2016 Rural Policy Forum Developing Rural Entrepreneurship Workshop Arizona Rural Development Council Thursday – August 11, 2016 1:30 to 4:45 PM

07.18.16 Version

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Developing Rural Entrepreneurship Workshop

Rural Policy Forum
August 11, 2016



Resource Library

Access background and supporting research for this presentation in our shared electronic library:

https://goo.gl/7JxM3D

Today's Workshop...

Kick-Off
How is Your Community Doing Exercise
Attributes of a Successful Community
How Entrepreneurial Are You Exercise
Growing an Entrepreneurial Community
Wrap Up and Resources

How Are You Doing Exercise

Focus on Your Community
Five Statements
Strength of Agreement
Complete & Score
Be Prepared to Share Back

Consider using this exercise in your community to gain insight on how well people feel your community is doing.











The Economy

Why do we have an economy?

What is its purpose?

If our mission is to develop an economy we should have some idea of what outcomes we desire from a developed economy.





The Economy

An economy exists to...

- Provide for the basic needs of people like food, shelter, etc...
- Provide for meaningful and creative work developing the human spirit...
- Offer opportunities for meeting material needs and pursuing our vision of a great life...
- Ensure every citizen's needs are met and fulfilled...





Prosperity End Game?





The Prosperity End Game!





Development

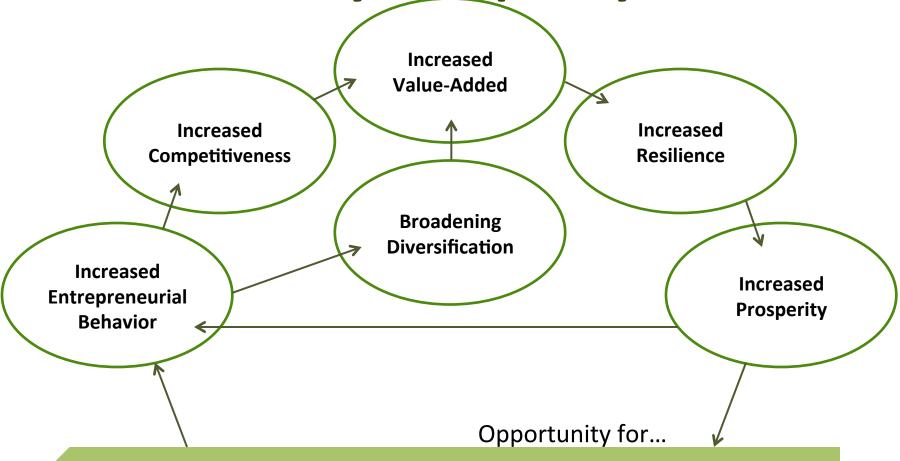
Economy

Community

People



Community Prosperity Model



Community Development Philanthropy



Is High Growth Necessary?



Our economy is a consumer-driven economy. Many communities do not want to achieve prosperity by simply growing and becoming bigger.

The Rocky Mountain Institute and others argue that growing prosperous communities does not require high population growth. Countries in Europe are demonstrating this development strategy.



Three Essentials for Prosperity

Demographic Renewal

Every community must renew itself demographically to survive, let alone thrive.

Economic Opportunity

Every community must create economic opportunities for their residents that enable them to make a living and pursue their dreams.

Quality of Life Place Making

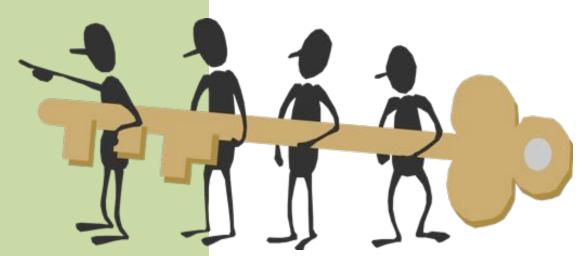
Every community must optimize place making offer competitive quality of life amenities.





Keys for Success

- 1. Local Responsibility
- 2. Research & Understanding
- 3. Community Engagement
- 4. Smart Game Plan
- 5. Entrepreneurs
- 6. Robust Investment
- 7. Sustained Effort
- 8. Open to Change
- 9. New Residents
- 10. REAL Regional Collaboration





Why Communities Fail?

Loss of Socio-Economic Relevance

Evidence from our Field Experience...

- No Game Plan
- Under-Resourced
- Too Small and Will Not Collaborate
- Too Fragile to Succeed
- Wrong Development Focus
- Development Efforts Not Sustained















A Community's Job

Development is a Local Responsibility

We would argue that the United States is unique in the world of mature economies in that the primary responsibility for development is local.

While state, federal, university, foundation and other outside resources can be valuable... the ultimate responsibility for development rests with each community.





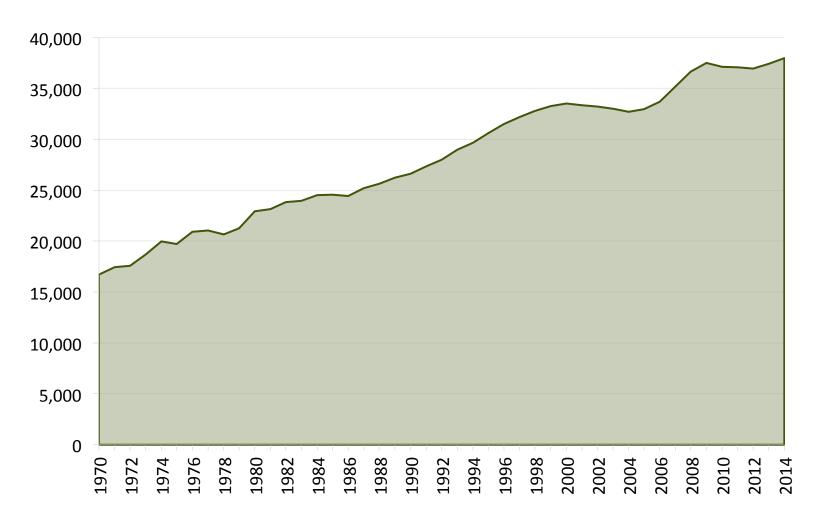
Robust Investment

- Community of 5,000
- \$1 Billion Economy
- If You Were a Corporation?
- Research & Development
- People Development
- New Investment
- Tracking Trends
- 0.1% = \$1 Million Per Year



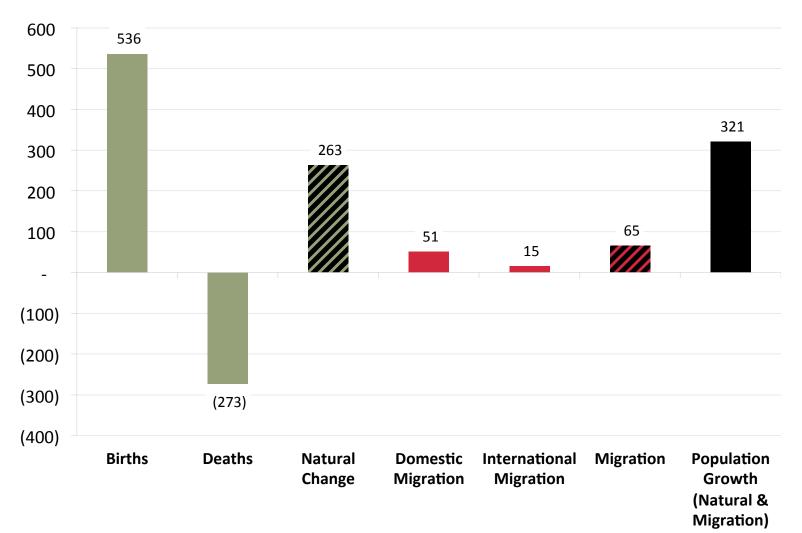


Graham County Population



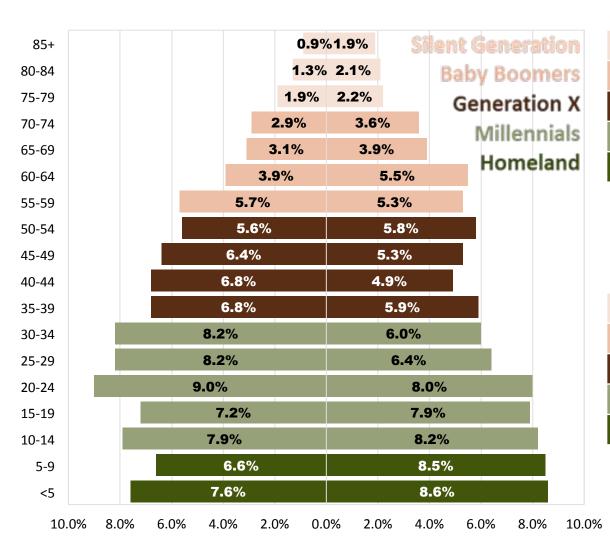


Graham County Population Change





Graham County Generations



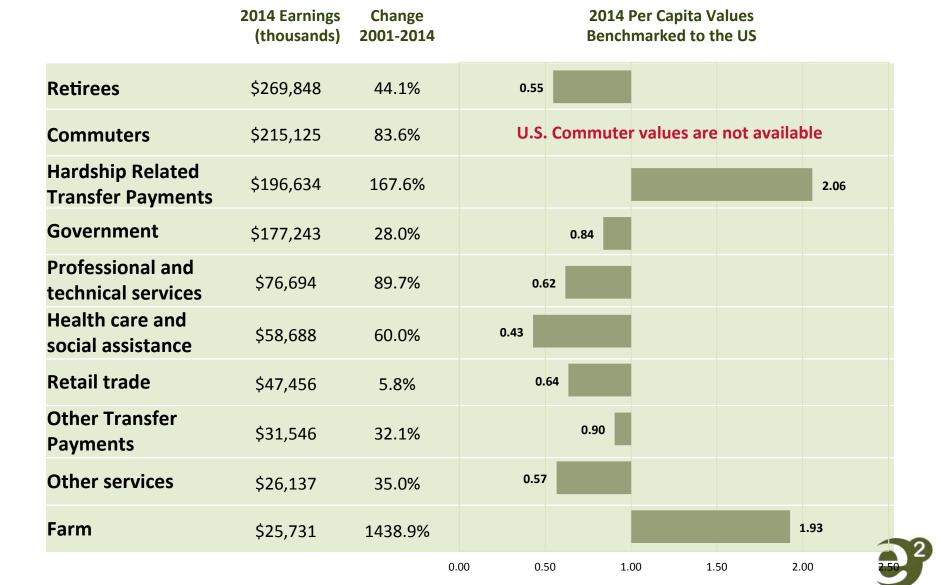
MALE	FEMALE	TOTAL
4.1%	6.2%	5.1%
15.6%	18.3%	17.0%
25.6%	21.9%	23.9%
40.5%	36.5%	38.5%
14.2%	17.1%	15.6%

Benchmarked to the US

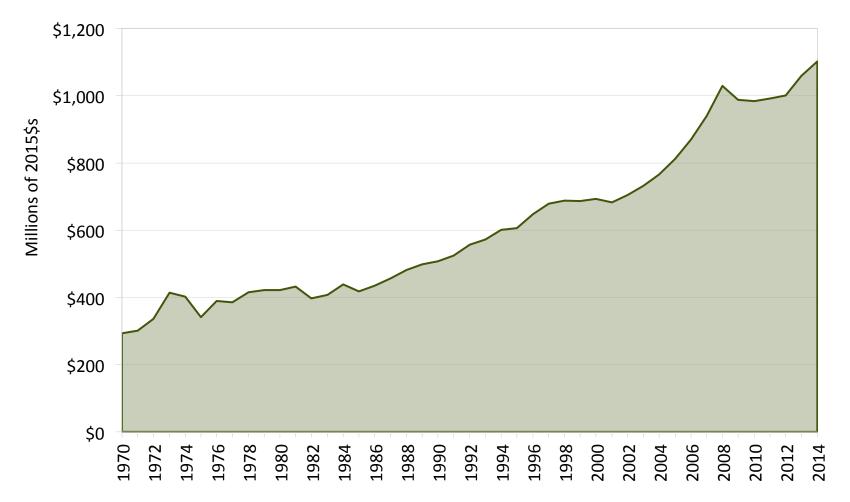
MALE	FEMALE	TOTAL
82.0	84.9	83.6
80.8	88.8	85.4
94.1	81.4	88.2
115.1	110.9	113.6
106.0	137.9	120.9



Graham's Economic Drivers

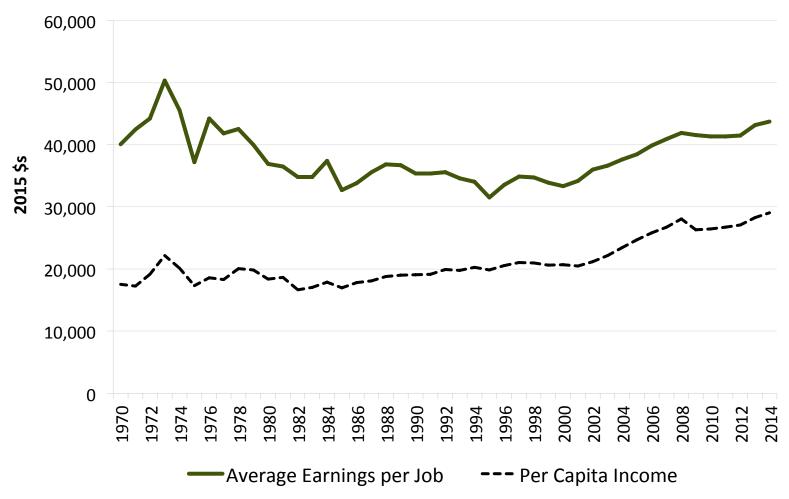


Graham County Personal Income



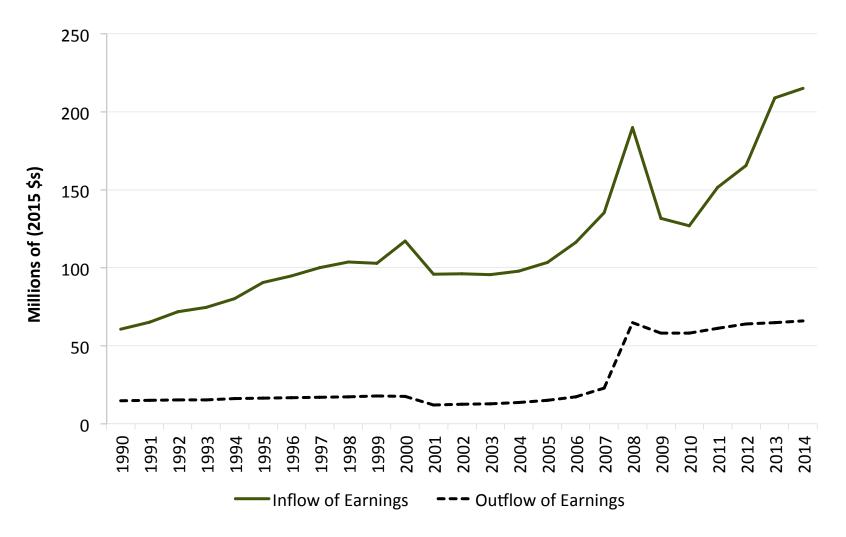


Average Earnings per Job & Per Capita Income





Commuters



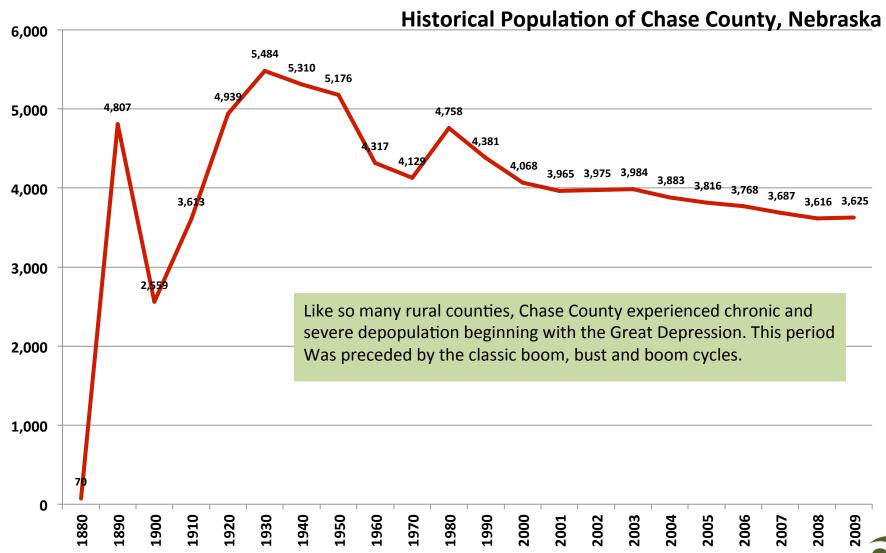


Imperial - Chase County, Nebraska

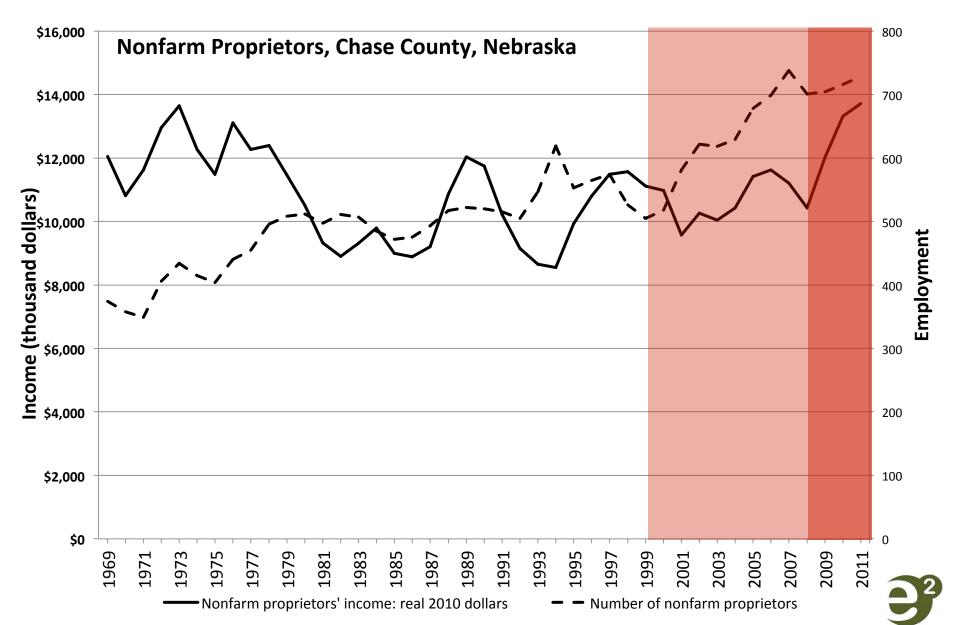




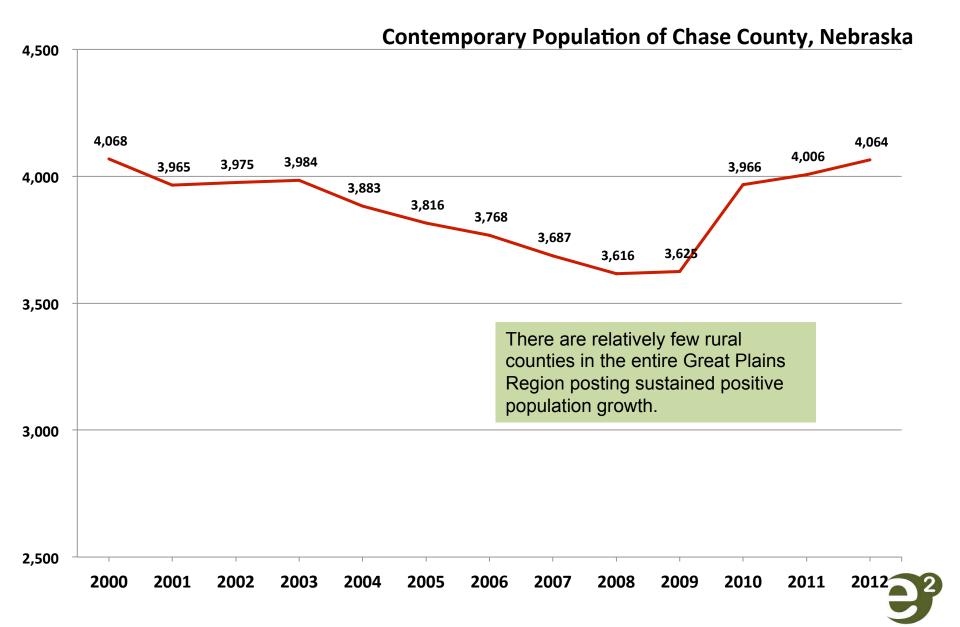
Chase County, Nebraska



Economic Rebound



Community Renewal



Russ & Allo Communications

Russ and his wife own the local twice weekly newspaper in Imperial. He and a former high school classmate created Allo Communications. Today they are one of the breakout companies fueling Chase County's revitalization. Allo Communications is competing head-to-head with the likes of SPRINT and Century Link.

Russ and Allo Communications are charitable and, through gifts to the Chase County Community Foundation, they are supporting workforce development and educational opportunities for youth.





Questions & Discussion...





Break

Back at ????





How Entrepreneurial Are You?

Focus on Your Community
Five Statements
Strength of Agreement
Complete & Score
Be Prepared to Share Back

Consider using this exercise in your community to gain insight on how well people feel your community is doing.











Why Entrepreneurship?

How is Your Community Doing? Economic Development Needed? How Diversified are You? Business Attraction Potential? Entrepreneur-Focused Development: Building on Who is Already in Your Community Incremental Development More Rooted Development Requires Less Investment and Incentives Creates Civic Capacity and Philanthropy

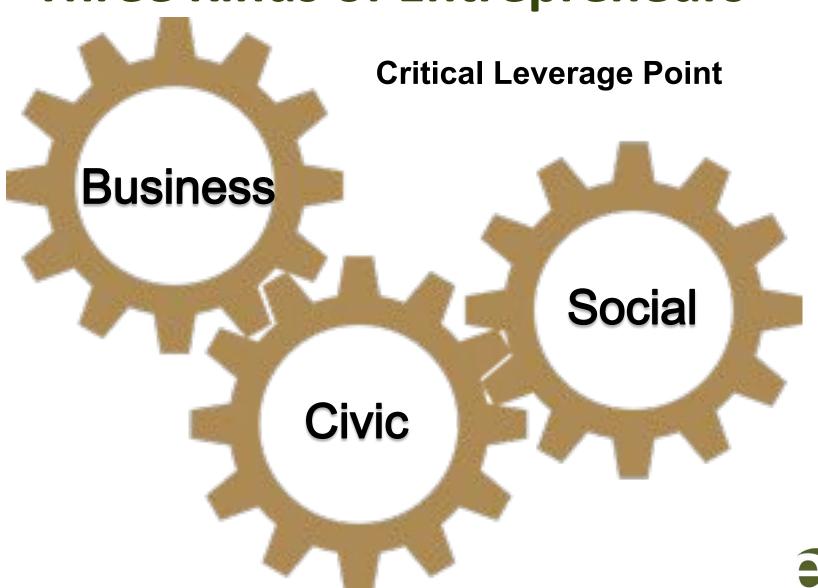
Economic Development

Attraction

Business
Retention &
Expansion

Entrepreneurship

Three Kinds of Entrepreneurs





Entrepreneurial Behaviors

Learning Innovative Pursue Opportunities Open to Change Make Things Happen Optimistic Follow Trends Build Vision Build Teams





Can You Help Jim & Beth?



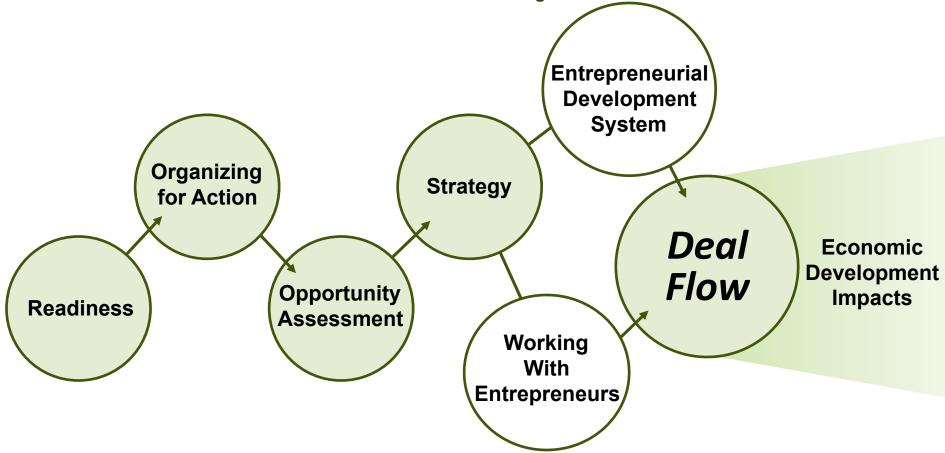
Jim Jenkins Callaway, Nebraska 3rd Generation Rancher Moved Away, Came Back Home **Entrepreneur**



Beth Strube Dickinson, North Dakota Stayed at Home Wanted to be a Mom Entrepreneur



Economic Development Flow





Assessment

Organizing for Action

Community Engagement

Readiness

IMPACTS

Smart Strategies

Working with Entrepreneurs Community Mobilization



Readiness



Organizing Readine For Action



Organizing for Action ASSESSMENT



Assessment

Organizing for Action

Development Opportunities

Entrepreneurial Talent

Readiness

Entrepreneurial Resources

Stakeholders

Development Preferences



Assessment

Organizing for Actionmunity ReadEngagement



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Organizing Community Engagement Engagement Strategies

Working with Entrepreneurs Community Mobilization



Assessment

Organizing for Action

Community Engagement

Readiness

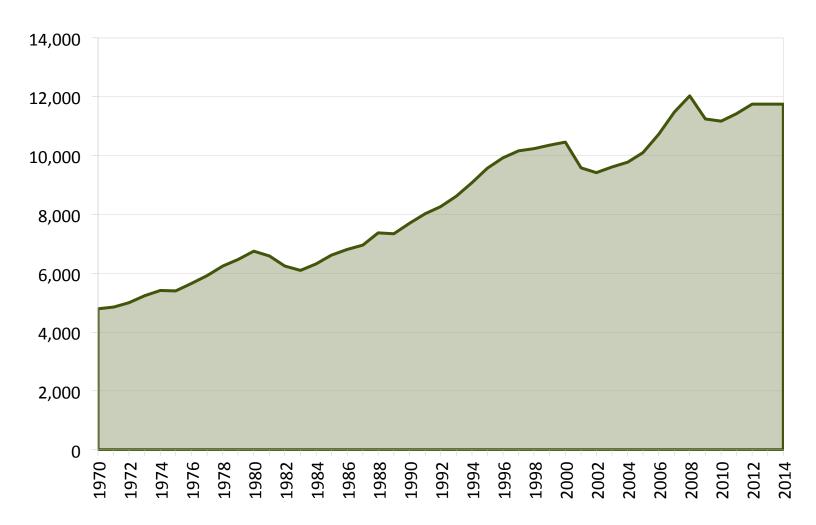
IMPACTS

Smart Strategies

Working with Entrepreneurs **Community Mobilization**



Graham County Employment



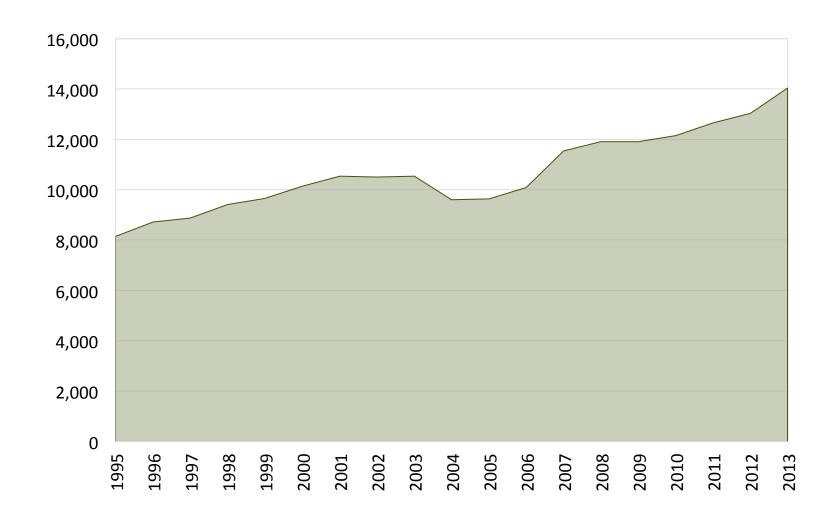


Total & Self-Employed Establishments



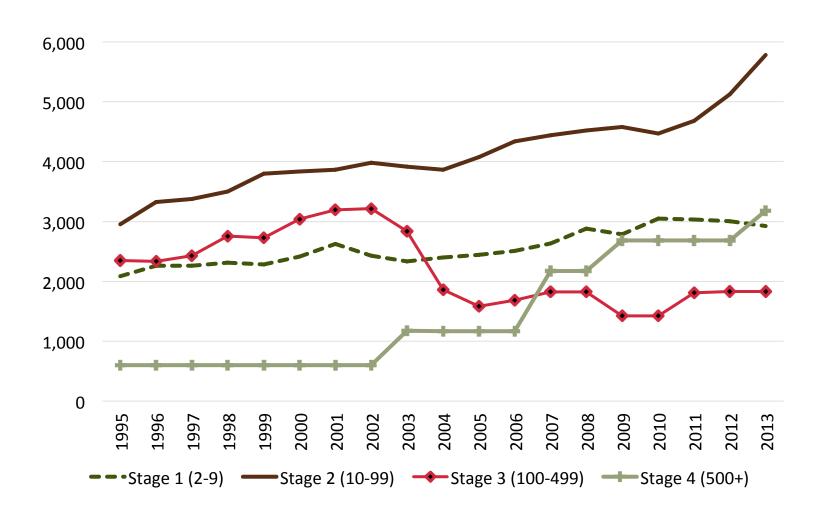


Total Jobs



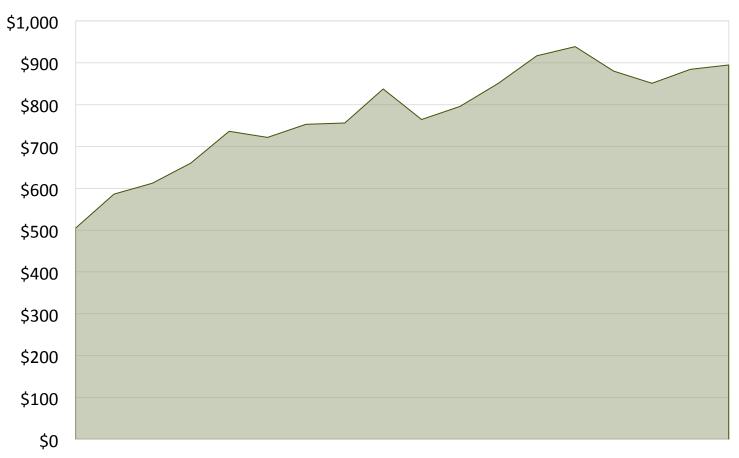


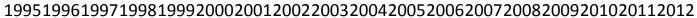
Employment by Business Stage





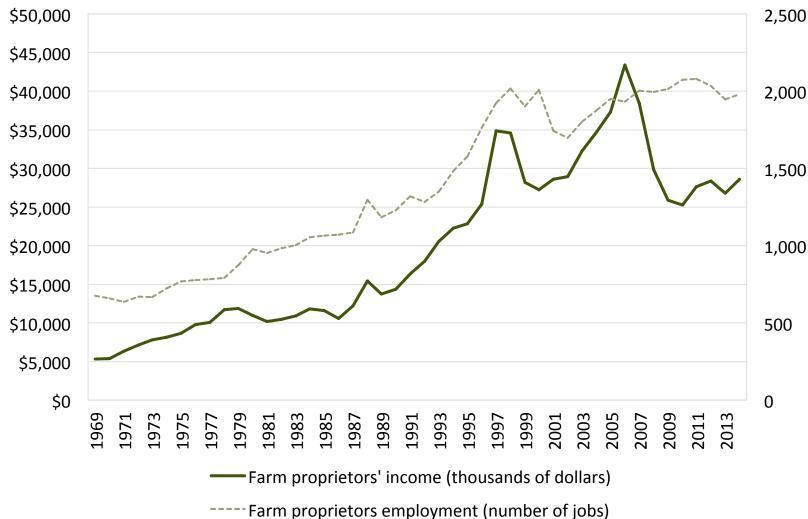
Total Sales (millions)





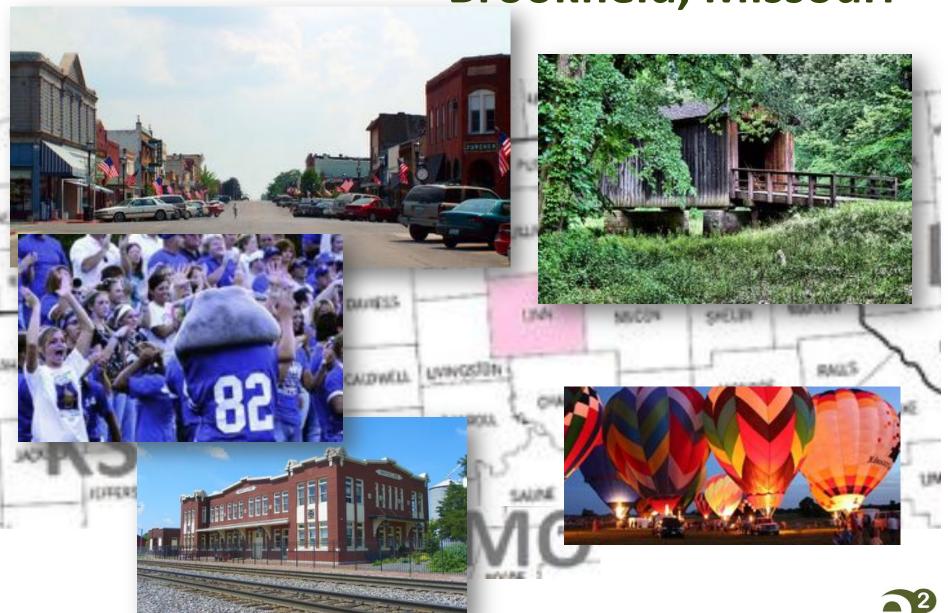


Nonfarm Proprietors' Income





Brookfield, Missouri



Brookfield in the World





Brookfield's Situation

Rural Location

Depopulation

Aging Population

Loss of Young People

Manufacturing Losses

Industrial Park Failure

Conflicted

Lack of Hope







Negative Trend Lines! Signs of Hope?

1970 to 2011:

Depopulation – 17% Decline

Employment – 17% Decline

But something is happening...

...1970-2000 Local Proprietors declined by 496 or 18%

...2000-2011 Linn County added 124 proprietors... quite a turn-around.



Becky Cleveland



More Negative Hits! Signs of Hope?

Good Years:

Major Employers in 1995 = 9

Major Employers in 2006 = 15

Hard Years:

Recession = 3 Lost by 2009

Job Losses = 902 workers

Recovery:

Major Employers in 2012 = 15

Net Job Gains = 410



Marcia Cunningham



Home Grown Success

The number of new entrepreneurs in Linn County increased from 370 in 2004 to 622 in 2010 representing a 68% increase. Since then, the numbers have dropped off due to some entrepreneurs hiring workers, others getting a job and some simply failing. New businesses are rooting in Linn County.







Success Affirmed

Retail Demand - \$102 Mil. Retail Supply - \$129 Mil. Retail Surplus - \$27 Mil.

Brookfield has invested in its health care system, education, main street and economic development. It is a community bending its trend lines in a positive direction.







5 Stories of Hope

- **#1 A Problem Becomes a Solution**
- #2 Sam's Daughter Comes Home
- **#3 Mail Box Motivation**
- #4 He Started a Company
- **#5 She Willed Progress**







Questions & Discussion...









Workshop Wrap Up

Resources Evaluation Thanks







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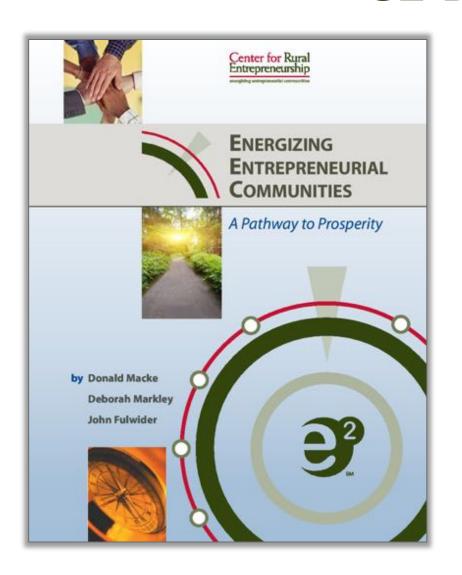








e2 Book



Contents...

Case for Entrepreneurs
Entrepreneurial Community
Action Framework
Working with Entrepreneurs
Guiding & Tracking Progress

Paper & E Book



E2 University Online

Resources:

- Guides
- Tools
- Protocols
- Training Webinars
- Exercises & Illustrations
- Videos, Stories & More





Website & Newsletters

www.energizingentrepreneurs.org

We have a new and improved website with more free resources and better guidance to compensated resources. Give it a spin. Also... we have four electronic newsletters that are free. Sign up today and benefit from all the resources covered in our newsletters.



Other Center Resources











