A-Engrossed Senate Bill 930

Ordered by the Senate April 28 Including Senate Amendments dated April 28

Sponsored by Senator EDWARDS, Representative J SMITH; Senator WINTERS

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

[Requires Oregon Business Development Department to provide technical assistance with marketing and business development strategies to emerging growth business upon approval of application for services.]

Requires Oregon Business Development Department to develop and implement regional Grow Oregon pilot program to provide marketing and technical assistance to emerging growth businesses. Authorizes department to seek funding and enter into contracts for provision of services to emerging growth businesses. Requires department to obtain third party evaluation of pilot program.

Appropriates money to department for pilot program. Sunsets on June 30, 2013.

A BILL FOR AN ACT

2 Relating to technical assistance provided to emerging growth businesses; and appropriating money.

3 Be It Enacted by the People of the State of Oregon:

4 SECTION 1. (1)(a) As used in this section, "emerging growth business" means a business

5 with high growth potential that:

1

6 (A) Has between 10 and 99 employees;

7 (B) Has between \$1 million and \$50 million in annual gross revenues; and

8 (C) Is in the traded sector, as defined in ORS 285A.010, and is positioned for growth.

9 (b) The Oregon Business Development Department may modify and add to the list of the 10 characteristics of an emerging growth business in paragraph (a) of this subsection by rule.

(2) The department shall, together with the network of small business development cen-11 ters established in ORS 285B.165 to 285B.171 and the Oregon University System, enter into 1213 contracts as necessary to develop and implement a regional Grow Oregon pilot program based on the findings of the Task Force on Stage Two Business Development and Economic 14 15 Gardening created under section 1, chapter 90, Oregon Laws 2010. The department shall se-16 lect the region in which the pilot program under this subsection is located through a public 17 procurement process with criteria and measurable outcomes to be determined by the de-18 partment.

(3) The pilot program contracted for, developed and implemented under subsection (2) of
this section shall deliver and provide one or more of the following services to eligible appli cants:

(a) Consultation, advice and information about targeted marketing strategies, research
and analysis.

A-Eng. SB 930

(b) Marketing recommendations, including information about geographic information
systems interpretation.
(c) Technical assistance and information about the use and application of social media
and technology.

5 (4)(a) An emerging growth business may file with the department an application to re-6 ceive one or more of the services listed in subsection (3) of this section. The application must 7 contain or be accompanied by any required information and fee, and be filed in such a man-8 ner, as the department prescribes by rule.

9 (b) The department shall develop by rule criteria, including a business needs assessment, 10 for the approval of completed applications filed pursuant to paragraph (a) of this subsection.

(5) The department shall provide the services described in subsection (3) of this section
upon determination that:

13 14 (a) Moneys are available to provide the services applied for;

(b) The emerging growth business has a need for the services applied for;

(c) The emerging growth business has a reasonable prospect of accessing new markets,
creating jobs and increasing revenues with receipt of the services; and

(d) The emerging growth business meets the criteria and conditions of the business needs
assessment developed by the department under subsection (4)(b) of this section.

(6) The department may charge a reasonable fee to an emerging growth business whose application has been approved under subsection (4) of this section for the provision of services listed in subsection (3) of this section. Fees received under this subsection may be used by the department for the administration of the Grow Oregon pilot program and for the direct costs to approve applications and perform business needs assessments under subsection (4) of this section.

(7) The department may, in consultation with the network of small business development centers established in ORS 285B.165 to 285B.171 and the Oregon University System, seek funding from federal sources and private sector investments to support the provision of services to emerging growth businesses under this section.

(8) The department may enter into contracts with private, nonprofit and public business
entities for the provision of services to emerging growth businesses under this section.

(9) Where possible, the department shall integrate the services listed in subsection (3)
of this section with services that are available in the existing business development
infrastructure when providing services to a emerging growth business under this section.

(10) The department shall obtain an independent third party evaluation of the Grow Oregon pilot program contracted for, developed and implemented under subsection (2) of this section and, following the completion of the evaluation, shall prepare and submit a report to the committees of the Legislative Assembly that have authority over the subject areas of business and economic development on the date of the convening of the next regular session of the Legislative Assembly as specified in ORS 171.010.

43 <u>SECTION 3.</u> The Legislative Assembly finds that the development of a regional pilot 44 program for the provision of services by the Oregon Business Development Department, as 45 described in section 1 of this 2011 Act, will assist Oregon businesses with their business and

A-Eng. SB 930

1 marketing needs so as to enhance the positive growth of those businesses and the ability of

2 those businesses to hire new employees.

- 3 <u>SECTION 4.</u> (1) Sections 1 to 3 of this 2011 Act are repealed on June 30, 2013.
- 4 (2) All moneys appropriated by section 2 of this 2011 Act that are unexpended and unob-

5 ligated on the date of the repeal of sections 1 to 3 of this 2011 Act shall revert to the General

6 Fund and be available for general governmental expenses.

 $\mathbf{7}$