

Kentucky Agricultural Development Board

Minutes of the May 15, 2009 Board Meeting

The Kentucky Agricultural Development Board meeting was held on Friday, **May 15, 2009** at **10:00am EDT**, at the **Franklin County Extension Office, Frankfort, KY**. Mac Stone (designee for Commissioner Richie Farmer) called the meeting to order, and the Secretary called the roll.

Roll Call

Mac Stone (designee for Commissioner Richie Farmer); Vickie Yates Brown, Rodney Dick; Don Goodin (designee for Secretary Larry Hayes); Pat Henderson; Wayne Hunt; Sam Lawson; Jim Mahan; Wayne Mattingly; Sam Moore; Jim Sidebottom; Troy Rankin; Dr. Mary Sias; Dean Scott Smith

Staff - Roger Thomas, Diane Fleming, Sandy Gardner, Todd Harp, Bill Hearn, Jennifer Hudnall, Tim Hughes, Christi Marksby, Bill McCloskey, Joel Neaveill, Kylee Smith, Rebecca Smith, Mike Tobin

Guests –Lowell Atchely, Legislative Research Commission (LRC); Frances Ann Brown, Purchase of Agricultural Conservation Easements (PACE); Brett Lackey, Larry Snell, Rich Lains, Kentucky Center for Agriculture and Rural Development (KCARD); Jeff Hall, Capstone Group; Mona Juett, Todd Cassity, Tourism, Arts, & Heritage Cabinet (TAH)

Notification of Media

Mac Stone received verification that the media had received notice regarding the Kentucky Agricultural Development Board (KADB) monthly meeting.

Welcome

Mr. Stone welcomed everyone to the KADB meeting.

Approval of Minutes

Mr. Sidebottom moved to approve the minutes of the April 17, 2009 meeting as presented. Dr. Sias seconded the motion. The motion passed without dissent

Report

Mr. Stone introduce Richard K. Laing with The Kentucky Center for Agriculture and Rural Development (KCARD) for a presentation on the Agribusiness Entrepreneurship in Kentucky.

Mr. Thomas asked Bill Hearn to give a report on the FY 2009 State-level Grants/Loans and County fund distribution.

Discussion of Project Applications

The Kentucky Agricultural Development Board Members, Mr. Thomas, and the Governor's Office of Agricultural Policy (GOAP) Staff held a discussion session concerning pending projects. The members were provided with updates regarding the status of the following applications: A2008-0284; A2008-0357; A2008-0444; A2008-0447; A2009-0021; A2009-0023; A2009-0028; A2009-0031; A2009-0034; A2009-0035; A2009-0036; A2009-0037; A2009-0038; A2009-0039; A2009-0040;

The meeting recessed at 12:00 p.m. for lunch.

The meeting reconvened at 1:08 p.m.

A2009-0041; A2009-0042; A2009-0043; A2009-0044; A2009-0045; A2009-0047 Discussion ensued but no action was taken on any items.

Executive Director's Report

Mr. Stone called on Roger Thomas to give the Executive Director's Report.

Mr. Thomas gave a report on the applications expired on May 2, 2009 A2008-0208 and A2008-0210.

Mr. Thomas gave a report on GOAP activities since the last Board Meeting:

Bill McCloskey attended the Farm Credit System Regulation Meeting; Tim Hughes attended the Kentucky Agricultural Leadership Program (KALP); Michael Judge attended the Kentucky Agriculture Council Board Meeting (KACB); Sandy Gardner attended Derby Farmers' Market was during the Governor's Derby Celebration; Governor Steve Beshear, Mr. Thomas, Jennifer Hudnall attended the Beef Month Proclamation at Taylor Cattle Farm in Crestwood, KY.

Mr. Thomas asked Kylee Smith to give an update on the Regional workshops. Ms. Smith and Jennifer Daniels have been leading the workshops with the help by GOAP's four (4) project analysts. The Regional workshops have been held at the following counties as of May 14th Shelby, Hopkins, Logan, Harrison, Casey, and Laurel. There is around four (4) Regional Workshops left to conduct.

Mr. Thomas reported May 6th there was a Tobacco Oversight meeting.

Mr. Thomas called on Bill McCloskey to give a report on the financial position of the K AFC. Mr. McCloskey referred to the report, found in the Board Book (on file with the Board Secretary), which shows the balance of accounts as of April 30, 2009. **Rodney Dick moved that the report be accepted; Jim Sidebottom seconded the motion. The motion passed without dissent.**

Mr. McCloskey referred to the report given for reallocation of funds from Kentucky Agriculture Development Board Funds to Kentucky Agricultural Finance Corporation Funds. **Pat Henderson moved that the report be accepted; Sam Moore seconded the motion. The motion passed without dissent.**

No action was taken on the Executive Director's report

Old Business

Diane Fleming, Legal Counsel for Governor's Office of Agricultural Policy (GOAP) an update on Cumberland Farm Products, Inc. (CFP) which Project Analyst Mike Tobin presented at April 17th ADB meeting a Memorandum regarding A2003-0099, Cumberland Farm Products, Inc. at that time the request was for an extension of the deadline established by the KADB at their January 16, 2009 meeting requiring the sale of the Russell Springs property. CFP earned forgiveness on A2003-0604, A2003-0629, and A2006-0123. Ms. Fleming went over the extension requesting allowing the property to be listed with a realtor through December 31, 2009. Agricultural Development Board passed this extension at the April 17, 2009 board meeting.

Dr. Mary Sias asked for a motion to go into closed session to discuss pending litigation pursuant to KRS 61.810(1) (c). Dr. Sias moved that the closed session to discuss pending litigation pursuant to KRS 61.810(1) (c) be accepted; Rodney Dick seconded the motion. The motion passed without dissent. The session adjourned at 2:40 p.m.

There is a motion to return to open session. Wayne Hunt moved that the return to open session be accepted; Don Goodin seconded the motion. The motion passed without dissent. Open session returned at 2:46p.m. No action taken.

New Business

Approval of County Agricultural Investment Program (C.A.I.P.) Recommendations¹

Mr. Stone submitted thirteen (13) projects requesting funds for county C.A.I.P. programs meeting state program guidelines and compliance standards. **Mr. Hunt moved the said applications be approved for the named C.A.I.P. programs; Mr. Henderson seconded the motion. The motion passed without dissent.**

Approval of Deceased Farm Animal Disposal Assistance Program²

Mr. Stone submitted three (3) projects requesting funds for county menu projects meeting state

¹ A detailed list of projects funded under each C.A.I.P. Recommendations is attached as Appendix A.

² A detailed list of projects funded under each Deceased Farm Animal Disposal Assistance Program Recommendations is attached as Appendix B.

program guidelines and compliance standards. **Mr. Hunt moved the said applications be approved for the named model programs; Mr. Henderson seconded the motion. The motion passed without dissent.**

Shared-use Equipment Program³

Mr. Stone submitted one (1) projects requesting funds for county menu projects meeting state program guidelines and compliance standards. **Dr. Mary Sias moved the said applications be approved for the named model programs; Mr. Hunt seconded the motion. The motion passed without dissent. Mr. Mattingly abstained**

Requested Amendments⁴

Mr. Stone presented eight (8) requested amendments for approval. **Mr. Dick moved that said amendments be approved; Mr. Hunt seconded the motion. The motion passed without dissent.**

Requested Withdrawals⁵

Mr. Stone presented one (1) requested withdrawal. No action necessary.

Memo Action Items

Jennifer Hudnall presented The Governor’s Office of Agricultural Policy has received a request to add Lespedeza to the approved species list for the Forage Improvement & Utilization program.

Staff recommends approving this request to add Lespedeza to the “Legumes & Warm Season Grasses” section of the Forage Program Seed List.

Jim Mahan moved that the staff recommendation for approval of for adding Lespedeza to the approved species list for the Forage Improvement & Utilization program; Mr. Sidebottom seconded the motion. The motion passed without dissent.

Todd Harp presented a Memorandum regarding A2008-0461. The Kentucky Cattlemen’s Foundation, Inc. is requesting a change to the approved terms and conditions for their “Large/Food Animal Veterinary Incentive Program” that was approved by the board at the February 20, 2009 meeting.

Staff is recommending approval of this request.

Mr. Henderson moved that the above staff recommendation for A2008-0461 be approved; Sam Lawson seconded the motion. The motion passed with dissent by Wayne Mattingly.

Closing Remarks

The next meeting of the Kentucky Agricultural Development Board will convene at on Friday, June 19, 2009 at the **Franklin County Extension Office, Frankfort, KY at 10:00a.m. EDT**. Note time and location of meeting subject to change; ample notification will be given if such a change occurs.

Dr. Sias moved a motion to adjourn; Mr. Lawson seconded the motion. The motion passed without dissent.

The meeting adjourned at 3:13p.m.

APPROVED: _____

PRESIDING OFFICER: _____

SECRETARY: _____

³ A detailed list of projects funded under each Shared-use Equipment Program Recommendations is attached as Appendix C.

⁴ A detailed list of requested amendments approved is attached as Appendix D.

⁵ A detailed list of requested withdrawals approved is attached as Appendix E.

APPENIDIX A: *New Applications for Referral*

APPENIDIX B: *Model Program Lists*

APPENIDIX C: *Requested Amendments*