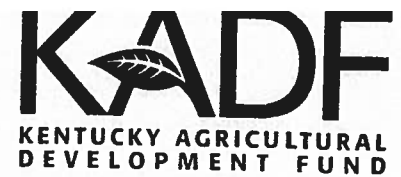
Provide state funds to 20 counties with allocations below \$30,000 for any type project/program in line with the County Plan for Agricultural Development, totaling \$484,558

Allocate above funding in a manner that bring the county allocation + state funds to \$30,000

Limit to two years to use funding, with unspent funds reverting back to state account



# Appendix H: Blue Application Review Committee Minutes



|                               |                                                                                                                                                                                                                                   |
|-------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Meeting Date:</b>          | 11/15/2019                                                                                                                                                                                                                        |
| <b>Meeting Location:</b>      | Kentucky Exposition Center, South Wing A Boardroom, 937 Phillips Lane, Louisville, KY 40209.                                                                                                                                      |
| <b>Meeting Chair:</b>         | Bill McCloskey                                                                                                                                                                                                                    |
| <b>Attendees:</b>             | Committee members: Wayne Hunt, Al Pedigo, Sarah Butler, Keith Rogers, Bobby Foree, Katie Moyer<br>GOAP staff: Warren Beeler, Bill McCloskey, Rob Goff, Danielle Milbern and Renee Carrico<br>KCARD: Aleta Botts and Spencer Guinn |
| <b>Minutes Issued By:</b>     | Danielle Milbern                                                                                                                                                                                                                  |
| <b>Meeting Call to Order:</b> | 1:20 p.m.                                                                                                                                                                                                                         |
| <b>Meeting Adjourned:</b>     | 2:10 p.m.                                                                                                                                                                                                                         |

|                      |                                                                                                                                                                                                |
|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Agenda Items:</b> |                                                                                                                                                                                                |
| Applications:        |                                                                                                                                                                                                |
| A2019-0227           | Russell County Jaycees<br>A) Committee recommends pending the request until lessor's Secretary of State good standing status is reestablished.                                                 |
| A2019-0233           | Pennington Stave and Cooperage, LLC.<br>A) Committee recommends pending at the applicant's request.                                                                                            |
| A2019-0243           | City of Berea<br>A) Committee recommends pending the request until the applicant submits an updated budget matching the estimate submitted with the application.                               |
| A2019-0244           | Hart County Fiscal Court<br>A) Committee recommends funding \$5,000 in Hart County funds. The Committee is giving the applicant 6 months to secure county funds.                               |
| A2019-0245           | Lions Club Inc. of Temple Hill<br>A) Committee recommends funding \$49,980 in Barren County funds.                                                                                             |
| A2019-0250           | Penn Country Hams, LLC<br>A) Committee recommends funding \$20,000 in Taylor County funds in the form of a grant.<br>B) \$230,000 will be available in the form of a 2.75% participation loan. |
| A2019-0252           | Barren County Fiscal Court<br>A) Committee recommends funding \$5,000 in Barren County funds.                                                                                                  |

# Appendix I: Joint Committee on Industrial Hemp Meeting Minutes



|                               |                                                                                                                                                                                                                                           |
|-------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Meeting Date:</b>          | November 15, 2019                                                                                                                                                                                                                         |
| <b>Meeting Location:</b>      | Kentucky Exposition Center, South Wing Room B105<br>937 Phillips Lane, Louisville, KY 40209                                                                                                                                               |
| <b>Meeting Chair:</b>         | Renee Carrico                                                                                                                                                                                                                             |
| <b>Attendees:</b>             | Members: Wayne Hunt, Keith Rogers, Bobby Foree, Katie Moyer, Mark Barker, Doug Lawson and Sarah Butler<br>KCARD: Aleta Botts and Spencer Guinn<br>GOAP Staff: Bill McCloskey, Warren Beeler, Renee Carrico, Rob Goff and Danielle Milbern |
| <b>Minutes Issued By:</b>     | Renee Carrico                                                                                                                                                                                                                             |
| <b>Meeting Call to Order:</b> | 3:00 PM                                                                                                                                                                                                                                   |
| <b>Meeting Adjourned:</b>     | 4:15 PM                                                                                                                                                                                                                                   |

## Agenda Items:

The Joint Committee on Industrial Hemp met to discuss how the Kentucky Agricultural Development Board (KADB) and the Kentucky Agricultural Finance Corporation (KAFC) should move forward regarding the processing of grant and loan applications relating to industrial hemp.

Governor's Office of Agricultural Policy (GOAP) Staff reviewed previous meetings minutes, 2019 KADB, KAFC Industrial Hemp Policy, and frequently requested County Agricultural Investment Program (CAIP) cost-share items related to hemp. Kentucky Department of Agriculture (KDA) representative Keith Rogers gave an update on changes in federal requirements for Kentucky's 2020 State Hemp Plan.

The members also discussed needs within the industry including state regulatory and lab testing needs and education for farmers and agribusinesses.

After thorough discussion, The Committee recommends that in 2020 the KADB and KAFC consider funding applications involving hemp for education of the agricultural community and farmers from business planning to final product processing, genetic research and development by a university or public-private partnerships and equipment and infrastructure to support the implementation of the KDA's state hemp plan approved by the United States Department of Agriculture (USDA).

The Committee also recommends removing certified hemp seed as an eligible cost share item for the 2020 CAIP and NextGen investment guidelines.

There being no further business, the meeting was adjourned.