

Materials will be available at: www.eesi.org/052423farmbill Tweet about the briefing: #eesitalk @eesionline

Unlocking Rural Economies: Farm Bill Investments in Rural America

Wednesday, May 24, 2023

About EESI



Non-partisan Educational Resources for Policymakers

A bipartisan Congressional caucus founded EESI in 1984 to provide non-partisan information on environmental, energy, and climate policies

Direct Assistance for Equitable and Inclusive Financing Program

In addition to a full portfolio of federal policy work, EESI provides direct assistance to utilities to develop "on-bill financing" programs

Commitment to Diversity, Equity, Inclusion, and Justice

We recognize that systemic barriers impede fair environmental, energy, and climate policies and limit the full participation of Black, Indigenous, people of color, and legacy and frontline communities in decision-making

Sustainable Solutions

Our mission is to advance science-based solutions for climate change, energy, and environmental challenges in order to achieve our vision of a sustainable, resilient, and equitable world.

Policymaker Education

Briefings and Webcasts

Live, in-person and online public briefings, archived webcasts, and written summaries

Climate Change Solutions

Bi-weekly newsletter with everything policymakers and concerned citizens need to know, including a legislation and hearings tracker

Fact Sheets and Issue Briefs



Timely, objective coverage of environmental, clean energy, and climate change topics

Social Media (@EESIOnline)



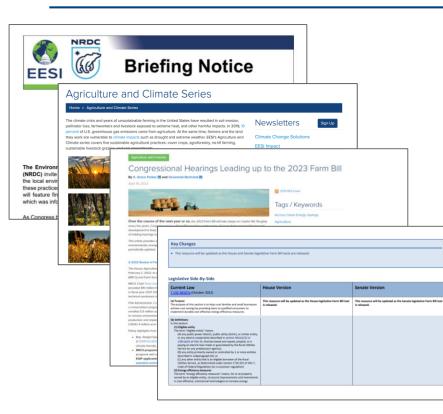
Active engagement on Twitter, Facebook, LinkedIn, and YouTube





EESI Environmental and Energy Study Institute

EESI Farm Bill Resources



- Congressional briefings
- Articles and podcasts
- *Climate Change Solutions* newsletter special editions
- Farm Bill hearing tracker
- Legislative side-by-side-by-sides

All resources available at: www.eesi.org/2023-farm-bill



Every Other Wednesday

The Process and Path Forward for Passing a Bipartisan Farm Bill | Recording Available

Climate, Energy, and Economic Win-Wins in the Farm Bill | Recording Available

Unlocking Rural Economies: Farm Bill Investments in Rural America | May 24, 2:00-3:30 PM EDT

The Future of Forestry in the Farm Bill | June 07, 2:00-3:30 PM EDT

Conservation Practices from Farms to Forests and Wetlands | June 21, 2:00-3:30 PM EDT

NCBA CLUSA

BUILDING AN INCLUSIVE ECONOMY. TOGETHER

UNLOCKING RURAL **ECONOMIES: FARM BILL** INVESTMENTS IN RURAL AMERICA MAY 24, 2023 | EEST BRIEFING

AALIYAH NEDD | DIRECTOR OF GOVERNMENT RELATIONS

ABOUT NCBA CLUSA



- Apex membership association for U.S. cooperatives established in 1916
- MISSION: Develop, advance and protect cooperatives
- VISION: Help more people use cooperatives to build a more inclusive economy
- Our members are sector-based co-op associations and cooperativelyowned businesses across all sectors of the economy



Develop, advance and protect cooperative enterprise

COOPERATIVE IMPACT



WHY CO-OPS ARE FORMED

- Address market failures where neither the private sector nor the government provide a needed service
- Help small players gain parity with large investor-owned competitors
- Give consumers a deliberate choice of enterprise to better meet their common needs and aspirations

NGBA CLUSA

COOPERATIVE **IMPACT**









- Healthy foods to communities
- Purchasing scale for independent businesses (Ace Hardware, CCA Global Partners)
- Electricity and broadband to rura communities (20 million households and businesses)
- Financial services to households (100 million credit union members)
 - Affordable home ownership
- Business ownership for low-wage workers (fastest-growing sector)
- Marketing and processing of agricultural products (50% of ag)

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BUILDING AN INCLUSIVE ECONOMY. TOGETHER.

IN CAPITAL CREDITS TO

CONSUMER-MEMBERS IN

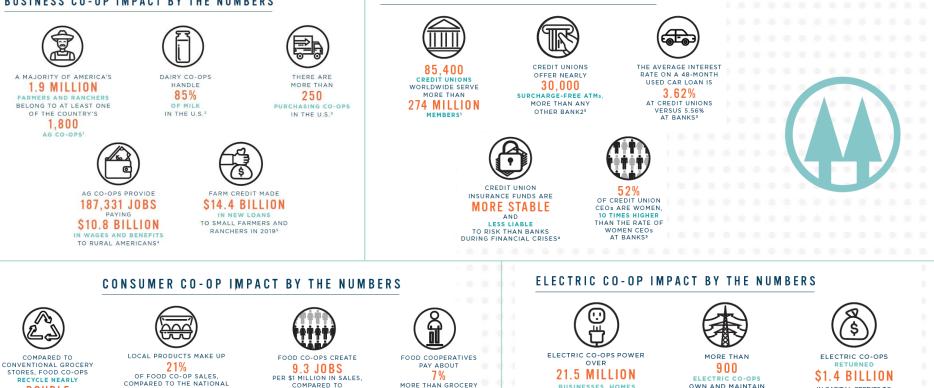
2021

FARMER AND INDEPENDENT SMALL BUSINESS CO-OP IMPACT BY THE NUMBERS

GROCERY AVERAGE OF

1.8%°

CREDIT UNION IMPACT BY THE NUMBERS



STORES FOR THE

SAME WORK⁷

5.8

AT TRADITIONAL GROCERY STORES®

BUSINESSES, HOMES.

48

STATES²

SCHOOLS AND FARMS IN

OWN AND MAINTAIN

42%

OF U.S. ELECTRIC DISTRIBUTION LINES, POWERING

56% OF THE NATION'S LANDMASS³

RECYCLE NEARLY DOUBLE THE AMOUNT OF PLASTICS AND FOOD WASTE4

NCBA CLUSA

INVESTMENTS IN RURAL COOPERATIVE BUSINESSES

RURAL COOPERATIVE DEVELOPMENT GRANT (RCDG) PROGRAM

- Authorized through the farm bill
- Only federal program solely dedicated to cooperative development
- Supports job creation, preserved rural businesses and promotes local economic growth

RURAL ENERGY FOR AMERICA (REAP) PROGRAM

- Provides loan guarantees and grants to producers and rural small business co-ops
- Supports energy efficiency improvements and systems
- Future-planning to increase renewable energy development

RURAL REALITY

- Diverse
- Blessed with abundant natural and cultural assets
- Subject to dynamics of previous generations
- Policy interventions that overlooked parts of the economy
- Result: rural continues to lose around key outcomes



RURAL IMPERATIVE IN THE FAR BILL

WHY FOCUS ON RURAL POLICY?

- EQUITY: Rural people deserve economic opportunities just as everyone does.
- ECONOMY: Rural has much to offer a sustainable economy
- RESILIENCE: Increasing quality of life and climate friendly

POLICY STRATEGIES TOWARD THE FUTURE CAPACITY BUILDING IS KEY

- Rural economies are diverse. Policy interventions must be flexible and tailored to the rural reality – including increasing racial and ethnic diversity.
- Knowledge-based economy. Rural positioned to gain and lose.
- Data. Rural people must have a voice and feel empowered within their institutions and the economy.

EXAMPLE: COOPERATIVES

COOPERATIVES FOCUS ON SERVICES PROVIDED TO THEIR MEMBERS AND COMMUNITIES, NOT RETURN ON INVESTMENT

- Cooperatives are user-owned
- Cooperatives are user-controlled
- Cooperatives benefit users

BENEFITS OF COOPERATION

- Responsive to its member-owners and, in turn, the local community
- Puts power in the hands of community members
- Develops, sustains and grows an organized base of people and leaders who act together through democratic structures

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BUILDING AN INCLUSIVE ECONOMY. TOGETHER.

1 Sand Land Street - Jun

THANK YOU!

AALIYAH NEDD | DIRECTOR OF GOVERNMENT RELATIONS

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EESI Brief: Unlocking Rural Economies: Farm Bill Investment in Rural America

RESP, Weatherization, and Broadband

Gary Stooksbury

Chief Executive Officer Aiken Electric Cooperative, Inc. Aiken, SC



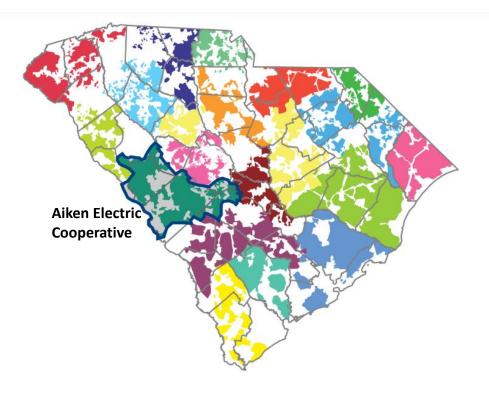
Wednesday, May 24, 2023



Aiken Electric Cooperative

- 51,000 members
- 9 counties
- 5,600 miles of line
- 137 employees







THANK YOU, REP. CLYBURN!

Rural Energy Saving Program and Help My House





Shape Up Your Home for Energy Savings

Began in 2011 as a pilot, and AEC followed with their own HMH program in 2012

Average Energy Savings (HMH Pilot)



HELP MY HOUSE BASICS

1. Convenient

- On-bill repayment (2010 S.C. law)
- Improves comfort and energy savings

2. Consistent Quality

- Trained, qualified contractors
- Co-op manages QA, QC

3. Affordable Financing

- Low-interest loan tied to the meter; Transfers if home sells
- No money down, no credit checks required



Homes Weatherized

Aiken Electric Co-op

- 419 homes
- \$4.3M loaned

<u>All HMH homes</u>

- 1,031 homes
- \$10.3M loaned





Broadband

- Partnering with Carolina Connect a fiber optic communications cooperative
- Bringing affordable high-speed internet to the unserved and underserved
- Started in 2021, a 3-year work plan to install 350 miles of 288-strand fiber optic backbone to connect 4 offices, 27 substations and all down-line devices





Where we started — 2021

CarolinaConnect Partnership

 Affordable, reliable high-speed internet for unserved and underserved in AEC service area

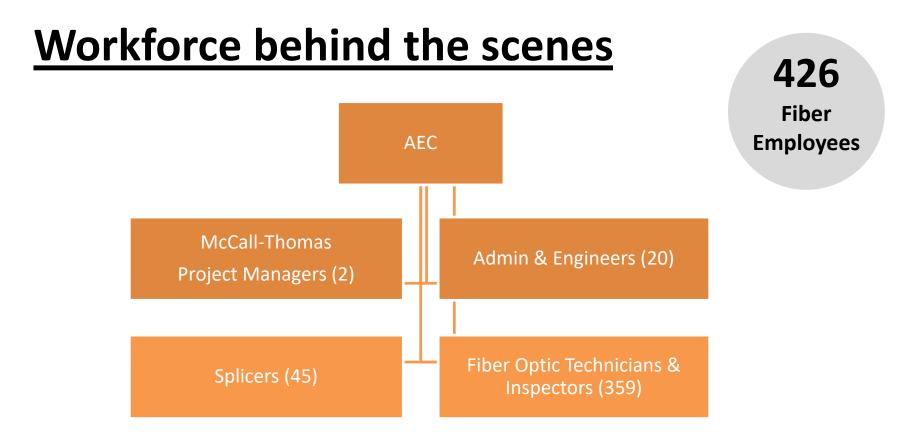
CarolinaConnect Sister Co-Op's

- Mid-Carolina Electric Cooperative
- Newberry Electric Cooperative
- Aiken Electric Cooperative

What makes our service different? Everything!

- VoIP (Voice over the Internet Protocol) telephone service
- Superior performance and affordable pricing
- Extraordinary customer service
- Access free technical support

Our service culture is born of the electric cooperative's longstanding commitment to reliable, friendly customer care.



CAROLINACONNECT Powered by Aiken Electric Cooperative

Funding Secured to date

- Cares Act: \$554,575
 Wi-Fi to Aiken and Orangeburg counties schools
- Office of Regulatory Staff (ORS): \$3,939,368
 Service Orangeburg and Barnwell counties and the town of Springfield and Monetta area
- Office of Regulatory Staff (ORS): \$6,478
 Last Mile Grant Program to complete service in Edgefield

Funding Secured to date

- Aiken County: **\$3 million**
- Saluda County: \$1 million
- Edgefield County: \$47,579 for engineering study
- Rural Digital Opportunity Fund (RDOF) Award: \$45,666

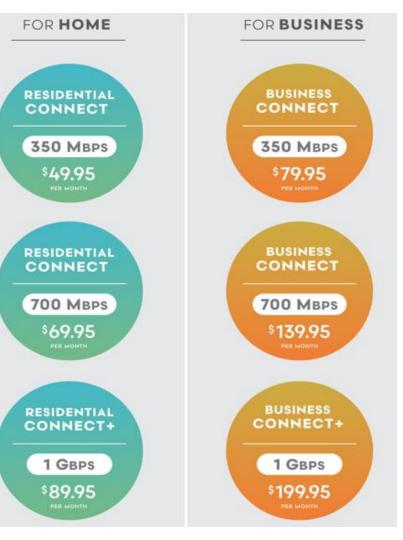




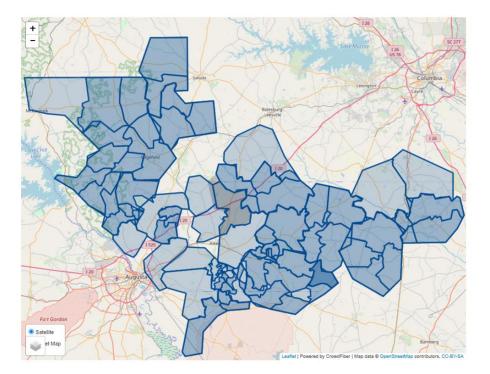




Get a bigger bang for your broadband buck!



Broadband Area









Rural Community Assistance Partnership

USDA Water and Environmental Programs

Ted Stiger, RCAP May 24, 2023 Washington, DC



Who is RCAP?

- RCAP is a non-profit organization made up of a network of regional non-profit partners (6) and a national office in Washington DC serving rural communities (under 10,000 pop.) across all 50 states, the U.S. territories and on Tribal lands
- RCAP has been providing TA and training services for 50 years
- RCAP is staffed by over 350 on the ground TA providers across the country that live and work in the communities they serve





Served more than **3,566,000** million rural and tribal residents and over **1,650** communities in all **50** states and four territories



Conducted 639 trainings, serving 6,680 systems reaching ~13,000 attendees



Helped rural communities across the country leverage \$692,488,929 in infrastructure funding



Supported the smallest, often overlooked communities with an average population of **1,520** and median household income of **\$40,430**

The work that makes a difference



RCAP works with small, rural, Tribal, and often disadvantaged communities to access infrastructure funds, achieve compliance, address public health concerns, develop capacity, and create long-term sustainability and resilience.



Pre-Pre Development (also termed planning)

When there is a need but no vehicle to get there

- Work with community leaders to create a governance structure
- Help seat a governing body
- Hire staff operator, billing clerk, others
- Create operating budgets
- Develop operating policies, rules, and regulations
- Train decision-makers and staff
- Feasibility





Pre-Development

A need has been identified and a solution needs to be put in place

- Mapping/Asset Management
- ID compliance challenges and solutions
- Scope of work
- Procurement services
- Financial Review Financial statements, budgets, rates
- Income surveys
- Financial =, technical and environmental planning PER & ER/EA
- Funding applications

Project Development

The PER & ER have been completed. We can apply!

- Work with the decision-makers on the alternative analysis
- RDApply

RCAP

- Work with utility staff
- Upload documents
- Ensure eligibility
- Resolutions
 - Draft and get decision makers to approve funding resolutions
- Community Engagement
 - Facilitate conversations with the community financial impacts and beyond
- Funding application Design, Construction

Letter of Conditions

RCAP TAPs help entities with:

- Policies assist to develop missing policies Drug-Free Workspace, LEP
- Permits right-of-way, easements, water rights, etc.
- Rate Analysis Review/Revise Rates
- Set up reserve set-asides
 - Annual targets
 - Reserve policies
- Work with the utility to develop the VA/RRA & ERP
- Provide board training (in some states)
- Others

Project Implementation

Work with decision-makers through the project implementation

- Will there be over \$750K spent in a year?
 - Does the utility have the budget to pay for an audit?
 - Does the utility need an RFP for an auditor with federal grant experience?
- Are all the permits in place?
- Is the project budget spending on track with the project implementation?
- Is there enough funding or is there a funding shortfall?
- Is the project meeting all the federal and state requirements?
- Is the community loving/hating their consultant(s)?

RCAP

Project close-out and beyond

- RCAP's work with a community is a long-term relationship including building and maintaining trust
- RCAP will provide periodic reviews of the rates to ensure sufficient revenues to cover operating expenses including loans and reserve set-asides
- At the request of USDA, RCAP will:
 - Work with the utility to update the VA/RRA & ERP
 - Conduct Security Inspections
 - Submit required budget forms
 - Ensure debt repayment/maintenance of the debt and other reserves



RCAP's commitment is to make sure that every project is sustainable and provides technical, managerial and financial TA and training to build local capacity.

How is RCAP's work for communities supported: RD Title

 USDA Technical Assistance & Training Program (Sections 306 Consolidated Farm and Rural Development Act)
 In the last few years this has also included GIS TA, training and licensing

 USDA Technical Assistance & Training – Tribal
 Includes the creation and maintenance of the Native American Water Masters Association (NAWMA)

USDA Technical Assistance & Training – <u>Colonias</u>
 Major focus of regional collaboration and water access

USDA <u>Solid Waste Management</u> Program
 Diverse set of TA service from the landfill to the classroom to ensure public/environmental health and water quality/pollution prevention



Leveraged Funding:

RCAP leverages USDA funds with other federal programs:

- EPA
- HHS
- EDA
- DOT

RCAP services are intended to be wrap-around services to ensure rural prosperity and sustainability

- Economic Development
- Broadband

RCAP

- Leadership Development
- Regionalization
- Workforce Solutions
- Disaster and Climate Resiliency

Additional Resources

- <u>RCAP's 2023 Farm Bill Priorities</u>
- <u>CRS Report on USDA Rural Development Programs</u>
- <u>CRS Report on USDA Rural Definitions & Program Eligibility</u>
- USDA Water & Environmental Programs Website
- <u>RCAP Website</u>



Questions?



To learn more about RCAP, please visit us at: www.rcap.org

Thank you for your time:

SCAP

Ted Stiger Chief External Affairs & Policy Officer Rural Community Assistance Partnership tstiger@rcap.org



What did you think of the briefing?

Please take 2 minutes to let us know at: www.eesi.org/survey

> Materials will be available at: www.eesi.org/052423farmbill

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