### LEGISLATURE OF NEBRASKA

## ONE HUNDRED FIRST LEGISLATURE

### SECOND SESSION

# LEGISLATIVE BILL 986

### FINAL READING

Introduced by Conrad, 46; Mello, 5.

Read first time January 19, 2010

Committee: Agriculture

#### A BILL

FOR AN ACT relating to the Agricultural Opportunities and
Value-Added Partnerships Act; to amend sections 2-5414,

2-5416, and 2-5419, Reissue Revised Statutes of Nebraska;
to state intent; to authorize grants relating to
electronic scanners and point-of-sale devices; and to
repeal the original sections.

Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 2-5414, Reissue Revised Statutes of

- 2 Nebraska, is amended to read:
- 3 2-5414 (1) The Legislature finds that:
- 4 (a) There is a serious economic crisis in the
- 5 agricultural and rural sectors of Nebraska's economy;
- 6 (b) There is a need in such sectors to develop strategies
- 7 and programs to create genuine economic opportunities that enable
- 8 people to improve their incomes, avoid poverty, build assets, and
- 9 develop their capacity to contribute to the betterment of their
- 10 communities;
- 11 (c) Strong communities enable local residents to be more
- 12 self-sufficient, which contributes to the overall strength and
- 13 well-being of Nebraska; and
- 14 (d) Adding value to agricultural products offers farmers
- 15 and ranchers the potential to obtain a larger share of food
- 16 dollars.
- 17 (2) The Legislature further finds that there is a need
- 18 to:
- 19 (a) Support self-employment and small-scale
- 20 entrepreneurship in both agricultural and nonagricultural
- 21 activities;
- 22 (b) Enhance income and opportunities for farming and
- 23 ranching operations to stem the decline in the number of such
- 24 operations;
- 25 (c) Develop strategies and programs to increase the

1 farming and ranching operations' share of the food-system profit;

- 2 (d) Build the capacity of farming and ranching operations
- 3 and small rural businesses to benefit from the development of
- 4 electronic commerce, including the implementation of electronic
- 5 scanners or point-of-sale devices to expand the ability of
- 6 Nebraskans to utilize federally subsidized food and nutrition
- 7 program benefits at farmers markets; and
- 8 (e) Strengthen value-added enterprises by promoting
- 9 strategic partnerships and networks through multigroup cooperation.
- 10 Sec. 2. Section 2-5416, Reissue Revised Statutes of
- 11 Nebraska, is amended to read:
- 12 2-5416 The purposes of the Agricultural Opportunities and
- 13 Value-Added Partnerships Act are to:
- 14 (1) Support small enterprise formation in the
- 15 agricultural sector of Nebraska's rural economy, including
- 16 innovative cooperative efforts for value-added enterprises;
- 17 (2) Support the development of agricultural communities
- 18 and economic opportunity through innovative partnerships among
- 19 farming and ranching operations, rural communities, and businesses
- 20 for the development of value-added agricultural products;
- 21 (3) Encourage collaboration between farming and ranching
- 22 operations and between farming and ranching operations and
- 23 communities, government, and businesses as well as between
- 24 communities and regions;
- 25 (4) Strengthen the value-added production industry by

1 promoting strategic partnerships and networks through multigroup

- 2 cooperation for the creation of employment opportunities in the
- 3 value-added agriculture industry;
- 4 (5) Enhance the income and opportunity for farming and
- 5 ranching operations in Nebraska in order to stem the decline in
- 6 their numbers;
- 7 (6) Increase the farming and ranching operations' share
- 8 of the food-system profit;
- 9 (7) Enhance opportunities for farming and ranching
- 10 operations to participate in electronic commerce and new and
- 11 emerging markets that strengthen rural economic opportunities  $_{\perp}$
- 12 including the implementation of electronic scanners or
- 13 point-of-sale devices to expand the ability of Nebraskans
- 14 to utilize federally subsidized food and nutrition program benefits
- 15 at farmers markets; and
- 16 (8) Encourage the production and marketing of specialty
- 17 crops in Nebraska and to support the creation and development of
- 18 agricultural enterprises and businesses that produce and market
- 19 specialty crops in Nebraska.
- 20 Sec. 3. Section 2-5419, Reissue Revised Statutes of
- 21 Nebraska, is amended to read:
- 22 2-5419 (1) Grants under the Agricultural Opportunities
- 23 and Value-Added Partnerships Act shall be used to support projects
- 24 in the following areas:
- 25 (a) Research;

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- 1 (b) Education and training;
- 2 (c) Market development;
- 3 (d) Nonadministrative business planning assistance,
- 4 feasibility and market studies, capitalization plans, and technical
- 5 assistance;
- 6 (e) Development of cooperatives;
- 7 (f) Community and multicommunity initiatives;
- 8 (g) Creation, retention, and transfer of value-added
- 9 agricultural business initiatives in rural communities;
- 10 (h) Efforts to obtain startup or working capital or other
- 11 capital expenditures necessary for the development of the project;
- 12 (i) Community-based, farmer-owned, or rancher-owned
- 13 value-added initiatives; and
- 14 (j) The purchase of electronic scanners or point-of-sale
- 15 devices to expand the ability of Nebraskans to utilize federally
- 16 <u>subsidized food and nutrition program benefits at farmers markets</u>,
- 17 and for the marketing, promotion, and outreach related to such
- 18 federal programs; and
- 19 <del>(j)</del> (k) Other activities that are deemed necessary to
- 20 fulfill the purposes specified in section 2-5416.
- 21 (2) Such projects shall demonstrate the ability to
- 22 provide private new enterprise formation or expanded incomes and
- 23 economic opportunities for existing enterprises.
- 24 Sec. 4. Original sections 2-5414, 2-5416, and 2-5419,
- 25 Reissue Revised Statutes of Nebraska, are repealed.