HOUSE AMENDMENTS TO HOUSE BILL 2879

By COMMITTEE ON TRANSPORTATION AND ECONOMIC DEVELOPMENT

April 21

1 On page 1 of the printed bill, line 2, after "1" insert ", 2".

2 After line 3, insert:

3 "Whereas the Ewing Marion Kauffman Foundation has found that the fastest growing one per-4 cent of companies tend to create 40 percent of new jobs, and these tend to be younger (three to five 5 years old), smaller (fewer than 200 employees) companies; and

6 "Whereas the National Establishment Time-Series Database shows that between 1998 and 2008 7 in Oregon, resident companies created more than 209,000 jobs while nonresident companies lost over 8 10,000 jobs, and companies with fewer than 100 employees created more than 168,000 jobs while 9 companies with 100 or more employees lost over 19,000 jobs; and

10 "Whereas economic gardening is a sustained, long-term strategy to create jobs and wealth by 11 providing a suite of services to high-potential second-stage companies, consisting chiefly of advanced 12 market research, market strategy and market intelligence, and including Geographic Information 13 System analysis, website and search engine optimization, social media marketing and CEO peer 14 mentoring and networking; and

15 "Whereas municipal, regional and statewide economic gardening models have proven effective 16 and efficient in Littleton, Colorado, Beaverton, Oregon, the region of Portland, Oregon, Vancouver, 17 Washington, the State of Florida and elsewhere; and

18 "Whereas Oregon has a broad business services infrastructure, including Business Oregon, the 19 Oregon Small Business Development Center Network and its 19 centers, business accelerators, 20 nonprofit organizations such as the Oregon Entrepreneurs Network, Oregon Microenterprise Net-21 work and others, but there is a significant opportunity to enhance resources for second-stage fast-22 growth potential companies, particularly with advanced market research and other economic 23 gardening services; and

24 "Whereas the Task Force on Stage Two Business Development and Economic Gardening, to be 25 renamed the Grow Oregon Council, has recommended that Oregon enhance economic gardening 26 services for high-potential second-stage companies in a manner that integrates such services with 27 existing business development infrastructure; now, therefore,".

28 Delete lines 5 through 30 and delete pages 2 and 3 and insert:

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"SECTION 1. Section 1, chapter 90, Oregon Laws 2010, is amended to read:

"Sec. 1. (1) There is created the [Task Force on Stage Two Business Development and Economic
Gardening] Grow Oregon Council, consisting of [15] 19 members appointed as follows:

32 "(a) The President of the Senate shall appoint:

"(A) Two members from among members of the Senate who shall be from different politicalparties.

35 "(B) Two members representing municipal or regional economic development organizations.

"(C) One member who shall be a current or former business leader with fast-growth business 1 2 experience. 3 "(b) The Speaker of the House of Representatives shall appoint: 4 "(A) Two members from among members of the House of Representatives who shall be from different political parties. 5 6 "(B) Two members representing municipal or regional economic development organizations. 7 "(C) One member who shall be a current or former business leader with fast-growth business 8 experience. 9 "(D) One member representing a nonprofit business development organization. "(c) The Chancellor of the Oregon University System shall appoint one member representing the 10 11 system who shall be a current or former business leader. "(d) The Director of the Oregon Business Development Department shall appoint: 12"(A) One member representing the department. 1314 "(B) One member representing a small business development center who shall be a current or 15former business leader. 16 "(e) The Department of Community Colleges and Workforce Development shall appoint one member representing the community colleges in this state. 17 "(f) The Governor shall appoint: 18 19 "(A) Two members who are currently principals of Oregon-based companies, or have been principals of Oregon-based companies within the past five years; and 20 21"(B) Two members who represent trade associations. 22"[(f)] (g) At least two of the nonlegislative members appointed should have knowledge of ad-23 vanced market research tools and their application. 24 "(2) The [task force] council shall: 25"(a) Identify and assess Oregon's continuum of business development services with particular 26 attention to the needs of stage two, high-growth businesses, advanced market research, including 27but not limited to connectivity among business service providers, and infrastructure to support entrepreneurship and growth company capacity building. 28 29 (b) Collaborate with state and local governments and their departments, community colleges, 30 institutions of higher education and business and economic development organizations to identify areas for program modification, enhancement, coordination and creation to deliver a more robust 31continuum of services for stage two, high-growth businesses consistent with the principles of eco-3233 nomic gardening. 34"(c) Make recommendations to the [Seventy-sixth] Seventy-seventh Legislative Assembly for 35 program modification, enhancement, coordination and creation to deliver a more robust continuum 36 of services for stage two, high-growth businesses consistent with the principles of economic gar-37 dening. 38 "(d) Recommend program areas in which Oregon University System graduate programs and community colleges may choose to participate in order to assist in providing a more robust 39 40 continuum of services for stage two, high-growth businesses consistent with the principles of eco-41 nomic gardening, including but not limited to courses of study and internships. 42"(e) Make recommendations for criteria for stage two, high-growth businesses as the criteria 43 relate to recommended strategies for fast-growth stage-two business development. 44 "(f) Make recommendations for key metrics and outcomes to be measured should the state create 45 an economic gardening program.

"(g) Make recommendations for how an economic gardening program may fit within efforts un-1 2 der way to support the development of the state's minority, women and emerging small business enterprises. 3 4 "(h) Explore opportunities for connecting market research and economic gardening services to capital access programs, including but not limited to the Building Opportunities for 5 **Oregon Small Business Today (BOOST) Account.** 6 "(i) Explore opportunities for facilitating the access of stage two, high-growth businesses 7 8 to international markets. 9 "(j) Advise the Oregon Business Development Department or other administering entity on a pilot program providing economic gardening services, if such a pilot program is au-10 11 thorized. "(3) A majority of the members of the [task force] council constitutes a quorum for the trans-1213action of business. "(4) Official action by the [task force] council requires the approval of a majority of the members 14 15 of the [task force] council. 16 "(5) The [task force] council shall elect one of its members to serve as chairperson. "(6) If there is a vacancy for any cause, the appointing authority shall make an appointment to 1718 become immediately effective. 19 "(7)(a) The [task force] council shall meet at least once every three months, at times and places 20specified by the call of the chairperson or of a majority of the members of the [task force.] council. 21"(b) The Grow Oregon Council shall cease meeting once the council: 22"(A) Completes its evaluation of the implementation of the pilot program providing eco-23nomic gardening services, if such a program is authorized; or 24 "(B) Recommends against implementation of a pilot program. 25"(8) The [task force] council may adopt rules necessary for the operation of the [task force] 26council. 27"(9) Notwithstanding ORS 171.072, members of the [task force] council who are members of the Legislative Assembly are not entitled to mileage expenses or a per diem and serve as volunteers on 28 the [task force] council. Other members of the [task force] council are not entitled to compensation 29 30 or reimbursement for expenses and serve as volunteers on the [task force] council. "(10) All agencies of state government, as defined in ORS 174.111, are directed to assist the [task 31force] council in the performance of its duties and, to the extent permitted by laws relating to 3233 confidentiality, to furnish such information and advice as the members of the [task force] council 34consider necessary to perform their duties. 35 "SECTION 2. Section 2, chapter 90, Oregon Laws 2010, is amended to read: 36 "Sec. 2. (1) The Oregon Stage Two Business Development and Economic Gardening Fund is es-37 tablished in the State Treasury, separate and distinct from the General Fund. Interest earned by the 38 Oregon Stage Two Business Development and Economic Gardening Fund shall be credited to the fund. Moneys in the fund are continuously appropriated to the Oregon Business Development De-39 40 partment for the purposes of carrying out the duties of the [Task Force on Stage Two Business De-41 velopment and Economic Gardening] Grow Oregon Council. The [task force] council may advise the 42department on specific means for expending any moneys in the fund. 43 "(2) The Oregon Business Development Department may accept grants, donations, contributions 44 or gifts from any source for deposit in the Oregon Stage Two Business Development and Economic 45 Gardening Fund established in subsection (1) of this section for the purpose of enabling the [Task

Force on Stage Two Business Development and Economic Gardening] Grow Oregon Council to carry 1 out the [task force's] council's duties under section 1, chapter 90, Oregon Laws 2010 [of this 2010 $\mathbf{2}$ 3 Act]."SECTION 3. Section 3, chapter 90, Oregon Laws 2010, is amended to read: 4 "Sec. 3. (1) Section 1, chapter 90, Oregon Laws 2010, [of this 2010 Act] is repealed on [July 5 1, 2011] January 2, 2016. 6 "(2) Upon the repeal of section 1, chapter 90, Oregon Laws 2010, [of this 2010 Act,] all funds 7 within the Oregon Stage Two Business Development and Economic Gardening Fund shall be trans-8 9 ferred to the General Fund. "SECTION 4. This 2011 Act being necessary for the immediate preservation of the public 10 peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect 11 12 on its passage.".

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