

2011 DRAFTING REQUEST

Assembly Amendment (AA-AB294)

Received: 10/11/2011

Received By: mgallagh

Wanted: Today

Companion to LRB:

For: Warren Petryk (608) 266-0660

By/Representing: Marcy

May Contact:

Drafter: mgallagh

Subject: Econ. Development - bus. dev.
Econ. Development - misc.

Addl. Drafters: fknepp

Extra Copies:

Submit via email: YES

Requester's email: Rep.Petryk@legis.wi.gov

Carbon copy (CC:) to: michael.gallagher@legis.wisconsin.gov
fern.knepp@legis.wisconsin.gov

Pre Topic:

No specific pre topic given

Topic:

Raise cap from \$500,000 to \$750,000

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	mgallagh 10/11/2011	mduchek 10/11/2011	rschluet 10/11/2011	_____	lparisi 10/11/2011	lparisi 10/11/2011	

FE Sent For:

<END>

2011 DRAFTING REQUEST

Assembly Amendment (AA-AB294)

Received: 10/11/2011

Received By: **mgallagh**

Wanted: **Today**

Companion to LRB:

For: **Warren Petryk (608) 266-0660**

By/Representing: **Marcy**

May Contact:

Drafter: **mgallagh**

Subject: **Econ. Development - bus. dev.**
Econ. Development - misc.

Adl. Drafters: **fknepp**

Extra Copies:

Submit via email: **YES**

Requester's email: **Rep.Petryk@legis.wi.gov**

Carbon copy (CC:) to: **michael.gallagher@legis.wisconsin.gov**
fern.knepp@legis.wisconsin.gov

Pre Topic:

No specific pre topic given

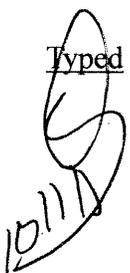
Topic:

Raise cap from \$500,000 to \$750,000

Instructions:

See attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/1	mgallagh	11 M 10/11/11		_____	_____		

FE Sent For:

<END>



**ASSEMBLY AMENDMENT ,
TO 2011 ASSEMBLY BILL 294**

1 At the locations indicated, amend the bill as follows:

- 2 **1.** Page 3, line 7: substitute "\$750,000" for "\$500,000".
3 ↑ ↑ ↑ ↑
(END)



State of Wisconsin
2011 - 2012 LEGISLATURE



LRB-2995/1
FFK:sbb&kjf:rs

2011 ASSEMBLY BILL 294

September 29, 2011 - Introduced by Representatives PETRYK, BERNIER, T. LARSON, KRUG, RIVARD, BIES, NERISON, MARKLEIN, STEINEKE, MURTHA, ENDSLEY, WILLIAMS, LOUDENBECK, RIPP and TRANEL, cosponsored by Senator LEIBHAM.

1 AN ACT *to repeal* 234.83 (1c) (a) and 234.83 (2) (a) 1. and 2.; *to consolidate*,
2 *renumber and amend* 234.83 (1c) (intro.) and (b) and 234.83 (2) (a) (intro.)
3 and 3.; and *to amend* 234.83 (3) (a) 3. and 234.83 (4) of the statutes; **relating**
4 **to:** small business loan guarantees by the Wisconsin Housing and Economic
5 Development Authority.

Analysis by the Legislative Reference Bureau

Under current law, the Wisconsin Housing and Economic Development Authority (WHEDA) administers the small business development loan guarantee program (program). Under the program, WHEDA may guarantee repayment of up to the lesser of \$200,000 or 80 percent of the principal of a loan made by a private lender to a small business or the elected governing body of a federally recognized American Indian tribe in this state. A small business development loan that is guaranteed by WHEDA may be used for expenses associated with the expansion or acquisition of a business, with the start-up of a day care business, or the start-up of a small business in a vacant storefront in the downtown area of a rural community. Under current law, a "small business" means a business that employs fewer than 50 full-time employees.

This bill makes the following changes to the program:

1. The cap on the amount of a loan that may be guaranteed under the program is raised from \$200,000 or 80 percent of the principal of the loan to \$500,000 or 80 percent of the principal of the loan.

ASSEMBLY BILL 294

2. The definition of “small business” is expanded from businesses that employ up to 50 full-time employees to businesses that employ up to 250 full-time employees.

3. The requirement that the owner of a small business be actively engaged in the small business in order to qualify for the program is deleted.

4. The permitted use of proceeds of a loan for the start-up of a small business in a vacant storefront in a downtown area is expanded to apply to a community of any size by removing the limitation to rural communities.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 **SECTION 1.** 234.83 (1c) (intro.) and (b) of the statutes, as affected by 2011
2 Wisconsin Act 32, are consolidated, renumbered 234.83 (1c) and amended to read:

3 **234.83 (1c) DEFINITIONS DEFINITION.** In this section: ~~(b) “Small~~ section. “small
4 business” means a business, as defined in s. 84.185 (1) (a), that employs ~~50~~ 250 or
5 fewer employees on a full-time basis.

6 **SECTION 2.** 234.83 (1c) (a) of the statutes is repealed.

7 **SECTION 3.** 234.83 (2) (a) (intro.) and 3. of the statutes are consolidated,
8 renumbered 234.83 (2) (a) and amended to read:

9 **234.83 (2) (a)** A small business ~~to which all of the following apply:~~ 3. The,
10 provided that the name of the owner of the small business does not appear on the
11 statewide support lien docket under s. 49.854 (2) (b) or, if the name of the owner of
12 the small business appears on that docket, the owner of the small business provides
13 to the authority a payment agreement that has been approved by the county child
14 support agency under s. 59.53 (5) and that is consistent with rules promulgated
15 under s. 49.858 (2) (a).

16 **SECTION 4.** 234.83 (2) (a) 1. and 2. of the statutes are repealed.

17 **SECTION 5.** 234.83 (3) (a) 3. of the statutes is amended to read:

