LEGISLATIVE BILL 1053

Approved by the Governor April 13, 1998

Introduced by Willhoft, 34; Bohlke, 33; Bromm, 23; Bruning, 3; Coordsen, 32;
 Cudaback, 36; Dierks, 40; Engel, 17; Hartnett, 45; Hilgert, 7;
 Hillman, 48; Hudkins, 21; Janssen, 15; Jones, 43; Kiel, 9;
 Landis, 46; D. Pederson, 42; Preister, 5; Raikes, 25; Robak, 22;
 Schellpeper, 18; Schimek, 27; Schmitt, 41; Stuhr, 24;
 Suttle, 10; Tyson, 19; Vrtiska, 1; Wehrbein, 2; Wesely, 26;
 Wickersham, 49

AN ACT relating to the Rural Development Commission; to amend sections 81-1201.07, 81-1201.10, and 81-1282 to 81-1287. Reissue Revised Statutes of Nebraska; to change provisions relating to the commission; to eliminate duties for the Department of Economic Development; to create the Nebraska Development Network Program; to state intent; to harmonize provisions; to provide an operative date; to repeal the original sections; and to declare an emergency.

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

Section 1. Section 81-1282, Reissue Revised Statutes of Nebraska, is amended to read:

There is hereby created the Rural Development Commission. 81-1282-The commission shall advocate and recommend programs that encourage regional cooperation and foster community sustainability and economic development initiatives in rural areas of Nebraska. For administrative purposes, the commission and its executive director and staff shall be within the Department The Director of Economic Development, in of Economic Developmenteensultation with the The chairperson and vice-chairperson of the commissionshall supervise the hiring of the executive director using the state personnel hiring process- The Director of Beenomic Development, in consultation with the chairperson and vice-chairperson and the executive director, and may employ personnel necessary to carry out the powers and duties of the commission. The Lieutenant Governor, the Governor's Policy Research Office, the Department of Economic Development, the Department of Agriculture, and other state agencies may provide administrative and technical support under the direct supervision of the Governor. The commission may secure cooperation and assistance of other appropriate government and private-sector entities specifically for rural programs.

Sec. 2. Section 81-1283, Reissue Revised Statutes of Nebraska, is amended to read:

81-1283- (1) The Rural Development Commission shall consist of nineteen members who represent a wide range of rural Nebraska interests. The Governor with the advice of the commission shall appoint the members of the commission. The chairperson and vice-chairperson of the commission shall be elected by a majority of the voting members of the commission at the first commission meeting in odd-numbered years and shall each serve a two-year term as chairperson and vice-chairperson, respectively. and the chairperson and vice-chairperson, The appointments may include representation from nonmetropolitan Nebraska residents, business, agriculture, nonprofit organizations, federal, state, and local government, Nebraska's Indian tribes, and other groups as necessary to conduct the business of the commission. The Governor and commission shall consider and attempt to balance representation based on political party affiliation, gender, race, age, community size, and the different geographical areas of Nebraska when making appointments.

(2) The terms of the initial members shall be as follows: Six members shall serve for one-year terms; seven members shall serve for two-year terms, including the members designated as chairperson and vice-chairperson; and four members shall serve for three-year terms. Thereafter members shall serve for terms of two years. The Governor shall appoint two ex officio, nonvoting members from the Legislature for two-year terms. Members other than the chairperson and vice-chairperson may not serve more than three consecutive two-year terms, except that a member who serves a term as chairperson or vice-chairperson may serve a total of four consecutive two-year terms.

(3) The commission shall meet at the call of the chairperson or a majority of the voting members. The chairperson shall call such meetings as he or she determines necessary to fulfill the duties of the commission. A quorum shall be one-half of the voting members.

(4) The members of the commission shall be reimbursed for their

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actual and necessary expenses as provided in sections 81-1174 to 81-1177 and pursuant to policies of the commission.

Section 81-1284, Reissue Revised Statutes of Nebraska, is amended to read:

81-1284- The Rural Development Commission shall:

(1) Focus attention on and increase awareness of the opportunities and needs of rural Nebraskans;

(2) Advocate for rural Nebraska by proposing solutions to rural

(3) Strengthen community sustainability and growth in rural Nebraska increased community-based wealth creation, expanded opportunity, and improved quality of life;

(4) Stimulate rural development innovation and foster information transfer to, from, and within rural Nebraska;

(5) Encourage and support continuity, coordination, and cooperation among national, state, multicommunity, and local rural development initiatives and service providers;

(6) Ensure that rural Nebraskans are afforded the opportunity to determine rural Nebraska's development agenda;

(7) Serve as an advisory body to the Governor, state agencies, and

the Legislature on rural development issues;
(8) Establish an information clearinghouse on rural challenges and needs, development services, model initiatives, available resources, and service providers;

(9) Foster community-based development initiatives through multicommunity partnerships;

(10) Support strategic planning and research for and evaluation of development initiatives and service providers by administering the Nebraska Development Network Program; and

(11) Serve as Nebraska's rural development council within the meaning of the Presidential Initiative on Rural America National Rural Development Partnership by providing inventories, reports, assessments, and implementation plans as appropriate; and

(12) Participate in the Partnership for Rural Nebraska.

Sec. 4. Section 81-1285, Reissue Revised Statutes of Nebraska, is amended to read:

81-1285. The Rural Development Commission may:

(1) Appoint nonvoting members, obtain advisors, create task forces composed of noncommission members, or engage in other appropriate activities necessary in completing the commission's duties;

(2) Issue reports, recommendations, or other communications as deemed necessary by a majority of voting members the chairperson of the commission:

(3) Adopt operating procedures and guidelines; and

(4) Engage in other activities relevant and appropriate to its purpose, duties, and powers.

In addition, the commission, with the concurrence of the Department of Economic Development, shall have the power to may receive or apply for and receive gifts, grants, contributions, and other funds from the federal government, private agencies, affiliated associations, and individuals and to contract with public and private groups to conduct its business.

Section 81-1286, Reissue Revised Statutes of Nebraska, is Sec. 5. amended to read:

81-1286-On or before February 15 of each year, the executive director of the Rural Development Commission shall transmit to the Governor and the Clerk of the Legislature an annual report which includes a summary of the commission's activities, recommendations for future rural development action, and an accounting of the source and use of funds disbursed during the previous fiscal year.

Sec. 6. Section 81-1287, Reissue Revised Statutes of Nebraska, is amended to read:

81-1287. There is hereby created the Rural Development Cash Fund shall be used by the Department of Economic Development Rural which Development Commission for the purposes of sections 81-1282 to 81-1286 1 to 5 of this act. Money deposited in credited to the fund shall include any monetary gifts, grants, and donations, proceeds from contracts for services, and reimbursements of expenses. Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act.

Sec. 7. The Nebraska Development Network Program is created in the Rural Development Commission. The commission shall administer the program and may contract for services to carry out the purposes of the Nebraska

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Development Network Program.

The Nebraska Development Network Program shall create and Sec. 8. support community and regional development capacity enhancement programs and strategies throughout Nebraska that:

(1) Recognize shared local, regional, and state responsibility for shaping the community's and the region's economic future and generate and focus public and private resources on effective actions that help communities and businesses to grow and prosper;

(2) Encourage public-private partnerships in order to leverage and

enhance public resources through private investment;

(3) Increase the resources directed toward economic development by building support within communities and assisting communities in planning their own economic futures by providing them with comprehensive information about the principles of community and economic development, including the concepts of entrepreneurial communities, strategic planning, leadership training, community development, and effective sustainable economic development; and

(4) Support the work of the Nebraska Development Network regional

groups.

Sec. 9. The Legislature finds and declares:

(1) That it is a benefit to the state and in the best interest of the citizens of Nebraska to deliver economic and community development services in an integrated and coordinated system through increased community,

state, and federal cooperation and collaboration;

(2) That the Partnership for Rural Nebraska is recognized as a strategic partnership between the State of Nebraska, the University of Nebraska, and the United States Department of Agriculture, the purpose of which is to provide a formal structure of organizational collaboration and delivery of rural economic and community development resources and programs to Nebraska's rural communities;

(3) That the Partnership for Rural Nebraska has earned national recognition as a model for cooperative and collaborative delivery of services;

and

(4) That it encourages the continued participation of the State of Nebraska, through the Department of Economic Development, the Rural Development Commission, and the University of Nebraska, in the Partnership for Rural Nebraska.

Sec. 10. Section 81-1201.07, Reissue Revised Statutes of Nebraska,

is amended to read:

The department may have the divisions, program, and 81-1201.07. commission and program listed in this section to aid in the discharge of its duties but shall not be limited to such divisions, program, and commission and program: (1) An Existing Business Assistance Division; (2) a Business Recruitment Division; (3) a Travel and Tourism Division; (4) a Community and Rural Development Division; and (5) a Community Development Block Grant Program. + and (6) a Rural Development Commission. Each division. program. and commission and program, when deemed appropriate by the director, is encouraged to establish advisory committees and programs to insure public participation and input.

Sec. 11. Section 81-1201.10, Reissue Revised Statutes of Nebraska,

is amended to read:

81-1201.10. The department shall:

(1) Create and keep current a comprehensive and long-term strategy for economic development. The strategy shall address and be consistent with the general purposes and duties of the department. The strategy shall consider: (a) The entire state; (b) economic regions within the state; and (c) the operating divisions, program, and commission and program listed in section 81-1201.07; and

(2) Develop an independent program of performance review of the activities of the department, departmental divisions, <u>and</u> the Community Development Block Grant Program. — and the Rural Development Commission. The review shall include, but not be limited to: (a) An assessment of the impact of the department's programs corresponding to the strategic plans of the department, departmental divisions, and the Community Development Block Grant Program: 7 and the Rural Bevelopment Commission; (b) a comparative assessment of the relative impact of the department's programs with similar programs in other states; and (c) a comparative assessment of the department's programs' impact on different parts of the state. The review shall be completed or updated at least once every three years.

The Performance Review Revolving Fund is hereby created. The money in the fund shall be used to employ an independent firm experienced in doing performance reviews as prescribed in this subdivisien section to do

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performance reviews. Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act.

Sec. 12. This act becomes operative July 1, 1998.
Sec. 13. Original sections 81-1201.07, 81-1201.10, and 81-1282 to

81-1287, Reissue Revised Statutes of Nebraska, are repealed.

Sec. 14. Since an emergency exists, this act takes effect when passed and approved according to law.

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