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OFFICE WEST VIRGINIA SECRETARY OF STATE

VEST VIRGINIA LEGISLATURE Legular Session, 2001

ENROLLED

SENATE BILL NO. 716

(By Senator <u>Unger</u>, et al)

PASSED 1-10ril 14, 2001

In Effect <u>40 days from</u> Passage

ENROLLED Senate Bill No. 716

(By Senators Unger, Craigo, Bowman, Fanning, Sprouse, McCabe, Jackson, Kessler, Helmick and Plymale)

[Passed April 14, 2001; in effect ninety days from passage.]

AN ACT to amend and reenact section three, article two, chapter five-b of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to further amend said chapter by adding thereto a new article, designated article three, all relating to establishing the joint commission; indicating economic development vision and goals for the state; establishing the joint commission on economic development; specifying the duties of the commission; requiring the commission examine the vision and goals every four years; requiring certain agencies to provide copies of rules to the commission; requiring the development office to collect information and present it to the joint commission; requiring the legislative auditor to provide information to the joint commission; and directing the commission to undertake various studies.

Be it enacted by the Legislature of West Virginia:

That section three, article two, chapter five-b of the code of West Virginia, one thousand nine hundred thirty-one, as

amended, be amended and reenacted; and that said chapter be further amended by adding thereto a new article, designated article three, all to read as follows:

ARTICLE 2. WEST VIRGINIA DEVELOPMENT OFFICE.

§5B-2-3. Powers and duties of council for community and economic development.

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1 (a) The council for community and economic develop-2 ment shall enhance economic growth and development through the development of a comprehensive economic 3 development strategy for West Virginia. "Comprehensive 4 5 economic development strategy" means a plan that outlines strategies and activities designed to continue, 6 diversify or expand the economic base of the state as a 7 8 whole; create jobs; develop a highly skilled work force; 9 facilitate business access to capital, including venture 10 capital; advertise and market the resources offered by the 11 state with respect to the needs of business and industry; facilitate cooperation among local, regional and private 12economic development enterprises; improve infrastructure 13 14 on a state, regional and community level; improve the business climate generally; and leverage funding from 15 16 sources other than the state, including federal and private 17 sources

18 (b) The council shall develop a certified development community program and provide funding assistance to the 19 participating economic development corporations or 20 21 authorities through a matching grant program. The 22 council shall establish criteria for awarding matching 23 grants to the corporations or authorities within the limits of funds appropriated by the Legislature for the program. $\mathbf{24}$ 25The matching grants to corporations or authorities eligible 26under the criteria shall be in the amount of thirty thou-27sand dollars for each fiscal year, if sufficient funds are 28 appropriated by the Legislature. The West Virginia development office shall recognize existing county, 29

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30 regional or multicounty corporations or authorities where31 appropriate.

32 In developing its plan, the West Virginia development office shall consider resources and technical support 33 available through other agencies, both public and private, 34 including, but not limited to, the state college and univer-35 sity systems; the West Virginia housing development fund; 36 the West Virginia economic development authority; the 37 West Virginia parkways, economic development and 38 tourism authority; the West Virginia round table; the West 39 40 Virginia chamber of commerce; regional planning and development councils; regional partnership for progress 41 42 councils; and state appropriations.

(c) The council shall promulgate rules to carry out the 43 44 purposes and programs of the West Virginia development 45 office to include generally the programs available, and the procedure and eligibility of applications relating to 46 47 assistance under the programs. These rules are not subject to the provisions of chapter twenty-nine-a of this code, but 48 shall be filed with the secretary of state. Any new rules 49 50 promulgated by the council shall be promptly submitted to the joint commission created in article three of this 51 52chapter. The current rules shall be submitted to the joint 53 commission within thirty days of the effective date of this 54 section.

ARTICLE 3. WEST VIRGINIA ECONOMIC DEVELOPMENT STRATEGY: A VISION SHARED.

§5B-3-1. Legislative intent.

1 (a) West Virginia: A shared vision statement. – West 2 Virginia's strong commitment to future generations has 3 created a vibrant and diverse economy balancing quality 4 jobs and the state's irreplaceable natural beauty. West 5 Virginia has a highly skilled and educated workforce, is a 6 leader in innovation and offers an excellent quality of life 7 for all residents.

- 8 (b) "West Virginia: A vision shared" vision statement is
- 9 meant to be used as a touchstone to ensure that actions
- being undertaken are in line and on course. 10
- 11 (c) It is the intent of the Legislature to set economic 12 development goals for the state and that the joint commis-13 sion on economic development, created in this article, use the goals in bringing all agencies performing economic 14 development and workforce investment activities together 15 16 to improve the economic situation in this state.
- 17 (d) Furthermore, it is the intent of the Legislature that 18 the state work toward accomplishing three overall goals:
- 19 (1) The development of a comprehensive statewide 20 economic development strategy;
- 21 (2) The effective statewide coordination of economic 22 development programs; and,
- 23 (3) The development of meaningful agency and program 24 benchmarks and performance-based evaluations.

§5B-3-2. Creation of the joint commission on economic development.

- 1 (a) The joint commission on economic development is 2 hereby established. The commission shall be composed of 3 sixteen members as follows:
- 4 (1) The chairs of the Senate and House of Delegates 5 finance committees:
- (2) The chairs of the Senate and House of Delegates 6 7 judiciary committees;
- 8 (3) The chairs of the Senate and House of Delegates education committees; 9
- 10 (4) Five additional members of the Senate appointed by 11
- the president of the Senate; and

12 (5) Five additional members of the House of Delegates13 appointed by the speaker of the House of Delegates.

No more than four of the five additional members appointed by the president of the Senate and the speaker of the House of Delegates, respectively, may be members of the same political party. In addition, the president of the Senate and the speaker of the House of Delegates shall be ex officio nonvoting members of the commission and shall designate the co-chairpersons of the commission.

(b) Any vacancies occurring in the membership of the
commission shall be filled in the same manner as the
original appointment for the position being vacated. The
vacancy shall not affect the power of the remaining
members to perform the duties of the commission.

26 (c) The commission may explore how West Virginia can:

(1) Invest in systems that build workforce skills and
promote lifelong learning to ensure a competitive
workforce;

30 (2) Enhance the infrastructure, communications and
31 transportation needed to support the knowledge-based
32 industries and electronic commerce;

(3) Reorganize government to deliver services more
efficiently, using technology, privatization and partnerships with the private sector;

36 (4) Align state tax systems to meet the demands of the37 twenty-first century economy;

(5) Develop more uniform regulatory and tax systems to
reduce complexity, eliminate market distortions and better
protect consumers;

41 (6) Support entrepreneurs by streamlining business
42 regulations, providing timely decisions and assisting firm
43 in their search for venture capital;

44 (7) Promote university policies that encourage research45 and development and build intellectual infrastructure;

46 (8) Address quality-of-life concerns to attract new47 businesses and workers; and

48 (9) Accomplish the goals set forth in this article and any
49 other goal related to economic development or workforce
50 investment that the commission considers important.

51 (d) The commission may propose legislation necessary to52 accomplish its goals.

§5B-3-3. Reexamination of vision and goals.

Every fourth year after the first day of January, two thousand one, the joint commission on economic development, established pursuant to this article, shall conduct a thorough examination of the vision and goals set forth in this article and mourneemmend logislation relating to the

5 this article and may recommend legislation relating to the

6 vision and goals to the Legislature.

§5B-3-4. Commission review of procedural rules, interpretive rules and existing legislative rules.

(a) The joint commission on economic development may
 review any procedural rules, interpretive rules or existing
 legislative rules and make recommendations concerning
 such rules to the Legislature.

5 (b) The development office and the tourism commission established pursuant to article two, chapter five-b of this 6 7 code, the economic development authority established pursuant to article fifteen, chapter thirty-one of this code, 8 the bureau of employment programs established pursuant 9 to article four, chapter twenty-one-a of this code, the 10 workforce investment commission established pursuant to 11 12 article two-c, chapter five-b, West Virginia jobs invest-13 ment trust, regional planning and development councils, West Virginia rural development council, governor's office 14 of technology and West Virginia clearinghouse for 15 workforce education shall each file a copy of its legislative 16

rules with the commission as provided for herein. Each 17 agency that proposes legislative rules in accordance to the 18 provisions of article three, three-a or three-b, chapter 19 twenty-nine-a of this code relating to economic develop-20 ment or workforce development shall file the rules with 21 the joint commission at the time the rules are filed with 22 the secretary of state prior to the public comment period 23 or public hearing required in chapter twenty-nine-a of this 24 25code.

§5B-3-5. Joint commission on economic development studies.

(a) The joint commission on economic development shall
 study the following:

3 (1) The feasibility of establishing common regional configurations for such purposes as local workforce 4 investment areas, regional educational service agencies 5 and for all other purposes the commission considers 6 7 feasible. The study should review the existing levels of 8 cooperation between state and local economic developers; complete an analysis of possible regional configurations 9 10 and outline examples of other successful regional systems or networks found throughout the world. If the study 11 determines that the common regional configurations are 12 feasible, the commission shall recommend legislation 13 establishing common regional designations for all pur-14 15 poses the commission considers feasible. In making the 16 designation of regional areas, the study shall take into 17 consideration, but not be limited to, the following:

18 (A) Geographic areas served by local educational19 agencies and intermediate educational agencies;

(B) Geographic areas served by post-secondary educa-tional institutions and area vocational education schools;

(C) The extent to which such local areas are consistentwith labor market areas;

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(D) The distance that individuals will need to travel toreceive services provided in such local areas; and

(E) The resources of such local areas that are availableto effectively administer the activities or programs;

(2) The effectiveness and fiscal impact of incentives for
attracting and growing businesses, especially technologyintensive companies; and

(3) A comprehensive review of West Virginia's existing
economic and community development resources and the
recommendation of an organizational structure, including
but not limited to, the reorganization of the bureau of
commerce and the development office, that would allow
the state to successfully compete in the new global economy.

38 (b) In order to effectuate in the most cost-effective and 39 efficient manner the studies required in this article, it is necessary for the joint commission to assemble and 40 41 compile a tremendous amount of information. The devel-42 opment office will assist the joint commission in the 43 collection and analysis of this information. The tourism commission established pursuant to article two, chapter 44 five-b of this code, the economic development authority 45 46 established pursuant to article fifteen, chapter thirty-one 47 of this code, the bureau of employment programs estab-48 lished pursuant to article four, chapter twenty-one-a of 49 this code, the workforce investment commission estab-50 lished pursuant to article two-c, chapter five-b, West Virginia jobs investment trust, regional planning and 51 52 development councils, West Virginia rural development council, governor's office of technology and West Virginia 53 clearinghouse for workforce education all shall provide a 54 copy of the agency's annual report as submitted to the 55 governor in accordance with the requirements set forth in 56 57 section twenty, article one, chapter five of this code to the 58 West Virginia development office. The development office 59 shall review, analyze and summarize the data contained in the reports, including its own annual report, and annually
submit its findings to the joint commission on or before the
thirty-first day of December.

63 (c) The legislative auditor shall provide to the joint
64 commission a copy of any and all reports on agencies listed
65 in subsection (b) of this section, which are required under
66 article ten, chapter four of this code.

(d) The joint commission shall complete the studies set
forth in this section and any other studies it determines to
undertake prior to the first day of December of each year
and may make recommendations, including recommended
legislation for introduction during the regular session of
the Legislature.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

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Originated in the Senate.

In effect ninety days from passage.

Clerk of the Senate

Clerk of the House of Delegates

mple President of the Senate

Speaker House of Delegates

The within \mathcal{Q} this the.... Day of,2001. Governor



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GOVERNOR Date 5/101 Date Strand