# S. 1111

To amend the Consolidated Farm and Rural Development Act to authorize the National Rural Development Partnership, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

June 27, 2001

Mr. Craig (for himself, Mr. Conrad, Mr. Allard, Mr. Baucus, Mr. Bingaman, Mr. Burns, Ms. Collins, Mr. Crapo, Mr. Daschle, Mr. Dayton, Mr. Dorgan, Mr. Enzi, Mr. Gramm, Mr. Grassley, Mr. Hagel, Mr. Helms, Mrs. Hutchison, Mr. Jeffords, Mr. Johnson, Mr. Kennedy, Mr. Kerry, Mr. Leahy, Mr. Lugar, Ms. Mikulski, Mrs. Murray, Mr. Nelson of Nebraska, Mr. Reed, Mr. Roberts, Mr. Sarbanes, Mr. Smith of New Hampshire, Mr. Smith of Oregon, Mr. Thomas, and Mr. Wellstone) introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

## A BILL

To amend the Consolidated Farm and Rural Development Act to authorize the National Rural Development Partnership, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "National Rural Devel-
- 5 opment Partnership Act of 2001".

### 1 SEC. 2. FINDINGS.

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2	Congress finds that—
3	(1) rural development has been given high pri-
4	ority throughout most of this century as a means of
5	achieving a sound balance between rural and urban
6	areas in the United States, a balance that Congress
7	considers essential to the peace, prosperity, and wel-
8	fare of all citizens of the United States;
9	(2)(A) during the last half century, Congress
10	has enacted many laws and established many pro-
11	grams to provide resources to rural communities;
12	(B) in addition, many efforts have been made
13	to coordinate Federal rural development programs;
14	and
15	(C) during the last decade, the National Rural
16	Development Partnership and its principal compo-
17	nents, the National Rural Development Council and
18	State rural development councils, have successfully
19	provided opportunities for collaboration and coordi-
20	nation among Federal agencies and between Federal
21	agencies and States, nonprofit organizations, the
22	private sector, tribal governments, and other entities
23	committed to rural advancement;
24	(3) Congress enacted the Rural Development

Act of  $1972~(86~\mathrm{Stat.}~657)$  and the Rural Develop-

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- 1 ment Policy Act of 1980 (94 Stat. 1171) as a mani-2 festation of this commitment to rural development;
- (4) section 607(b)(3) of the Rural Development Policy Act of 1972 (7 U.S.C. 2204b(b)(3)) directs the Secretary of Agriculture to develop a process through which multi-state, State, substate, and local rural development needs, goals objectives, plans, and recommendations can be received and assessed on a continuing basis;
  - (5) the National Rural Development Partnership and State rural development councils were established as vehicles to help coordinate development of rural programs in 1990;
  - (6) in 1991, the Secretary began to execute those statutory responsibilities, in part through the innovative mechanism of national, State, and local rural development partnerships administered by the Under Secretary of Agriculture for Small Community and Rural Development;
  - (7) that mechanism, now known as the "National Rural Development Partnership", has been recognized as a model of new governance and as an example of the effectiveness of collaboration between the Federal, State, local, tribal, private, and non-

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1	profit sectors in addressing the needs of the rural
2	communities of the United States;
3	(8) partnerships by agencies and entities in the
4	Partnership would extend scarce but valuable fund-
5	ing through collaboration and cooperation; and
6	(9) the continued success and efficacy of the
7	Partnership could be enhanced through specific Con-
8	gressional authorization removing any statutory bar-
9	riers that could detract from the benefits potentially
10	achieved through the Partnership's unique structure
11	SEC. 3. NATIONAL RURAL DEVELOPMENT PARTNERSHIP.
12	Subtitle E of the Consolidated Farm and Rural De-
13	velopment Act (7 U.S.C. 2009 et seq.) is amended by add-
14	ing at the end the following:
15	"SEC. 381P. NATIONAL RURAL DEVELOPMENT PARTNER
16	SHIP.
17	"(a) Definitions.—In this section:
18	"(1) AGENCY WITH RURAL RESPONSIBIL-
19	ITIES.—The term 'agency with rural responsibilities
20	means any executive agency (as defined in section
21	105 of title 5, United States Code) that—
22	"(A) implements Federal law targeted at
23	rural areas, including—

1	"(i) the Act of April 24, 1950 (com-
2	monly known as the 'Granger-Thye Act')
3	(64 Stat. 82, chapter 9);
4	"(ii) the Intergovernmental Coopera-
5	tion Act of 1968 (82 Stat. 1098);
6	"(iii) section 41742 of title 49, United
7	States Code;
8	"(iv) the Rural Development Act of
9	1972 (86 Stat. 657);
10	"(v) the Rural Development Policy
11	Act of 1980 (94 Stat. 1171);
12	"(vi) the Rural Electrification Act of
13	1936 (7 U.S.C. 901 et seq.);
14	"(vii) amendments made to section
15	334 of the Public Health Service Act (42
16	U.S.C. 254g) by the Rural Health Clinics
17	Act of 1983 (97 Stat. 1345); and
18	"(viii) the Rural Housing Amend-
19	ments of 1983 (97 Stat. 1240) and the
20	amendments made by the Rural Housing
21	Amendments of 1983 to title V of the
22	Housing Act of 1949 (42 U.S.C. 1471 et
23	seq.); or
24	"(B) administers a program that has a sig-
25	nificant impact on rural areas, including—

1	"(i) the Appalachian Regional Com-
2	mission;
3	"(ii) the Department of Agriculture;
4	"(iii) the Department of Commerce;
5	"(iv) the Department of Defense;
6	"(v) the Department of Education;
7	"(vi) the Department of Energy;
8	"(vii) the Department of Health and
9	Human Services;
10	"(viii) the Department of Housing
11	and Urban Development;
12	"(ix) the Department of the Interior;
13	"(x) the Department of Justice;
14	"(xi) the Department of Labor;
15	"(xii) the Department of Transpor-
16	tation;
17	"(xiii) the Department of the Treas-
18	ury.
19	"(xiv) the Department of Veterans Af-
20	fairs;
21	"(xv) the Environmental Protection
22	Agency;
23	"(xvi) the Federal Emergency Man-
24	agement Administration;

1	"(xvii) the Small Business Adminis-
2	tration;
3	"(xviii) the Social Security Adminis-
4	tration;
5	"(xix) the Federal Reserve System;
6	"(xx) the United States Postal Serv-
7	ice;
8	"(xxi) the Corporation for National
9	Service;
10	"(xxii) the National Endowment for
11	the Arts and the National Endowment for
12	the Humanities; and
13	"(xxiii) other agencies, commissions,
14	and corporations.
15	"(2) COORDINATING COMMITTEE.—The term
16	'Coordinating Committee' means the National Rural
17	Development Coordinating Committee established by
18	subsection (c).
19	"(3) Partnership.—The term 'Partnership'
20	means the National Rural Development Partnership
21	established by subsection (b).
22	"(4) Rural area.—The term 'rural area'
23	means—
24	"(A) all the territory of a State that is not
25	within the boundary of any standard metropoli-

1	tan statistical area, as designated by the Direc-
2	tor of the Office of Management and Budget;
3	"(B) all territory within any standard met-
4	ropolitan statistical area described in subpara-
5	graph (A) within a census tract having a popu-
6	lation density of less than 20 persons per
7	square mile, as determined by the Secretary ac-
8	cording to the most recent census of the United
9	States as of any date; and
10	"(C) such areas as a State rural develop-
11	ment council may identify as rural.
12	"(5) State rural development council.—
13	The term 'State rural development council' means a
14	State rural development council that meets the re-
15	quirements of subsection (d).
16	"(b) Establishment.—
17	"(1) In general.—There is established a Na-
18	tional Rural Development Partnership composed
19	of—
20	"(A) the Coordinating Committee; and
21	"(B) State rural development councils.
22	"(2) Purposes.—The purposes of the Partner-
23	ship are—
24	"(A) to empower and build the capacity of
25	States and rural communities within States to

1	design unique responses to their own special
2	rural development needs, with local determina-
3	tions of progress and selection of projects and
4	activities;
5	"(B) to encourage participants to be flexi-
6	ble and innovative in establishing new partner-
7	ships and trying fresh, new approaches to rural
8	development issues, with responses to rural de-
9	velopment that use different approaches to fit
10	different situations; and
11	"(C) to encourage all partners in the Part-
12	nership (Federal, State, local, and tribal gov-
13	ernments, the private sector, and nonprofit or-
14	ganizations) to be fully engaged and share
15	equally in decisions.
16	"(3) Role of federal government.—The
17	role of the Federal Government in the Partnership
18	shall be that of a partner, coach, and facilitator,
19	with Federal agencies authorized—
20	"(A) to cooperate closely with States to
21	implement the Partnership;
22	"(B) to provide States with the technical
23	and administrative support necessary to plan
24	and implement tailored rural development strat-
25	egies to meet local needs;

1	"(C) to delegate decisionmaking to other
2	levels;
3	"(D) to ensure that the head of each agen-
4	cy referred to in subsection $(a)(1)(B)$ des-
5	ignates a senior-level agency official to rep-
6	resent the agency on the Coordinating Com-
7	mittee and directs appropriate field staff to par-
8	ticipate fully with the State rural development
9	council within the jurisdiction of the field staff;
10	and
11	"(E) to enter into cooperative agreements
12	with, and to provide grants and other assistance
13	to, State rural development councils, regardless
14	of the legal form of organization of a State
15	rural development council and notwithstanding
16	any other provision of law.
17	"(4) Role of private and nonprofit sec-
18	TOR ORGANIZATIONS.—Private and nonprofit sector
19	organizations are encouraged—
20	"(A) to act as full partners in the Partner-
21	ship and State rural development councils; and
22	"(B) to cooperate with participating gov-
23	ernment organizations in developing innovative
24	approaches to the solution of rural development
25	problems.

1	"(c) National Rural Development Coordi-
2	NATING COMMITTEE.—
3	"(1) Establishment.—There is established a
4	National Rural Development Coordinating Com-
5	mittee.
6	"(2) Composition.—The Coordinating Com-
7	mittee shall be composed of—
8	"(A) 1 representative of each agency with
9	rural responsibilities that elects to participate in
10	the Coordinating Committee; and
11	"(B) representatives of—
12	"(i) national associations of State, re-
13	gional, local, and tribal governments and
14	intergovernmental and multi-jurisdictional
15	agencies and organizations;
16	"(ii) national public interest groups;
17	and
18	"(iii) other national nonprofit organi-
19	zations that elect to participate in the ac-
20	tivities of the Coordinating Committee.
21	"(3) Duties.—The Coordinating Committee
22	shall—
23	"(A) provide support for the work of the
24	State rural development councils;

1	"(B) facilitate coordination among Federal
2	programs and activities, and with State, local,
3	tribal, and private programs and activities, af-
4	fecting rural development;
5	"(C) enhance the effectiveness, responsive-
6	ness, and delivery of Federal programs in rural
7	areas;
8	"(D) gather and provide to Federal au-
9	thorities information and input for the develop-
10	ment and implementation of Federal programs
11	impacting rural economic and community devel-
12	opment;
13	"(E) review and comment on policies, reg-
14	ulations, and proposed legislation that affect or
15	would affect rural areas;
16	"(F) provide technical assistance to State
17	rural development councils for the implementa-
18	tion of Federal programs; and
19	"(G) develop and facilitate strategies to re-
20	duce or eliminate administrative and regulatory
21	impediments.
22	"(4) ELECTION NOT TO PARTICIPATE.—An
23	agency with rural responsibilities that elects not to
24	participate in the Partnership shall submit to Con-
25	gress a report that describes—

1	"(A) how the programmatic responsibilities
2	of the Federal agency that target or have an
3	impact on rural areas are better achieved with-
4	out participation by the agency in the Partner-
5	ship; and
6	"(B) a more effective means of partner-
7	ship-building and collaboration to achieve the
8	programmatic responsibilities of the agency.
9	"(5) Performance evaluations.—In con-
10	ducting a performance evaluation of an employee of
11	an agency with rural responsibilities, the agency
12	shall consider any comments submitted by a State
13	rural development council.
14	"(d) STATE RURAL DEVELOPMENT COUNCILS.—
15	"(1) Establishment.—Each State may elect
16	to participate in the Partnership by entering into an
17	agreement with the Secretary to establish a State
18	rural development council.
19	"(2) State diversity.—Each State rural de-
20	velopment council shall—
21	"(A) have a nonpartisan and nondiscrim-
22	inatory membership that is broad and rep-
23	resentative of the economic, social, and political
24	diversity of the State; and

1	"(B) carry out programs and activities in
2	a manner that reflects the diversity of the
3	State.
4	"(3) Duties.—A State rural development
5	council shall—
6	"(A) facilitate collaboration among Fed-
7	eral, State, local, and tribal governments and
8	the private and nonprofit sectors in the plan-
9	ning and implementation of programs and poli-
10	cies that target or have an impact on rural
11	areas of the State;
12	"(B) enhance the effectiveness, responsive-
13	ness, and delivery of Federal and State pro-
14	grams in rural areas of the State;
15	"(C) gather and provide to the Coordi-
16	nating Committee and other appropriate organi-
17	zations information on the condition of rural
18	areas in the State;
19	"(D) monitor and report on policies and
20	programs that address, or fail to address, the
21	needs of the rural areas of the State;
22	"(E) facilitate the formulation of local
23	needs assessments for the rural areas of the
24	State and participate in the development of cri-

1	teria for the distribution of Federal funds to
2	the rural areas of the State;
3	"(F) provide comments to the Coordi-
4	nating Committee and other appropriate organi-
5	zations on policies, regulations, and proposed
6	legislation that affect or would affect the rural
7	areas of the State;
8	"(G) in conjunction with the Coordinating
9	Committee, facilitate the development of strate-
10	gies to reduce or eliminate conflicting or dupli-
11	cative administrative or regulatory requirements
12	of Federal, State, local, and tribal governments;
13	and
14	"(H) use grant or cooperative agreement
15	funds available to the Partnership to—
16	"(i) retain an Executive Director and
17	such support staff as are necessary to fa-
18	cilitate and implement the directives of the
19	State rural development council; and
20	"(ii) pay expenses associated with car-
21	rying out subparagraphs (A) through (G)
22	and subparagraph (J).
23	"(4) Authorities.—A State rural development
24	council may—

1	"(A) solicit funds to supplement and
2	match funds granted under paragraph (3)(H);
3	and
4	"(B) engage in activities, in addition to
5	those specified in paragraph (3), appropriate to
6	accomplish the purposes for which the State
7	rural development council is established.
8	"(5) Comments or recommendations.—
9	"(A) IN GENERAL.—A State rural develop-
10	ment council may provide comments and rec-
11	ommendations to an agency with rural respon-
12	sibilities related to the activities of the State
13	rural development council within the State.
14	"(B) AGENCY.—The agency with rural re-
15	sponsibilities shall provide to the State rural de-
16	velopment council a written response to the
17	comments or recommendations.
18	"(6) Actions of state rural development
19	COUNCIL MEMBERS.—When carrying out a program
20	or activity authorized by a State rural development
21	council, a member of the council shall be regarded
22	as an employee of the Federal Government for pur-
23	poses of chapter 171 of title 28, United States Code.
24	"(7) Federal participation in state rural
25	DEVELOPMENT COUNCILS.—

1	"(A) In general.—Subject to subpara-
2	graph (B), Federal employees may participate
3	in a State rural development council.
4	"(B) Conflicts.—A Federal employee
5	who participates in a State rural development
6	council shall not participate in the making of
7	any council decision if the agency represented
8	by the Federal employee has any financial or
9	other interest in the outcome of the decision.
10	"(C) FEDERAL GUIDANCE.—The Attorney
11	General shall issue guidance to all Federal em-
12	ployees that participate in State rural develop-
13	ment councils that describes specific decisions
14	that—
15	"(i) would constitute a conflict of in-
16	terest for the Federal employee; and
17	"(ii) from which the Federal employee
18	must recuse himself or herself.
19	"(e) Administration of the Partnership.—
20	"(1) Detail of employees.—In order to pro-
21	vide experience in intergovernmental collaboration,
22	with the approval of the head of an agency with
23	rural responsibilities that elects to participate in the
24	Partnership, an employee of the agency with rural
25	responsibilities is encouraged to be detailed to the

1	Partnership without reimbursement, and such detail
2	shall be without interruption or loss of civil service
3	status or privilege.
4	"(2) Additional support.—The Secretary
5	shall provide for any additional support staff to the
6	Partnership as the Secretary determines to be nec-
7	essary to carry out the duties of the Partnership.
8	"(3) Panel.—
9	"(A) IN GENERAL.—A panel consisting of
10	representatives of the Coordinating Committee
11	and State rural development councils shall be
12	established to lead and coordinate the strategic
13	operation, policies, and practices of the Part-
14	nership.
15	"(B) Annual Reports.—In conjunction
16	with the Coordinating Committee and State
17	rural development councils, the panel shall pre-
18	pare and submit to Congress an annual report
19	on the activities of the Partnership.
20	"(f) Funding.—
21	"(1) Authorization of appropriations.—
22	"(A) In General.—There are authorized
23	to be appropriated such sums as are necessary
24	to carry out this section.

"(B) Funding formula.—In the case of general financial support provided by the Federal Government to all State rural development councils, such support shall be uniform in amount, but the Secretary may distribute general financial support that exceeds 200 percent of the uniform amount received by all State rural development councils for fiscal year 2002 under a formula that takes into account the geographic size of the rural areas of the respective States, the rural populations of the respective States, economic factors, and other appropriate factors.

### "(2) Federal agencies.—

"(A) IN GENERAL.—Notwithstanding any other provision of law, in order to carry out the purposes described in subsection (b)(2), the Partnership shall be eligible to receive grants, gifts, contributions, or technical assistance from, or enter into contracts with, any Federal agency, to the extent permitted by law.

"(B) Assistance.—Federal agencies are encouraged to use funds made available for programs that target or have an impact on rural areas to provide assistance to, and enter into

1	contracts with, the Partnership, as described in
2	subparagraph (A).
3	"(3) Contributions.—The Partnership may
4	accept private contributions.
5	"(g) Matching Requirements for State Rural
6	DEVELOPMENT COUNCILS.—A State rural development
7	council shall provide matching funds, or in-kind goods or
8	services, to support the activities of the State rural devel-
9	opment council in an amount that is not less than 33 per-
10	cent of the amount of Federal funds received under an
11	agreement under subsection (d)(1).
12	"(h) Termination.—The authority provided under

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13 this section shall terminate on the date that is 5 years

14 after the date of enactment of this section.".

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