

# Kentucky Agricultural Development Board

---

## *Minutes of the May 20, 2005 Board Meeting*

The regular meeting of the Kentucky Agricultural Development Board was held on **Friday, May 20, 2005** at **10:00 a.m.**, at the Franklin County Cooperative Extension Office. Commissioner Richie Farmer, presiding, called the meeting to order, and the Secretary called the roll.

### **Members Present**

Donna Amburgey; H. H. Barlow; Vickie Yates Brown; Daniel Case; John Cleaver; Rodney Dick; Commissioner Richie Farmer; Dennis Griffin; Wayne Hunt; Sam Lawson; Jim Mahan; Sam Moore; Dean M. Scott Smith (Jimmy Henning, designee); Secretary Gene Strong (Don Goodin, designee)

### **Members Absent**

Governor Ernie Fletcher

### **Others Present**

**Staff** - Catherine Ball; Angela Blank; Brian Furnish; Sandy Gardner; Tim Hughes; Kara Keeton; Maggie May; Bill McCloskey; Joel Neaveill; Brad Nelson; Lucinda Pease; Keith Rogers; Nick Whobrey; Stephen Yates **Guests** –Gail Lincoln, Daniel Boone Lumber; Danny McKinney, Burley Cooperative; Cait McCanahan, Community Farm Alliance; Ray Bowman, Kentucky Goat Producers Association; Bruce Cline, Consolation Farms; Jeff Davis, Davis Farms; Ben Payne; Robert Gray; David Whimpy, Phillip Garnett; Carl Frazier, Legislative Research Commission (LRC); Lowell Atchley, LRC; Brad Metcalf, Senate Leadership Office; Rusty Thomson; Doug Jones, Valentines Ice Cream; Rogers Quarles; Will Snell, University of Kentucky; Don Van Erden, The Van Erden Group; Michael Duckworth, Woodford County Extension Agent; Stefanie Ballinger, Woodford County Extension; Jack Holbrock, East Kentucky Beef Cattle Council (EKBCC); Myron Evans, Carter County Cooperative Extension; Charles May, Perry County Cooperative Extension; Dennis Perry, Kentucky Community and Technical College System (KCTCS); Bud Blair, Burley Cooperative;

### **Notification of Media**

Commissioner Farmer received verification from Keith L. Rogers, Chief Executive Officer, that the media had received notice regarding the Agricultural Development Board meeting.

### **Welcome**

Commissioner Farmer welcomed the Board to the meeting.

### **Approval of Minutes**

Dennis Griffin moved to approve the minutes of the April 15, 2005 meeting as presented. John Cleaver seconded the motion. The motion passed without dissent.

Friday, May 20, 2005

## Executive Director's Report

Commissioner Farmer yielded the floor to Mr. Rogers for the Executive Director's Report.

Mr. Rogers welcomed the Board and guests to the meeting.

Mr. Rogers noted that the Governor was unable to attend due to his trip to Japan.

Mr. Rogers noted that the agenda had changed from its original format for this meeting.

Mr. Rogers yielded the floor to Joel Neaveill to explain the Budget Summary. (Budget Summary on file with Board Secretary)

Mr. Rogers explained that staff has had meetings with the Horticulture Council, the Kentucky Beef Network, and the Coaches Institute, regarding their financial status. These three large projects will be coming back to the Agricultural Development Board (ADB) for funding, because prior funds awarded have almost been depleted. These three projects will make presentations to the ADB beginning in June. The entities have been asked to have their applications in by August 1, 2005. The money that the ADB would have to award is six or seven million dollars total.

Mr. Rogers gave an update on the Tobacco Settlement Oversight Committee meeting that was held last Tuesday. There were no major projects.

Mr. Rogers yielded the floor to Tim Hughes for an update on the Kentucky Agricultural Finance Cooperation (KAFC).

Mr. Hughes explained that he has spent time across the state meeting with lenders. Mr. Hughes noted that at the last KAFC meeting two programs were approved; Agriculture Infrastructure Loan Program (AILP) and Producer Accelerated Loan Program (PAPP). Dan Hull, an applicant, withdrew his request for a loan and expressed that he would be working with private sources. Mr. Hughes added that he is in the process of working with Alltech. Mr. Hughes explained the KAFC memo provided to the board. (On file with Board Secretary)

Mr. Griffin asked how many loans KAFC actually has. Mr. Rogers responded zero, but they have had three that have not actually gone through. Mr. Rogers explained that there have been a lot of contacts and the word is out there, but on the value-added side, the projects just are not out there.

Mr. Rogers explained that Tim, Brian, and he had gone to several meetings and once grants are talked about the conversation stops.

Sam Lawson stated that he hopes the ADB does not forget to find the value-added projects because that is the future. Value-added projects are hard to find, but they are the projects that will be Kentucky's future.

Mr. Rogers yielded the floor to Catherine Ball, General Counsel and Compliance Officer. Mrs. Ball updated the Board on the reporting and monitoring status of programs and projects approved by the Board. (Memo on file with Board Secretary)

Mr. Griffin asked how it has been trying to get the recipients to comply. Sandy Gardner, Compliance Specialist responded that most of them will at least call when they receive a notice from GOAP; so far, no one has refused to comply.

Mr. Rogers pointed out that the CoBank study is located in update folder. (On file with Board Secretary) This study is trying to get all cooperatives under one umbrella. They hope to wrap up the study by the middle of June.

Mr. Griffin asked where the pilot program is going to be. Mr. Rogers responded that he did not know that information yet.

Mr. Griffin asked if the ADB has any say on where the pilot program takes place in Kentucky. Mr. Rogers explained that ADB does not have much say because we directly did not put in money.

Mr. Rogers asked where the best place to put the model is. Mr. Griffin responded that it should be in Owensboro.

Mr. Rogers stated that the pilot program would not be for one individual cooperative.

Mr. Griffin asked if the model is for any cooperative. Mr. Rogers responded that it is not focused on an individual cooperative. Mr. Griffin felt this was a very fragmented approach.

Brian Furnish explained that Cobank is saying they want the whole package.

Sam Lawson asked if this is a state-wide coordination that would make all the cooperatives under one state-wide umbrella. Mr. Rogers answered that for example instead of having an accountant for every cooperative you have one for all four etc.

Mr. Rogers explained that the Board had the findings to the study to date.

Mr. Rogers gave an update on the Phase II hearing in North Carolina that was this past Monday. Mr. Rogers felt that the state had the upper hand at the meeting unlike last time. The bond for Kentucky's payment of Phase II went public yesterday, and is expected to be sold Saturday. GOAP is working with several people to be ready when the checks are cut. Mr. Rogers noted that the prior legal issue has been resolved.

Danny Case asked when Mr. Rogers anticipated the checks would be cut. Mr. Rogers answered that there is not a definite date and cannot anticipate one.

Mr. Rogers stated that the ten million dollars from the Burley Tobacco Cooperative could be tax exempt.

Mr. Cleaver asked if the ten million will be added to total one hundred twenty four million dollars. Mr. Rogers answered yes. Mr. Cleaver commended the Burley Tobacco Cooperative.

Danny McKinny thanked GOAP for working with them.

Mr. Moore asked if there was a requirement in the legislation when the payments had to be paid out. Mr. Rogers explained there is not requirement on the payments, but there is a requirement that the bond had to be sold by June 30, 2005.

Mr. Rogers noted that Allison Shepard, Director of the Kentucky Produce and Aquaculture Alliance, has resigned and Brent Lackey formally of Cumberland farm Products has taken the position.

Mr. Rogers noted that the next ADB meeting will be held Friday, June 17, 2005 and the location is yet to be determined. The Governor may be able to be at the meeting, and if so, there it will be held in Frankfort.

Mr. Rogers announced that on July 28, 2005 University of Kentucky's the state-field day will be held in Princeton, KY and the July Board meeting might be held there,too.

Mr. Rogers asked guests to please sign in.

## **Old Business**

Commissioner Farmer noted that there was no old business.

## **New Business**

Commissioner Farmer yielded the floor to Mr. Rogers.

Discussion occurred on the use of Agricultural Development Funds in tobacco production and the creation of a county model program.

Mr. Rogers explained that there are issues, pro and con, of using the Agricultural Development Fund for tobacco through a model program and yielded the floor to Will Snell, Agricultural Economist with the University of Kentucky, to explain, " The Buyout: Short-Run Observations and Implications for Kentucky's Tobacco Industry. (On file with Board Secretary)

Dr. Snell explained that this is an important issue and also controversial. Over the past several months he had the opportunity to visit with 5,000 tobacco farmers. Outside of the money component, we want to create a better market environment for the people who want to stay in the tobacco industry.

Commissioner Farmer asked if there were any questions for Dr. Snell.

Sam Moore asked how much stock the Burley Cooperative has. Dr. Snell stated that the companies have been reducing inventories. The cooperative currently has 170 million pounds. KY is going to have the opportunity to increase production.

Mr. Griffin asked if there is a quality of inventory that the companies have purchased. Dr. Snell explained that it varies from year to year. This year is one of the best.

Mr. Lawson asked what the poundage was the last year acreage was used for quota. Dr. Snell answered 2,700 pounds. Now we have more diseases than we had then. Would

there be more price pressure. Dr. Snell responded that the companies have in mind pool stocks.

Mr. Lawson stated that Pennsylvania and Maryland do not have infrastructure.

Rodney Dick asked that if there is renewed interest why the companies are not putting aside money to help with infrastructure. Dr. Snell responded that he could not answer that question.

Vickie Yates Brown stated that an issue is the trust from farmers. The farmers need to be businessmen and when viewed the contract between growers and the company, was one sided. Ms. Brown would like to see the tobacco companies sit down with the farmers and make a contract that is fair. We need not walk forward with trust but a fair contract instead of letting our farmers walk in to a one-sided contract.

Mr. Barlow stated that the Board is supposed to give a direction on what we need to do with tobacco but there needs to be some background given first.

Mr. Hunt believes we need to be somewhat of a visionary. Mr. Hunt asked the question what the Board has done to make sure anything is guarantee. Ms. Yates stated that the Board is not talking about a guarantee.

Ms. Brown stated that a tobacco model program needs to be looked at in a lot of different ways.

Mr. Hunt explained that we had a guarantee price and we sold it. Mr. Hunt believes that if the tobacco companies are smart, they should match the money for infrastructure.

Commissioner Farmer stated that the Board has made a couple good points about being visionaries.

Mr. Rogers gave an update on the Christian County Tobacco Model Program application. It came in last month and it is pended until next month. On the morning of the Oversight Committee meeting they decided to put the tobacco model program on the agenda and comments that came were concern for the use of Phase I money for this. The Oversight Committee meeting had three points that need to be looked at: 1) the concern about use of Agricultural Development Fund in tobacco, law may allow but they question the intent of the law; 2) the Oversight Committee wanted time to consider and wanted the tobacco task force or ag committees to hold hearing and invite farm groups; 3) and the Oversight Committee wanted to consider this before the ADB makes a decision.

Mr. Rogers announced that on Monday there will be a joint hearing so the legislators can gather more information on the tobacco model program. GOAP has also received letters from five legislatures in support of the tobacco model program, which were Senator Joey Pendleton, Representative James Bruce, Representative James Carr, Senator Gary Tapp and Representative Brad Montell. There are also some with concern. Representative Adrian Arnold was against the tobacco model program. Mr. Rogers added that Brian, Tim, and he had a conference call with Phillip Morris.

Mr. Furnish explained that Phillip Morris has a lot of programs, but they are waiting to see what we, as a state, do.

Commissioner Farmer asked if there were any questions.

Mr. Lawson invited Bruce Klyne, a tobacco farmer from Christian County, to address the Board. Mr. Klyne stated that he is a member of the Burley Cooperative and the point that he wanted to make was that a tobacco program that we have loved became extremely flawed, and it had protection for very bad growers. We have a real opportunity in Kentucky, but we are judged on what we have done in the past.

Mr. Lawson stated that he had three concerns, the first is the coalitions and getting away from tobacco. The second concern is the money that is already there with the buyout. I thought that is what the buyout was for. The third concern is using state dollars for individual farmers and we have lost our focus on the long term plan. A couple of points from the email that he sent to the ADB are: should we the ADB participate in the tobacco model program, and what difference will we make to the broad spectrum of farm families. ADB needs to do something more long term.

Donna Amburgey stated that there are farmers who want to raise tobacco and the ADB needs to help those farmers. All the farmers are here at this meeting because they want to grow tobacco.

Mr. Cleaver explained that we have been told diversify from tobacco. He took it to the Nicholas County Council and they think the Board are trying to subsidize everything.

Mr. Rogers stated that he would explain the draft of the tobacco model program that was located in the update folder. (On file with Board Secretary)

Mr. Lawson asked why the Board is going through this and are not going to vote. Mr. Rogers explained that we are taking the same approach that we take with all model programs. GOAP staff will make revisions and bring it back to you next month.

Mr. Rogers explained that there is one basic distinction between Christian County and staff's suggested model program there is a \$5,000 limit.

Mr. Lawson stated he does not agree with guideline ten.

Mr. Hunt stated that he understood what staff was trying to accomplish, but you have to have a \$5,000 limit with a \$15,000 lifetime cap.

Mr. Rogers explained that staff has done this because the limit had to match all other model programs. We were very cautious that tobacco was treated like all other model programs.

Mr. Cleaver asked Mr. Rogers what his plan was from here. Mr. Rogers answered that his recommendation was just to have the discussion and on Monday when he goes before the tobacco task force and ag committee he will go before them with this and he hopes that we have some kind of consensus so that in June we can come to the Board with a recommendation on Christian County.

Mr. Griffin asked what Mr. Roger's position was going to be on Monday. Mr. Rogers stated that his position would be that the Board is undecided and ADB will take this up in June.

Mr. Rogers stated that the General Assembly wanted the opportunity to have a hearing to think this thru and he believes that when we come back on June 17, we will be able to make a decision.

Mr. Dick asked why the ADB could not take the same approach. Not take this up in June but take the whole year and see what people are going to do next year. Mr. Hunt explained there are two things that are wrong with that and one is will the Board have any money next year.

Ms. Amburgey asked what happens if the committee votes to oppose this, but the ADB board approves the model program. Mr. Rogers explained that the Board does that with projects all the time and then we move on. The Board needs to do what is the best for the people of Kentucky. Mr. Rogers explained that he is responsible for keeping the Agricultural Development Fund (ADF), and it could be a politically damaging thing to ADF.

Ms. Brown stated that the Board needs to take this application and consider it and then if Christian County does not agree then they need to go to the oversight committee. Mr. Rogers explained that the oversight committee is not holding a hearing.

Mr. Moore stated that we have to look at tobacco as it should still be grown in Kentucky and my answer is yes. Mr. Moore believes this will help the tenant farmer and the young farmer. It will be a source of funds that he can tap into to start and infrastructure. It will give him a source that the young farmer can establish himself as a tobacco farmer. There is nothing in this funding that we have done that has kept that many farmers on the farm and made as much money.

Mr. Lawson explained that in my email I asked Mr. Rogers in this instance that we go to legislature, with the question of what the intent is. Mr. Lawson is scared that this is the end of us the ADB.

Mr. Hunt thinks we are fortunate to have HB 611 written like it is.

Mr. Griffin believes we should move on and come back in thirty days

Ms. Brown stated that Ms. Ball needed to look at what the legislative intent was when HB 611 was made. Mr. Rogers explained that staff would try.

Ms. Amburgey asked if there was not an opportunity for the task force and ADB to come together. Mr. Rogers answered this is where Monday comes into play.

### **Referral of June Projects<sup>1</sup>**

Mr. Rogers presented projects A2005-0142 through A2005-0260 for referral to the Board's Project Review Committees. Danny Case moved that projects A2005-0142 through A2005-0260 be referred the Board's Project Review Committees; Rodney Dick seconded the motion. The motion passed without dissent.

---

<sup>1</sup> A detailed list of the referred projects is attached as Appendix A.

## Approval of Model Programs<sup>2</sup>

Commissioner Farmer submitted projects A2005-0165, A2005-0147, A2005-0230, A2005-0123, A2005-154, A2005-0236, A2005-0202, A2005-0085, A2005-0189, A2005-0213, and A2005-0244 as projects meeting the model **Agricultural Diversification Program** guidelines.

Commissioner Farmer submitted projects A2005-0182, A2005-0122, A2005-0142, A2005-0233, A2005-0177, A2005-0193, A2005-0161, A2005-0103, A2005-0090, A2005-0160, A2005-0194, A2005-0197, A2005-0206, A2005-0222, and A2005-0239 as projects meeting the model **Cattle Genetics Improvement Program** guidelines.

Commissioner Farmer submitted projects A2005-0144, A2005-0228, A2005-0180, A2005-0114, A2005-0130, A2005-0201, A2005-0105, A2005-0088, A2005-0159, A2005-0171, A2005-0198, A2005-0216, A2005-0205, A2005-0224, and A2005-0240 as projects meeting the model **Cattle Handling Facilities Program** guidelines.

Commissioner Farmer submitted projects A2005-0169, A2005-0235, A2005-0102, A2005-0190, A2005-0237, and A2005-0217 as a project meeting the model **Dairy Diversification** guidelines.

Commissioner Farmer submitted projects A2005-0183, A2005-0168, A2005-0121, A2005-0145, A2005-0229, A2005-0178, A2005-0117, A2005-0162, A2005-0089, A2005-0158, A2005-0185, A2005-0209, A2005-0221, and A2005-0242 as projects meeting the model **Farm Livestock Fencing Improvement Program** guidelines.

Commissioner Farmer submitted projects A2005-0143, A2005-0226, A2005-0181, A2005-0128, A2005-0104, A2005-0107, A2005-0087, A2005-0164, A2005-0212, A2005-0223, and A2005-0246 as projects meeting the model **Forage Improvement & Utilization Program** guidelines.

Commissioner Farmer submitted projects A2005-0166, A2005-0148, A2005-0232, A2005-0234, A2005-0204, A2005-0227, A2005-0101, A2005-0157, A2005-0186, A2005-214, and A2005-0174 as projects meeting the model **Goat Diversification Program** guidelines.

Commissioner Farmer submitted projects A2005-0109, A2005-0146, A2005-0231, A2005-0170, A2005-0179, A2005-0116, A2005-0200, A2005-0106, A2005-0086, A2005-0215, A2005-0195, A2005-0210, A2005-0225, and A2005-0243 as projects meeting the model **Hay, Straw & Commodity Storage Program** guidelines.

Commissioner Farmer submitted projects A2005-0211 and A2005-0245 as projects meeting the model **On-farm Water Enhancement Program** guidelines.

Commissioner Farmer submitted projects A2005-0167, A2005-0140, A2005-0203, A2005-0238, A2005-0187, and A2005-0220 as projects meeting the model **Shared-use Equipment** guidelines.

Commissioner Farmer submitted projects A2005-0196 and A2005-0152 as projects meeting the model **Swine Diversification** guidelines.

---

<sup>2</sup> A detailed list of projects funded under each model program category is attached as Appendix B.

Commissioner Farmer submitted projects A2005-0084, A2005-0191, A2005-0207, and A2005-0241 as projects meeting the model **Technology** guidelines.

Commissioner Farmer submitted projects A2005-0163 and A2005-0208 as projects meeting the model **Timber Production, Marketing and Utilization** guidelines.

Mr. Case moved the said applications be approved for the named model programs including corrections; Mr. Dick seconded the motion. The motion passed without dissent.

## Review of Amendments

Mr. Rogers presented the following amendment for approval.

**A2004-0520, Bullitt County Cattlemen's Association, Inc.** was approved for \$50,000.00 on December 17, 2004. The applicant requests an additional \$70,000.00 for the Hay, Straw and Commodity Storage Program in Bullitt County. The request received a High priority from the Bullitt County 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 \$120,000.00.

**A2005-0099, SKAD/Clinton-Cumberland Cattlemen's Association,** was approved for \$12,265.00 on April 15, 2005. The applicant requests an additional \$22,735.00 for the Cattle Genetics Improvement Program in Clinton County. The request received a High priority from the Clinton County 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 \$35,000.00.

**A2005-0111, Edmonson County Chamber of Commerce, Inc.,** was approved for \$1,771.00 on April 15, 2005. The applicant requests an additional \$20,000.00 for the Agricultural Diversification Program in Edmonson County. The request received a High priority from the Edmonson County 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 \$21,771.00.

**A2005-0112, Edmonson County Conservation District,** was approved for \$9,294.00 on April 15, 2005. The applicant requests an additional \$21,000.00 for the Forage Improvement and Utilization Program in Edmonson County. The request received a High priority from the Edmonson County 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 \$30,294.00.

**A2003-0610, Jackson Purchase RC&D Foundation, Inc.** was approved for \$5,900.00 on October 18, 2002. The applicant requests a decrease in project funds of \$331.81 for the Agricultural Diversification Program in Hickman County. These funds are to be reallocated to the county account. Approval of this request would bring the program total to \$5,568.19.

**A2002-0538, Jackson Purchase RC&D Foundation, Inc.** was approved for \$3,627.00 on October 18, 2002. The applicant requests an additional \$331.81 for the Cattle Genetics Improvement Program in Hickman County. The request received a High priority from the Hickman County 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 \$3,958.81.

**A2004-0551, Mason County Agricultural Development Council, Inc.** was approved for \$33,125.00 on January 21, 2005. The applicant requests an additional \$100,000 for the Farm Livestock Fencing Improvement Program in Mason County. The request received a High priority from the Mason County 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 \$33,125.00.

**A2004-0048, Mercer County Farm Bureau,** was approved for \$67,500.00 on March 19, 2003. The applicant requests an additional \$60,000.00 for the Farm Livestock Fencing Improvement Program in Mercer County. The request received a High priority from the Mercer County 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 \$127,500.00.

**A2004-0068, Metcalfe County Cattlemen's Association, Inc.** was approved for \$45,000.00 on April 29, 2004. The applicant requests an additional \$68,000.00 for the Cattle Handling Facilities Program in Metcalfe County. The request received a High priority from the Metcalfe County 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 \$113,000.00.

**A2004-0181, Metcalfe County Cattlemen's Association, Inc.,** was approved for \$100,000.00 on May 21, 2004. The applicant requests an additional \$100,000.00 for the Farm Livestock Fencing Program in Metcalfe County. The request received a High priority from the Metcalfe County 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 \$200,000.00.

**A2004-0398, Metcalfe County Cattlemen's Association, Inc.** was approved for \$26,500.00 on October 29, 2004. The applicant requests an additional \$60,000.00 for the Cattle Genetics Improvement Program in Metcalfe County. The request received a High priority from the Metcalfe County 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 \$86,500.00.

**A2004-0407, Owen County Farm Bureau, Inc.** was approved for \$26,500.00 on September 17, 2004. The applicant requests an additional \$40,000.00 for the Cattle Genetics Improvement Program in Owen County. The request received a High priority from the Owen County 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 \$66,500.00.

**A2004-0278, Owen County Farm Bureau, Inc.,** was approved for \$42,400.00 on May 21, 2004. The applicant requests an additional \$165,000.00 for the Cattle Handling Facilities Program in Owen County. The request received a High priority from the Owen County 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 \$207,400.00.

**A2004-0281, Owen County Farm Bureau, Inc.,** was approved for \$212,000.00 on May 21, 2004. The applicant requests an additional \$38,029.00 for the Farm Livestock Fencing Improvement Program in Owen County. The request received a High priority from the Owen County 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 \$250,029.00.

**A2004-280, Owen County Farm Bureau, Inc.,** was approved for \$26,500.00 on May 21, 2004. The applicant requests an additional \$102,000.00 for the Forage Improvement and Utilization Program in Owen County. The request received a High priority from the Owen County 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 \$128,500.00.

**A2004-0277, Owen County Farm Bureau, Inc.,** was approved for \$53,000.00 on June 18, 2004. The applicant requests an additional \$60,000.00 for the Hay, Straw and Commodity Storage Program in Owen County. The request received a High priority from the Owen County 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 \$113,000.00.

**A2004-0171, Owen County Farm Bureau, Inc.,** was approved for \$31,800.00 on June 18, 2004. The applicant requests an additional \$27,000.00 for a project in Livestock and Forage Development in Owen County. The request received a High priority from the Owen County 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 \$58,800.00.

**A2004-0442, Washington County Cattlemen Association, Inc.** was approved for \$202,068.00 on January 21, 2005. The applicant requests an additional \$313,000.00 for a project in Livestock and Forage Development in Washington County. The request received a High priority from the Washington County Council. Approval of this request would bring the program total to \$515,068.00. All funds will be disbursed by the expiration date of the original agreement.

H.H. Barlow moved that said amendments be approved; Sam Moore seconded the motion. The motion passed without dissent.

**A2005-0076, Wooden Impressions, Inc.,** was approved for \$355,440.00 on April 15, 2005. The applicant requests a decrease in state funds of \$1000.00. The applicant requests an additional \$2,000.00 in Mason County Funds. The request received a High priority from the Mason County Council. The applicant requests an additional \$1,000.00 in Bracken County funds. The request received a High priority from the

Mason County Council. Approval of this request would bring the program total to \$357,440.00.

**Mr. Barlow moved that said amendments be approved; Mr. Dick seconded the motion. The motion passed without dissent.**

Mr. Rogers presented three additional amendments.

**A2004-0511, Mercer County Cattlemen's Association, Inc.**, was approved for \$25,750.00 on December 17, 2004. The applicant requests an additional \$25,750.00 for the Genetics Improvement Program in Mercer County. The request received a High priority from the Mercer County 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 \$51,500.00.

**A2004-0510, Mercer County Cattlemen's Association, Inc.**, was approved for \$50,000.00 on December 17, 2004. The applicant requests an additional \$50,000.00 for the Cattle Handling Facilities Program in Mercer County. The request received a High priority from the Mercer County 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 \$100,000.00.

**A2005-0097, Jessamine County Beef Cattle Association, Inc.**, was approved for \$55,000.00 on April 15, 2005. The applicant requests an additional \$16,000.00 for the Farm Livestock Fencing Program in Jessamine County. The request received a High priority from the Jessamine County 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 \$71,000.00.

**John Cleaver moved that said amendments be approved; Mr. Barlow seconded the motion. The motion passed without dissent.**

Stephen Yates presented an amendment to withdraw the request for \$107,000.00 that was approved in March 2005 for the Scott County Hay Handling Project. The Scott County Beef Improvement Association has indicated to staff through a letter, that these funds are needed to fund the existing model programs being offered in Scott County. The Beef Improvement Association plans on taking any left over funds from the model programs and putting them towards the Hay Handling project sometime this fall. Mr. Case moved to approve this amendment. Jim Mahan seconded the motion. The motion passed with dissent.

Mr. Cleaver asked if there has been discussion about the project in Scott County becoming a model program. Mr. Yates replied yes there has been discussion and it is on going.

Lucinda Pease presented an amendment for Hay Handling Equipment. Requests have been received from Bath and Montgomery counties to include front end loaders as attachments to the list of eligible cost share items. Previous action regarding hay handling projects was to fund the following pieces of equipment: front end loader attachments, scissor jacks, round bale wagons, flatbed trailers with brakes, hay elevators, bale kickers, kicker wagons, bale packagers, mechanical bale loaders,

gravity bed wagons, and header wagons. Donna Amburgey moved to approve the amendment presented. Dr. Jimmy Henning seconded the motion. The motion passed with dissent.

Maggie May presented an amendment to two model programs. Two applications are on the list to be approved as model programs but should be approved as amendments. Please remove application numbers A2005-0172, Morgan County Agricultural Diversification Model Program and A2005-0173, Pulaski County Forage Improvement Model Program from the list of new model programs and add them to the amendments list. Both of these applications are requests for additional funds to be added to existing programs and should not be approved as new programs. The two amendments to be approved are as follows: A2005-0063, Morgan County Agricultural Diversification Program increase funds by \$10,679.00; and A2004-0470, Pulaski County Forage Improvement Program increase funds by \$20,000.00. Wayne Hunt moved to approved the said amendment. Don Goodin seconded the motion. The motion passed without dissent.

Catherine Ball presented a list of compliance amendments. Mr. Barlow moved to approve the list of compliance amendments. Sam Lawson seconded the motion. The motion passed without dissent.

### ***Recommendations for Funding***

Maggie May presented A2005-0138, **Mountain Cattlemen's Association**. The application received a high priority from Perry County. The Mountain Cattlemen's Association is requesting \$5,936.00 in Perry County funds to administer a Heifer Replacement Program. This program would be available to all producers in Perry County with a cow herd size of 25 or less. This program would provide up to 50% cost-share reimbursement on bred heifers, with a maximum of \$400 per heifer and two heifers per producer per funding cycle. All heifers must be purchased through a Kentucky Department of Agriculture and University of Kentucky approved sale. This program will be administered with guidelines similar to the Genetics Improvement Model Program and will be advertised and offered on a first-come, first-serve basis.

Ms. May introduced Dennis Perry, Myron Evans, Jack Holbrook and Charles May in support of Mountain Cattlemen's Association application.

Mr. Dick noted that he visited this program and was very impressed with their project.

Mr. Moore asked why the Board is going to limit the project to one county. Mr. Furnish answered that it is something that any county can apply for with the same guidelines.

Mr. Griffin asked why it is a small amount of money. Mr. Furnish answered that it is all the money that Perry County had. If this one gets approved then we anticipate many other counties coming forward in this association.

Mr. Lawson asked if Perry County has completed the genetics program. Charles May answered yes most of our money goes to the genetics program.

Mr. Dick moved that **A2005-0138 be approved for \$5,986.00 in Perry County funds**; Mr. Case seconded the motion. The motion passed with dissent.

Mr. Yates presented A2004-0318, **Castle Hill Farm, Inc.**. The application received a high priority from Woodford County. Castle Hill Farm, Inc. is requesting \$17,375.00 in Woodford County funds to purchase wine making equipment, (tanks, press, crusher, destemmer, pump, corker, labeler and barrels) for their winery in Woodford County. In addition to the winery, Castle Hill Farm will provide a sales outlet for growers of wool products. Castle Hill Farm will continue to be an outlet for vegetable growers as well as providing a retail outlet for cheese, meat and egg producers. Castle Hill Farm purchased grapes from 12 Kentucky producers in 2004.

Mr. Cleaver asked what the gross profit would be. Mr. Yates replied that Castle Hill Farm, Inc. is in about twenty one Liquor Barns across Kentucky and they are providing an outlet fro people to sell.

Mr. Mahan moved that **A2004-0318 be approved for \$17,375.00 in Woodford County funds**; Ms. Amburgey seconded the motion. The motion passed without dissent.

Mr. Yates presented A2005-0093, **Allied Food Marketers West, Inc.** Allied Food Marketers West, Inc. is requesting \$2,991,561.00 of State funds for the development of Kentucky Producers in diversifying their agribusiness ventures and to produce sustainable income and decrease their dependence on tobacco. The goal of the applicant is to create a business incubator over the term of the project that will assist farmers in the steps they must go through to pursue their business ideas, create viable products with solid marketing programs that will produce towline revenues needed. The applicant shall achieve this by providing an established, proven template for early stage business development that allows candidates to measure the viability and commitments to their ideas. The applicants organizations experience in marketing, distribution, corporate management, merchandising and risk management shall provide an environment of incubation, growth and organization to many producers seeking to diversify out of tobacco in the Commonwealth. Combined with a commitment to solid technical fundamentals, the applicant shall be able to aid developing ideas in a manner that will allow them to change when needed and reduce risk. For established companies looking to get to the next level the applicant shall guide them in a manner that prudently measures their risk abilities vs. potential gains. Many companies do not feel comfortable with risk of any kind and quite often choose to stay where they are. The applicants integrated system can minimize risks and allow companies to feel out growth potentials thus increasing their opportunity to succeed. For mature companies

ready to go regional, national or global the applicant can objectively guide them in the direction best suited for their company needs. The applicants understanding of retail and wholesale and the networks they have developed can streamline the process of significant growth when a brand is ready to make that big move. Funds shall be used for creating job growth within the farm family community, technical tools that will date with today's needs and expand for tomorrow's innovations, distribution equipment, establishment of an employee/producer stock ownership plan, merchandising field support and producer training and development.

Mr. Furnish introduced Rick Raque, of Allied Food Marketers West Inc. and Mr. Raque explained the handout that was located in the update folder. (On File with Board Secretary)

Mr. Raque explained the money would be distributed quarterly. The producer will have to show work being done before they get their next payment. There is a grant and a loan phase.

Commissioner Farmer explained this is the missing link to Kentucky Proud and that Mike Judge and Roger Snell from KDA are both here to answer any questions.

Mr. Cleaver asked if we have a way of tracking this firm if they are not producing. Mr. Furnish explained that the Board can stop the funds. Commissioner Farmer explained that Allied Food Marketers West, Inc. does not get their money if they are not doing what they are supposed to be doing.

Mr. Case asked if the contract is with all three companies. Mr. Furnish replied yes.

Mr. Rogers noted that the good thing about this project is that Allied West Inc. is a separate entity.

Mr. Dick asked what kind of effort is going to be made to get the word out. Mr. Furnish explained that the Kentucky Department of Agriculture and GOAP are going to identify the top thirty five companies that we can make a success story out of. Mr. Furnish also noted that some of these projects are already in business with Allied Food Marketers West, Inc.

Mr. Rogers noted that last month Mr. Raque talked about the website and this is a great tool that GOAP can help the producers with. It closes the gap for this area of entrepreneurship.

Ms. Amburgey asked what the fee would be. Mr. Furnish responded that if we fund the project then we would waive the fee for the first two years.

Dr. Henning noted that at the University of Kentucky there is a lot of studies with value added etc. and I applaud Mr. Raque because we do not do market well.

Mr. Goodin asked if this will be a marketing company as well as a consulting company. Mr. Furnish replied yes.

Mr. Griffin explained that he has concerns that we are dividing grant money and a forgivable loan. Mr. Furnish responded that the first part of this we could not put a value on, the second phase is the step that it is ready to go to the shelf in a store. We can then put a value on the product and make it forgivable.

Mr. Griffin explained that he is concerned that the Board is putting up two million dollars for ten people. Mr. Furnish responded that is why we have identified thirty five companies that are out of the first phase.

Barlow it looks like there should be some way to tie this to commissions. If we are going to provide this fee for the company then they should give some money towards this.

Mr. Griffin asked if the producer is using Mr. Raque's fee to get in will they pay a broakage fee. Mr. Raque explained the key thing to this is to build a commission base. We need to build enough sales to get to this point. Agricultural Development Fund's are being put into play to help rather than utilize their capitol. The consumer will decide. We are using phase one to see if the producer is good enough to go the rest of the way through. It is not a long term thing. After the third year we would like to be self sustaining.

Mr. Griffin asked when talking about central warehousing, what was meant. Mr. Raque explained that I don not believe we can do that in the first quarter, but one thing that needs to happen is we need to go to the producer and get them in a centralized location.

Mr. Griffin asked where does the Employee Stock Ownership Plans (ESOP) fall in to this plan. Mr. Raque explained that the federal government is very excited about this and they are making laws that help ESOPs'. We need to make sure that we are sharing the wealth.

Mr. Griffin will this then take place of the entrepreneurship effort that. Rogers no this just becomes a major piece.

Mr. Hunt noted that maybe this would involve the ESOP some way in the future.

Mr. Case asked what the return on employee basis is. Mr. Raque explained that we have not gotten that far yet.

Mr. Furnish explained that if the Board had to build this company from scratch it would cost around eight million dollars.

Mr. Lawson moved that **A2005-0093 be approved for \$2,991,561.00 of state funds**; Mr. Hunt seconded the motion. The motion passed with dissent.

Mr. Yates presented A2005-0134, **Valentine's Gourmet Ice Cream LLC**. The application received a high priority from Clark County. Valentines Gourmet Ice Cream LLC., is requesting \$5500 in State funds and \$500 in Franklin County funds to purchase equipment (batch freezer, filler equipment and packaging equipment) to increase their capacity to produce ice cream which will contain fruit from Kentucky producers. Groups who will be participating in this project are primarily fruit growers interested in increasing value added sales. In addition, growers of apples are included because of the apple cider program Valentine's is involved with at Evans Orchard. Valentine's markets and sells about 10% of Evans finished product. This year Valentine's plans to work with Kentucky State University and local growers to process and market Paw paws. Finally, Valentine's is working with selected wineries to make wine flavored ice creams and sorbet from Kentucky produced wines. Valentine's will benefit 15-20 producers this year with this program, all of which have had or currently have a tobacco base.

Mr. Yates introduced Doug Jones, with Valentine's Gourmet Ice Cream LLC.

Mr. Jones explained that with the fruit conversion we want to have a Kentucky proud ice cream and on the lid would be the actual grower.

Mr. Jones if having the producer on the lid would be a problem. Mike Judge answered they were working on the answer to that.

Mr. Case moved that **A2005-0134 be approved for \$5,500 in state funds and \$500.00 in Franklin County Funds**; Mr. Dick seconded the motion. The motion passed without dissent.

Maggie May presented A2005-0137, **Jackson County Cattlemen's Association Inc.**. The application received a high priority from Jackson County. The Jackson County Cattlemen's Association is requesting \$40,000 in Jackson County funds for a farm safety program that will reimburse applicants for 50% of the cost of farm safety equipment, including:

- Roll-over protection services (ROPS) and seat belts for tractors
- Sun canopies for tractors, personal equipment for pesticide and chemical application such as protective coveralls, goggles, gloves, boots, respirators and hearing protection
- Replacement of missing shielding and guards for tractors and farm equipment
- Lighting and marking emblems for equipment used on public roads

The maximum cost-share amount per applicant will be \$1,000. All funds will be disbursed on a reimbursement basis upon submission of valid receipts. Labor will not be an eligible cost-share item under this program. Applications will be evaluated based upon tobacco dependency and percentage of farm income.

Mr. Cleaver asked how much would be paid per year. Ms. May responded \$478,000.00 would be available.

Ms. Amburgey expressed her mixed feelings on this project.

Mr. Rogers explained that this project is on the line but we are recommending approval.

Mr. Case moved that A2005-0137 **be denied for \$40,000.00 in Jackson County funds due to the fact that it does not improve net farm income**; Mr. Cleaver seconded the motion. The motion passed with dissent.

Nick Whobrey presented A2005-0141, **Ballard County Conservation District**. The application received a high priority from Ballard County. This project will help Ballard County Grain producers get ready for soybean rust. It will provide 50/50 cost-share with a limit of \$1500 per operation, for the purchase of new sprayer tips and the tanks, running gears and plumbing equipment to increase nurse capacity to the fields and tanks and tanks and plumbing equipment to improve loading facilities at the farm base. If soybean rust occurs this program will help farmers modernize and be ready to cover the increased acreage that will have to be covered on a needed basis.

The Ballard County Conservation District will be the administrative body with the participants being any Grain Farmer with more than 50% of total production within the county limits. Participation would be limited to one person per operation no matter how many FSA farm numbers, numbers in partnerships, or family partnerships. All participants have had some dependence on tobacco, whether from production or lease income from the tobacco base on their farm.

The objectives of this project are to help prepare grain farmers to battle soybean rust. They all will need a different set of spray tips for fungicide application. Water delivery to the field and refill capacity at the operation base will be critical to successfully cover the huge increase in acres that may need to be covered.

Dr. Henning asked the difference between this project and the one in no funding. Mr. Furnish explained that this project is for the tips etc. The other one was for chemical etc.

Mr. Case moved that **A2005-0141 be approved for \$31,500.00 in Ballard County funds**; Mr. Cleaver seconded the motion. The motion passed without dissent.

### ***Recommendations for No Funding***

Nick Whobrey presented **A2004-0307, West Kentucky Corporation**. West Kentucky Corporation is requesting \$200,000 in state funds for assistance in the website development and other expenses associated with [www.buykentucky.com](http://www.buykentucky.com) (formerly known as [kentuckyvirtual.com](http://kentuckyvirtual.com)). Mr. Mahan moved that no funds be awarded to A2004-0307 based on this organization in no longer in business. Mr. Case seconded the motion. The motion passed without dissent.

Nick Whobrey presented **A2005-0119, Caldwell County Conservation District**. Caldwell County is requesting \$1,000.00 in Caldwell County funds to educate farm children and their families on how to avoid the dangers and hazards that affect their

personal safety. They will also be instructed on how to respond to an accident or injury. Mr. Case moved that no funds be awarded to A2005-0119 based on previous board actions regarding field days; Mr. Mahan seconded the motion. The motion passed without dissent.

Bill McCloskey presented **A2005-0125, SKAC, Inc.**. SKAC, Inc. is requested \$1,500 of Butler County Agricultural Development Funds for freshwater shrimp harvesting equipment. Ms. Amburgey moved that no funds be awarded to A2005-0125 based on the request is a low priority. Mr. Case seconded the motion. The motion passed without dissent.

Maggie May presented **A2005-0136, Jackson County Cattlemen's Association, Inc.**

The Jackson County Cattlemen's Association is requesting \$35,000 in Jackson County funds to administer a Multiflora Rose and Noxious Weed Eradication Program. The proposed program would provide 50% cost-share reimbursement with a maximum of \$500 per applicant for the following items:

- Sprayers that can be mounted or pulled by a tractor or ATV
- Protective gear such as gloves, masks, spray suits and respirators
- Chemicals for weed control

Mr. Cleaver asked if the Board could pend this project and contact the applicant to see if this project would be viable without funding reimbursement on chemicals.

Mr. Case moved to pend A2005-0136 with recommendation to take out the chemicals for weed control; Mr. Barlow seconded the motion. The motion passed without dissent.

Bill McCloskey presented A2005-0139, **Dairy Herd Improvement Incorporated**. Dairy Herd Improvement Incorporated requested \$10,000 in Simpson County Agricultural Development to administer the Cattle Genetics Program in Simpson County. Mr. Moore moved that no funds be awarded to A2005-0139 based on a low priority from Simpson County. Mr. Mahan seconded the motion. The motion passed without dissent.

## Other Business

Commissioner Farmer moved to go in to closed session. Mr. Dick seconded the motion. The motion passed without dissent.

Mr. Lawson moved that the collateral for A2002-0432 be changed from liens on equipment at Shuckman's Seafood to a second mortgage on the property located at 2406 Brighton Drive in Louisville Kentucky and a personal guarantee from Lewis and Vicki Shuckman. Mr. Moore seconded the motion. The motion passed without dissent.

## Closing Remarks

The next meeting of the Kentucky Agricultural Development Board will convene at 10:00 AM on Friday, June 17, 2005 at the Franklin County Cooperative Extension Office. Note time and location of meeting subject to change; ample notification will be given if such a change occurs.

The meeting adjourned at 3:59 PM EDT.

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

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

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

---

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0142	Carroll Co. Agriculture Development Fund, Inc.	Cattle Genetics Improvement
A2005-0143	Carroll Co. Agriculture Development Fund, Inc.	Forage Improvement & Utilization
A2005-0144	Carroll Co. Agriculture Development Fund, Inc.	Cattle Handling Facilities
A2005-0145	Carroll Co. Agriculture Development Fund, Inc.	Farm Livestock Fencing Improvement
A2005-0146	Carroll Co. Agriculture Development Fund, Inc.	Hay, Straw, & Commodity Storage
A2005-0147	Carroll Co. Agriculture Development Fund, Inc.	Agricultural Diversification
A2005-0148	Carroll Co. Agriculture Development Fund, Inc.	Goat Diversification
A2005-0149	Breckinridge County FFA	Project
A2005-0150	LaRue County Beef Cattle Association, Inc.	Project
A2005-0151	Mackville Community Development, Incorporated	Project
A2005-0152	KY Home Pork Producers, Inc.	Swine Diversification
A2005-0153	Union County Beef Cattle Association, Inc.	Project
A2005-0154	Fayette County Conservation District	Agricultural Diversification
A2005-0155	Central Kentucky Growers Association, Inc.	Project
A2005-0156	Christian County Agri-Business Association	Project
A2005-0157	Meade County Goat Producers Association, Inc.	Goat Diversification
A2005-0158	Meade County Cattlemen's Association, Inc.	Farm Livestock Fencing Improvement
A2005-0159	Meade County Cattlemen's Association, Inc.	Cattle Handling Facilities
A2005-0160	Meade County Cattlemen's Association, Inc.	Cattle Genetics Improvement
A2005-0161	Lewis County Conservation District	Cattle Genetics Improvement
A2005-0162	Lewis County Conservation District	Farm Livestock Fencing Improvement
A2005-0163	Lewis County Conservation District	Timber Production, Marketing & Utilization

---

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0164	Meade County Conservation District	Forage Improvement & Utilization
A2005-0165	Breathitt County Conservation District	Agricultural Diversification
A2005-0166	Breathitt County Conservation District	Goat Diversification
A2005-0167	Garrard County Conservation District	Shared-use Equipment
A2005-0168	Bullitt County Goat Producers Association, Inc.	Farm Livestock Fencing Improvement
A2005-0169	Edmonson County Chamber of Commerce, Inc.	Dairy Diversification
A2005-0170	Edmonson Co Cattleman Association Inc.	Hay, Straw, & Commodity Storage
A2005-0171	Morgan County Fiscal Court	Cattle Handling Facilities
A2005-0172	Morgan County Fiscal Court	Agricultural Diversification
A2005-0173	Pulaski County Conservation District	Forage Improvement & Utilization
A2005-0174	Central Kentucky Meat Goat Producers Association, Inc.	Goat Diversification
A2005-0175	Graves County Soil Association	Project
A2005-0176	Carlisle County Conservation District	Project
A2005-0177	Franklin County Cattlemen's Association, Inc.	Cattle Genetics Improvement
A2005-0178	Franklin County Cattlemen's Association, Inc.	Farm Livestock Fencing Improvement
A2005-0179	Franklin County Cattlemen's Association, Inc.	Hay, Straw, & Commodity Storage
A2005-0180	Franklin County Cattlemen's Association, Inc.	Cattle Handling Facilities
A2005-0181	Franklin County Conservation District	Forage Improvement & Utilization
A2005-0182	Bath County Cattlemen's Association, Inc.	Cattle Genetics Improvement
A2005-0183	Bath County Cattlemen's Association, Inc.	Farm Livestock Fencing Improvement
A2005-0184	Bath County Produce Auction Board	Project
A2005-0185	SKAD/Rockcastle County Cattlemen's Association, Inc.	Farm Livestock Fencing Improvement

---

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0186	Rockcastle County Goat Producers Association, Inc.	Goat Diversification
A2005-0187	Rockcastle County Conservation District	Shared-use Equipment
A2005-0188	Rockcastle County Conservation District	Shared-use Equipment
A2005-0189	Mason County Agricultural Development Council, Inc.	Agricultural Diversification
A2005-0190	Mason County Agricultural Development Council, Inc.	Dairy Diversification
A2005-0191	Ohio County Conservation District	Technology
A2005-0192	Kentucky Sweet Sorghum Producers and Processors Association, Inc.	Project
A2005-0193	Green County Cattlemen's Association, Inc.	Cattle Genetics Improvement
A2005-0194	Nelson County Conservation District	Cattle Genetics Improvement
A2005-0195	Nelson County Conservation District	Hay, Straw, & Commodity Storage
A2005-0196	KY Home Pork Producers, Inc.	Swine Diversification
A2005-0197	Nelson County Beef Cattle Association, Inc.	Cattle Genetics Improvement
A2005-0198	Nelson County Beef Cattle Association, Inc.	Cattle Handling Facilities
A2005-0199	Meade County Grain Growers Inc.	Project
A2005-0200	Laurel County Cattlemen's Association, Inc.	Hay, Straw, & Commodity Storage
A2005-0201	Laurel County Cattlemen's Association, Inc.	Cattle Handling Facilities
A2005-0202	Laurel County Cattlemen's Association, Inc.	Agricultural Diversification
A2005-0203	Kentucky Minority Farmers, Inc.	Shared-use Equipment
A2005-0204	LaRue County Goat Producers Association, Inc.	Goat Diversification
A2005-0205	Scott County Beef Improvement Association, Inc.	Cattle Handling Facilities
A2005-0206	Scott County Beef Improvement Association, Inc.	Cattle Genetics Improvement
A2005-0207	Scott County Beef Improvement Association, Inc.	Technology
A2005-0208	Scott County Beef Improvement Association, Inc.	Timber Production, Marketing & Utilization

---

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0209	Scott County Beef Improvement Association, Inc.	Farm Livestock Fencing Improvement
A2005-0210	Scott County Beef Improvement Association, Inc.	Hay, Straw, & Commodity Storage
A2005-0211	Scott County Beef Improvement Association, Inc.	On-farm Water Enhancement
A2005-0212	Scott County Beef Improvement Association, Inc.	Forage Improvement & Utilization
A2005-0213	Scott County Beef Improvement Association, Inc.	Agricultural Diversification
A2005-0214	Scott County Beef Improvement Association, Inc.	Goat Diversification
A2005-0215	Meade County Grain Growers Inc.	Hay, Straw, & Commodity Storage
A2005-0216	Ohio County Cattlemen's Association, Inc.	Cattle Handling Facilities
A2005-0217	Metcalfe County Conservation District	Dairy Diversification
A2005-0218	Barren River Area Development District, Inc.	Agricultural Diversification
A2005-0219	Barren River Area Development District, Inc.	Goat Diversification
A2005-0220	Trimble County Cattleman's Association, Inc.	Shared-use Equipment
A2005-0221	Trimble County Cattleman's Association, Inc.	Farm Livestock Fencing Improvement
A2005-0222	Trimble County Cattleman's Association, Inc.	Cattle Genetics Improvement
A2005-0223	Trimble County Cattleman's Association, Inc.	Forage Improvement & Utilization
A2005-0224	Trimble County Cattleman's Association, Inc.	Cattle Handling Facilities
A2005-0225	Trimble County Cattleman's Association, Inc.	Hay, Straw, & Commodity Storage
A2005-0226	Carter County Agriculture Advancement Council, Inc.	Forage Improvement & Utilization
A2005-0227	Lawrence County Goat Association Incorporated	Goat Diversification
A2005-0228	Carter County Agriculture Advancement Council, Inc.	Cattle Handling Facilities
A2005-0229	Carter County Agriculture Advancement Council, Inc.	Farm Livestock Fencing Improvement
A2005-0230	Carter County Agriculture Advancement Council, Inc.	Agricultural Diversification

---

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0231	Carter County Agriculture Advancement Council, Inc.	Hay, Straw, & Commodity Storage
A2005-0232	Carter County Agriculture Advancement Council, Inc.	Goat Diversification
A2005-0233	Carter County Agriculture Advancement Council, Inc.	Cattle Genetics Improvement
A2005-0234	Hardin County Goat Producers' Association, Inc.	Goat Diversification
A2005-0235	Hardin County Dairy Association, Inc.	Dairy Diversification
A2005-0236	Jessamine County Sheep and Goat Producers, Inc.	Agricultural Diversification
A2005-0237	Mercer County Cattlemen's Association, Inc.	Dairy Diversification
A2005-0238	Mercer County Cattlemen's Association, Inc.	Shared-use Equipment
A2005-0239	Woodford County Beef Cattle Association, Inc.	Cattle Genetics Improvement
A2005-0240	Woodford County Beef Cattle Association, Inc.	Cattle Handling Facilities
A2005-0241	Woodford County Beef Cattle Association, Inc.	Technology
A2005-0242	Woodford County Beef Cattle Association, Inc.	Farm Livestock Fencing Improvement
A2005-0243	Woodford County Agriculture Advancement Council, Inc.	Hay, Straw, & Commodity Storage
A2005-0244	Woodford County Agriculture Advancement Council, Inc.	Agricultural Diversification
A2005-0245	Woodford County Agriculture Advancement Council, Inc.	On-farm Water Enhancement
A2005-0246	Woodford County Agriculture Advancement Council, Inc.	Forage Improvement & Utilization
A2005-0247	Anderson County Cattleman's Association, Inc.	Cattle Genetics Improvement
A2005-0248	Anderson County Cattleman's Association, Inc.	Cattle Handling Facilities
A2005-0249	Anderson County Farm Bureau, Inc.	Hay, Straw, & Commodity Storage
A2005-0250	Anderson County Farm Bureau, Inc.	Farm Livestock Fencing Improvement
A2005-0251	Anderson County Farm Bureau, Inc.	On-farm Water Enhancement

---

## New Applications for Referral

Appl #	Project Name	Project Type
A2005-0252	Anderson County Farm Bureau, Inc.	Forage Improvement & Utilization
A2005-0253	Anderson County Farm Bureau, Inc.	Agricultural Diversification
A2005-0254	Harrison County Board of Education	Project
A2005-0255	John F. Dance Enterprises, Inc.	Project
A2005-0256	Garrard County Farm Bureau, Inc.	Cattle Genetics Improvement
A2005-0257	Mercer County Conservation District	Forage Improvement & Utilization
A2005-0258	Hardin County Extension District Board	Project
A2005-0259	Hardin County Cattlemen's Association, Inc.	Project
A2005-0260	Hope Ridge Farm Country Ham, LLC	Project

## APPENDIX B: Model Program Lists

**Agricultural Diversification**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0165	Breathitt County Conservation District	Breathitt	\$31,500.00
A2005-0147	Carroll Co. Agriculture Development Fund	Carroll	\$14,000.00
A2005-0230	Carter County Agriculture Advancement C	Carter	\$26,250.00
A2005-0123	Christian County Agribusiness Association	Christian	\$50,000.00
A2005-0154	Fayette County Conservation District	Fayette	\$70,000.00
A2005-0236	Jessamine County Sheep and Goat Produ	Jessamine	\$19,000.00
A2005-0202	Laurel County Cattlemen's Association, I	Laurel	\$20,000.00
A2005-0085	Madison County Farm Bureau, Inc. of Ma	Madison	\$18,666.00
A2005-0189	Mason County Agricultural Development C	Mason	\$10,000.00
A2005-0213	Scott County Beef Improvement Associat	Scott	\$45,438.00
A2005-0244	Woodford County Agriculture Advancemen	Woodford	\$35,000.00
			<u>\$339,854.00</u>

**Cattle Genetics Improvement**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0182	Bath County Cattlemen's Association, Inc	Bath	\$52,000.00
A2005-0122	Caldwell-Lyon Cattlemen's Association In	Caldwell	\$25,000.00
A2005-0142	Carroll Co. Agriculture Development Fund	Carroll	\$19,000.00
A2005-0233	Carter County Agriculture Advancement C	Carter	\$31,500.00
A2005-0177	Franklin County Cattlemen's Association, I	Franklin	\$36,000.00
A2005-0193	Green County Cattlemen's Association, I	Green	\$50,000.00
A2005-0161	Lewis County Conservation District	Lewis	\$50,000.00
A2005-0103	Lincoln County Livestock Improvement Co	Lincoln	\$25,000.00
A2005-0090	Madison County Beef Cattle Association, I	Madison	\$41,696.00
A2005-0160	Meade County Cattlemen's Association, I	Meade	\$6,482.00
A2005-0197	Nelson County Beef Cattle Association, I	Nelson	\$40,000.00
A2005-0194	Nelson County Conservation District	Nelson	\$15,000.00
A2005-0206	Scott County Beef Improvement Associat	Scott	\$32,500.00
A2005-0222	Trimble County Cattleman's Association, I	Trimble	\$20,000.00
A2005-0239	Woodford County Beef Cattle Association,	Woodford	\$20,000.00
			<u>\$464,178.00</u>

## APPENDIX B: Model Program Lists

**Cattle Handling Facilities**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0144	Carroll Co. Agriculture Development Fund	Carroll	\$19,000.00
A2005-0228	Carter County Agriculture Advancement C	Carter	\$78,750.00
A2005-0180	Franklin County Cattlemen's Association, I	Franklin	\$36,000.00
A2005-0114	Garrard County Farm Bureau, Inc.	Garrard	\$69,615.00
A2005-0130	Northern Kentucky Cattle Association, In	Kenton	\$30,600.00
A2005-0201	Laurel County Cattlemen's Association, I	Laurel	\$90,000.00
A2005-0105	Lincoln County Livestock Improvement Co	Lincoln	\$30,000.00
A2005-0088	Madison County Beef Cattle Association, I	Madison	\$53,326.00
A2005-0159	Meade County Cattlemen's Association, I	Meade	\$4,630.00
A2005-0171	Morgan County Fiscal Court	Morgan	\$31,191.00
A2005-0198	Nelson County Beef Cattle Association, I	Nelson	\$49,000.00
A2005-0216	Ohio County Cattlemen's Association, Inc	Ohio	\$35,000.00
A2005-0205	Scott County Beef Improvement Associat	Scott	\$21,552.00
A2005-0224	Trimble County Cattleman's Association, I	Trimble	\$55,000.00
A2005-0240	Woodford County Beef Cattle Association,	Woodford	\$20,000.00
			\$623,664.00

**Dairy Diversification**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0169	Edmonson County Chamber of Commerce	Edmonson	\$6,500.00
A2005-0235	Hardin County Dairy Association, Inc.	Hardin	\$45,000.00
A2005-0102	Lincoln County Livestock Improvement Co	Lincoln	\$60,000.00
A2005-0190	Mason County Agricultural Development C	Mason	\$48,000.00
A2005-0237	Mercer County Cattlemen's Association, I	Mercer	\$39,000.00
A2005-0217	Metcalfe County Conservation District	Metcalfe	\$90,000.00
			\$288,500.00

**Farm Livestock Fencing Improvement**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0183	Bath County Cattlemen's Association, Inc	Bath	\$124,800.00
A2005-0168	Bullitt County Goat Producers Association	Bullitt	\$15,000.00
A2005-0121	Caldwell County Farm Bureau	Caldwell	\$20,000.00
A2005-0145	Carroll Co. Agriculture Development Fund	Carroll	\$29,000.00
A2005-0229	Carter County Agriculture Advancement C	Carter	\$78,500.00
A2005-0178	Franklin County Cattlemen's Association, I	Franklin	\$18,000.00
A2005-0117	Garrard County Farm Bureau, Inc.	Garrard	\$72,450.00
A2005-0162	Lewis County Conservation District	Lewis	\$50,000.00
A2005-0089	Madison County Farm Bureau, Inc. of Ma	Madison	\$70,455.00
A2005-0158	Meade County Cattlemen's Association, I	Meade	\$8,334.00
A2005-0185	SKAD/Rockcastle County Cattlemen's As	Rockcastle	\$100,000.00
A2005-0209	Scott County Beef Improvement Associat	Scott	\$83,661.00
A2005-0221	Trimble County Cattleman's Association, I	Trimble	\$40,000.00
A2005-0242	Woodford County Beef Cattle Association,	Woodford	\$60,000.00
			\$770,200.00

## APPENDIX B: Model Program Lists

**Forage Improvement & Utilization**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0143	Carroll Co. Agriculture Development Fund	Carroll	\$31,000.00
A2005-0226	Carter County Agriculture Advancement C	Carter	\$21,000.00
A2005-0181	Franklin County Conservation District	Franklin	\$21,600.00
A2005-0128	Northern Kentucky Cattle Association, In	Kenton	\$17,900.00
A2005-0107	Lincoln County Farm Bureau of Lincoln Co	Lincoln	\$20,000.00
A2005-0104	Lincoln County Livestock Improvement Co	Lincoln	\$42,000.00
A2005-0087	Madison County Conservation District	Madison	\$119,728.00
A2005-0164	Meade County Conservation District	Meade	\$4,630.00
A2005-0212	Scott County Beef Improvement Associat	Scott	\$48,073.00
A2005-0223	Trimble County Cattleman's Association, I	Trimble	\$35,000.00
A2005-0246	Woodford County Agriculture Advancemen	Woodford	\$20,000.00
			\$380,931.00

**Goat Diversification**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0166	Breathitt County Conservation District	Breathitt	\$10,500.00
A2005-0148	Carroll Co. Agriculture Development Fund	Carroll	\$19,000.00
A2005-0232	Carter County Agriculture Advancement C	Carter	\$26,250.00
A2005-0234	Hardin County Goat Producers' Associati	Hardin	\$40,000.00
A2005-0204	LaRue County Goat Producers Associati	Larue	\$21,172.00
A2005-0227	Lawrence County Goat Association Incor	Lawrence	\$18,540.00
A2005-0101	Lincoln County Goat & Sheep Producers, I	Lincoln	\$25,000.00
A2005-0157	Meade County Goat Producers Associat	Meade	\$1,389.00
A2005-0186	Rockcastle County Goat Producers Assoc	Rockcastle	\$10,000.00
A2005-0214	Scott County Beef Improvement Associat	Scott	\$6,325.00
A2005-0174	Central Kentucky Meat Goat Producers A	Spencer	\$25,000.00
			\$203,176.00

**Hay, Straw, & Commodity Storage**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0109	Caldwell-Lyon Cattlemen's Association, I	Caldwell	\$25,000.00
A2005-0146	Carroll Co. Agriculture Development Fund	Carroll	\$29,000.00
A2005-0231	Carter County Agriculture Advancement C	Carter	\$105,000.00
A2005-0170	Edmonson Co Cattleman Association Inc.	Edmonson	\$53,500.00
A2005-0179	Franklin County Cattlemen's Association, I	Franklin	\$18,000.00
A2005-0116	Garrard County Farm Bureau, Inc.	Garrard	\$97,650.00
A2005-0200	Laurel County Cattlemen's Association, I	Laurel	\$90,000.00
A2005-0106	Lincoln County Livestock Improvement Co	Lincoln	\$75,000.00
A2005-0086	Madison County Farm Bureau, Inc. of Ma	Madison	\$74,115.00
A2005-0215	Meade County Grain Growers Inc.	Meade	\$21,298.00
A2005-0195	Nelson County Conservation District	Nelson	\$55,000.00
A2005-0210	Scott County Beef Improvement Associat	Scott	\$50,561.00
A2005-0225	Trimble County Cattleman's Association, I	Trimble	\$55,000.00
A2005-0243	Woodford County Agriculture Advancemen	Woodford	\$50,000.00
			\$799,124.00

## APPENDIX B: Model Program Lists

**On-farm Water Enhancement**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0211	Scott County Beef Improvement Associat	Scott	\$22,730.00
A2005-0245	Woodford County Agriculture Advancemen	Woodford	\$20,000.00
			<u>\$42,730.00</u>

**Shared-use Equipment**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0167	Garrard County Conservation District	Garrard	\$20,475.00
A2005-0140	Lawrence County Farmers' Market Assoc	Lawrence	\$1,854.00
A2005-0203	Kentucky Minority Farmers, Inc.	Meade	\$3,241.00
A2005-0238	Mercer County Cattlemen's Association, I	Mercer	\$1,820.00
A2005-0187	Rockcastle County Conservation District	Rockcastle	\$6,850.00
A2005-0220	Trimble County Cattleman's Association, I	Trimble	\$20,000.00
			<u>\$54,240.00</u>

**Swine Diversification**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0196	KY Home Pork Producers, Inc.	Nelson	\$10,000.00
A2005-0152	KY Home Pork Producers, Inc.	Washington	\$10,000.00
			<u>\$20,000.00</u>

**Technology**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0084	Madison County Farm Bureau, Inc. of Ma	Madison	\$14,100.00
A2005-0191	Ohio County Conservation District	Ohio	\$42,000.00
A2005-0207	Scott County Beef Improvement Associat	Scott	\$12,427.00
A2005-0241	Woodford County Beef Cattle Association,	Woodford	\$20,000.00
			<u>\$88,527.00</u>

**Timber Production, Marketing & Utilization**

<u>Application</u>	<u>Program Administrator</u>	<u>County</u>	<u>Funds Requested</u>
A2005-0163	Lewis County Conservation District	Lewis	\$50,000.00
A2005-0208	Scott County Beef Improvement Associat	Scott	\$3,805.00
			<u>\$53,805.00</u>