1	GOVERNOR'S OFFICE OF ECONOMIC OPPORTUNITY
2	AMENDMENTS
3	2023 GENERAL SESSION
4	STATE OF UTAH
5	Chief Sponsor: Ronald M. Winterton
6 7	House Sponsor: Jeffrey D. Stenquist
8	LONG TITLE
9	General Description:
0	This bill modifies provisions related to the Governor's Office of Economic Opportunity.
1	Highlighted Provisions:
2	This bill:
3	<ul><li>defines terms;</li></ul>
4	<ul> <li>requires the Governor's Office of Economic Opportunity (office) to report certain</li> </ul>
5	information regarding reinvestment agencies to the Legislature;
6	<ul> <li>expands the nonvoting membership of the Unified Economic Opportunity</li> </ul>
7	Commission;
8	<ul> <li>expands the membership of the Unified Economic Opportunity Commission's</li> </ul>
9	Women in the Economy Subcommittee;
20	<ul> <li>modifies provisions relating to the office's authorization of economic development</li> </ul>
21	tax credits;
22	<ul> <li>modifies provisions relating to the office's award of loans and grants from the</li> </ul>
23	Industrial Assistance Account;
24	repeals limitations on the office's use of funds from the State Small Business Credit
25	Initiative Program Fund for administration;



26	<ul> <li>modifies provisions relating to the office's award of grants under the Economic</li> </ul>
27	Assistance Grant Program;
28	<ul> <li>establishes the Redevelopment Matching Grant Program for supporting certain</li> </ul>
29	projects related to housing and water conservation;
30	<ul> <li>allows the office to award grants to associations of governments under the office's</li> </ul>
31	Rural Opportunity Program;
32	<ul> <li>allows for motion picture incentives that are available only for rural productions to</li> </ul>
33	be available for productions occurring in certain second class counties;
34	<ul> <li>repeals the sunset date for certain motion picture incentives available only for rural</li> </ul>
35	productions;
36	<ul> <li>requires the Legislature to conduct a biennial review of motion picture incentives</li> </ul>
37	available only for rural productions;
38	<ul> <li>renames the Utah Immigration Assistance Center to the Utah Center for</li> </ul>
39	Immigration and Integration and modifies the center's duties; and
40	<ul><li>makes technical and conforming changes.</li></ul>
41	Money Appropriated in this Bill:
42	None
43	Other Special Clauses:
44	None
45	<b>Utah Code Sections Affected:</b>
46	AMENDS:
47	17C-1-603, as last amended by Laws of Utah 2021, Chapter 282
48	63I-1-263, as last amended by Laws of Utah 2022, Chapters 23, 34, 68, 153, 218, 236,
49	249, 274, 296, 313, 361, 362, 417, 419, and 472
50	63N-1a-201, as last amended by Laws of Utah 2022, Chapter 362
51	63N-1b-402, as renumbered and amended by Laws of Utah 2022, Chapter 362
52	63N-1b-403, as renumbered and amended by Laws of Utah 2022, Chapter 362
53	63N-1b-404, as renumbered and amended by Laws of Utah 2022, Chapter 362
54	63N-2-104.3, as enacted by Laws of Utah 2022, Chapter 200
55	63N-3-102, as last amended by Laws of Utah 2022, Chapter 200
56	63N-3-105, as last amended by Laws of Utah 2022, Chapter 362

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            63N-3-106, as last amended by Laws of Utah 2021, Chapter 282
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            63N-3-107, as renumbered and amended by Laws of Utah 2015, Chapter 283
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            63N-3-111, as last amended by Laws of Utah 2022, Chapter 200
60
            63N-3-801, as renumbered and amended by Laws of Utah 2022, Chapter 22
61
            63N-3-802, as renumbered and amended by Laws of Utah 2022, Chapter 22
62
            63N-3-1002, as enacted by Laws of Utah 2022, Chapter 362
63
            63N-4-801, as enacted by Laws of Utah 2022, Chapter 362
            63N-4-802, as enacted by Laws of Utah 2022, Chapter 362
64
65
            63N-8-102, as last amended by Laws of Utah 2022, Chapter 417
66
            63N-8-105, as last amended by Laws of Utah 2021, Chapter 282
67
            63N-13-101, as last amended by Laws of Utah 2021, Chapter 282
68
            63N-17-202, as last amended by Laws of Utah 2021, Chapters 162, 345 and
69
     renumbered and amended by Laws of Utah 2021, Chapter 282
70
            63N-18-102, as enacted by Laws of Utah 2021, Chapter 304
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     ENACTS:
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            63N-3-1201, Utah Code Annotated 1953
73
            63N-3-1202, Utah Code Annotated 1953
74
     RENUMBERS AND AMENDS:
75
            63N-18-201, (Renumbered from 63N-18-103, as enacted by Laws of Utah 2021,
76
     Chapter 304)
77
            63N-18-202, (Renumbered from 63N-18-104, as enacted by Laws of Utah 2021,
78
     Chapter 304)
79
     REPEALS:
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            63N-3-109, as last amended by Laws of Utah 2022, Chapter 362
            63N-18-101, as enacted by Laws of Utah 2021, Chapter 304
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     Be it enacted by the Legislature of the state of Utah:
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            Section 1. Section 17C-1-603 is amended to read:
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            17C-1-603. Reporting requirements -- Governor's Office of Economic
86
     Opportunity to maintain a database.
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            (1) On or before June 1, 2022, the Governor's Office of Economic Opportunity shall:
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88	(a) create a database to track information for each agency located within the state; and
89	(b) make the database publicly accessible from the office's website.
90	(2) (a) The Governor's Office of Economic Opportunity may:
91	(i) contract with a third party to create and maintain the database described in
92	Subsection (1); and
93	(ii) charge a fee for a county, city, or agency to provide information to the database
94	described in Subsection (1).
95	(b) The Governor's Office of Economic Opportunity shall make rules, in accordance
96	with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, to establish a fee schedule for
97	the fee described in Subsection (2)(a)(ii).
98	(3) Beginning in 2022, on or before June 30 of each calendar year, an agency shall, for
99	each active project area for which the project area funds collection period has not expired,
100	provide to the database described in Subsection (1) the following information:
101	(a) an assessment of the change in marginal value, including:
102	(i) the base year;
103	(ii) the base taxable value;
104	(iii) the prior year's assessed value;
105	(iv) the estimated current assessed value;
106	(v) the percentage change in marginal value; and
107	(vi) a narrative description of the relative growth in assessed value;
108	(b) the amount of project area funds the agency received for each year of the project
109	area funds collection period, including:
110	(i) a comparison of the actual project area funds received for each year to the amount of
111	project area funds forecasted for each year when the project area was created, if available;
112	(ii) (A) the agency's historical receipts of project area funds, including the tax year for
113	which the agency first received project area funds from the project area; or
114	(B) if the agency has not yet received project area funds from the project area, the year
115	in which the agency expects each project area funds collection period to begin;
116	(iii) a list of each taxing entity that levies or imposes a tax within the project area and a
117	description of the benefits that each taxing entity receives from the project area; and
118	(iv) the amount paid to other taxing entities under Section 17C-1-410, if applicable;

119	(c) a description of current and anticipated project area development, including.
120	(i) a narrative of any significant project area development, including infrastructure
121	development, site development, participation agreements, or vertical construction; and
122	(ii) other details of development within the project area, including:
123	(A) the total developed acreage;
124	(B) the total undeveloped acreage;
125	(C) the percentage of residential development; and
126	(D) the total number of housing units authorized, if applicable;
127	(d) the project area budget, if applicable, or other project area funds analyses,
128	including:
129	(i) each project area funds collection period, including:
130	(A) the start and end date of the project area funds collection period; and
131	(B) the number of years remaining in each project area funds collection period;
132	(ii) the amount of project area funds the agency is authorized to receive from the
133	project area cumulatively and from each taxing entity, including:
134	(A) the total dollar amount; and
135	(B) the percentage of the total amount of project area funds generated within the
136	project area;
137	(iii) the remaining amount of project area funds the agency is authorized to receive
138	from the project area cumulatively and from each taxing entity; and
139	(iv) the amount of project area funds the agency is authorized to use to pay for the
140	agency's administrative costs, as described in Subsection 17C-1-409(1), including:
141	(A) the total dollar amount; and
142	(B) the percentage of the total amount of all project area funds;
143	(e) the estimated amount of project area funds that the agency is authorized to receive
144	from the project area for the current calendar year;
145	(f) the estimated amount of project area funds to be paid to the agency for the next
146	calendar year;
147	(g) a map of the project area; and
148	(h) any other relevant information the agency elects to provide.
149	[(4) (a) Until the Governor's Office of Economic Opportunity creates a database as

150	required in Subsection (1), an agency shall, on or before November 1 of each calendar year,
151	electronically submit a report to:]
152	[(i) the community in which the agency operates;]
153	[(ii) the county auditor;]
154	[(iii) the State Tax Commission;]
155	[(iv) the State Board of Education; and]
156	[(v) each taxing entity from which the agency receives project area funds.]
157	[(b) An agency shall ensure that the report described in Subsection (4)(a):]
158	[(i) contains the same information described in Subsection (3); and]
159	[(ii) is posted on the website of the community in which the agency operates.]
160	[(5)] (4) Any information an agency submits in accordance with this section:
161	(a) is for informational purposes only; and
162	(b) does not alter the amount of project area funds that an agency is authorized to
163	receive from a project area.
164	[(6)] (5) The provisions of this section apply regardless of when the agency or project
165	area is created.
166	(6) On or before September 1 of each year, the Governor's Office of Economic
167	Opportunity shall prepare and submit an annual written report to the Political Subdivisions
168	Interim Committee that identifies:
169	(a) the agencies that complied with the reporting requirements of this section during
170	the preceding reporting period; and
171	(b) any agencies that failed to comply with the reporting requirements of this section
172	during the preceding reporting period.
173	Section 2. Section <b>63I-1-263</b> is amended to read:
174	63I-1-263. Repeal dates: Titles 63A to 63N.
175	(1) Subsection 63A-5b-405(5), relating to prioritizing and allocating capital
176	improvement funding, is repealed July 1, 2024.
177	(2) Section 63A-5b-1003, State Facility Energy Efficiency Fund, is repealed July 1,
178	2023.
179	(3) Sections 63A-9-301 and 63A-9-302, related to the Motor Vehicle Review
180	Committee, are repealed July 1, 2023.

- 181 (4) In relation to the Utah Transparency Advisory Board, on January 1, 2025:
- 182 (a) Section 63A-18-102 is repealed;
- (b) Section 63A-18-201 is repealed; and
- 184 (c) Section 63A-18-202 is repealed.
- 185 (5) Title 63C, Chapter 4a, Constitutional and Federalism Defense Act, is repealed July
- 186 1, 2028.
- 187 (6) Title 63C, Chapter 6, Utah Seismic Safety Commission, is repealed January 1,
- 188 2025.
- 189 (7) Title 63C, Chapter 12, Snake Valley Aquifer Advisory Council, is repealed July 1,
- 190 2024.
- 191 (8) Title 63C, Chapter 17, Point of the Mountain Development Commission Act, is
- 192 repealed July 1, 2023.
- 193 (9) Title 63C, Chapter 18, Behavioral Health Crisis Response Commission, is repealed
- 194 July 1, 2023.
- 195 (10) Title 63C, Chapter 23, Education and Mental Health Coordinating Council, is
- 196 repealed July 1, 2026.
- 197 (11) Title 63C, Chapter 27, Cybersecurity Commission, is repealed July 1, 2032.
- 198 (12) Title 63C, Chapter 28, Ethnic Studies Commission, is repealed July 1, 2026.
- 199 (13) Section 63G-6a-805, which creates the Purchasing from Persons with Disabilities
- 200 Advisory Board, is repealed July 1, 2026.
- 201 (14) Title 63G, Chapter 21, Agreements to Provide State Services, is repealed July 1,
- 202 2028.
- 203 (15) Title 63H, Chapter 4, Heber Valley Historic Railroad Authority, is repealed July 1,
- 204 2024.
- 205 (16) Title 63H, Chapter 8, Utah Housing Corporation Act, is repealed July 1, 2026.
- 206 (17) Subsection 63J-1-602.1(17), relating to the Nurse Home Visiting Restricted
- 207 Account, is repealed July 1, 2026.
- 208 (18) Subsection 63J-1-602.2(6), referring to dedicated credits to the Utah Marriage
- 209 Commission, is repealed July 1, 2023.
- 210 [(19) Subsection 63J-1-602.2(7), referring to the Trip Reduction Program, is repealed
- 211 July 1, 2022.

- [(20)] (19) Subsection 63J-1-602.2(26), related to the Utah Seismic Safety
  Commission, is repealed January 1, 2025.
  [(21)] (20) Title 63L, Chapter 11, Part 4, Resource Development Coordinating
  Committee, is repealed July 1, 2027.
- 216 [(22)] (21) In relation to the Utah Substance Use and Mental Health Advisory Council, 217 on January 1, 2033:
- 218 (a) Sections 63M-7-301, 63M-7-302, 63M-7-303, 63M-7-304, and 63M-7-306 are repealed;
- 220 (b) Section 63M-7-305, the language that states "council" is replaced with 221 "commission":
- 222 (c) Subsection 63M-7-305(1)(a) is repealed and replaced with:
- "(1) "Commission" means the Commission on Criminal and Juvenile Justice."; and
- 224 (d) Subsection 63M-7-305(2) is repealed and replaced with:
- "(2) The commission shall:
- 226 (a) provide ongoing oversight of the implementation, functions, and evaluation of the
- 227 Drug-Related Offenses Reform Act; and
- (b) coordinate the implementation of Section 77-18-104 and related provisions in Subsections 77-18-103(2)(c) and (d).".
- [(23)] (22) The Crime Victim Reparations and Assistance Board, created in Section 63M-7-504, is repealed July 1, 2027.
- [(24)] (23) Title 63M, Chapter 11, Utah Commission on Aging, is repealed July 1,
- 233 2026.
- [(25)] (24) Title 63N, Chapter 1b, Part 4, Women in the Economy Subcommittee, is repealed January 1, 2025.
- [(26)] (25) Title 63N, Chapter 2, Part 2, Enterprise Zone Act, is repealed July 1, 2028.
- 237 [(27)] (26) Section 63N-2-512, related to the Hotel Impact Mitigation Fund, is repealed
- 238 July 1, 2028.
- [(28)] (27) Title 63N, Chapter 3, Part 9, Strategic Innovation Grant Pilot Program, is repealed July 1, 2027.
- [(29)] (28) Title 63N, Chapter 3, Part 11, Manufacturing Modernization Grant
- 242 Program, is repealed July 1, 2025.

243	$\left[\frac{(29)}{(29)}\right]$ in relation to the Kurai Employment Expansion Program, on July 1, 2023.
244	(a) Title 63N, Chapter 4, Part 4, Rural Employment Expansion Program, is repealed;
245	and
246	(b) Subsection 63N-4-805(5)(b), referring to the Rural Employment Expansion
247	Program, is repealed.
248	[(31)] (30) In relation to the Board of Tourism Development, on July 1, 2025:
249	(a) Subsection 63N-2-511(1)(b), which defines "tourism board," is repealed;
250	(b) Subsections 63N-2-511(3)(a) and (5), the language that states "tourism board" is
251	repealed and replaced with "Utah Office of Tourism";
252	(c) Subsection 63N-7-101(1), which defines "board," is repealed;
253	(d) Subsection 63N-7-102(3)(c), which requires the Utah Office of Tourism to receive
254	approval from the Board of Tourism Development, is repealed; and
255	(e) Title 63N, Chapter 7, Part 2, Board of Tourism Development, is repealed.
256	[(32) Subsection 63N-8-103(3)(c), which allows the Governor's Office of Economic
257	Opportunity to issue an amount of tax credit certificates only for rural productions, is repealed
258	<del>on July 1, 2024.</del> ]
259	Section 3. Section 63N-1a-201 is amended to read:
260	63N-1a-201. Creation of commission.
261	(1) There is created in the office the Unified Economic Opportunity Commission,
262	established to carry out the mission described in Section 63N-1a-103 and direct the office and
263	other appropriate entities in fulfilling the state strategic goals.
264	(2) The commission consists of:
265	(a) the following voting members:
266	(i) the governor, who shall serve as the chair of the commission;
267	(ii) the executive director, who shall serve as the vice chair of the commission;
268	(iii) the executive director of the Department of Workforce Services;
269	(iv) the executive director of the Department of Transportation;
270	(v) the executive director of the Department of Natural Resources;
271	(vi) the executive director of the Department of Commerce;
272	(vii) the commissioner of the Department of Agriculture and Food;
273	(viii) the executive director of the Governor's Office of Planning and Budget;

2/4	(ix) the commissioner of higher education;
275	(x) the state superintendent of public instruction;
276	(xi) the president of the Senate or the president's designee;
277	(xii) the speaker of the House of Representatives or the speaker's designee;
278	(xiii) one individual who is knowledgeable about housing needs in the state, including
279	housing density and land use, appointed by the governor;
280	(xiv) one individual who represents the interests of urban cities, appointed by the Utah
281	League of Cities and Towns; and
282	(xv) one individual who represents the interests of rural counties, appointed by the
283	Utah Association of Counties; and
284	(b) the following non-voting members:
285	(i) the chief executive officer of World Trade Center Utah;
286	(ii) the chief executive officer of the Economic Development Corporation of Utah;
287	[and]
288	(iii) a senior advisor to the chair of the commission with expertise in rural affairs of the
289	state, appointed by the chair of the commission[:]; and
290	(iv) the chief executive officer of one of the following entities, appointed by the chair
291	of the commission:
292	(A) the Utah Inland Port Authority created in Section 11-58-201;
293	(B) the Point of the Mountain State Land Authority created in Section 11-59-201; or
294	(C) the Military Installation Development Authority created in Section 63H-1-201.
295	(3) A majority of commission members constitutes a quorum for the purposes of
296	conducting commission business and the action of a majority of a quorum constitutes the action
297	of the commission.
298	(4) The executive director of the office, or the executive director's designee, is the
299	executive director of the commission.
300	(5) The office shall provide:
301	(a) office space and administrative staff support for the commission; and
302	(b) the central leadership and coordination of the commission's efforts in the field of
303	economic development.
304	(6) (a) A member may not receive compensation or benefits for the member's service

305	on the commission, but may receive per diem and travel expenses in accordance with:
306	(i) Sections 63A-3-106 and 63A-3-107; and
307	(ii) rules made by the Division of Finance in accordance with Sections 63A-3-106 and
308	63A-3-107.
309	(b) Compensation and expenses of a commission member who is a legislator are
310	governed by Section 36-2-2 and Legislative Joint Rules, Title 5, Legislative Compensation and
311	Expenses.
312	Section 4. Section 63N-1b-402 is amended to read:
313	63N-1b-402. Women in the Economy Subcommittee created.
314	(1) There is created a subcommittee of the commission called the Women in the
315	Economy Subcommittee.
316	(2) The subcommittee shall consist of [11] 15 members as follows:
317	(a) one senator appointed by the president of the Senate;
318	(b) one senator appointed by the minority leader of the Senate;
319	(c) one representative appointed by the speaker of the House of Representatives;
320	(d) one representative appointed by the minority leader of the House of
321	Representatives;
322	(e) the executive director of the department, or the executive director's designee; and
323	(f) $[six]$ 10 members appointed by the governor as follows:
324	(i) [a representative of a business with fewer than 50 employees that has been awarded
325	for work flexibility or work-life balance] two individuals who represent businesses in the state
326	<u>that:</u>
327	(A) have fewer than 50 employees; and
328	(B) have demonstrated a commitment to women in the economy;
329	(ii) [a representative of a business with 50 or more employees, but fewer than 500
330	employees, that has been awarded for work flexibility or work-life balance] two individuals
331	who represent businesses in the state that:
332	(A) have 50 or more employees, but fewer than 500 employees; and
333	(B) have demonstrated a commitment to women in the economy;
334	(iii) [a representative of a business with 500 or more employees that has been awarded

for work flexibility or work-life balance] two individuals who represent businesses in the state

336	that:
337	(A) have 500 or more employees; and
338	(B) have demonstrated a commitment to women in the economy;
339	(iv) an individual who has experience in economic and demographic work [and is
340	employed by a state institution of higher education];
341	(v) one individual from a nonprofit organization that [addresses issues related to
342	domestic violence; and] focuses on women's advocacy;
343	(vi) one individual with managerial experience with organized labor[-]; and
344	(vii) one individual who serves as an officer, employee, or appointee of a local
345	government, nominated by the Utah League of Cities and Towns.
346	(3) (a) When a vacancy occurs in a position appointed by the governor under
347	Subsection (2)(f), the governor shall appoint a person to fill the vacancy.
348	(b) A member appointed under Subsection (2)(f) shall serve a term of four years.
349	(c) Notwithstanding Subsection (3)(b), for members appointed under Subsection (2)(f),
350	the governor shall, at the time of appointment or reappointment, adjust the length of terms to
351	ensure that the terms of subcommittee members are staggered so that approximately half of the
352	subcommittee members appointed under Subsection (2)(f) are appointed every two years.
353	[(b)] (d) Members appointed under Subsection (2)(f) may be removed by the governor
354	for cause.
355	[(e)] (e) A member appointed under Subsection (2)(f) shall be removed from the
356	subcommittee and replaced by the governor if the member is absent for three consecutive
357	meetings of the subcommittee without being excused by the chair of the subcommittee.
358	[(d)] (f) A member serves until the member's successor is appointed and qualified.
359	(4) In appointing the members under Subsection (2)(f), the governor shall:
360	(a) take into account the geographical makeup of the subcommittee; and
361	(b) strive to appoint members who are knowledgeable or have an interest in issues
362	related to women in the economy.
363	(5) (a) The subcommittee shall select two members who are legislators to serve as
364	cochairs, [one of which shall be a legislator] of which:
365	(i) one cochair shall be a member of the Senate; and
366	(ii) one cochair shall be a member of the House of Representatives.

367	(b) Subject to the other provisions of this Subsection (5), the cochairs are responsible
368	for the call and conduct of meetings.
369	(c) The cochairs shall call and hold meetings of the subcommittee at least [every two
370	months] four times per year.
371	[(d) One of the bimonthly meetings described in Subsection (5)(c) shall be held while
372	the Legislature is convened in the Legislature's annual general session.]
373	[(e) One or more additional meetings may be called upon request by a majority of the
374	subcommittee's members.
375	(6) (a) A majority of the members of the subcommittee constitutes a quorum.
376	(b) The action of a majority of a quorum constitutes the action of the subcommittee.
377	(7) (a) A member of the subcommittee described in Subsection (2)(e) or (f) may not
378	receive compensation or benefits for the member's service, but may receive per diem and travel
379	expenses in accordance with:
380	(i) Section 63A-3-106;
381	(ii) Section 63A-3-107; and
382	(iii) rules made by the Division of Finance pursuant to Sections 63A-3-106 and
383	63A-3-107.
384	(b) Compensation and expenses of a member who is a legislator are governed by
385	Section 36-2-2 and Legislative Joint Rules, Title 5, Legislative Compensation and Expenses.
386	(8) The office shall provide staff support to the subcommittee.
387	Section 5. Section 63N-1b-403 is amended to read:
388	63N-1b-403. Purpose Powers and duties of the subcommittee.
389	(1) The subcommittee's purpose is to:
390	(a) increase public and government understanding of the current and future impact and
391	needs of the state's women in the economy and how those needs may be most effectively and
392	efficiently met;
393	(b) identify and recommend implementation of specific policies, procedures, and
394	programs to respond to the rights, needs, and impact of women in the economy; and
395	(c) facilitate coordination of the functions of public and private entities concerned with
396	women in the economy.
397	(2) The subcommittee shall:

398	(a) facilitate the communication and coordination of public and private entities that
399	provide services to women or protect the rights of women;
400	(b) study, evaluate, and report on the status and effectiveness of policies, procedures,
401	and programs that provide services to women or protect the rights of women;
402	(c) study and evaluate the policies, procedures, and programs implemented by other
403	states that address the needs of women in the economy or protect the rights of women;
404	(d) facilitate and conduct the research and study of issues related to women in the
405	economy;
406	(e) provide a forum for public comment on issues related to women in the economy;
407	(f) provide public information on women in the economy and the services available to
408	women; and
409	(g) encourage state and local governments to analyze, plan, and prepare for the impact
410	of women in the economy on services and operations.
411	(3) To accomplish the subcommittee's duties, the subcommittee may:
412	(a) request and receive from a state or local government agency or institution summary
413	information relating to women in the economy, including:
414	(i) reports;
415	(ii) audits;
416	(iii) projections; and
417	(iv) statistics;
418	(b) <u>in coordination with the office</u> , apply for and accept grants or donations for uses
419	consistent with the duties of the subcommittee from public or private sources; and
420	(c) appoint one or more working groups to advise and assist the subcommittee.
421	(4) Money received by the office under Subsection (3)(b) shall be:
422	(a) accounted for and expended in compliance with the requirements of federal and
423	state law; and
424	(b) continuously available to the subcommittee to carry out the subcommittee's duties.
425	(5) (a) A member of a working group described in Subsection (3)(c):
426	(i) shall be appointed by the subcommittee;
427	(ii) may be:
428	(A) a member of the subcommittee; or

429	(B) an individual from the private or public sector; and
430	(iii) notwithstanding Section 35A-11-201, may not receive reimbursement or pay for
431	any work done in relation to the working group.
432	(b) A working group described in Subsection (3)(c) shall report to the subcommittee on
433	the progress of the working group.
434	Section 6. Section 63N-1b-404 is amended to read:
435	63N-1b-404. Annual report.
436	(1) The subcommittee shall annually prepare a report for inclusion in the [office's
437	annual written report described in Section 63N-1a-306] commission's report to the office under
438	Subsection 63N-1a-202(3).
439	(2) The report described in Subsection (1) shall:
440	(a) describe how the subcommittee fulfilled the subcommittee's statutory purposes and
441	duties during the year; and
442	(b) contain recommendations on how the state should act to address issues relating to
443	women in the economy.
444	Section 7. Section <b>63N-2-104.3</b> is amended to read:
445	63N-2-104.3. Limitations on tax credit amount.
446	(1) Except as provided in Subsection (2)(a), for a new commercial project that is
447	located within the boundary of a county of the first or second class, the office may not
448	authorize a tax credit that exceeds:
449	(a) 50% of the new state revenues from the new commercial project in any given year;
450	(b) 30% of the new state revenues from the new commercial project over [the lesser of
451	the life of a new commercial project or] a period of up to 20 years; or
452	(c) 35% of the new state revenues from the new commercial project over [the lesser of
453	the life of a new commercial project or] a period of up to 20 years, if:
454	(i) the new commercial project brings 2,500 or more new incremental jobs to the state;
455	(ii) the amount of capital expenditures associated with the new commercial project is
456	\$1,000,000,000 or more; and
457	(iii) the commission approves the tax credit.
458	(2) If the office authorizes a tax credit for a new commercial project located within the
459	boundary of:

restricted account, an applicant shall:]

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460	(a) a municipality with a population of 10,000 or less located within a county of the
461	second class and that is experiencing economic hardship as determined by the office, the office
462	[shall] may authorize a tax credit of up to 50% of new state revenues from the new commercial
463	project over [the lesser of the life of the new commercial project or] a period of up to 20 years;
464	(b) a county of the third class, the office [shall] may authorize a tax credit of up to 50%
465	of new state revenues from the new commercial project over [the lesser of the life of the new
466	commercial project or] a period of up to 20 years; and
467	(c) a county of the fourth, fifth, or sixth class, the office [shall] may authorize a tax
468	credit of 50% of new state revenues from the new commercial project over [the lesser of the
169	life of the new commercial project or] a period of up to 20 years.
470	Section 8. Section 63N-3-102 is amended to read:
471	63N-3-102. Definitions.
172	As used in this part:
473	(1) "Administrator" means the executive director or the executive director's designee.
474	(2) "Economic opportunities" means [unique] business situations or community
475	circumstances[, including the development of recreation infrastructure and the promotion of the
476	high tech sector in the state,] which lend themselves to the furtherance of the economic
177	interests of the state by providing a catalyst or stimulus to the growth or retention, or both, of
478	commerce and industry in the state, including retention of companies whose relocation outside
179	the state would have a significant detrimental economic impact on the state as a whole, regions
480	of the state, or specific components of the state [as determined by the GO Utah board].
481	(3) "Restricted Account" means the restricted account known as the Industrial
182	Assistance Account created in Section 63N-3-103.
483	(4) "Talent development grant" means a grant awarded under Section 63N-3-112.
184	Section 9. Section 63N-3-105 is amended to read:
485	63N-3-105. Qualification for assistance Application requirements.
486	[(1) (a) Except as provided in Section 63N-3-109, the administrator, in consultation
<b>1</b> 87	with the GO Utah board, shall determine which industries, companies, and individuals qualify
488	to receive money from the Industrial Assistance Account.]
189	[(b) Except as provided by Subsection (2), to qualify for financial assistance from the

491	[(i) demonstrate to the satisfaction of the administrator that the applicant will expend
492	funds in the state with employees, vendors, subcontractors, or other businesses in an amount
493	proportional with money provided from the restricted account at a minimum ratio of one to one
494	per year or other more stringent requirements as established on a per project basis by the
495	administrator;]
496	[(ii) demonstrate to the satisfaction of the administrator the applicant's ability to sustain
497	economic activity in the state sufficient to repay, by means of cash or appropriate credits, the
498	loan provided by the restricted account; and]
499	[(iii) satisfy other criteria the administrator considers appropriate.]
500	[(2) (a) The administrator may exempt an applicant from the requirements of
501	Subsection (1)(a) or (b) if:]
502	[(i) the applicant is part of a targeted industry;]
503	[(ii) the applicant is a quasi-public corporation organized under Title 16, Chapter 6a,
504	Utah Revised Nonprofit Corporation Act, or Title 63E, Chapter 2, Independent Corporations
505	Act, and its operations, as demonstrated to the satisfaction of the administrator, will provide
506	significant economic stimulus to the growth of commerce and industry in the state; or]
507	[(iii) the applicant is an entity offering an economic opportunity under Section
508	<del>63N-3-109.</del> ]
509	[(b) The administrator may not exempt the applicant from the requirement under
510	Subsection 63N-3-106(2)(b) that the loan be structured so that the repayment or return to the
511	state equals at least the amount of the assistance together with an annual interest charge.]
512	(1) Subject to the requirements of this part, the administrator may provide loans,
513	grants, or other financial assistance from the restricted account to an entity offering an
514	economic opportunity if that entity:
515	(a) applies to the administrator in a form approved by the administrator; and
516	(b) meets the qualifications of Subsection (2).
517	(2) As part of an application for receiving financial assistance under this part, an
518	applicant shall demonstrate the following to the satisfaction of the administrator:
519	(a) the nature of the economic opportunity and the related benefit to the economic
520	well-being of the state by providing evidence documenting the expenditure of money
521	necessitated by the economic opportunity

522	(b) how the economic opportunity will act in concert with other state, federal, or local
523	agencies to achieve the economic benefit;
524	(c) that the applicant will expend funds in the state with employees, vendors,
525	subcontractors, or other businesses in an amount proportional with money provided from the
526	restricted account at a minimum ratio of one to one per year or other more stringent
527	requirements as established on a per project basis by the administrator;
528	(d) for an application for a loan, the applicant's ability to sustain economic activity in
529	the state sufficient to repay, by means of cash or appropriate credits, the loan provided by the
530	restricted account; and
531	(e) any other criteria the administrator considers appropriate.
532	(3) (a) The administrator may exempt an applicant from any of the requirements of
533	Subsection (2) if:
534	(i) the applicant is part of a targeted industry;
535	(ii) the applicant is a quasi-public corporation organized under Title 16, Chapter 6a,
536	Utah Revised Nonprofit Corporation Act, or Title 63E, Chapter 2, Independent Corporations
537	Act, and the applicant's operations, as demonstrated to the satisfaction of the administrator, wil
538	provide significant economic stimulus to the growth of commerce and industry in the state; or
539	(iii) the GO Utah board recommends awarding a grant to the applicant.
540	(b) The administrator may not exempt the applicant from the requirement under
541	Subsection 63N-3-106(1)(b) that the loan be structured so that the repayment or return to the
542	state equals at least the amount of the assistance together with an annual interest charge.
543	[(3)] (4) The GO Utah board shall make recommendations to the administrator
544	regarding applications for loans, grants, or other financial assistance from the Industrial
545	Assistance Account.
546	(5) Before awarding any money under this part, the administrator shall:
547	(a) make findings as to whether an applicant has satisfied the requirements of
548	Subsection (2);
549	(b) establish benchmarks and timeframes in which progress toward the completion of
550	the agreed upon activity is to occur;
551	(c) monitor compliance by an applicant with any contract or agreement entered into by
552	the applicant and the state as provided by Section 63N-3-107; and

553	(d) make funding decisions based upon appropriate findings and compliance.
554	[ <del>(4) The administrator shall:</del> ]
555	[(a) for applicants not described in Subsection (2)(a):]
556	[(i) make findings as to whether or not each applicant has satisfied each of the
557	conditions set forth in Subsection (1); and]
558	[(ii) monitor the continued compliance by each applicant with each of the conditions
559	set forth in Subsection (1) for five years;]
560	[(b) consider the GO Utah board's recommendations with respect to each application;]
561	[(c) monitor the compliance by each applicant with the provisions of any contract or
562	agreement entered into between the applicant and the state as provided in Section 63N-3-107;
563	and]
564	[(d) make funding decisions based upon appropriate findings and compliance.]
565	Section 10. Section <b>63N-3-106</b> is amended to read:
566	63N-3-106. Structure of loans, grants, and assistance Repayment Earned
567	credits.
568	[(1) (a) A company that qualifies under Section 63N-3-105 may receive loans, grants,
569	or other financial assistance from the Industrial Assistance Account for expenses related to
570	establishment, relocation, or development of industry in Utah.]
571	[(b) An entity offering an economic opportunity that qualifies under Section 63N-3-109
572	may:]
573	[(i) receive loans, grants, or other financial assistance from the restricted account for
574	expenses related to the establishment, relocation, retention, or development of industry in the
575	state; and]
576	[(ii) include infrastructure or other economic development precursor activities that act
577	as a catalyst and stimulus for economic activity likely to lead to the maintenance or
578	enlargement of the state's tax base.]
579	$[\frac{(2)}{(1)}]$ (a) Subject to Subsection $[\frac{(2)(b)}{(1)(b)}]$ , the administrator has authority to
580	determine the structure, amount, and nature of any loan, grant, or other financial assistance
581	from the restricted account.
582	(b) Loans made under [Subsection (2)(a)] this part shall be structured so the intended
583	repayment or return to the state, including cash or credit, equals at least the amount of the

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584	assistance together with an annual interest charge as negotiated by the administrator.
585	(c) Payments resulting from grants awarded from the restricted account shall be made
586	only after the administrator has determined that the company has satisfied the conditions upon
587	which the payment or earned credit was based.
588	[(3)] (2) [(a) (i)] (a) [Except as provided in Subsection (3)(b), the] The administrator
589	may provide for a system of earned credits that may be used to support grant payments or in
590	lieu of cash repayment of a restricted account loan obligation.
591	$[\frac{(ii)}]$ (b) The value of the credits described in Subsection $[\frac{(3)(a)(i)}]$ (2)(a) shall be
592	based on factors determined by the administrator, including:
593	[(A)] (i) the number of Utah jobs created;
594	[(B)] (ii) the increased economic activity in Utah; or
595	[(C)] (iii) other events and activities that occur as a result of the restricted account
596	assistance.
597	[(b) (i) The administrator shall provide for a system of credits to be used to support
598	grant payments or in lieu of cash repayment of a restricted account loan when loans are made to
599	a company creating an economic impediment.]
600	[(ii) The value of the credits described in Subsection (3)(b)(i) shall be based on factors
601	determined by the administrator, including:
602	[(A) the number of Utah jobs created;]
603	[(B) the increased economic activity in Utah; or]
604	[(C) other events and activities that occur as a result of the restricted account
605	assistance.]
606	[(4)] (3) (a) A cash loan repayment or other cash recovery from a company receiving
607	assistance under this section, including interest, shall be deposited into the restricted account.
608	(b) The administrator and the Division of Finance shall determine the manner of
609	recognizing and accounting for the earned credits used in lieu of loan repayments or to support
610	grant payments as provided in Subsection $[\frac{(3)}{2}]$ .
611	[(5)] (4) (a) (i) At the end of each fiscal year, the Division of Finance shall set aside the
612	balance of the General Fund revenue surplus as defined in Section 63J-1-312 after the transfers

of General Fund revenue surplus described in Subsection [(5)(b)] (4)(b) to the Industrial

Assistance Account in an amount equal to any credit that has accrued under this part.

615	(ii) The set aside under Subsection $[\frac{(5)(a)(i)}{2}]$ $(4)(a)(i)$ shall be capped at \$50,000,000,
616	at which time no subsequent contributions may be made and any interest accrued above the
617	\$50,000,000 cap shall be deposited into the General Fund.
618	(b) The set aside required by Subsection $[\frac{(5)(a)}{(a)}]$ (4)(a) shall be made after the transfer
619	of surplus General Fund revenue surplus is made:
620	(i) to the Medicaid Growth Reduction and Budget Stabilization Restricted Account, as
621	provided in Section 63J-1-315;
622	(ii) to the General Fund Budget Reserve Account, as provided in Section 63J-1-312;
623	and
624	(iii) to the Wildland Fire Suppression Fund or State Disaster Recovery Restricted
625	Account, as provided in Section 63J-1-314.
626	(c) These credit amounts may not be used for purposes of the restricted account as
627	provided in this part until appropriated by the Legislature.
628	Section 11. Section 63N-3-107 is amended to read:
629	63N-3-107. Agreements.
630	The administrator shall enter into agreements with each successful applicant that have
631	specific terms and conditions for each loan, grant, or financial assistance under this part,
632	including:
633	(1) for a loan:
634	[(1)] (a) repayment schedules;
635	$\left[\frac{(2)}{(b)}\right]$ interest rates;
636	[(3)] (c) specific economic activity required to qualify for the loan [or assistance] or for
637	repayment credits;
638	[(4)] (d) collateral or security, if any; and
639	[(5)] (e) other terms and conditions considered appropriate by the administrator[:]; and
640	(2) for a grant or other financial assistance:
641	(a) requirements for compliance monitoring, for a period of five years;
642	(b) repayment for nonperformance or departure from the state;
643	(c) collateral or security, if any; and
644	(d) other terms and conditions considered appropriate by the administrator.
645	Section 12. Section 63N-3-111 is amended to read:

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# 646 63N-3-111. Annual policy considerations. 647 (1) (a) The office shall make recommendations to state and federal agencies, local 648 governments, the governor, and the Legislature regarding policies and initiatives that promote 649 the economic development of targeted industries. 650 (b) The office may create one or more voluntary advisory committees that may include 651 public and private stakeholders to solicit input on policy guidance and best practices in

- (2) In evaluating the economic impact of applications for assistance, the GO Utah board shall use an econometric cost-benefit model.
  - (3) The GO Utah board may establish:

encouraging the economic development of targeted industries.

- (a) minimum interest rates to be applied to loans granted that reflect a fair social rate of return to the state comparable to prevailing market-based rates such as the prime rate, U.S. Government T-bill rate, or bond coupon rate as paid by the state, adjusted by social indicators such as the rate of unemployment; and
- (b) minimum applicant expense ratios, as long as they are at least equal to those required under Subsection [63N-3-105(1)(b)] 63N-3-105(2).
  - Section 13. Section **63N-3-801** is amended to read:

#### 63N-3-801. Creation and administration.

- (1) There is created an enterprise fund known as the "State Small Business Credit Initiative Program Fund" administered by the office.
- (2) The executive director or the executive director's designee is the administrator of the fund.
  - (3) Revenues deposited into the fund shall consist of:
- (a) grants, pay backs, bonuses, entitlements, and other money received from the federal government to implement the State Small Business Credit Initiative; and
- (b) transfers, grants, gifts, bequests, and other money made available from any source to implement this part.
- (4) (a) The state treasurer shall invest the money in the fund according to the procedures and requirements of Title 51, Chapter 7, State Money Management Act.
- (b) Interest and other earnings derived from the fund money shall be deposited in the fund.

677	(5) The office may use fund money for administration of the fund[ <del>, but not to exceed</del>
678	4% of the annual receipts to the fund].
679	Section 14. Section 63N-3-802 is amended to read:
680	63N-3-802. Distribution of fund money.
681	[(1) (a) The office shall make loans and loan guarantees from the fund for the Small
682	Business Credit Initiative created under the Small Business Jobs Act of 2010, 12 U.S.C. Sec.
683	5701 et seq., as amended, to use federal money for programs that leverage private lending to
684	help finance small businesses and manufacturers that are creditworthy but not receiving the
685	loans needed to expand and create jobs.]
686	[(b) In making loans and loan guarantees under this part, the office shall give due
687	consideration to small businesses in underserved communities throughout the state that have
688	been deeply impacted by recession and not seen a comparable resurgence in their economies.]
689	$[\frac{(2)}{2}]$ The office shall distribute federal money in the fund according to the
690	procedures, conditions, and restrictions placed upon the use of the money by the federal
691	government under the Small Business Jobs Act of 2010, 12 U.S.C. Sec. 5701 et seq., as
692	amended.
693	$\left[\frac{3}{2}\right]$ The office may:
694	(a) enact rules to establish procedures for the [loan and loan guarantee process]
695	distribution of fund money by following the procedures and requirements of Title 63G, Chapter
696	3, Utah Administrative Rulemaking Act; and
697	(b) service or contract, under Title 63G, Chapter 6a, Utah Procurement Code, for the
698	servicing of loans made by the fund.
699	Section 15. Section 63N-3-1002 is amended to read:
700	63N-3-1002. Creation of Economic Assistance Grant Program Requirements
701	Rulemaking Annual report.
702	(1) There is created the Economic Assistance Grant Program administered by the
703	office.
704	(2) Subject to appropriations from the Legislature, the office may award one or more
705	grants to a business entity to provide funding for projects that:
706	(a) promote and support economic opportunities in the state; and
707	(b) provide a service in the state related to industry, education, community

/08	development, or infrastructure.
709	(3) In awarding grants, the office may prioritize projects:
710	[(a) that create new jobs in the state;]
711	[(b)] (a) that develop targeted industries in the state;
712	[(c)] (b) where an applicant identifies clear metrics to measure the progress,
713	effectiveness, and scope of the project;
714	[(d) where an applicant secures funding from other sources to help finance the project;
715	[(e)] (c) where an applicant demonstrates comprehensive planning of the project; and
716	[(f)] (d) that require one-time funds.
717	(4) Before a business entity may receive a grant, the business entity shall enter into a
718	written agreement with the office that specifies:
719	(a) the amount of the grant;
720	(b) the time period for distributing the grant;
721	(c) the terms and conditions that the business entity shall meet to receive the grant;
722	(d) the structure of the grant; and
723	(e) the expenses for which the business entity may expend the grant.
724	(5) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
725	office may make rules to administer the grant program.
726	(6) The office shall include in the annual written report described in Section
727	63N-1a-306 a report on the grant program[, including a description and the amount of any
728	grants awarded].
729	Section 16. Section 63N-3-1201 is enacted to read:
730	Part 12. Redevelopment Matching Grant Program
731	<u>63N-3-1201.</u> Definitions.
732	As used in this part:
733	(1) "American Rescue Plan Act" means the American Rescue Plan Act, Pub. L. 117-2.
734	(2) "Grant" means a financial grant awarded as part of the Redevelopment Matching
735	Grant Program created in Section 63N-3-1202.
736	(3) "Grant program" means the Redevelopment Matching Grant Program created in
737	Section 63N-3-1202.
738	(4) "Local government" means a county or municipality.

739	Section 17. Section 63N-3-1202 is enacted to read:
740	63N-3-1202. Creation of Redevelopment Matching Grant Program Eligibility
741	and program requirements Rulemaking Reporting.
742	(1) There is created the Redevelopment Matching Grant Program administered by the
743	office.
744	(2) Subject to appropriations from the Legislature, the office shall award grants to:
745	(a) local governments that meet the qualifications described in Subsection (3), to
746	provide support for projects or services that increase the supply of affordable and high quality
747	living units; and
748	(b) water conservancy districts, local districts, and special service districts that meet the
749	qualifications described in Subsection (4), to provide support for projects or services that
750	conserve or develop water assets.
751	(3) To qualify for a grant, a local government shall:
752	(a) demonstrate that the local government has approved a development application
753	after January 1, 2021, that allows for the creation of new or additional affordable housing units,
754	attached or detached, at a density of at least eight units per acre;
755	(b) demonstrate that the project for which grant funds are sought is not subject to a
756	land use referendum or initiative;
757	(c) provide an equal amount of matching funds; and
758	(d) certify that the local government will spend grant funds:
759	(i) on a project or service that increases the supply of affordable and high quality living
760	units;
761	(ii) within six months of receiving the grant; and
762	(iii) in accordance with the American Rescue Plan Act.
763	(4) To qualify for a grant, a water conservancy district, local district, or special service
764	district shall:
765	(a) provide an equal amount of matching funds; and
766	(b) certify that the water conservancy district, local district, or special service district
767	will spend grant funds:
768	(i) on a project or service that conserves or develops water assets; and
769	(ii) in accordance with the American Rescue Plan Act.

(5) In awarding grants to local governments, the office may award an initial grant to a
local government in an amount of up to \$2,500,000, and an additional grant of up to
\$1,500,000, if the project includes a minimum of 1,000 housing units or a minimum of 40 units
per acre.
(6) The office may not award more than 35% of the total amount of grant funds
available for projects to conserve or develop water assets.
(7) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
office may make rules establishing the eligibility and reporting criteria for grants, including:
(a) the form and process of applying for grants;
(b) the method and formula for determining grant amounts; and
(c) the reporting requirements of grant recipients.
(8) The office shall annually prepare and submit a report describing the distribution
and uses of grants to the Governor's Office of Planning and Budget and to the Office of the
Legislative Fiscal Analyst.
(9) In addition to the report described in Subsection (8), the office shall include in the
annual written report described in Section 63N-1a-306 a report on the grant program.
Section 18. Section <b>63N-4-801</b> is amended to read:
63N-4-801. Definitions.
As used in this part:
(1) "Advisory committee" means the Rural Opportunity Advisory Committee created
in Section 63N-4-804.
(2) "Association of governments" means an association of political subdivisions of the
state, established pursuant to an interlocal agreement under Title 11, Chapter 13, Interlocal
Cooperation Act.
$\left[\frac{(2)}{(3)}\right]$ (a) "Business entity" means a sole proprietorship, partnership, association,
joint venture, corporation, firm, trust, foundation, or other organization or entity used in
carrying on a business.
(b) "Business entity" does not include a business primarily engaged in the following:
(b) Business entity does not include a susmess primarily engaged in the following.
(i) construction;

801	(iv) public utility activities.
802	[(3)] (4) "CEO board" means a County Economic Opportunity Advisory Board as
803	described in Section 63N-4-803.
804	[ <del>(4)</del> ] <u>(5)</u> "Fund" means the Rural Opportunity Fund created in Section 63N-4-805.
805	[(5)] (6) "Qualified asset" means a physical asset that provides or supports an essential
806	public service.
807	[(6)] (7) " Qualified project" means a project to build or improve one or more qualified
808	assets for a rural community, including:
809	(a) telecom and high-speed Internet infrastructure;
810	(b) power and energy infrastructure;
811	(c) water and sewerage infrastructure;
812	(d) healthcare infrastructure; or
813	(e) other infrastructure as defined by rule made by the office in accordance with Title
814	63G, Chapter 3, Utah Administrative Rulemaking Act.
815	$\left[\frac{(7)}{8}\right]$ "Rural community" means a rural county or rural municipality.
816	[(8)] (9) "Rural county" means a county of the third, fourth, fifth, or sixth class.
817	[(9)] (10) "Rural municipality" means a city, town, or metro township located within
818	the boundaries of:
819	(a) a county of the third, fourth, fifth, or sixth class; or
820	(b) a county of the second class, if the municipality has a population of 10,000 or less.
821	[(10)] (11) "Rural Opportunity Program" or "program" means the Rural Opportunity
822	Program created in Section 63N-4-802.
823	Section 19. Section <b>63N-4-802</b> is amended to read:
824	63N-4-802. Creation of Rural Opportunity Program Awarding of grants and
825	loans Rulemaking Reporting.
826	(1) There is created the Rural Opportunity Program.
827	(2) The program shall be overseen by the advisory committee and administered by the
828	office.
829	(3) (a) In overseeing the program, the advisory committee shall make recommendations
830	to the office on the awarding of grants and loans under this section.
831	(b) After reviewing the recommendations of the advisory committee, and subject to

832	appropriations from the Legislature, the office shall:
833	(i) award grants to rural communities and business entities in accordance with
834	Subsection (4) and rules made by the center under Subsection (6); and
835	(ii) award loans to rural communities in accordance with Subsection (5) and rules made
836	by the center under Subsection (6).
837	(4) (a) The office shall annually distribute an equal amount of grant money to all rural
838	counties that have created a CEO board and apply for a grant, in an amount up to and including
839	\$200,000 annually per county.
840	(b) In addition to the grant money distributed to rural counties under Subsection (4)(a),
841	the office may use program funds to:
842	(i) award grants to rural communities that demonstrate a funding match, in an amount
843	established by rule under Subsection (6); [and]
844	(ii) award grants to business entities that create new jobs within rural communities[-];
845	<u>and</u>
846	(iii) award grants to associations of governments, subject to Subsection (4)(e).
847	(c) The office shall award grants under this Subsection (4) to address the economic
848	development needs of rural communities, which needs may include:
849	(i) business recruitment, development, and expansion;
850	(ii) workforce training and development; and
851	(iii) infrastructure, industrial building development, and capital facilities improvements
852	for business development.
853	(d) In awarding grants under this Subsection (4), the office:
854	(i) shall prioritize applications in accordance with rules made by the office under
855	Subsection (6); [and]
856	(ii) may not award more than \$800,000 annually to a rural community or business
857	entity[-]; and
858	(iii) may not award more than 20% of the total amount of grant funds made available
859	each year to associations of governments.
860	(e) An association of governments may not receive a grant from the program unless the
861	association of governments demonstrates to the office that each county belonging to the
862	association of governments has approved the request for grant funds.

863 (5) (a) In addition to the awarding of grants under Subsection (4), the office may use 864 program funds to award loans to rural communities to provide financing for qualified projects. 865 (b) (i) A rural community may not receive a loan from the program for a qualified 866 project unless: 867 (A) the rural community demonstrates to the office that the rural community has 868 exhausted all other means of securing funding from the state for the qualified project; and 869 (B) the rural community enters into a loan contract with the office. 870 (ii) A loan contract under Subsection (5)(b)(i)(B): 871 (A) shall be secured by legally issued bonds, notes, or other evidence of indebtedness 872 validly issued under state law, including pledging all or any portion of a revenue source 873 controlled by the rural community to the repayment of the loan; and 874 (B) may provide that a portion of the proceeds of the loan may be applied to fund a 875 reserve fund to secure the repayment of the loan. 876 (c) A loan under this Subsection (5) shall bear interest at a rate: 877 (i) not less than bond market interest rates available to the state; and 878 (ii) not more than .5% above bond market interest rates available to the state. 879 (d) Before a rural community may receive a loan from the office, the rural community 880 shall: 881 (i) publish the rural community's intention to obtain the loan at least once in 882 accordance with the publication and notice requirements described in Section 11-14-316; and 883 (ii) adopt an ordinance or resolution authorizing the loan. 884 (e) (i) If a rural community that receives a loan from the office fails to comply with the 885 terms of the loan contract, the office may seek any legal or equitable remedy to obtain 886 compliance or payment of damages. 887 (ii) If a rural community fails to make loan payments when due, the state shall, at the 888 request of the office, withhold an amount of money due to the rural community and deposit the 889 withheld money into the fund to pay the amount due under the contract. 890 (iii) The office may elect when to take any action or request the withholding of money 891 under this Subsection (5)(e). 892 (f) All loan contracts, bonds, notes, or other evidence of indebtedness securing any

loans shall be collected and accounted for in accordance with Section 63B-1b-202.

894	(6) (a) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
895	and in collaboration with the advisory committee, the office shall make rules to administer the
896	program.
897	(b) The rules under Subsection (6)(a) shall establish:
898	(i) eligibility criteria for a rural community or business entity to receive a grant or loan
899	under the program;
900	(ii) application requirements;
901	(iii) funding match requirements for a rural community to receive a grant under
902	Subsection (4)(b);
903	(iv) a process for prioritizing grant and loan applications; and
904	(v) reporting requirements.
905	(7) The office shall include the following information in the annual written report
906	described in Section 63N-1a-306:
907	(a) the total amount of grants and loans the office awarded to rural communities and
908	business entities under the program;
909	(b) a description of the projects for which the office awarded a grant or loan under the
910	program;
911	(c) the total amount of outstanding debt service that is being repaid by a grant or loan
912	awarded under the program;
913	(d) whether the grants and loans awarded under the program have resulted in economic
914	development within rural communities; and
915	(e) the office's recommendations regarding the effectiveness of the program and any
916	suggestions for legislation.
917	Section 20. Section <b>63N-8-102</b> is amended to read:
918	63N-8-102. Definitions.
919	As used in this chapter:
920	(1) "Digital media company" means a company engaged in the production of a digital
921	media project.
922	(2) "Digital media project" means all or part of a production of interactive
923	entertainment or animated production that is produced for distribution in commercial or

educational markets, which shall include projects intended for Internet or wireless distribution.

925	(3) "Dollars left in the state" means expenditures made in the state for a state-approved
926	production, including:
927	(a) an expenditure that is subject to:
928	(i) a corporate franchise or income tax under Title 59, Chapter 7, Corporate Franchise
929	and Income Taxes;
930	(ii) an individual income tax under Title 59, Chapter 10, Individual Income Tax Act;
931	and
932	(iii) a sales and use tax under Title 59, Chapter 12, Sales and Use Tax Act,
933	notwithstanding any sales and use tax exemption allowed by law; or
934	(iv) a combination of Subsections (3)(a)(i), (ii), and (iii);
935	(b) payments made to a nonresident only to the extent of the income tax paid to the
936	state on the payments, the amount of per diems paid in the state, and other direct
937	reimbursements transacted in the state; and
938	(c) payments made to a payroll company or loan-out corporation that is registered to do
939	business in the state, only to the extent of the amount of withholding under Section 59-10-402.
940	(4) "Loan-out corporation" means a corporation owned by one or more artists that
941	provides services of the artists to a third party production company.
942	(5) "Motion picture company" means a company engaged in the production of:
943	(a) motion pictures;
944	(b) television series; or
945	(c) made-for-television movies.
946	(6) "Motion picture incentive" means either a cash rebate from the Motion Picture
947	Incentive Account or a refundable tax credit under Section 59-7-614.5 or 59-10-1108.
948	(7) "New state revenues" means:
949	(a) incremental new state sales and use tax revenues generated as a result of a digital
950	media project that a digital media company pays under Title 59, Chapter 12, Sales and Use Tax
951	Act;
952	(b) incremental new state tax revenues that a digital media company pays as a result of
953	a digital media project under:
954	(i) Title 59, Chapter 7, Corporate Franchise and Income Taxes;
955	(ii) Title 59, Chapter 10, Part 1, Determination and Reporting of Tax Liability and

956	Information;
957	(iii) Title 59, Chapter 10, Part 2, Trusts and Estates;
958	(iv) Title 59, Chapter 10, Part 4, Withholding of Tax; or
959	(v) a combination of Subsections (7)(b)(i), (ii), (iii), and (iv);
960	(c) incremental new state revenues generated as individual income taxes under Title
961	59, Chapter 10, Part 1, Determination and Reporting of Tax Liability and Information, paid by
962	employees of the new digital media project as evidenced by payroll records from the digital
963	media company; or
964	(d) a combination of Subsections (7)(a), (b), and (c).
965	(8) "Payroll company" means a business entity that handles the payroll and becomes
966	the employer of record for the staff, cast, and crew of a motion picture production.
967	(9) "Refundable tax credit" means a refundable motion picture tax credit authorized
968	under Section 63N-8-103 and claimed under Section 59-7-614.5 or 59-10-1108.
969	(10) "Restricted account" means the Motion Picture Incentive Account created in
970	Section 63N-8-103.
971	(11) "Rural production" means a state-approved production in which at least 75% of
972	the total number of production days occur within:
973	(a) a county of the third, fourth, fifth, or sixth class[-]; or
974	(b) a county of the second class that has a national park within or partially within the
975	county's boundaries.
976	(12) "State-approved production" means a production under Subsections (2) and (5)
977	that is:
978	(a) approved by the office and ratified by the GO Utah board; and
979	(b) produced in the state by a motion picture company.
980	(13) "Tax credit amount" means the amount the office lists as a tax credit on a tax
981	credit certificate for a taxable year.
982	(14) "Tax credit certificate" means a certificate issued by the office that:
983	(a) lists the name of the applicant;
984	(b) lists the applicant's taxpayer identification number;
985	(c) lists the amount of tax credit that the office awards the applicant for the taxable
986	year; and

987	(d) may include other information as determined by the office.
988	Section 21. Section 63N-8-105 is amended to read:
989	63N-8-105. Annual report Legislative review of motion picture incentives
990	available only for rural productions.
991	(1) The office shall include the following information in the annual written report
992	described in Section 63N-1a-306:
993	[(1)] (a) the office's success in attracting within-the-state production of television
994	series, made-for-television movies, and motion pictures, including feature films and
995	independent films;
996	[(2)] (b) the amount of incentive commitments made by the office under this part and
997	the period of time over which the incentives will be paid; [and]
998	(c) the amount of incentive commitments made by the office for rural productions
999	under Subsection 63N-8-103(3)(c); and
1000	$[\frac{(3)}{(d)}]$ the economic impact on the state related to:
1001	[(a)] (i) dollars left in the state; and
1002	[(b)] (ii) providing motion picture incentives under this part.
1003	(2) (a) Beginning in 2024, and every two years after 2024, the Economic Development
1004	and Workforce Services Interim Committee shall review the motion picture incentives
1005	available only for rural productions under Subsection 63N-8-103(3)(c).
1006	(b) In a review under this Subsection (2), the Economic Development and Workforce
1007	Services Interim Committee shall:
1008	(i) study the motion picture incentives provided for in Subsection 63N-8-103(3)(c); and
1009	(ii) if the Economic Development and Workforce Services Interim Committee decides
1010	to recommend legislative action to the Legislature, prepare legislation for consideration by the
1011	Legislature in the next general session.
1012	Section 22. Section 63N-13-101 is amended to read:
1013	63N-13-101. Title Projects to assist companies to secure new business with
1014	federal, state, and local governments.
1015	(1) This chapter is known as "Procurement Programs."
1016	(2) The Legislature recognizes that:
1017	(a) many Utah companies provide products and services which are routinely procured

by a myriad of governmental entities at all levels of government, but that attempting to
understand and comply with the numerous certification, registration, proposal, and contract
requirements associated with government procurement often raises significant barriers for
those companies with no government contracting experience;

- (b) the costs associated with obtaining a government contract for products or services often prevent most small businesses from working in the governmental procurement market;
- (c) currently a majority of federal procurement opportunities are contracted to businesses located outside of the state:
- (d) the office currently administers programs and initiatives that help create and grow companies in Utah and recruit companies to Utah through the use of state employees, public-private partnerships, and contractual services; and
- (e) there exists a significant opportunity for Utah companies to secure new business with federal, state, and local governments.
  - (3) The office, through its executive director:
- (a) shall manage and direct the administration of state and federal programs and initiatives whose purpose is to procure federal, state, and local governmental contracts;
  - (b) may require program accountability measures; and
- (c) may receive and distribute legislative appropriations and public and private grants for projects and programs that:
- (i) are focused on growing Utah companies and positively impacting statewide revenues by helping these companies secure new business with federal, state, and local governments;
- (ii) provide guidance to Utah companies interested in obtaining new business with federal, state, and local governmental entities;
- (iii) would facilitate marketing, business development, and expansion opportunities for Utah companies in cooperation with the office's [Procurement Technical Assistance Center Program] APEX accelerator program and with public, nonprofit, or private sector partners such as local chambers of commerce, trade associations, or private contractors as determined by the office's director to successfully match Utah businesses with government procurement opportunities; and
  - (iv) may include the following components:

1049	(A) recruitment, individualized consultation, and an introduction to government
1050	contracting;
1051	(B) specialized contractor training for companies located in Utah;
1052	(C) a Utah contractor matching program for government requirements;
1053	(D) experienced proposal and bid support; and
1054	(E) specialized support services.
1055	(4) (a) The office, through its executive director, shall make any distribution referred to
1056	in Subsection (3) on a semiannual basis.
1057	(b) A recipient of money distributed under this section shall provide the office with a
1058	set of standard monthly reports, the content of which shall be determined by the office to
1059	include at least the following information:
1060	(i) consultive meetings with Utah companies;
1061	(ii) seminars or training meetings held;
1062	(iii) government contracts awarded to Utah companies;
1063	(iv) increased revenues generated by Utah companies from new government contracts;
1064	(v) jobs created;
1065	(vi) salary ranges of new jobs; and
1066	(vii) the value of contracts generated.
1067	Section 23. Section 63N-17-202 is amended to read:
1068	63N-17-202. Infrastructure and broadband coordination.
1069	(1) The broadband center shall partner with the Utah Geospatial Resource Center
1070	created in Section 63A-16-505 to collect and maintain a database and interactive map that
1071	displays economic development data statewide, including:
1072	(a) voluntarily submitted broadband availability, speeds, and other broadband data;
1073	(b) voluntarily submitted public utility data;
1074	(c) workforce data, including information regarding:
1075	(i) enterprise zones designated under Section 63N-2-206;
1076	(ii) public institutions of higher education; and
1077	(iii) [procurement technical assistance centers] APEX accelerators;
1078	(d) transportation data, which may include information regarding railway routes,
1079	commuter rail routes, airport locations, and major highways;

1080	(e) lifestyle data, which may include information regarding state parks, national parks
1081	and monuments, United States Forest Service boundaries, ski areas, golf courses, and hospitals
1082	and
1083	(f) other relevant economic development data as determined by the office, including
1084	data provided by partner organizations.
1085	(2) The broadband center may:
1086	(a) make recommendations to state and federal agencies, local governments, the
1087	governor, and the Legislature regarding policies and initiatives that promote the development
1088	of broadband-related infrastructure in the state and help implement those policies and
1089	initiatives;
1090	(b) facilitate coordination between broadband providers and public and private entities
1091	(c) collect and analyze data on broadband availability and usage in the state, including
1092	Internet speed, capacity, the number of unique visitors, and the availability of broadband
1093	infrastructure throughout the state;
1094	(d) create a voluntary broadband advisory committee, which shall include broadband
1095	providers and other public and private stakeholders, to solicit input on broadband-related policy
1096	guidance, best practices, and adoption strategies;
1097	(e) work with broadband providers, state and local governments, and other public and
1098	private stakeholders to facilitate and encourage the expansion and maintenance of broadband
1099	infrastructure throughout the state; and
1100	(f) in accordance with the requirements of Title 63J, Chapter 5, Federal Funds
1101	Procedures Act, and in accordance with federal requirements:
1102	(i) apply for federal grants;
1103	(ii) participate in federal programs; and
1104	(iii) administer federally funded broadband-related programs.
1105	Section 24. Section <b>63N-18-102</b> is amended to read:
1106	CHAPTER 18. UTAH CENTER FOR IMMIGRATION AND INTEGRATION
1107	Part 1. General Provisions
1108	63N-18-102. Definitions.
1109	As used in this chapter:
1110	(1) "Center" means the Utah [Immigration Assistance Center] Center for Immigration

1111	and Integration created in Section 63N-18-201.
1112	(2) "Foreign labor" means one or more individuals from a nation other than the United
1113	States who are eligible to participate in visa programs established by the federal government to
1114	work in the state.
1115	(3) "Foreign labor [programs" means programs] program" means a program
1116	established by the United States Department of Labor to bring eligible foreign individuals to
1117	the United States for employment opportunities.
1118	(4) "Immigrant integration" means a dynamic two-way process in which immigrant
1119	communities and host communities work together to build a cohesive and vibrant society that
1120	has respect for unique cultural differences.
1121	Section 25. Section 63N-18-201, which is renumbered from Section 63N-18-103 is
1122	renumbered and amended to read:
1123	Part 2. Utah Center for Immigration and Integration
1124	[63N-18-103]. 63N-18-201. Creation of the Utah Center for Immigration
1125	and Integration Responsibilities of the center.
1126	(1) There is created within the Governor's Office of Economic Opportunity the Utah
1127	[Immigration Assistance] Center for Immigration and Integration.
1128	(2) The center shall:
1129	[(a) coordinate and provide technical support for businesses in the state that intend to
1130	utilize federal foreign labor programs;]
1131	[(b) provide outreach and information to businesses that could benefit from foreign
1132	<del>labor programs;</del> ]
1133	[(c) coordinate with state and federal government partners to facilitate the successful
1134	use of foreign labor programs on behalf of businesses in the state; and]
1135	[(d) coordinate with other entities engaged in international efforts.]
1136	(a) assist individuals and businesses in the state with identifying pathways for
1137	recruiting and retaining foreign labor;
1138	(b) coordinate with state agencies in developing and administering policies and
1139	programs related to immigrant integration;
1140	(c) develop and implement a statewide strategy for immigrant integration that promotes
1141	economic opportunities for immigrant communities in the state;

1142	(d) create and convene a task force to review and make recommendations regarding the
1143	state's policies on immigrant integration;
1144	(e) develop sustainable partnerships with local officials, the business sector, and
1145	community organizations serving immigrant communities in the state; and
1146	(f) advise and make recommendations to the governor, state agencies, and the
1147	Legislature regarding immigrant integration and foreign labor issues.
1148	(3) The center may not encourage a business to bypass state residents for the business's
1149	workforce needs.
1150	(4) The center may, in accordance with Title 63G, Chapter 3, Utah Administrative
1151	Rulemaking Act, make rules to carry out the center's responsibilities under this chapter.
1152	Section 26. Section 63N-18-202, which is renumbered from Section 63N-18-104 is
1153	renumbered and amended to read:
1154	[ <del>63N-18-104</del> ]. <u>63N-18-202.</u> Annual report.
1155	The office shall include in the annual written report described in Section 63N-1a-306, a
1156	report of the center's operations, including:
1157	(1) a description of the center's activities regarding immigrant integration;
1158	[(1)] (2) the number of businesses that received assistance in utilizing foreign labor
1159	programs;
1160	[(2)] (3) the number of [individuals who were able to work in the state as a result of
1161	foreign labor programs] employment-based immigration visas issued for individuals to secure
1162	employment opportunities in the state, including the primary employers associated with the
1163	visas; and
1164	[ <del>(3)</del> ] <u>(4)</u> recommendations regarding:
1165	(a) changes that would improve the center; and
1166	(b) the task force described in Subsection 63N-18-201(2)(d).
1167	Section 27. Repealer.
1168	This bill repeals:
1169	Section 63N-3-109, Financial assistance to entities offering economic opportunities.
1170	Section 63N-18-101, Title.