

Kentucky Tobacco Settlement Trust Corporation

Meeting Minutes

April 20, 2000

The sixth official meeting of the Kentucky Tobacco Settlement Trust Corporation was held on Thursday, April 20, 2000, at 9:00 a.m., in Room 149 of the Capitol Annex. Governor Paul E. Patton, Chairman, called the meeting to order, and the secretary called the roll.

Members Present:

Governor Paul E. Patton, Chairman; John-Mark Hack, President; Aileen Rose, for General A. B. Chandler; Commissioner Smith; Tommy Bale; Gary Cecil; David Chappell; Joe Clarke; Marshall Coyle; Debbie Draper; Jim Lacy; Senator Pendleton; Wilson Stone; Representative Tomas; and Henry West.

Others Present:

Hoppy Henton, Director, and Bob Finch, Deputy Director, USDA, Kentucky Farm Service Agency; Dr. Will Snell, University of Kentucky College of Agriculture; Perry Nut, Legislative Research Commission; Lisa Thomas and Joel Neaveill, Governor's Office of Agriculture Policy; and Jeanette Miley, Attorney General's Office.

Approval of the Minutes from Previous Meeting:

Commissioner Smith advised the minutes from the previous meeting need to reflect that Mark Farrow, Chief of Staff, Department of Agriculture represented the Commissioner at the meeting in Lexington. The minutes were approved as amended.

Legislative Review:

President, John-Mark Hack informed the board that the General Assembly approved a 40 million dollar supplement payment from Phase I Tobacco Settlement funds coming out of the 50% set aside for agriculture as a supplement to the 2000 distribution of the Phase II trust fund.

President Hack advised the board members a copy of some survey results of a survey conducted by the legislature's tobacco task force was included in their packet. Perry Nut, LRC discussed the survey results.

There were two options presented at the meeting. One was to base this year's distribution on last year's activity with the understanding that that would be the process that would be followed, with each year being based on the previous year's activity. The other option was to utilize the 99 distribution which was based on the 98 crop year for the tenant and the grower and distribute one-third of the pot to each of those two groups and another one-third to the quota owner of record as of July 1 of that year.

After much discussion, the board recessed until the hour of 3:00 p.m. on Monday, April 24, 2000.

