

The actions delineated below were taken in open session of the KADB at the August 21, 2009 regular board 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 (GOAP), 404 Ann Street, Frankfort, KY 40601

**Kentucky Agricultural Development Board  
Summary Minutes of the Business Meeting  
Kentucky Exposition Center  
South Wing, C105  
Louisville, Ky  
Friday, August 21, 2009**

A joint meeting of the Kentucky Agricultural Development Board (KADB) and the Kentucky Agricultural Finance Corporation (KAFC) was called to order at 10:00 a.m. (EDT) at the Kentucky Exposition Center in Louisville, Kentucky. The members were provided with an update on the "Kentucky Experience" that will be a part of the 2010 Alltech FEI World Equestrian Games. The KAFC Financial Report was given followed by a presentation on KAFC funded projects. The members also discussed the current state of the dairy industry in Kentucky and voiced support for Governor Beshear's actions as well as noting the status of the Commonwealth's swine industry. No action was taken on any of the above referenced items. Prior to closing the joint meeting, members of both Boards took the Constitutional Oath of Office.

**Call to Order**

Chair Mac Stone (designee for Commissioner Richie Farmer) called the meeting to order at 1:00 p.m. (EDT).

**Roll Call**

The following members were present: Commissioner Richie Farmer; Vickie Yates Brown; Rodney Dick; Karen Curtis; Don Goodin (designee for Secretary Larry Hayes); Pat Henderson; Sam Lawson; Jim Mahan; Wayne Mattingly; Sam Moore; Jim Sidebottom; Troy Rankin; Dr. Kimberly Holmes (designee for Dr. Mary Sias); Dean Scott Smith.

**Members with excused absences:** Wayne Hunt

**Notification of Media**

Mr. Stone received verification that the media has been notified of the Kentucky Agricultural Development Board meeting monthly meeting.

**Approval of Minutes**

**Sam Moore moved to approve the minutes of the July 17, 2009 meeting as presented. Don Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

**Executive Director's Report**

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

Mr. Thomas asked Todd Harp to give an update on an email received from Ms. Sarah Fannin-Holliday, Agriculture Extension Agent for Morgan County in regards to how the County Agricultural Investment Programs provided have improved access. Mr. Thomas called attention to an email received from Mr. Tony Brannon stating that the endowment provided by the KADB to the FFA is still paying benefits.

Mr. Thomas pointed out that a copy of the Progress Report – August 2009 for the Kentucky Agriculture Strategic Plan was provided by the Kentucky Agricultural Council for each KADB member.

Mr. Thomas gave an update on the KARE program budget stating that amount disbursed had now reached \$10,975,139.

Mr. Thomas called on Mr. Moore to give a report on the recent meeting of the South Kentucky Rural Electric Cooperative Corporation Beef Processing Advisory Committee. Mr. Moore reported that Dr. Rob Bowling attended the meeting and presented a progress update.

No action was taken on the Executive Director's report.

**Old Business**

Mr. Stone entertained a motion to accept the report on the financial position of the KAFC given by Bill McCloskey in the joint meeting between the KADB and the KAFC. **Dr. Kimberly Holmes moved that the report be accepted; Jim Sidebottom seconded the motion.**

**Vote: Motion Passed, Unanimous**

Michael Judge presented a letter from Mr. Robert Sand, President of The Beef Connection, LLC requesting that the KADB give consideration to allow an approved applicant to cost share his permanent membership in The Beef Connection. **Wayne Mattingly moved to deny the request to amend the agreement between the KADB and The Beef Connection, LLC; Dean Scott Smith seconded the motion.**

**Vote: Motion Passed, Unanimous**

**New Business**

**Referral of August 21, 2009 Projects**

Mr. Stone noted that the referrals were updated to include all applications received before August 14, 2009 and that an updated listing was located in the update packet.

Mr. Stone referenced applications:

- A2009-0140 Jackson's Orchard & Nursery, Inc
- A2009-0147 Mercer County Fiscal Court
- A2009-0150 Marion County Conservation District
- A2009-0157 University of Kentucky Extension Office
- A2009-0159 Fleming County Fiscal Court Project
- A2009-0167 J & Sons Meats & Processing, LLC
- A2009-0176 Christian County Agri-Business Association, Inc
- A2009-0181 Lions Club, Inc. of Temple Hill
- A2009-0185 Grant County Cattlemens Association, Inc.
- A2009-0186 Grant County Fair, Inc.
- A2009-0189 Woodford County Rural Land Board
- A2009-0190 Valley Vegetables, Inc.
- A2009-0191 Southern Wood Designs
- A2009-0192 Pelly's Farm Fresh
- A2009-0193 Bluegrass Lamb & Goat, LLC
- A2009-0194 Chrisman Mill Vineyards, Inc.
- A2009-0195 Laurel County Extension District
- A2009-0196 The Little Kentucky River Winery, LLC
- A2009-0197 Fayette County Rural Land Management Board, Inc.
- A2009-0198 Nicholas County Fiscal Court
- A2009-0199 Washington County Cattlemen Association, Inc.
- A2009-0200 Flaggy Meadow Fiber Works, LLC

**Pat Henderson moved to refer the submitted applications; Dean Smith seconded the motion.**

**Vote: Motion Passed, Unanimous**

**County Agricultural Investment Program (CAIP) Recommendations<sup>1</sup>**

Mr. Stone referenced for the Board's consideration ten (10) CAIP applications requesting county funds totaling \$1,643,003 that meet program guidelines and compliance standards. **Rodney Dick moved for approval of the submitted CAIP applications as presented; Dr. Holmes seconded the motion.**

**Vote: Motion Passed, Unanimous**

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

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

<sup>2</sup> A detailed list of requested Programs Recommended for Approval is attached as Appendix B.

### **Deceased Farm Animal Disposal Assistance Program (DFADAP)**

Mr. Stone referenced for the Board's consideration six (6) DFADAP applications requesting county funds totaling \$29,533 that meet program guidelines and compliance standards. **Mr. Henderson moved for approval of the submitted DFADAP applications as presented; Mr. Dick seconded the motion.**

**Vote: Motion Passed, Unanimous**

### **Pilot Farm Management Program**

Mr. Stone referenced for the Board's consideration three (3) Pilot Farm Management Program applications requesting county funds totaling \$6,000 that meet program guidelines and compliance standards. **Mr. Goodin moved for approval of the submitted Pilot Farm Management Program applications as presented; Mr. Sidebottom seconded the motion.**

**Vote: Motion Passed, Unanimous**

### **Shared-use Equipment Program**

Mr. Stone referenced for the Board's consideration one (1) Shared-use Equipment application requesting county funds totaling \$11,998 that meet program guidelines and compliance standards. **Mr. Dick moved for approval of the submitted Shared-use Equipment Program application as presented; Mr. Sidebottom seconded the motion.**

**Vote: Motion Passed, Unanimous**

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

Mr. Stone referenced for the Board's consideration ten (10) program amendments requesting county funds totaling \$481,075. **Jim Mahan moved for approval of the submitted amendments as presented; Mr. Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

### **Memo Action Items**

Christi Marksbury presented a Memorandum regarding A2009-0043, Logan County Extension District. On June 19, 2009, the KADB approved the Logan County Extension District for \$100,000 in Logan County funds and \$5,000 in Todd County funds to build a multi-purpose facility. On July 17, 2009 the KADB approved the addition of \$5,000 in Simpson County and \$5,000 in Warren County funds to the project. Christian County has committed \$2,500 in Christian County funds as a high priority toward the project. Staff recommends approving this commitment of funds toward the project. **Mr. Moore moved to approve the staff recommendation; Mr. Mahan seconded the motion.**

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

**Vote: Motion Passed, Unanimous**

Christi Marksbury presented a Memorandum regarding A2007-0421, J.D. Country Milk, LLC. On November 16, 2009, the KADB approved \$478,560 in State funds and \$9,422 in Logan County funds for the construction and expansion of the J.D. Country Milk, LLC milk processing facility. J.D. Country Milk, LLC requests amending their current legal agreement to allow that \$30,000 of their current remaining award balance may be used as an operating loan. Staff recommends approving this request for \$30,000 of the current remaining award balance available be converted to an operating loan, repaid in monthly payments with an amortization period not to exceed four (4) years, with payments reverting back to the Kentucky Agricultural Development Fund and not returning to the recipient's remaining award balance, and that any designated outstanding accounts receivables collected by J.D. Country Milk, LLC be applied to the remaining outstanding loan balance. **Mr. Goodin moved to approve staff recommendation; Mr. Mahan seconded the motion.**

**Vote: Motion Passed, Unanimous****Report**

Christi Marksbury presented that A2008-0073, The Kentucky Agricultural Council (KAC) was approved for \$200,000 in State funds on June 27, 2008 to assist in the coordination, implementation, and continued development of the "Strategic Plan for Agriculture". Of the total, \$87,500 was awarded for the first year. The \$112,500 in second year funding was to be awarded contingent upon the applicant raising \$25,000 in member matching funds by the end of the year. The KAC was also awarded \$25,000 in State funds as a grant on June 15, 2007 to support the Council's Task Force in developing the "Strategic Plan for Agriculture". Ms Marksbury introduced Mr. Keith Rogers to present a report to the KADB. Mr. Rogers requested that the KADB approve the release of second year funding and requested an amendment to the current legal agreement to allow for donations from entities other than the KAC membership be allowed as part of the match requirement. Mr. Rogers also recognized Dawn Riley and Steven Spalding as being present at the meeting. **Mr. Moore moved to approve the release of the second year funding and to allow for contributions from entities other than the KAC membership to count toward the required match; Sam Lawson seconded the motion.**

**Vote: Motion Passed, Unanimous****Recommendations for Funding**

Todd Harp presented A2009-0038, Elliott County Extension District Board. The Elliott County District Board has requested \$4,700 in Elliott County funds to construct a farmers' market structure. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Goodin moved to approve staff recommendation; Mr. Mattingly seconded the motion.**

**Vote: Motion Passed, Unanimous**

Jennifer Hudnall presented A2009-0039, Crystal Bridge Fish Farm Limited Liability Company. The Crystal Bridge Fish Farm Limited Liability Company has requested \$137,196 in State funds to develop a system of efficient mono sex culture for producing male tilapia fingerlings. Ms. Hudnall reviewed the proposed terms and conditions for the project. Staff recommends funding this request for a reduced amount of \$61,550 in State funds in the form of a 0% interest loan for half of the cost of the building and \$34,250 in State funds in the form of a grant for half of the purchase cost of the tanks, filters, and equipment. Total funding for this project will be \$95,800 in State funds pending meeting all guidelines and compliance standards. **Mr. Lawson moved to approve staff recommendation; Troy Rankin seconded the motion.**

**Vote: Motion Passed with one abstention by Dr. Holmes.**

Mike Tobin presented A2009-0045, Eastern Kentucky University. Eastern Kentucky University has requested \$200,000 in State funds to evaluate the use of biofuel feedstock forages for livestock consumption and for use in biofuel production. Mr. Tobin recognized Dr. Bruce Pratt as being present at the meeting. Mr. Tobin reviewed the proposed terms and conditions for the project. Staff recommends funding this request in the amount of \$200,000 in State funds, \$10,000 in Madison County funds and \$10,000 in Clark County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Henderson moved to approve staff recommendation; Mr. Dick seconded the motion.**

**Vote: Motion Passed, Unanimous**

Christ Marksby presented A2009-0047, The Kentucky Center for Agriculture And Rural Development, Inc. (KCARD). The KCARD has requested \$65,000 in State funds to implement a pilot agribusiness entrepreneurship project. Ms Marksby recognized Mr. Rich Lang with KCARD as being present at the meeting. Ms Marksby reviewed the proposed terms and conditions for the project. Staff recommends funding this request for the reduced amount of \$59,000 in State funds in the form of a grant pending meeting all guidelines and compliance standards. **Dean Smith moved to approve staff recommendation; Mr. Rankin seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0057, The University of Kentucky. The University of Kentucky is requesting \$742,400 in State funds to develop a Food Systems Innovation Center. Mr. Harp recognized Dr. Robert Harmon as being present at the meeting; Dr. Harmon addressed the Board and discussed additional funding from another source that could be utilized to supplement the project. Dr. Harmon recognized Dr. Greg Rentfro, and Dr. Tim Woods as also being present. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request for a reduced amount of \$346,000 in State funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Sidebottom moved to approve staff recommendation; Dr. Holmes seconded the motion. Mr. Moore moved to pend this project for further staff review; Mr. Dick seconded the motion.**

**Vote: Motion to Pend Project Passed, Unanimous**

Christi Marksbury presented A2009-0074, Breckinridge County Board of Education. The Breckinridge County Board of Education is requesting \$6,120 in Meade County funds to administer an educational welding program for tobacco dependent farmers. Ms. Marksbury reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$6,120 in Meade County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Mahan moved to approve the staff recommendation; Mr. Mattingly seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0089, Bluegrass Community and Technical College Foundation, Inc. The Bluegrass Community and Technical College Foundation, Inc. is requesting \$9,000 in Fayette County funds to start and operate a community garden. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request in the form of a grant for the reduced amount of \$3,000 in Fayette County funds pending meeting all guidelines and compliance standards. **Mr. Mattingly moved to accept the staff recommendation; Dr. Holmes seconded the motion.**

**Vote: Motion Passed, Unanimous**

Christ Marksbury presented A2009-0103, The Owensboro Regional Farmers' Market, Inc. The Owensboro Regional Farmers' Market, Inc. is requesting \$5,000 in Daviess County funds to conduct a feasibility study for the farmers' market. Ms. Marksbury reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$5,000 in Daviess County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Henderson moved to approve staff recommendation; Mr. Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

Christ Marksbury presented A2009-0116, Kentuckiana Livestock Market, Inc. The Kentuckiana Livestock Market, Inc is requesting \$5,000 in Daviess County funds to purchase a corral pen. Ms. Marksbury reviewed the proposed terms and conditions for the project. Additional counties approved funds toward this project. Staff recommends funding this request for \$5,000 in Daviess County funds, \$1,000 in Hancock County funds, \$1,000 in Henderson County funds, \$1,000 in McLean County funds, and \$1,000 in Ohio County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Mahan moved to approve staff recommendation; Mr. Goodin seconded the motion.**

**Vote: Motion Passed with one abstention by Mr. Mattingly.**

Todd Harp presented A2009-0118, Clark County Conservation District. The Clark County Conservation District is requesting \$10,000 in Clark County funds to administer an educational welding program for tobacco dependent farmers. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$10,000 in Clark County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Mahan moved to approve staff recommendation; Mr. Rankin seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0119, Elliott County Conservation District Elliott County Conservation District. The Elliott County Conservation District is requesting \$16,000 in Elliott County funds to administer an educational welding program for tobacco dependent farmers. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$16,000 in Elliott County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Mahan moved to approve staff recommendation; Mr. Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0120, Harrison County Extension District Board. The Harrison County Extension District Board is requesting \$50,000 in State funds and \$25,000 in Harrison County funds to construct a farmers' market shelter. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request in \$50,000 in State funds and \$25,000 in Harrison County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Rankin moved to approve the staff recommendation; Mr. Sidebottom seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0121, Robertson County Board of Education. The Robertson County Board of Education is requesting \$37,118 in State funds and \$37,118 in Robertson County funds to construct a livestock facility to be utilized

by the Deming Agriculture Department. The Robertson County Board of Education amended their request to have all of the funds come from Robertson County funds. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$74,235 in Robertson County funds in the form of a grant and no funding this request for \$37,118 in State funds pending meeting all guidelines and compliance standards. **Mr. Moore moved to approve the staff recommendation; Karen Curtis seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0122, Kentucky Beef Network, LLC. The Kentucky Beef Network, LLC (KBN) is requesting \$1,151,834 in State funds for the continued operation of the KBN. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request for the reduced amount of \$862,634 in State funds in the form of a grant pending meeting all guidelines and compliance standards with the expectation that the KBN will submit an amended budget for a portion of the remainder. **Mr. Dick moved to approve the staff recommendation; Mr. Mattingly seconded the motion. Dean Smith moved to amend the motion by adding “with the exception of striking the term and condition number eight”.**

**Vote: Amendment Passed, Unanimous  
Motion as Amended Passed, Unanimous**

Christ Marksbury presented A2009-0124, City of Beaver Dam. The City of Beaver Dam is requesting \$2,000 in Ohio County funds and \$48,000 in State funds to build a farmers' market in Ohio County. Ms. Marksbury reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$2,000 in Ohio County funds and \$48,000 in State funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Henderson moved to approve the staff recommendation; Dr. Holmes seconded the motion.**

**Vote: Motion Passed, Unanimous**

Christ Marksbury presented A2009-0125, Daviess County Soil Conservation District. The Daviess County Soil Conservation District is requesting \$15,000 in Daviess County funds for a youth production cost-share program. Ms. Marksbury reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$15,000 in Daviess County funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Rankin moved to approve the staff recommendation; Mr. Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0126, Sara Cavill DBA Twilight Riding School. The Sara Cavill DBA Twilight Riding School is requesting \$15,000 in State funds, \$2,500 in

Clark County funds, and \$2,500 in Fayette County funds to construct an equine education facility. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$2,500 in Clark County funds, \$2,500 in Fayette County funds in the form of a grant, and no funding the \$15,000 in State funds as a grant and pending meeting all guidelines and compliance standards. **Mr. Mahan moved to approve the staff recommendation; Dr. Holmes seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0132, Kentucky Sheep and Goat Development Office, Inc. The Kentucky Sheep and Goat Development Office, Inc. is requesting \$85,000 in State funds to continue the operation of the Kentucky Sheep and Goat Development Office. Mr. Harp reviewed the proposed terms and conditions for the project. Staff recommends funding this request for \$85,000 in State funds in the form of a grant pending meeting all guidelines and compliance standards. **Mr. Dick moved to approve the staff recommendation; Mr. Sidebottom seconded the motion.**

**Vote: Motion Passed, Unanimous**

**Recommendations for No Funding**

A2009-0041, Kentucky Organic Farm and Feed, Inc. The Kentucky Organic Farm and Feed, Inc is requesting \$120,000 in State funds, \$5,000 in Todd County funds, and \$2,500 in Christian County funds to purchase Pennyryle Organic Feeds. Staff recommends no funding this request due to inadequate collateral to secure

a loan and undercapitalization of the project. **Mr. Mattingly moved to approve the staff recommendation; Mr. Lawson seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0071, Washington County Cattlemen Association, Inc. The Washington County Cattlemen Association, Inc. is requesting \$154,000 in Washington County funds to administer a Beginning/Young Farmer Program. Staff recommends no funding this request for \$154,000 in Washington County funds due to this project being essentially a duplication of CAIP that excludes experienced producers from cost share eligibility. **Mr. Rankin moved to approve the staff recommendation; Mr. Dick seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0111, Mercer County 4-H Council, Incorporated. The Mercer County 4-H Council, Incorporated is requesting \$10,300 in Mercer County funds to construct a two acre outdoor classroom in collaboration with various community partners and organizations. Staff recommends no funding this application for \$10,300 in

Mercer County funds due to a lack of direct impact on Mercer County producers. **Mr. Goodin moved to approve the staff recommendation; Mr. Rankin seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0115, Daviess County Soil Conservation District. The Daviess County Soil Conservation District is requesting \$10,000 in Daviess County funds to administer a youth soil conservation education fund for the youth of Daviess County. Staff recommends no funding this request due to lack of direct producer impact on Daviess County producers. **Mr. Dick moved to approve the staff recommendation; Mr. Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0123, Crocker Farm Winery LLC. The Crocker Farm Winery LLC is requesting \$9,800 in Simpson County funds to renovate an existing winery. Staff recommends no funding this request due to a low priority received from Simpson County Agricultural Development Council. **Mr. Mahan moved to approve the staff recommendation; Mr. Moore seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0147, Mercer County Fiscal Court. The Mercer County Fiscal Court is requesting \$7,500 in Mercer County funds to administer a Deceased Farm Animal Disposal Assistance program in Mercer County. Staff recommends no funding this request due to a low priority received from the Mercer County Agricultural Development Council. **Mr. Moore moved to approve the staff recommendation; Mr. Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0150, Marion County Conservation District. The Marion County Conservation District is requesting \$7,500 in Marion County funds to administer a Deceased Farm Animal Disposal Assistance Program in Marion County. Staff recommends no funding this request due to a low priority received from the Marion County Agricultural Development Council. **Mr. Moore moved to approve the staff recommendation; Mr. Goodin seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0176, Christian County Agri-Business Association, Inc. The Christian County Agri-Business Association, Inc is requesting \$255,000 in Christian County funds to administer the C.A.I.P. for producers in Christian County. Staff recommends no funding this request due to a low priority received from Christian County Agricultural Development Council. **Dean Smith moved to approve the staff**

**recommendation; Mr. Henderson seconded the motion.**

**Vote: Motion Passed, Unanimous**

**Recommendations for Pending**

The following applications were presented:

A2009-0088 Bath County Agricultural Extension Foundation, Inc.

Due to information received since the KADB Book mailing,

**Mr. Mahan moved to remove this application from pending status for possible KADB action; Mr. Sidebottom seconded the motion.**

**Vote: Motion Passed, Unanimous**

Todd Harp presented A2009-0088, Bath County Agricultural Extension Foundation, Inc. The Bath County Agricultural Extension Foundation, Inc. is requesting \$150,000 in STATE funds and \$50,000 in Bath County funds to complete the next phase of their farmers' market complex. Staff recommends funding this request for \$50,000 in Bath County funds in the form of a grant pending meeting all guidelines and compliance standards and no funding the \$150,000 in State funds. Funds shall be available contingent upon the applicant securing the remaining \$150,000 to complete the project. Mr. Harp recognized Mr. Bach being present at the meeting. **Mr. Mahan moved to approve staff recommendation; Mr. Sidebottom seconded the motion.**

**Vote: Motion Passed, Unanimous**

A2009-0127- Kentucky Forage & Grassland Council

A2009-0128- The Agriculture Communications Association, Inc.

No action was taken on other pended application.

**Legal Update**

Ms. Fleming presented the Board members with a copy of the Legal Agreement with Lyon County that is necessary to implement the CAIP program. This sample was provided for the Board members information. Ms. Fleming noted that to date seventy-one counties have chosen to implement CAIP programs. Finally, Ms. Fleming noted that the compliance staff continues to review old projects. Bryan Thomas is currently working with Jennifer Daniels on the Shared-use Equipment programs.

**Vickie Yates Brown moved that the KADB enter into closed session to discuss pending litigation pursuant to KRS 61.810 (1) (c); Dr. Holmes seconded the motion.**

**Vote: Motion Passed, Unanimous**

The room was secured and the KADB meeting entered closed session at 3:12 p.m.

**Mr. Goodin moved to return to open session; Mr. Dick seconded the motion.**

**Vote: Motion Passed, Unanimous**

Open session reconvened at 3:26 p.m. No action taken during closed session.

**Closing Remarks**

The next meeting of the Kentucky Agricultural Development Board will convene on Friday, September 18, 2009 at 10:00 a.m. (EDT) at the Franklin County Extension Office, Frankfort, KY. Note time and location of meeting subject to change; ample notification will be given if such a change occurs.

**Mr. Mahan moved to adjourn; Dr. Holmes seconded the motion.**

**Vote: Motion Passed, Unanimous**

The meeting adjourned at 3:30 p.m. (EDT)

**APPROVED:** \_\_\_\_\_

**PRESIDING OFFICER:** \_\_\_\_\_

**SECRETARY:** \_\_\_\_\_

APPENDIX B: County Agricultural Investment Program (C.A.I.P.)  
Recommended for Approval

<b>C.A.I.P.</b>			
<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2009-0165	Taylor County Cattlemen's Associaton, Inc.	Taylor	\$150,000.00
A2009-0168	Logan County Cattlemens Association Incorporated	Logan	\$62,119.00
A2009-0170	Green River Area Beef Improvement Group, Inc.	Henderson	\$46,218.00
A2009-0171	Whitley County Cattlemen's Association Inc.	Whitley	\$60,909.00
A2009-0172	Carlisle County Conservation District	Carlisle	\$49,757.00
A2009-0180	Pulaski County Soil Conservation District	Pulaski	\$380,000.00
A2009-0182	Christian County Conservation District	Christian	\$200,000.00
A2009-0183	Carter County Agriculture Advancement Council, Inc.	Carter	\$194,000.00
A2009-0184	Kentucky Ketch, Inc.	Clay	\$350,000.00
A2009-0187	Northern Kentucky Cattle Association, Inc.	Boone	\$150,000.00
			<b>\$1,643,003.00</b>
Total County Funds Recommended for Approval in County Agricultural Investment Programs			<b>\$1,643,003.00</b>

## APPENDIX C: Programs Recommended for Approval

**Deceased Farm Animal Disposal Assistance Program**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2009-0152	Green County Conservation District	Green	\$2,333.00
A2009-0164	Garrard County Fiscal Court	Garrard	\$2,500.00
A2009-0166	Taylor County Soil and Water Conservation District	Taylor	\$7,200.00
A2009-0169	Warren County Conservation District	Warren	\$2,500.00
A2009-0177	Christian County Fiscal Court	Christian	\$7,500.00
A2009-0178	Hart County Conservation District	Hart	\$7,500.00
			<b>\$29,533.00</b>

**Pilot Farm Management**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2009-0173	Buck Run Cattle Farm, L.L.C.	Boone	\$2,000.00
A2009-0174	John Terlau	Boone	\$2,000.00
A2009-0175	Dale F. Ryan	Boone	\$2,000.00
			<b>\$6,000.00</b>

**Shared-use Equipment**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2009-0179	Pulaski County Soil Conservation District	Pulaski	\$11,998.00
			<b>\$11,998.00</b>

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Total County Funds Recommended for Approval in Programs: **\$47,531.00**

## APPENDIX C: Requested Amendments-Projects &amp; Programs

**App #** A2008-0224  
**Applicant Name** Garrard County Farm Bureau, Inc.  
**Amount Approved** \$220,000  
**Date Approved** June 27, 2008  
**Date Executed** July 22, 2008  
**Requested Change** The applicant requests an additional \$265,000 for a menu approach of the following programs: *Agricultural Diversification, Cattle Handling Facilities, Commercial Poultry Production, Dairy Diversification, Farm Livestock Fencing Improvement, Forage Improvement & Utilization, Goat & Sheep Diversification, Hay, Straw, & Commodity Storage, On-farm Water Enhancement, Swine Diversification, Technology, and Timber Production & Utilization Programs*. The request received a high priority from the Garrard County Agricultural Development Council. The term of the program shall remain 18-months from the execution date of the original agreement. Approval of this request would bring the program total to \$485,000.

**Recommendation** Approval

**App #** A2008-0364  
**Applicant Name** Woodford County Agriculture Advancement Council, Inc.  
**Amount Approved** \$75,000  
**Date Approved** August 15, 2008  
**Date Executed** September 23, 2008  
**Requested Change** The applicant requests an additional \$750 for a menu approach of the following programs: *Cattle Genetics Improvement, Cattle Handling Facilities, and Goat & Sheep Diversification Programs*. The request received a high priority from the Woodford County Agricultural Development Council. The term of the program shall remain 18-months from the execution date of the original agreement. Approval of this request would bring the program total to \$75,750.

**Recommendation** Approval

**App #** A2008-0402  
**Applicant Name** Fayette County Cattlemen's Association, Inc.  
**Amount Approved** \$107,000  
**Date Approved** August 15, 2008  
**Date Executed** September 16, 2008  
**Requested Change** The applicant requests an additional \$40,000 for the *Hay, Straw, & Commodity Model Program*. The request received a high priority from the Fayette County Agricultural Development Council. The term of the program shall remain 18-months from the execution date of the original agreement. Approval of this request would bring the program total to \$147,000.

**Recommendation** Approval

**App #** A2008-0450  
**Applicant Name** Fayette County Conservation District  
**Amount Approved** \$110,000  
**Date Approved** November 21, 2008  
**Date Executed** December 18, 2008  
**Requested Change** The applicant requests an additional \$20,000 for the *On-farm Water Enhancement Model Program*. The request received a high priority from the Fayette County Agricultural Development Council. 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 \$130,000.

**Recommendation** Approval

Board Meeting

Friday, August 21, 2009

**App #** A2009-0017  
**Applicant Name** Harrison County Beef Cattle Association, Inc.  
**Amount Approved** \$10,000  
**Date Approved** January 16, 2009  
**Date Executed** February 24, 2009  
**Requested Change** The applicant requests an additional \$15,000 for the *Agricultural Diversification Model Program*. The request received a high priority from the Harrison County Agricultural Development Council. 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 \$25,000.

**Recommendation** Approval

**App #** A2009-0051  
**Applicant Name** Trimble County Cattlemen's Association, Inc.  
**Amount Approved** \$188,000  
**Date Approved** May 15, 2009  
**Date Executed** June 5, 2009  
**Requested Change** The applicant requests an additional \$21,015 for C.A.I.P. The request received a high priority from the Trimble County Agricultural Development Council. 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 \$209,015.

**Recommendation** Approval

**App #** A2009-0053  
**Applicant Name** Henry County Cattlemen's Association  
**Amount Approved** \$295,000  
**Date Approved** May 15, 2009  
**Date Executed** June 3, 2009  
**Requested Change** The applicant requests an additional \$23,270 for C.A.I.P. The request received a high priority from the Henry County Agricultural Development Council. 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 \$318,270.

**Recommendation** Approval

**App #** A2009-0054  
**Applicant Name** Oldham County Farm Bureau of Oldham County  
**Amount Approved** \$45,000  
**Date Approved** May 15, 2009  
**Date Executed** June 3, 2009  
**Requested Change** The applicant requests an additional \$5,000 for C.A.I.P. The request received a high priority from the Oldham County Agricultural Development Council. 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 \$50,000.

**Recommendation** Approval

**Board Meeting**

Friday, August 21, 2009

**Kentucky Agricultural Development Fund**

**Requested Amendments-Projects & Programs**

**App #** A2009-0058  
**Applicant Name** Jessamine County FFA Alumni Association, Inc.  
**Amount Approved** \$200,000  
**Date Approved** May 15, 2009  
**Date Executed** June 3, 2009  
**Requested Change** The applicant requests an additional \$55,000 for C.A.I.P. The request received a high priority from the Jessamine County Agricultural Development Council. 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 \$255,000.

**Recommendation** Approval

**App #** A2009-0062  
**Applicant Name** Spencer County Conservation District  
**Amount Approved** \$180,000  
**Date Approved** May 15, 2009  
**Date Executed** June 4, 2009  
**Requested Change** The applicant requests an additional \$36,040 for C.A.I.P. The request received a high priority from the Spencer County Agricultural Development Council. 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 \$216,040.

**Recommendation** Approval