

**TECHNOLOGY SUMMIT INCENTIVES**

2018 GENERAL SESSION

STATE OF UTAH

**Chief Sponsor: Jacob L. Anderegg**

House Sponsor: Brad R. Wilson

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**LONG TITLE**

**General Description:**

This bill modifies provisions related to the Industrial Assistance Account.

**Highlighted Provisions:**

This bill:

- ▶ modifies the allowable distribution of money from the Industrial Assistance Account;
- ▶ requires the Governor's Office of Economic Development to annually report on the grants provided through the Industrial Assistance Account;
- ▶ allows some nonprofit organizations engaged in publicizing, developing, and promoting the high tech sector to qualify for a grant from the Industrial Assistance Account;
- ▶ provides a sunset date; and
- ▶ makes technical changes.

**Money Appropriated in this Bill:**

This bill appropriates in fiscal year 2019:

- ▶ to the Economic Development – Industrial Assistance Fund as an ongoing appropriation:
  - from the General Fund, ~~\$→ [\$1,000,000]~~ \$500,000 ←\$ .

**Other Special Clauses:**

None

S.B. 146



152 (9) "Targeted industry" means an industry or group of industries targeted by the board  
153 under Section 63N-3-111, for economic development in the state.

154 Section 3. Section **63N-3-103** is amended to read:

155 **63N-3-103. Industrial Assistance Account created -- Uses -- Administrator duties**  
156 **-- Costs.**

157 (1) There is created a restricted account within the General Fund known as the  
158 "Industrial Assistance Account" of which annually:

159 (a) up to 50% of the unencumbered money in the account may be used in economically  
160 disadvantaged rural areas;

161 (b) up to [25%] the greater of ~~Ĥ~~ → [\$1,000,000] \$500,000 ← ~~Ĥ~~ or 25% of the unencumbered  
161a money in the

162 account may be used to take timely advantage of economic opportunities as they arise; and

163 (c) up to 4% of the unencumbered money in the account may be used to promote  
164 business and economic development in rural areas of the state with the Business Expansion and  
165 Retention Initiative.

166 (2) The administrator shall administer:

167 (a) the restricted account created under Subsection (1), under the policy direction of the  
168 board; and

169 (b) the Business Expansion and Retention Initiative for the rural areas of the state.

170 (3) The administrator may hire appropriate support staff to perform the duties required  
171 under this section.

172 (4) The cost of administering the restricted account shall be paid from money in the  
173 restricted account.

174 (5) Interest accrued from investment of money in the restricted account shall remain in  
175 the restricted account.

176 (6) The office shall review the activities and progress of grant recipients under this  
177 chapter on a regular basis and, as part of the office's annual written report described in Section  
178 63N-1-301, report on the economic impact of activities funded by the grants.

179 Section 4. Section **63N-3-109** is amended to read:

180 **63N-3-109. Financial assistance to entities offering economic opportunities.**

181 (1) Subject to the duties and powers of the board under Section 63N-1-402, the  
182 administrator may provide money from the Industrial Assistance Account to an entity offering

214 technology solutions related to economic and workforce development[-]; or  
 215 (C) an entity that is a nonprofit organization engaged in publicizing, developing, and  
 216 promoting the high tech sector in the state through activities that include organizing and  
 217 hosting an annual conference for the high tech sector with at least 10,000 attendees; or  
 218 (ii) a company or individual that meets the requirements of Subsections (2)(a) through  
 219 (f) but does not otherwise qualify under Section 63N-3-105.

220 (3) Subject to the duties and powers of the board under Section 63N-1-402, the  
 221 administrator shall:

- 222 (a) make findings as to whether an applicant has satisfied each of the conditions set  
 223 forth in Subsection (2);
- 224 (b) establish benchmarks and timeframes in which progress toward the completion of  
 225 the agreed upon activity is to occur;
- 226 (c) monitor compliance by an applicant with any contract or agreement entered into by  
 227 the applicant and the state as provided by Section 63N-3-107; and
- 228 (d) make funding decisions based upon appropriate findings and compliance.

229 **Section 5. Appropriation.**

230 The following sums of money are appropriated for the fiscal year beginning July 1,  
 231 2018, and ending June 30, 2019. These are additions to amounts previously appropriated for  
 232 fiscal year 2019. Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures  
 233 Act, the Legislature appropriates the following sums of money from the funds or accounts  
 234 indicated for the use and support of the government of the state of Utah.

235 To Economic Development -- Industrial Assistance Fund  
 236 From General Fund  ~~\$1,000,000~~  $\hat{\$}$ → [ \$500,000 ← ~~\$~~

237 Schedule of Programs:  
 238 Industrial Assistance Fund  $\hat{\$}$ → [ ~~\$1,000,000~~] \$500,000 ← ~~\$~~

239 The Legislature intends that up to  $\hat{\$}$ → [ ~~\$1,000,000~~] \$500,000 ← ~~\$~~ of the appropriation to the  
 239a Industrial  
 240 Assistance Fund be used by the Governor's Office of Economic Development to provide  
 241 money to an entity offering an economic opportunity under Subsection 63N-3-109(2)(f)(i)(C).