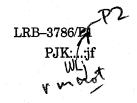


State of Misconsin 1999 - 2000 LEGISLATURE



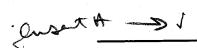
PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

resonerate

AN ACT to repeal 15.155 (1) and (4), 20.143 (1) (cb), 560.033, 560.037, 560.038 and 560.039, 560.045 (2), 560.06, 560.14 (1) (a), (ar), (b), (fm), (g) and (h), 560.14 (3m) and (3r), 560.14 (4m), 560.145, 560.147 and 560.16 (1) (a) and (b), 560.16 (2), (3), (4) and (6), 560.167, 560.17 (1) (a), (am) and (bm), 560.17 (4m), 560.17 (5c) and (5m), 560.17 (5r), 560.17 (6), 560.17 (6m), 560.17 (6r), 560.17 (7), 560.175, 560.20 (1) (title), (cf) and (cm), 560.20 (1) (f), 560.20 (1) (g) and (1m), 560.20 (3) (title), 560.20 (3) (a), 560.20 (3) (b) and (c), 560.20 (3) (cm), 560.20 (3) (d) and (e), 560.20 (3) (f) 1. to 3., 560.25 and 560.26, 560.60 (1m), (1s) and (1v), 560.60 (4), 560.60 (6), 560.60 (10), 560.60 (15) and (17), 560.605, 560.607 (2), 560.62 and 560.63, 560.65 (1) to (4) and (5) (a), 560.66, 560.68 (2), (4), (5), (5m), (6) and (7), 560.81 (1), 560.81 (3) and (4), 560.84 (1) (e) 3. and 560.84 (1) (im); to renumber 560.16 (1) (e), (e) and (f); to renumber and amend 560.20 (3) (f) (intro.) and 4.; to amend 20.143 (1) (c), 20.143 (1) (fg), 20.143 (1) (fm), 20.143 (1) (iii), 20.143 (1) (im), 560.03 (intro.), 560.03 (18), 560.607 (1),

560.65 (5) (b), 560.81 (intro.), 560.81 (2), 560.84 (1) (intro.), 560.84 (1) (b) 1., 2., (e) (intro.), 1. and 2., 560.84 (1) (f), 560.84 (1) (j), (2) (intro.), (a) 1., 2., (c) (intro.) and (f) and 560.85 (1), (2), (3) (a) and (b); to repeal and recreate 560.01 (2) (a), 560.14 (2) and (3), 560.14 (4), 560.14 (5), 560.17 (1) (c), 560.17 (2), (3) and (4), 560.17 (5), 560.20 (2) and 560.61; and to create 1.13, 20.143 (1) (ig), 560.03 (24), 560.168, 560.20 (3) to (5), 560.815, 560.82 (6), 560.83 (6) and 560.837 (3) of the statutes; relating to: establishing state economic development goals, directing the department of commerce to establish a state economic development policy, consolidating and revising various economic development financial assistance programs administered by the department of commerce, modifying the department of commerce's export plan, creating a sister state program, granting rule—making authority and making an appropriation.

Analysis by the Legislative Reference Bureau



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

PREFATORY NOTE: This draft was prepared for the joint legislative council's special committee on state strategies for economic development. The draft does the following:

- 1. Creates statewide economic goals based on the goals in the committee's mission statement and directs all executive branch agencies, including the department of commerce (the department), and state authorities to consider these goals when implementing a statutory prescribed power or duty and to implement the power or duty in a manner that contributes to the expeditious attainment of the goals.
- 2. Replaces the department's duty to develop a state economic policy and implement 11 specific types of economic development activities with the general duty to develop and provide leadership in implementing a state economic development policy that is designed, to the extent practicable, to assist the state in achieving all of the statewide economic development goals.
- 3. Directs the department to develop and implement economic development programs consistent with the state economic development policy that it develops under the draft and to submit annual reports, starting no later than September 1, 2002, to the Governor and the Kegislature on the progress in implementing the policy.

- 4. Simplifies economic development financial assistance programs and provides the department more flexibility in implementing these programs by replacing 41 statutorily specified economic development grant or loan programs (based on the power or duty to award financial assistance) funded under 6 appropriations to the department with one grant or loan program for each appropriation, as described below.
- 5. Establishes that the department's current export plan must apply to countries in all inhabited continents.
- 6. Directs the department to create a sister state program under which the scerctary of commerce may enter into a sister state affiliation on behalf of the state.

The draft modifies the economic development financial assistance programs funded under 6 appropriations to the department community-based economic development programs, small citics community development block grants (CDBG), rural economic development programs, business development initiative, Wisconsin development fundand minority business projects in the following ways:

1. For each of these appropriations, other than the federally funded CDBG, the draft consolidates all of the statutory grant or loan programs funded by the appropriation into one grant or loan program. The CDBG programs are not consolidated, as the current statutes, s. 560.045, do not prescribe specific assistance programs to be funded by CDBG funds.

2. The purpose of the assistance provided by the programs and each of the 6 appropriations it established to be that the assistance contributes to the implementation of the department's economic development policy.

3. Statutory specification of the specific types of projects eligible for funding, funding priorities and criteria, and conditions placed on the assistance and replaced with the projects of these items is to the department.

The draft does not change in its treatment of these programs, the amount of appropriations, the general type of project eligible for funding, the authorized positions to administer the program and who is eligible to receive assistance under the program for each appropriation. As a result of this treatment, if the department determines that a current program's design contributes to implementing its state economic development policy, the program the determines that the department could continue program in its present form.

In general, the draft takes effect on January 1, 2001, except that the modification of the export plan and the creation of the sister state program take effect on the day after publication.

SECTION 1. 1.16 of the statutes is created to read:

department, agency or other body in state government created or authorized to be created by the constitution or any law which is entitled to expend moneys appropriated by law, including any authority created under ch. 231, 233 or 234 but not including the legislature or the courts.

(2) Most ECONOMIC DEVELOPMENT posts to the goal of the state to achieve all of the following:

(B)

1.14 State economic development policy.

must be contribute

(or)

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To have the most highly skilled professional and technical work force.

(b) To have the best system of encouraging entrepreneurial ventures.

To have a tax, regulatory and financial climate conducive to a healthy statewide economy that is competitive in the global economy.

(3) SAME AGENCY DUTY. Each state agency, in exercising a power or duty vested in the state agency by statute shall, to the extent practicable, consider the goals in sub. (2) and implement the power or duty in a manner that contributes to the expeditious attainment of the goals.

SECTION 2. 15.155 MARIA (4) of the statutes are repealed.

NOTE: This SECTION repeals the development finance board and the rural economic development board, as the programs containing financial assistance awarded by these boards are repealed by the draft as part of the consolidation of financial assistance programs by the draft. The minority business development board is not repealed, since the draft does not affect the minority business recycling development grants and loans program under existing s. 560.835

SECTION 3. 20.143 (1) (c) of the statutes, as affected by 1999 Wisconsin Act 9,

BANNON APPA is amended to read:

20.143 (1) (c) Wisconsin development fund; grants, loans, reimbursements and assistance. Biennially, the amounts in the schedule for grants under ss. 560.145, 560.16, 560.175, 560.26; for grants and loans under ss. 560.62, 560.63 and 560.66 s. 560.61; for loans under s. 560.147; for reimbursements under s. 560.167; for providing assistance under s. 560.06; for the costs specified in s. 560.607; for the loan under 1999 Wisconsin Act 9, section 9110 (4); and for the grants under 1995 Wisconsin Act 27, section 9116 (7gg), 1995 Wisconsin Act 119, section 2 (1), 1997

Wisconsin Act 27, section 9110 (6g), and 1999 Wisconsin Act 9, section 9110 Of the

> grant under

(5)

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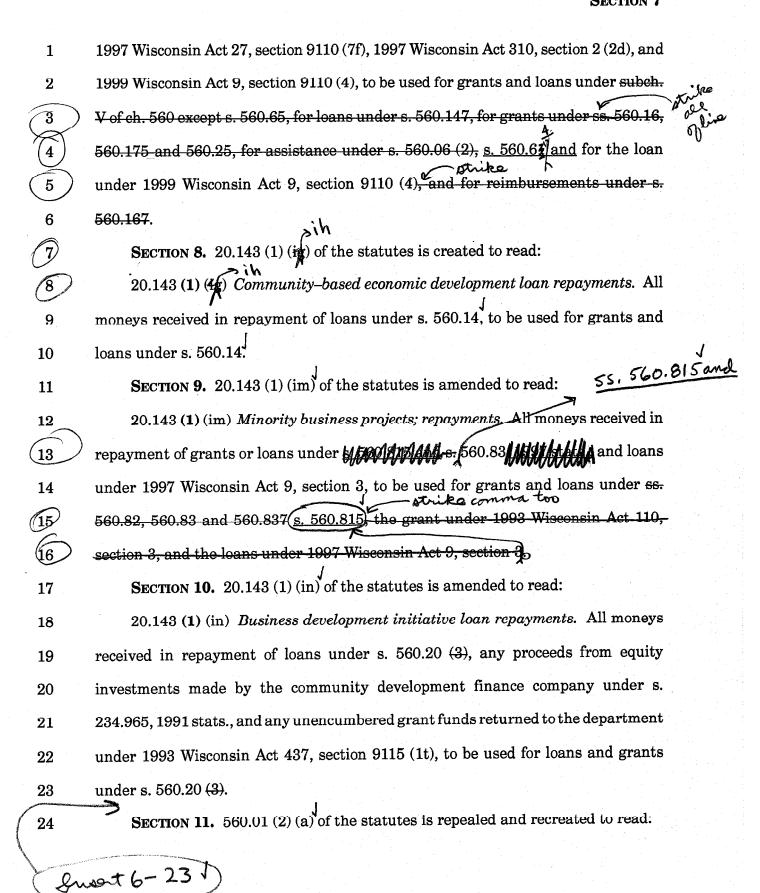
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(8)

1	amounts in the schedule, \$50,000 shall be allocated in each of fiscal years 1997–98
2	and 1998-99 for providing the assistance under s. 560.06 (1). Notwithstanding s.
3	560.607, of the amounts in the schedule, \$125,000 shall be allocated in each of 4
4	consecutive fiscal years, beginning with fiscal year 1998-99, for grants and loans
5	under s. 560.62 (1) (a).
6	SECTION 4. 20.143 (1) (cb) of the statutes is repealed.
1	SECTION 5. 20.143 (1) (fg) of the statutes, as affected by 1999 Wisconsin Act Act
8	9, Shoppaga is amended to read:
9	20.143 (1) (fg) Community-based economic development programs. The
10	amounts in the schedule for grants and loans under ss. 560.037 and s. 560.14 and for
11)	the grants under 1993 Wisconsin Act 16, section 9115 (1e) and 1999 Wisconsin Act
12	9, section 9110 (6e) and (7v).
13	SECTION 6. 20.143 (1) (fm) of the statutes is amended to read:
14	20.143 (1) (fm) Minority business projects; grants and loans Biennially, the
15 /	amounts in the schedule for grants under ss. 560.033, 560.039, 560.039, 560.82 and
L6 /	560.837, grants and leans under s. 560.83 grants and loans under s. 560.815, the
ι 7	grant under 1993 Wisconsin Act 110, section 3, and the loans under 1997 Wisconsin
l 18	Act 9, section 3.
19	SECTION 7. 20.143 (1) (ie) of the statutes, as affected by 1999 Wisconsin Act 9,
20	AND is amended to read:
21	20.143 (1) (ie) Wisconsin development fund, repayments. All moneys received
22	in repayment of grants or loans under s. 560.085 (4) (b), 1985 stats., s. 560.147, 1997
23	stats., s. 560.16, 1995 stats., s. 560.165, 1993 stats., subch. V of ch. 560 except s.
24	560.65, <u>1997 stats.</u> , s. 560.64, 1989 Wisconsin Act 336, section 3015 (1m), 1989
25	Wisconsin Act 336, section 3015 (2m), 1989 Wisconsin Act 336, section 3015 (3gx),

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560.01 (2) (a) State economic development policy. The department shall 1 develop and provide leadership in implementing a state economic development policy that is designed, to the extent practicable, to assist the state in achieving all 3 of the goals goals and in s. 1.1 (2). The policy shall foster, encourage and advocate public and private economic development programs that are designed to achieve Mesa goals.

> NOTE: This Section replaces the current directive to the department to develop a state economic policy with 11 specified components with a directive to develop and implement a state economic development policy that is designed to achieve all of the economic development goals created by this draft.

SECTION 12. 560.03 (intro.) of the statutes is amended to read:

560.03 Business and industrial development. (intro.) The department shall foster, encourage and advocate develop and implement economic development programs designed to breaden and strengthen the economy of the state consistent <u>(a),</u> a⁄nd it shall development policy developed under s. provide specific leadership in the following instances among others:

NOTE: This Section coordinates the department's 21 specific responsibilities on business and industrial development with its state economic development policy established under this draft.

SECTION 13. 560.03 (18) of the statutes is amended to read:

560.03 (18) Develop and implement a plan to promote and increase exports including agricultural products, thand foreign investment in this state by businesses in other countries in Africa, Asia, Australia, Europe, North America and South America. The plan shall provide for the secretary to take a leadership role in assuring collaboration and coordination among international trade activities conducted by governmental entities to assure efficiency and to avoid duplication and may include provisions for participation in trade fairs and missions, establishment and maintenance of foreign trade offices and preparation of research on foreign

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to promote and increase (Sursent 7-12

markets for exports from this state and on opportunities for foreign investment in this state. The plan shall describe the allocation of funds for support staff in this state to implement the plan and for all other costs in implementing each provision of the plan. In developing and implementing the plan, the department shall consult with the department of agriculture, trade and consumer protection, the University of Wisconsin System, the technical college system and other public and private agencies and institutions supporting international trade education or activities. Any plan to establish a foreign trade office shall include the feasibility of establishing a system of graduated fees which a trade office may use to offset its operating costs, or a system of commissions for execution of successful transactions, or both.

NOTE: This section clarifies the department's export plan to specify that the plan must address increasing exports to and foreign investments in the state by businesses in other countries in all of the inhabited continents.

SECTION 14. 560.03 (24) of the statutes is created to read:

560.03 (24) On or before September 1, 2002, and annually thereafter, submit > departments a report on the progress in implementing the economic development policy developed under s. 560.01 (2) (a) the the

The report shall include an analysis of how financial assistance provided under this chapter during

the period covered by the report contributed to the implementation of the economic

development policy and any recommendations for legislation to remove barriers that

prevent attaining one or more of the goals specified in s. 1. 2 (2) or to modify one or

more of the goals.

NOTE: This Section creates a new reporting requirement for the department relating to the progress in implementing the economic development policy established under the draft, including the role of economic development financial assistance programs in implementing the policy.

SECTION 15. 560.033 of the statutes is repealed.

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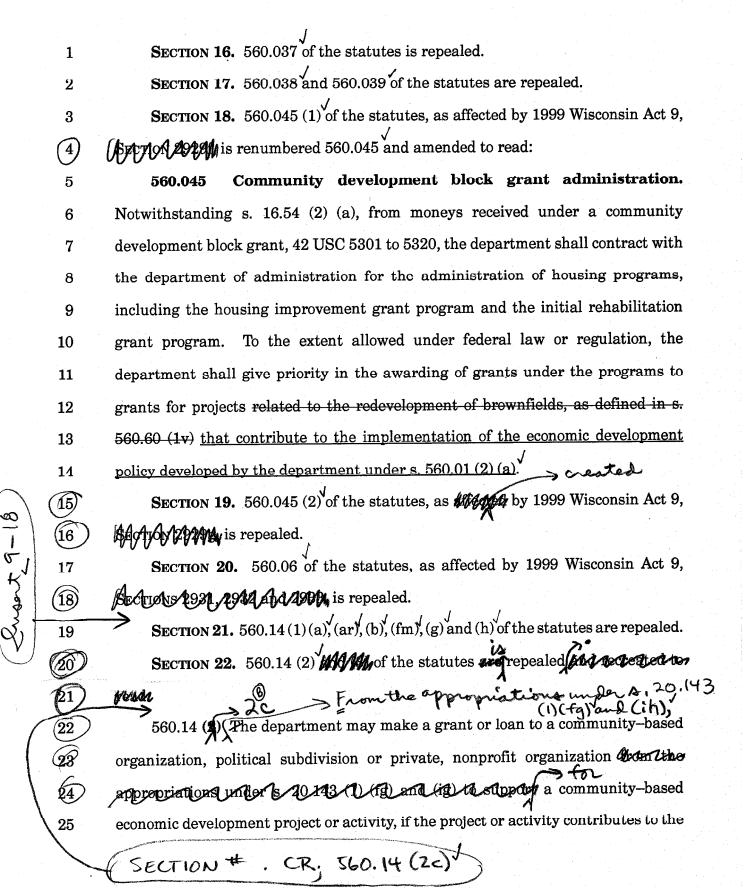
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1	trade through the interchange of people, ideas, culture and commerce between
(2)	Wisconsin and Manager Countries and their subdivisions
3	(2) In implementing the program under sub. (1), the department shall do all
4	of the following:
5	(a) Coordinate and carry out activities designed to encourage the state and its
6	subdivisions to participate in sister state affiliations with foreign countries and their
7	subdivisions.
8	(b) Encourage cooperation with and disseminate information pertaining to the
9	program and any other program who shopped is to promote linkages between the
10	state and foreign countries and their subdivisions.
£11.3	(c) Encourage contributions by public agencies and private entities to support
12	the program.
13	(d) Establish a system of registration for sister state affiliations between the
14	state and foreign countries and their subdivisions. This system shall include all of
15	the following:
16	1. A method to determine that sufficient ties are properly established.
17	2. A method to supervise by these ties was the maintenance
18	(e) Maintain a current listing of all sister state affiliations between the state
19	and any foreign country or political subdivisions.
20	(3) The secretary may enter into a sister state affiliation on behalf of this state
21	if the secretary determines that the affiliation is the secretary determines that the secretary determines the
22	set forth in sub. (1) and that the ties between the state and the foreign country or its
23	political subdivision will conform to the methods established under sub. (2) (d) 1. and
24	2 .

(4) The department may charge fees for services it provides under this section to cover the costs incurred by the department in providing the services.

(5) The department shall deposit all contributions and fees collected under this

4) Appropriate in the appropriation account under s. 20.143 (1) (g).

SECTION 32. 560.17 (1) (a), (am) and (bm) of the statutes are repealed.

SECTION 33. 560.17 (1) (1) of the statutes is managed of procreated to read:

560.17 (1) (2) "Dairy farm" has the meaning given in s. 97.22 (1) (a).

SECTION 34. 560.17 (2) And My of the statutes are repealed and residual statutes

9 Aspert Proget 12-9

560.17 (2) The department may make a grant or loan to a business in a rural to the operator of a

municipality, agricultural business or dairy farm from the appropriations under sa

12 201143 (L) (in) to support a rural economic development project or activity,

if the project or activity contributes to the implementation of the economic

development policy developed by the department under s. 560.01 (2) (a).

(15) 560.17 (3) The department shall the price by rule the criteria for awarding a grant or

loan under this section, including the types of projects and activities that are eligible

for funding and which types shall receive priority possible for funding.

18 560.17 (1) The department may establish conditions on a grant or loan made under

this section, including matching contributions be provided by the grant or loan

20 recipient.

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SECTION 35. 560.17 (4m) of the statutes is repealed.

SECTION 36. 560.17 (5) of the statutes is repealed and reducated to read:

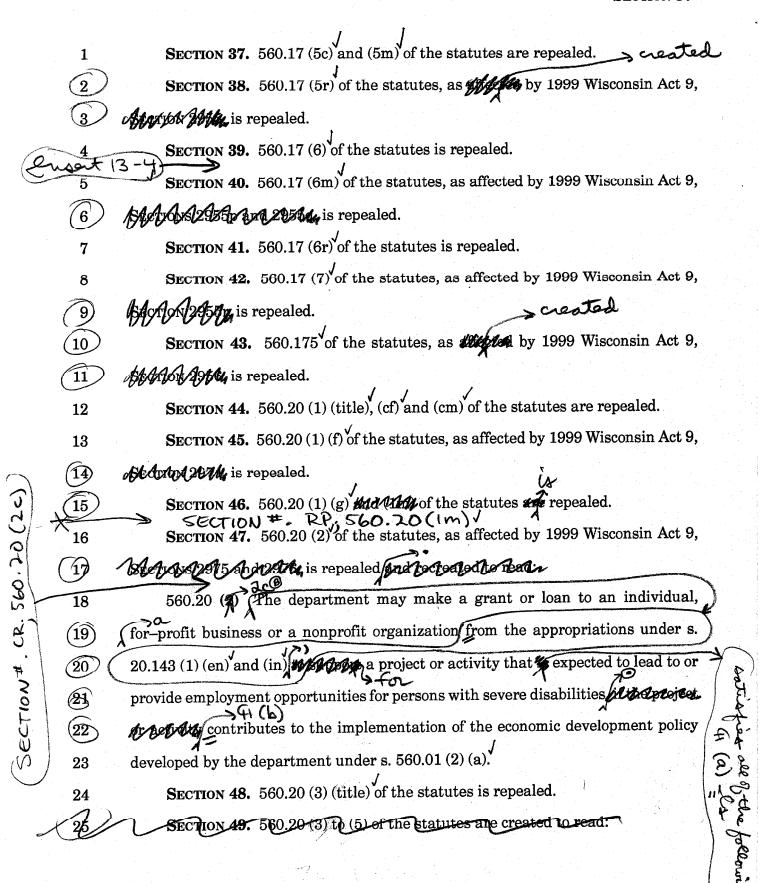
560.17 (5) The department shall establish procedures for a parson to larger for

a grant or loan under this section and for the department to evaluate and award a

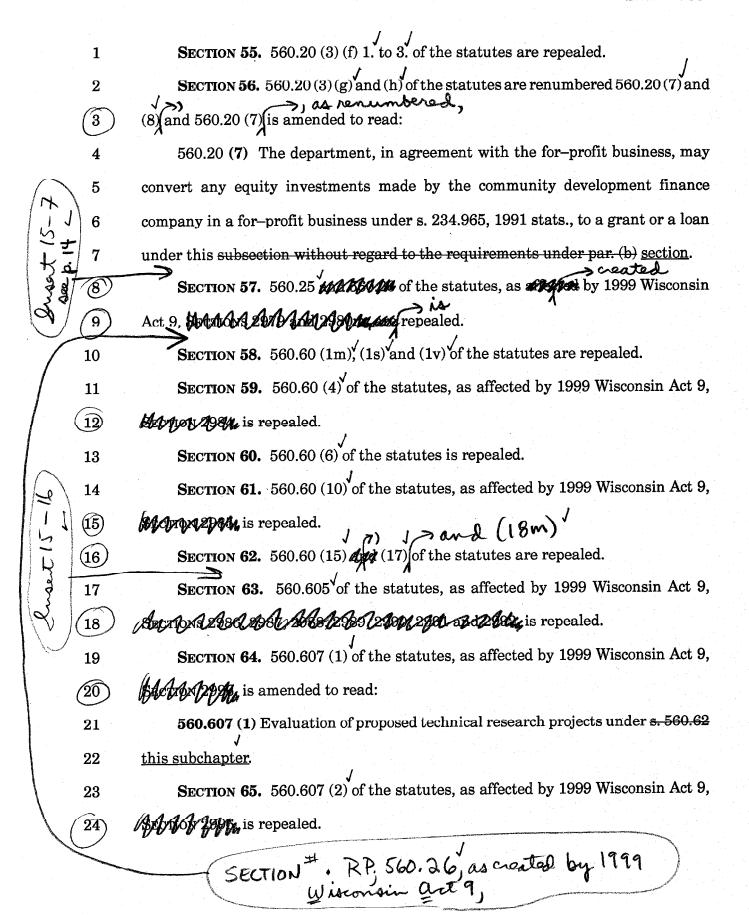
grant or loan under this section.

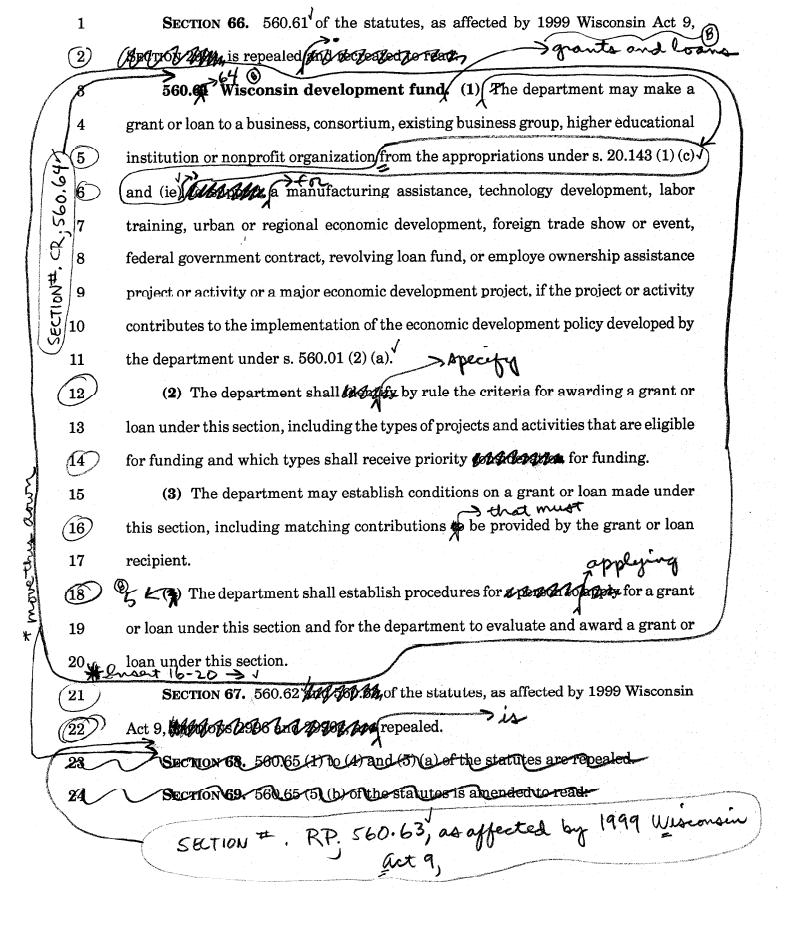
SECTION# . CR, 560.17 (56)

nom the appropriations under a, 20.143(1) (ex) and (ir) the



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560.65 (5) (b) The department shall deposit in the recycling fund all moneys received after July 1, 1995, in repayment of loans made under this section s. 560.65. 1997 stats. SECTION 70. 560.66 of the statutes, as affected by 1999 Wisconsin Act 9, 5 Approximation is repealed. **SECTION 71.** 560.68 (4), (5), (5m), (6) and (7) of the statutes are repealed. 6 SECTION 72. 560.81 (intro.) of the statutes is amended to read: 560.81 Minority business grants and loans. (intrd.) The department shall 8 make a grapt or loan to an eligible recipient or local development corporation under 9 this subchapter if any of the following apply: 10 SECTION 73. 560.81 W of the statutes is repealed. 11 SECTION 74. 560.81 (2) of the statutes, as affected by 1999 Wisconsin Act 9, 12SECTION 3016, is amended to read: 13 560.81 (2) The board awards a grant or lean to the eligible recipient or local 14 development corporation under ss. 560.83 (1) and 560.84 or to the eligible recipient 15 under ss. s. 560.835 and 560.84. 16 **SECTION 75.** 560.81 (3) and (4) of the statutes are repealed. 17 **SECTION 76.** 560.815 of the statutes is created to read: 18 560.815 Minority business development. (1) My department may make 19 a grant or loan to a minority business, minority group member who is a resident of 20 this state, business incubator operator, nobylotic for lovation burning and operating h Maile as incupated local development corporation or private financial institution, as defined in s. 234.01 (5k), that the approprient has about \$ 20.1481(1) (1) about 11/11/11 Adappet a project or activity that benefits one or more minority businesses or minority group members who are residents of this state of the project of activity From the appropriations under S. 20.143(1)
(fm) and (im), the

-18 contributes to the implementation of the economic development policy developed by the department under s. 560.01 (2) (a). 2 (2) The department shall we by rule the criteria for awarding a grant or (3)loan under this section, including the types of projects and activities that are eligible 4 for funding and which types shall receive priority desired for funding. (3) The department may establish conditions on a grant or loan made under 6 this section, including matching contributions per provided by the grant or loan 7 that must recipient. 8 (4) The department shall establish procedures for a grant or loan under this section and for the department to evaluate and award a grant or 10 loan under this section. 11 **SECTION 77.** 560.82 (6) of the statutes is created to read: 12 560.82 (6) The department may not award a grant under this section after 13 14 December 31, 2000. SECTION 78. 560.83 (6) of the statutes is created to read: 15 560.83 (6) The board may not award a grant or loan under this section after 16 December 31, 2000. **17** SECTION 79. 560.837 (3) of the statutes is created to read: 18 560.837 (3) The board may not award a grant under this section after December 19 31, 2000. 20 SECTION 80. 560.84 (1) (intro.) of the statutes is amended to read: 2I560.84 (1) (intro.) The department or board may not award a grant or loan for 22 a project under this subchapter s. 560.835 unless, after considering the application 23 or other material submitted by the eligible recipient or local development 24 corporation, the department or board determines all of the following:

1	SECTION 81. 560.84(1)(b) 1., 2., (e) (intro.), 1. and 2. of the statutes are amended
2	to read:
3	560.84 (1) (b) 1. If an early planning project under s. 560.82 or 560.835 (6), that
4	the project will increase employment in this state.
5	2. If a development project or recycling development project, that the project
6	will retain or increase employment in this state.
7	(e) (intro.) That the eligible recipient or local development corporation
8	receiving the grant or loan will contribute, from a source or sources other than the
9	state, whichever of the following applies:
10	1. For grants funding early planning projects under s. 560.82 or 560.835 (6),
11	not less than 25% of the cost of the project. Up to 50% of the contribution under this
12	subdivision may be in the form of the in-kind services of a qualified 3rd party or
13	qualified 3rd parties. The department shall determine what services may be used
14	as in-kind contributions and whether a 3rd party is qualified, for purposes of this
15	subdivision.
16	2. For grants and loans funding development projects or recycling development
17	projects, a cash contribution of not less than 25% of the cost of the project.
18	SECTION 82. 560.84 (1) (e) 3. of the statutes is repealed.
19	SECTION 83. 560.84 (1) (f) of the statutes is amended to read:
20	560.84 (1) (f) That the project meets all criteria set forth in s. 560.82, 560.83,
21	560.835 or 560.837, whichever is appropriate.
22 /	SECTION 84. 560.84 (1) (im) of the statutes is repealed.
23/	SECTION 85. 560.84 (1) (j), (2) (intro.), (a) 1., 2., (c) (intro.) and (f) of the statutes
2 4	are amended to read:

1	560.84 (1) (j) If a development project, recycling development project, finance
2	project or education and training project, that funds from the grant or loan will not
3	be used to refinance existing debt.
4	(2) (intro.) The board or department shall consider all of the following before
5	awarding a grant or loan to an eligible recipient or local development corporation for
6	a project:
7	(a) 1. If an early planning project under s. 560.82 or 560.835 (6), the extent to
8	which the project will increase employment in this state.
9	2. If a development project or recycling development project, the extent to
10	which the project will retain or increase employment in this state.
11	(c) (intro.) If a development project or recycling development project, whether
12	the project will be located in any or all of the following:
13	(f) If a development project or recycling development project, the financial
14	soundness of the minority business involved in the project and the commitment of
15	the eligible recipient to repay the loan or grant.
16	SECTION 86. 560.85 (1), (2), (3) (a) and (b) of the statutes are amended to read:
17	560.85 (1) The department shall promulgate rules for the administration of
18	this subchapter s. 560.835. The department may not promulgate a rule under this
19	subsection unless the proposed rule has been reviewed by the board.
20	(2) The board shall develop a policy governing the repayment of grants and
21	loans made under s. 560.83 or 560.835. The board or department shall deposit
22	moneys received in repayment of grants and leans under s. 560.83 in the
23	appropriation under s. 20.143 (1) (im).



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Develop procedures to evaluate applications and monitor project performance for grants awarded for early planning projects under s. 560.82 or 560.835 (6).

Develop procedures, with the approval of the board, to evaluate applications, monitor project performance and audit grants and loans awarded for development projects under s. 560.83, recycling development projects under s. 560.835 and finance projects and education and training projects under s. 560.837.

a.v. Section 87. Nonstatutory provisions. B

(1) The department of commerce shall submit in proposed form the rules 9 required under sections 560.14 (3), 560.17 (3), 560.20 (3), 560.6 (2) and 560.815 (2) 10 of the statutes, as affected by this act, to the legislative council staff under section **(11)** 227.15(1) of the statutes no later than the first day of the 13th month beginning after 12 7560.17(3c), 560.20(3m), 560.64(2), 560.815(2), the effective date of this subsection. 13

This act takes effect on January 1, 2001, except that the treatment of sections 560.03 (18), 560.168, 560.82 (6), 560.83 (5) and 560.837 (3) of the statutes

takes effect on the day after publication.

SECTION 88. Effective date.

Note: This delayed effective date gives the department a transition period to revise the financial assistance programs affected by this act. Under s. 227.11 (2) (d), the department may promulgate rules implementing this act after publication of the act but prior to the act's effective date.

18 (END)

SECTION 87(1) of this act take

Eusent 21-18)

1999–2000 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

Insert a



This bill is explained in the NOTES provided by the joint legislative council in the bill.

(END OF INSERT A)

INSERT 4-1

****NOTE: The use of the word "most" implies a comparison. Should this be: "the most highly skilled ... work force of any state"; "the most highly skilled ... work force that the state can possibly have"; or "a highly skilled ... work force"?

(END OF INSERT 4-1)

INSERT 4-2

****Note: The use of the word "best" also implies a comparison. See options set out in the note after par. (a).

(END OF INSERT 4-2)

INSERT 4-10

*****NOTE: I did not repeal the development finance board because of its role under s. 560.135, which was not repealed or otherwise affected in this draft. Also see s. 38.04 (4) (ag), although there is no explicit mention of the development finance board in subch. IV of ch. 560. Note s. 15.07 (1) (cm) if you do repeal the development finance board. I don't know how you will resolve this issue, but note that your NOTE above may need to be changed. Although the program under s. 560.835 is not affected by this draft, that program has been out of operation, except for repayments, since July 1, 1995 (see s. 560.835 (7) (a)). Perhaps it is safe to repeal the minority business development board afterall.

(END OF INSERT 4-10)

INSERT 5-18

SECTION 4. 20.143 (1) (fm) of the statutes is amended to read:

20.143 (1) (fm) Minority business projects; grants and loans. Biennially, the amounts in the schedule for grants under ss. 560.033, 560.038, 560.039, 560.82 and 560.837, grants and loans under s. 560.83, the grant under 1993 Wisconsin Act 110, section 3, and the loans under 1997 Wisconsin Act 9, section 3 560.815.

History: 1979 5, 361; 1981 c. 20, 21, 349; 1983 a. 27, 83, 192, 281; 1985 a. 29 ss. 169 to 204; 3202 (14); 1985 a. 120, 332, 334; 1987 a. 27, 109, 317, 318, 399, 403; 1989 a. 31, 185, 267, 317, 325, 335, 336, 242, 359, 1991 a. 39, 259, 261, 269; 315; 1993 a. 5, 16; 75, 110, 232, 437; 1995 a. 27 ss. 483, 505 to 517, 608s, 609g, 609j, 964, 965, 977, 987, 988, 990 to 993, 1080b, 1080b, 1086b, 9116 (5); 1995 a. 116, 119, 216, 227, 1997 a. 9, 27, 35, 215, 237, 252, 316; s. 13,93 (2) (c).

grant and loans under the Acts. I'm not sure, however, that it is safe to get rid of ss. 560.82, 560.83 and 560.837. Although the department and board may not award grants and loans after December 31, 2000, any grants and loans awarded may not be paid immediately.

SECTION 2 20.143 (1) (gm) of the statutes is amended to read:

20.143 (1) (gm) Wisconsin development fund, administration of grants and loans. All moneys received from origination fees under s. 560.68 (3) 560.64 (4) for administering the programs under subch. V of ch. 560 and for the costs of underwriting grants and loans awarded under subch. V of ch. 560.

History: 1979 c. 361; 1981 c. 20, 21, 349; 1983 a. 27, 83, 192, 381; 1985 a. 29 ss. 169 to 204, 3202 (14); 1985 a. 120, 332, 334; 1987 a. 27, 109, 317, 318, 399, 403; 1989 a. 31, 185, 237, 317, 325, 335, 336, 342, 359; 1991 a. 39, 259, 261, 269, 315; 1993 a. 5, 16, 75, 110, 232, 437; 1995 a. 27 ss. 483, 505 to 517, 608s, 609g, 609j, 964, 965, 977, 987, 988, 990 to 993, 1080b, 1085b, 1086b, 9116 (5); 1995 a. 116, 119, 216, 227; 1997 a. 9, 27, 35, 215, 237, 252, 310; s. 13.93 (2) (c).

(END OF INSERT 5–18)

INSERT 6-23

SECTION 6. 66.407 (2) (a) 2. of the statutes is repealed and recreated to read:
66.407 (2) (a) 2. "Technology-based incubator" means a facility that provides
a new or expanding technically oriented business with all of the following:

- a. Office and laboratory space.
- b. Shared clerical and other support service.
- c. Managerial and technical assistance.

SECTION 4. 66.431 (2m) (t) of the statutes is repealed and recreated to read:

- 66.431 (2m) (t) "Technology-based incubator" means a facility that provides a new or expanding technically oriented business with all of the following:
 - 1. Office and laboratory space.
 - 2. Shared clerical and other support service.
 - 3. Managerial and technical assistance.

SECTION 4. 84.185 (1) (b) of the statutes is amended to read:

84.185 (1) (b) "Governing body" has the meaning specified in s. 560.60 (6) means a county board, city council, village board, town board, regional planning commission or transit commission under s. 59.58 (2) or 66.943.

History: 1987 a. 27; 1989 a. 31; 1991 a. 39; 1993 a. 16; 1997 a. 237.

SECTION 4. 84.185 (1) (ce) of the statutes is amended to read:

84.185 (1) (ce) "Job" has the meaning specified in s. 560.60 (10) means a regular, nonseasonal full—time position in which an individual, as a condition of employment, is required to work at least 2,080 hours per year, including paid leave and holidays. "Job" does not include initial training before an employment position begins.

History: 1987 a 27, 1989 a 31, 1991 a 39, 1993 a 16, 1997 a 237.

SECTION 7. 234.01 (4n) (a) 3m. e. of the statutes is amended to read:

234.01 (4n) (a) 3m. e. The facility is located in a targeted area, as determined by the authority after considering the factors set out in s. 560.605 (2m) (a) to (h), 1997 stats.

History: 1971 c. 287; 1975 c. 221, 421; 1977 c. 418, 447; 1979 c. 361 ss. 112, 113; 1981 c. 349; 1983 a. 81 ss. 2, 11; 1983 a. 83 ss. 5, 20; 1985 a. 29 ss. 2116, 3202 (14); 1985 a. 334; 1987 a. 27, 359; 1987 a. 403 s. 256; 1989 a. 281; 1989 a. 335 s. 89; 1991 a. 37, 221; 1995 a. 27, 227; 1997 a. 27.

(END OF INSERT 6–23)

INSERT 7-12

560.03 Business and industrial development. (intro.) The department shall foster, encourage and advocate develop and implement economic development programs designed to broaden and strengthen the economy of the state, and it shall provide specific leadership in the following instances among others that are consistent with the economic development policy developed under s. 560.01 (2) (a). To further this goal, the department shall do at least all of the following:

History: 1971 c. 211 s. 126; 1971 c. 321 ss. 10, 16; Stats. 1971 s. 560.03; 1979 c. 34; 1979 c. 361 ss. 45, 87 to 96; 1979 c. 362; 1983 a. 27, 83, 86, 90, 91, 192; 1985 a. 182 s. 57; 1985 a. 299; 1987 a. 27, 186; 1987 a. 399 s. 433; 1989 a. 317; 1991 a. 39, 302; 1993 a. 399; 1995 a. 27, 227; 1997 a. 27.

(END OF INSERT 7-12)

****Note: I assumed the exports should be from this state to other countries and the foreign investment should be in this state by businesses in other countries. If the exports should be to this state, they should be imports instead of exports.

(END OF INSERT 8-11)

INSERT 9-18

SECTION 6 560.135 (5) (a) of the statutes is amended to read:

560.135 (5) (a) The factors under s. 560.605 (2) (a) to (e), 1997 stats.

History: 1997 a. 27. SECTION 560.135 (5) (b) of the statutes is amended to read:

560.135 (5) (b) Whether the project will be located in a targeted area, as determined by the board after considering the factors under s. 560.605 (2m) (a) to (h), 1997 stats.

History: 1997 a. 27.

(END OF INSERT 9-18)

INSERT 10-2

SECTION M. 560.14 (3) of the statutes is repealed.

****Note: Section 560.14 (3) is cross-referenced in ss. 66.407 (2) (c) 3. and 66.431 (2m) (d) 8. Do you want to repeal or amend those two provisions?

SECTION 4. 560.14 (3c) of the statutes is created to read:

(END OF INSERT 10-2)

INSERT 10-16

SECTION 4. 560.14 (6) of the statutes is created to read:

560.14 (6) The department shall deposit all moneys received in repayment of loans under this section in the appropriation account under s. 20.143 (1) (ih). $^{\prime}$

(END OF INSERT 10-16)

INSERT 10-21

****Note: Do you want to repeal s. 560.15(2)(d), which makes a cross-reference to s. 560.16?

(END OF INSERT 10-21)

INSERT 11-10

****Note: I'm not sure that this sentence works. Is the department supposed to encourage cooperation with any other program ...? Or should it be between the program and any other program ...? Is the department supposed to disseminate information pertaining to the program or to both the program and any other program?

(END OF INSERT 11-10)

INSERT 11-24

****Note: I changed this to say if the secretary determines that the affiliation will accomplish the purposes set forth in sub. (1). I don't think it makes sense to say that the ties must conform to the methods established under sub. (2) (d) 1. and 2. I thought the methods pertained to determining whether the ties were established and maintained.

(END OF INSERT 11-24)

INSERT 12-9

SECTION 13. 560.17 (2c) of the statutes is created to read:

(END OF INSERT 12-9)

INSERT 12-14

SECTION 14. 560.17 (3) of the statutes is repealed.

SECTION 75. 560.17 (3c) of the statutes is created to read:

(END OF INSERT 12-14)

INSERT 12-17

SECTION 1/6. 560.17 (4) of the statutes is repealed.

SECTION 1. 560.17 (4c) of the statutes is created to read:

(END OF INSERT 12-17)

INSERT 13-4

SECTION 18. 560.17 (6c) of the statutes is created to read:

560.17 (6c) The department shall deposit all moneys received in repayment of loans under this section in the appropriation account under s. 20.143 (1) (ir). \checkmark

(END OF INSERT 13-4)

INSERT 15-16

****Note: I also repealed the definition for "technology-based nonprofit organization". I don't think the term is used in the subchapter any longer. Do you want to add it to the list of eligible recipients in s. 560.64 (1)? Section 560.602 (intro.) still refers to the development finance board. Do you want to amend it?

(END OF INSERT 15-16)

INSERT 16-20

(6) The department shall deposit all moneys received in repayment of loans under this section in the appropriation account under s. 20.143 (1) (ie). \checkmark

(END OF INSERT 16-20)

INSERT 17-1

SECTION 19. 560.65 (title), (1), (1m), (2) and (3) of the statutes are repealed.

SECTION 20. 560.65 (4) of the statutes, as affected by 1999 Wisconsin Act 9, is repealed.

SECTION 21. 560.65 (5) (a) of the statutes is repealed.

SECTION 22. 560.65 (5) (b) of the statutes is renumbered 560.67 and amended to read:

560.67 <u>Technology and pollution control and abatement loan</u>

repayments. The department shall deposit in the recycling fund all moneys

received after July 1, 1995, in repayment of loans made under this section s. 560.65,

History: 1989 a. 335; 1991 a. 269; 1993 a. 16, 75; 1995 a. 27, 227; 1997 a. 27.

(END OF INSERT 17–1)

INSERT 17-5

SECTION 2. 560.68 (title) and (2) of the statutes are repealed.

SECTION 24. 560.68 (3) of the statutes, as affected by 1999 Wisconsin Act 9, is renumbered 560.64 (4) and amended to read:

560.64 (4) The department may charge a grant or loan recipient an origination fee of up to 2% of the grant or loan amount if the grant or loan exceeds \$200,000 and is awarded under s. 560.63 or 560.66. The department shall deposit all origination fees collected under this subsection in the appropriation account under s. 20.143 (1) (gm).

History: 1987 a. 27; 1991 a. 39, 269; 1997 a. 27.

****NOTE: Is this treatment okay? I assumed you had something like this in mind,
since you repealed all of s. 560.68 except for sub. (3).

(END OF INSERT 17-5)

INSERT 17-6

SECTION 25. 560.685 of the statutes is repealed.

****NOTE: I repealed this section because the development finance board no longer has a role under this subchaper and s. 560.60 (1s) is repealed.

SECTION 26. Subchapter VII (title) of chapter 560 [precedes 560.80] of the statutes is amended to read:

CHAPTER 560

SUBCHAPTER VII

MINORITY BUSINESS EARLY PLANNING AND DEVELOPMENT PROJECTS (END OF INSERT 17-6)

INSERT 18-2

****Note: I deleted "nonprofit corporation owning and operating a business incubator" from the list of eligible recipients in sub. (1) because "business incubator operator" covers it. Let me know if for some reason it needs to be specifically included.

(END OF INSERT 18-2)

INSERT 18-11

(5) The department shall deposit all moneys received in repayment of loans under this section in the appropriation account under s. 20.143 (1) (im).

(END OF INSERT 18-11)

INSERT 21-7

****NOTE: Do you also want to specify that the department may not pay grant or loan proceeds under those sections after that date?

SECTION 2. 560.84 (1) (intro.) of the statutes is amended to read:

560.84 (1) (intro.) The department or board may not award a grant or loan for a project under this subchapter s. 560.82, 560.83, 560.835 or 560.837 unless, after considering the application or other material submitted by the eligible recipient or local development corporation, the department or board determines all of the following:

History: 1989 a. 31, 335; 1993 a. 16; 1995 a. 27; 1997 a. 27. SECTION **28.** 560.85 (1) of the statutes is amended to read:

560.85 (1) The department shall promulgate rules for the administration of this subchapter ss. 560.82, 560.83, 560.835 and 560.837. The department may not promulgate a rule under this subsection unless the proposed rule has been reviewed by the board.

History: 1989 a. 31, 335; 1993 a. 16, 75; 1997 a. 27.

C. L . 4

****NOTE: It didn't make sense to me to keep references to s. 560.835 and not the other sections when the grants and loans under s. 560.835 ended even before the ones under the other sections. Let me know if I'm missing something.

(END OF INSERT 21-7)

INSERT 21-18

****NOTE: Since the department should have the rules in place before the new grant and loan programs become effective, shouldn't the programs be delayed even more or the proposed form of the rules be required to be submitted sooner? Also, shouldn't the department begin developing a state economic development policy before January 1, 2001, so that when the new grant and loan programs begin operating the department can determine whether the projects and activities contribute to the implementation of that policy?

(END OF INSERT 21-18)

STATE OF WISCONSIN – **LEGISLATIVE REFERENCE BUREAU** – **LEGAL SECTION** (608–266–3561)

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Ins. 7-17 A. 38.04(4)(ag) Jaze from be to dept of commerce (do search)
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Technology -based Incubator Cross References

66.407 Redevelopment corporations; limitations; incubator.

- (c) A redevelopment corporation may, if consistent with a development plan, do all of the following:
 - 1. Study the feasibility and initial design for a technology-based incubator in the development area where the redevelopment corporation operates.

2. Develop and operate a technology-based incubator in the development area where the redevelopment corporation operates.

3. Apply for a grant under s. 560.14 (2) in connection with a technology-based incubator.

· ·

66.431 Blight elimination and slum clearance.

8. Studying the feasibility of an initial design for a technology-based incubator, developing and operating a technology-based incubator and applying for a grant under s. 560.14 (3) in connection with a technology-based incubator.

(2m)



560.15(2)(d)

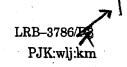
(d) A business or one or more former employes of a business laid off by an act under sub. (1) (a) or one or more employes of a business, if the business has performed an act under sub. (1) (a), for 560.64 Justoje ownskip anytone project on actually acceive assistance for an und 560.64 the purpose of informing the business, former employes or employes of their rights and opportunities under s. 560.16.

STATE OF WISCONSIN – **LEGISLATIVE REFERENCE BUREAU** – LEGAL SECTION (608–266–3561)

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State of Misconsin 1999 - 2000 LEGISLATURE



VMGNM

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION

(No more of the Real

AN ACT to repeat 15.155 (4), 20.143 (1) (cb), 560.033, 560.037, 560.038 and 560.039, 560.045 (2), 560.06, 560.14 (1) (a), (ar), (b), (fm), (g) and (h), 560.14 (2), 560.14 (3), 560.14 (3m) and (3r), 560.14 (4), 560.14 (4m), 560.14 (5), 560.145, 560.147, 560.16 (title) and (1) (intro.), (a) and (b), 560.16 (1) (g) and (h), 560.16 (2), (3), (4) and (6), 560.167, 560.17 (1) (a), (am), (bm) and (c), 560.17 (2), 560.17 (3), 560.17 (4), 560.17 (4m), 560.17 (5), 560.17 (5c) and (5m), 560.17 (5r), 560.17 (6), 560.17 (6m), 560.17 (6r), 560.17 (7), 560.175, 560.20 (1) (title), (cf) and (cm), 560.20 (1) (f), 560.20 (1) (g), 560.20 (1m), 560.20 (2), 560.20 (3) (title), 560.20 (3) (a), 560.20 (3) (b) and (c), 560.20 (3) (cm), 560.20 (3) (d) and (e), 560.20 (3) (f) 1. to 3., 560.25, 560.26, 560.60 (1m), (1s) and (1v), 560.60 (4), 560.60 (6), 560.60 (10), 560.60 (15), (17) and (18m), 560.602, 560.605, 560.607 (2), 560.61, 560.62, 560.68 (title) and (2), 560.68 (4), (5), (5m), (6) and (7) and 560.685; to renumber 560.16 (1) (c), (e) and (f); to renumber and amend 560.045 (1), 560.20 (3) (g) and (h), 560.65 (5) (b) and 560.68 (3); to consolidate, renumber and amend

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560,20 (3) (f) (intro.) and 4.; to amend 20.143 (1) (c), 20.143 (1) (fg), 20.143 (1) (fm), 20.143(1)(gm), 20.143(1)(ie), 20.143(1)(im), 20.143(1)(in), 38.04(4)(ag), 66.407(2)(c)3., 66.431(2m)(d)8., 84.185(1)(b), 84.185(1)(ce), 234.01(4n)(a)3m. e., 292.11(7)(d) 1m. b., 292.255, 560.03(intro.), 560.03(18), 560.135(5)(a), 560.135 (5) (b), 560.135 (7), 560.15 (2) (d), 560.607 (1), subchapter VII (title) of chapter 560 [precedes 560.80], 560.84 (1) (intro.) and 560.85 (1); to repeal and recreate 66.407(2)(a) 2., 66.431(2m)(t), 560.01(2)(a) and 560.137(1)(b); and to create 1.14, 20.143 (1) (ih), 560.03 (24), 560.14 (2c), 560.14 (3c), 560.14 (4c), 560.14(5c), 560.14(6), 560.168, 560.17(1)(cm), 560.17(2c), 560.17(3c), 560.17(3c)(4c), 560.17 (5b), 560.17 (6c), 560.20 (2c), 560.20 (3m), (4) and (5), 560.64, 560.815, 560.82 (6), 560.83 (6) and 560.837 (3) of the statutes; relating to: establishing state economic development goals, directing the department of commerce to establish a state economic development policy, consolidating and revising various economic development financial assistance programs administered by the department of commerce, modifying the department of commerce's export plan, creating a sister state program, granting rule-making authority and making an appropriation.

Analysis by the Legislative Reference Bureau

This bill is explained in the Notes provided by the joint legislative council in the bill.

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

PREFATORY NOTE: This bill was prepared for the joint legislative council's special committee on state strategies for economic development. The bill does the following:

1. Creates statewide economic goals based on the goals in the committee's mission statement and directs all executive branch agencies, including the department of commerce (the department), and state authorities to consider these goals when

implementing a statutory prescribed power or duty and to implement the power or duty in a manner that contributes to the expeditious attainment of the goals.

- 2. Replaces the department's duty to develop a state economic policy and implement 11 specific types of economic development activities with the general duty to develop and provide leadership in implementing a state economic development policy that is designed, to the extent practicable, to assist the state in achieving all of the statewide economic development goals.
- 3. Directs the department to develop and implement economic development programs consistent with the state economic development policy that it develops under the bill and to submit annual reports, starting no later than September 1, 2002, to the governor and the legislature on the progress in implementing the policy.
- 4. Simplifies economic development financial assistance programs and provides the department more flexibility in implementing these programs by replacing 41 statutorily specified economic development grant or loan programs (based on the power or duty to award financial assistance) funded under 6 appropriations to the department with one grant or loan program for each appropriation, as described below.
- 5. Establishes that the department's current export plan must apply to countries in all inhabited continents.
- 6. Directs the department to create a sister state program under which the secretary of commerce may enter into a sister state affiliation on behalf of the state.

The bill modifies the economic development financial assistance programs funded under 6 appropriations to the department, including community-based economic development programs, small cities community development block grants (CDBG), rural economic development programs, the business development initiative, Wisconsin development fund programs and minority business projects, in the following ways:

- 1. For each of these appropriations, other than the federally funded CDBG, the bill consolidates all of the statutory grant or loan programs funded by the appropriation into one grant or loan program. The CDBG programs are not consolidated, as the current statute, s. 560.045, does not prescribe specific assistance programs to be funded by CDBG funds.
- 2. The purpose of the assistance provided by the programs funded by each of the 6 appropriations must be to contribute to the implementation of the department's economic development policy.
- 3. Statutory specification of the types of projects eligible for funding priorities and criteria, and conditions placed on the assistance is replaced with delegation of these items to the department.

The bill does not change, in its treatment of these programs, the amount of appropriations, the general type of project eligible for funding, the authorized positions to administer the program or who is eligible to receive assistance under the program for each appropriation. As a result of this treatment, if the department determines that a current program's design contributes to implementing its state economic development policy, the department could continue the program in its present form.

In general, the bill takes effect on January 1, 2001, except that the modification of the export plan and the creation of the sister state program take effect on the day after publication.

SECTION 1. 1.14 of the statutes is created to read:

1	1.14 State economic development policy. (1) Definition. In this section
2	"state agency" means an office, department, agency or other body in state
3	government that is created or authorized to be created by the constitution or any law
4	and that is entitled to expend moneys appropriated by law, including an authority
5	created under ch. 231, 233 or 234, but not including the legislature or the courts.
6	(2) ECONOMIC DEVELOPMENT GOALS. All of the following are economic
7	development goals of the state:
8	(a) To have the most highly skilled professional and technical work force.
9	(b) To have the best system of encouraging entrepreneurial ventures.
10	(c) To have a tax, regulatory and financial climate that is conducive to a health
11	statewide economy and that is competitive in the global economy.
12	(3) AGENCY DUTY. Each state agency, in exercising a power or duty vested in the
13	state agency by statute shall, to the extent practicable, consider the goals set out is
14	sub (2) and implement the power or duty in a manner that contributes to th
15	expeditious attainment of those goals.
	Note: This Section specifies state goals for economic development and directs executive branch state agencies and state authorities to consider them in implementing their statutorily prescribed powers and duties. These goals are based on the committee's mission statement. The goals are also referenced in the purpose of the department's economic development policy established under this bill. [See the treatment of s. 560.01 (2) (a).]
16	SECTION 2. 15.155 (4) of the statutes is repealed.
	NOTE. This SECTION repeals the rural economic development board, as the program under which financial assistance is awarded by this board is repealed in the bill as part

of the consolidation of financial assistance programs by the bill. The minority business development board and the development finance board are not repealed, since the bill does not affect the minority business recycling development grants and loans program under existing s. 560.835 or the mining economic development grants and loans program

SECTION 3. 20.143 (1) (c) of the statutes, as affected by 1999 Wisconsin Act 9,

under existing s. 560.135.

is amended to read:

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1	20.143 (1) (c) Wisconsin development fund; grants, loans, reimbursements and
2	assistance. Biennially, the amounts in the schedule for grants under ss. 560.145,
3	560.16, 560.175, 560.26; for grants and loans under ss. 560.62, 560.63 and 560.66 s.
4	560.64; for loans under s. 560.147; for reimbursements under s. 560.167; for
5	providing assistance under s. 560.06; for the costs specified in s. 560.607; for the loan
6	under 1999 Wisconsin Act 9, section 9110 (4); and for the grants under 1995
7	Wisconsin Act 27, section 9116 (7gg), 1995 Wisconsin Act 119, section 2 (1), 1997
8	Wisconsin Act 27, section 9110 (6g), and grant under 1999 Wisconsin Act 9, section
9	9110 (5). Of the amounts in the schedule, \$50,000 shall be allocated in each of fiscal
10	years 1997-98 and 1998-99 for providing the assistance under s. 560.06 (1).
11 *	Notwithstanding s. 560.607, of the amounts in the schedule, \$125,000 shall be
12	allocated in each of 4 consecutive fiscal years, beginning with fiscal year 1998-99,
13	for grants and loans under s. 560.62 (1) (a).
14	SECTION 4. 20.143 (1) (cb) of the statutes is repealed.
15	SECTION 5. 20.143 (1) (fg) of the statutes, as affected by 1999 Wisconsin Act 9,
16	is amended to read:
17	20.143 (1) (fg) Community-based economic development programs. The
18	amounts in the schedule for grants <u>and loans</u> under ss. 560.037 and s. 560.14 and for
19	the grants under 1993 Wisconsin Act 16, section 9115 (1e) and 1999 Wisconsin Act
20	9, section 9110 (6e) and (7v).
21	SECTION 6. 20.143 (1) (fm) of the statutes is amended to read:
22	20.143 (1) (fm) Minority business projects; grants and loans. Biennially, the
23	amounts in the schedule for grants under ss. 560.033, 560.038, 560.039, 560.82 and
24	560.837, and grants and loans under s. ss. 560.83, the grant under 1993 Wisconsin
25	Act 110, section 3, and the leans under 1997 Wisconsin Act 9, section 3 and 560.815.

	1	SECTION 7. 20.143 (1) (gm) of the statutes is amended to read:
	2	20.143 (1) (gm) Wisconsin development fund, administration of grants and
•	3	loans. All moneys received from origination fees under s. 560.68 (3) 560.64 (4) for
	4	administering the programs under subch. V of ch. 560 and for the costs of
	5	underwriting grants and loans awarded under subch. V of ch. 560.
	6	SECTION 8. 20.143 (1) (ie) of the statutes, as affected by 1999 Wisconsin Act 9,
	7	is amended to read:
	8	20.143 (1) (ie) Wisconsin development fund, repayments. All moneys received
	9	in repayment of grants or loans under s. 560.085 (4) (b), 1985 stats., s. 560.147, <u>1997</u>
٠.	10	stats., s. 560.16, 1995 stats., s. 560.165, 1993 stats., subch. V of ch. 560, 1997 stats.,
	11	except for s. 560.65, 1997 stats., s. 560.64, 1989 Wisconsin Act 336, section 3015 (1m),
	12	1989 Wisconsin Act 336, section 3015 (2m), 1989 Wisconsin Act 336, section 3015
	13	(3gx), 1997 Wisconsin Act 27, section 9110 (7f), 1997 Wisconsin Act 310, section 2
	14	(2d), and 1999 Wisconsin Act 9, section 9110(4), to be used for grants and loans under
	15	subch. V of ch. 560 except s. 560.65, for loans under s. 560.147, for grants under ss.
	16	560.16, 560.175 and 560.25, for assistance under s. 560.06 (2), s. 560.64 and for the
	17	loan under 1999 Wisconsin Act 9, section 9110 (4), and for reimbursements under s.
	18	560.167 .
	19	SECTION 9. 20.143 (1) (ih) of the statutes is created to read:
	20	20.143 (1) (ih) Community-based economic development loan repayments. All
	21	moneys received in repayment of loans under s. 560.14, to be used for grants and
	22	loans under s. 560.14.
	23	SECTION 10. 20.143 (1) (im) of the statutes is amended to read:
	24	20.143 (1) (im) Minority business projects; repayments. All moneys received in
	25	repayment of grants or loans under s. ss. 560.815 and 560.83 and loans under 1997

1	Wisconsin Act 9, section 3, to be used for grants and loans under ss. 560.82, 560.83
2	and 560.837, the grant under 1993 Wisconsin Act 110, section 3, and the loans under
3	1997 Wisconsin Act 9, section 3 s. 560.815.
4 *	SECTION 11. 20.143 (1) (in) of the statutes is amended to read:
5 ·	20.143 (1) (in) Business development initiative loan repayments. All moneys
6 * .	received in repayment of loans under s. 560.20 (3), any proceeds from equity
7	investments made by the community development finance company under s.
8	234.965, 1991 stats., and any unencumbered grant funds returned to the department
9	under 1993 Wisconsin Act 437, section 9115 (1t), to be used for loans and grants
10	under s. 560.20 (3) .
11 :-	SECTION 12. 38.04 (4) (ag) of the statutes is amended to read:
12	38.04 (4) (ag) A program approved by the development finance board
13	department of commerce under subch. IV of ch. 560 is exempt from board approval
14	under par. (a).
15	SECTION 13. 66.407 (2) (a) 2. of the statutes is repealed and recreated to read:
16	66.407 (2) (a) 2. "Technology-based incubator" means a facility that provides
17	a new or expanding technically oriented business with all of the following:
18	a. Office and laboratory space.
19	b. Shared clerical and other support service.
20	c. Managerial and technical assistance.
21	SECTION 14. 66.407 (2) (c) 3. of the statutes is amended to read:
22	66.407 (2) (c) 3. Apply for a grant under s. 560.14 (3) in connection with a
23	technology-based incubator if the department of commerce provides grants for
24	projects or activities related to technology-based incubators under s. 560.14.
25	SECTION 15. 66.431 (2m) (d) 8. of the statutes is amended to read:

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stats.

66.431 (2m) (d) 8. Studying the feasibility of an initial design for a
technology-based incubator, developing and operating a technology-based
incubator and, if the department of commerce provides grants for projects or
activities related to technology-based incubators under s. 560.14, applying for a
grant under s. 560.14 (3) in connection with a technology-based incubator.
SECTION 16. 66.431 (2m) (t) of the statutes is repealed and recreated to read:
66.431 (2m) (t) "Technology-based incubator" means a facility that provides
a new or expanding technically oriented business with all of the following:
1. Office and laboratory space.
2. Shared clerical and other support service.
3. Managerial and technical assistance.
SECTION 17. 84.185 (1) (b) of the statutes is amended to read:
84.185 (1) (b) "Governing body" has the meaning specified in s. 560.60 (6)
means a county board, city council, village board, town board, regional planning
commission or transit commission under s. 59.58 (2) or 66.943.
SECTION 18. 84.185 (1) (ce) of the statutes is amended to read:
84.185 (1) (ce) "Job" has the meaning specified in s. 560.60 (10) means a regular,
nonseasonal full-time position in which an individual, as a condition of employment,
is required to work at least 2,080 hours per year, including paid leave and holidays.
"Job" does not include initial training before an employment position begins.
SECTION 19. 234.01 (4n) (a) 3m. e. of the statutes is amended to read:
234.01 (4n) (a) 3m. e. The facility is located in a targeted area, as determined
by the authority after considering the factors set out in s. 560.605 (2m) (a) to (h), 1997

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1	SECTION 20. 292.11 (7) (d) 1m. b. of the statutes, as created by 1999 Wisconsin
2	Act 9, is amended to read:
3	292.11 (7) (d) 1m. b. An area designated by the local governmental unit if the
4	area consists of 2 or more properties affected by a contiguous region of groundwater
5	contamination or contains 2 or more properties that are brownfields, as defined in
6	s. 560.60 (1v) <u>560.13 (1) (a)</u> .
7	SECTION 21. 292.255 of the statutes, as created by 1999 Wisconsin Act 9, is
8	amended to read:
9	292.255 Report on brownfield efforts. The department of natural
10	resources, the department of administration, the department of commerce shall
11	submit a report evaluating the effectiveness of this state's efforts to remedy the
12	contamination of, and to redevelop, brownfields, as defined in s. 560.60 (1v) 560.13
13	(1) (a).
14	SECTION 22. 560.01 (2) (a) of the statutes is repealed and recreated to read:
15	560.01 (2) (a) State economic development policy. The department shall
16	develop, and provide leadership in implementing, a state economic development
17	policy that is designed, to the extent practicable, to assist the state in achieving all
18	of the goals set out in s. 1.14 (2). The policy shall foster, encourage and advocate
19	public and private economic development programs that are designed to achieve
2 0	those goals.
	NOTE: This SECTION replaces the current directive to the department to develop a state economic policy with 11 specified components with a directive to develop and implement a state economic development policy that is designed to achieve all of the economic development goals created by this bill.
21	SECTION 23. 560.03 (intro.) of the statutes is amended to read:
22	560.03 Business and industrial development. (intro.) The department
23	shall foster, encourage and advocate develop and implement economic development

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- programs designed to broaden and strengthen the economy of the state, and it shall provide specific leadership in the following instances among others that are consistent with the economic development policy developed under s. 560.01 (2) (a).
- To further this goal, the department shall do at least all of the following:

NOTE: This Section coordinates the department's 21 specific responsibilities on business and industrial development with its state economic development policy established under this bill.

SECTION 24. 560.03 (18) of the statutes is amended to read:

560.03 (18) Develop and implement a plan to promote and increase exports from this state, including agricultural products, and to other countries in Africa. Asia, Australia, Europe, North America and South America and to promote and increase foreign investment in this state by businesses in those other countries. The plan shall provide for the secretary to take a leadership role in assuring collaboration and coordination among international trade activities conducted by governmental entities to assure efficiency and to avoid duplication and may include provisions for participation in trade fairs and missions, establishment and maintenance of foreign trade offices and preparation of research on foreign markets for exports from this state and on opportunities for foreign investment in this state. The plan shall describe the allocation of funds for support staff in this state to implement the plan and for all other costs in implementing each provision of the plan. In developing and implementing the plan, the department shall consult with the department of agriculture, trade and consumer protection, the University of Wisconsin System, the technical college system and other public and private agencies and institutions supporting international trade education or activities. Any plan to establish a foreign trade office shall include the feasibility of establishing a system of graduated

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fees which a trade office may use to offset its operating costs, or a system of commissions for execution of successful transactions, or both.

NOTE: This section clarifies the department's export plan to specify that the plan must address increasing exports to and foreign investments in the state by businesses in other countries in all of the inhabited continents.

SECTION 25. 560.03 (24) of the statutes is created to read:

560.03 (24) On or before September 1, 2002, and annually thereafter, submit to the legislature under s. 13.172 (2) and to the governor a report on the department's progress in implementing the economic development policy developed under s. 560.01 (2) (a). The report shall include an analysis of how financial assistance provided under this chapter during the period covered by the report contributed to the implementation of the economic development policy and any recommendations for legislation to remove barriers that prevent attaining one or more of the goals specified in s. 1.14 (2) or to modify one or more of those goals.

NOTE: This SECTION creates a new reporting requirement for the department relating to the progress in implementing the economic development policy established under the bill, including the role of economic development financial assistance programs in implementing the policy.

SECTION 26. 560.033 of the statutes is repealed.

SECTION 27. 560.037 of the statutes is repealed.

SECTION 28. 560.038 and 560.039 of the statutes are repealed.

SECTION 29. 560.045 (1) of the statutes, as affected by 1999 Wisconsin Act 9, is renumbered 560.045 and amended to read:

560.045 Community development block grant administration. Notwithstanding s. 16.54 (2) (a), from moneys received under a community development block grant, 42 USC 5301 to 5320, the department shall contract with the department of administration for the administration of housing programs, including the housing improvement grant program and the initial rehabilitation

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	1	grant program. To the extent allowed under federal law or regulation, the
	2	department shall give priority in the awarding of grants under the programs to
	3	grants for projects related to the redevelopment of brownfields, as defined in s.
	4	560.60 (1v) that contribute to the implementation of the economic development
	5	policy developed by the department under s. 560.01 (2) (a).
	6	SECTION 30. 560.045 (2) of the statutes, as created by 1999 Wisconsin Act 9, is
	7	repealed.
	8	SECTION 31. 560.06 of the statutes, as affected by 1999 Wisconsin Act 9, is
	9	repealed.
	10	SECTION 32. 560.135 (5) (a) of the statutes is amended to read:
	11	560.135 (5) (a) The factors under s. 560.605 (2) (a) to (e), 1997 stats.
	12	SECTION 33. 560.135 (5) (b) of the statutes is amended to read:
	13	560.135 (5) (b) Whether the project will be located in a targeted area, as
	14	determined by the board after considering the factors under s. 560.605 (2m)(a) to (h).
	15	<u>1997 stats</u> .
	16	SECTION 34. 560.135 (7) of the statutes is amended to read:
-	17	560.135 (7) The department, with the approval of the board, shall promulgate
	18	rules establishing policies and standards for awarding grants and loans under sub.
	19	(2), consistent with policies and standards established under the rules required
	20	under s. 560.602 560.64 (2). The department shall promulgate rules regarding the
	21	application processes for grants and loans under sub. (2) and for loans made from
	22	revolving loan funds established with proceeds awarded under sub. (2) (c).
	23	SECTION 35. 560.137 (1) (b) of the statutes, as created by 1999 Wisconsin Act
	24	9, is repealed and recreated to read:
	2 5	560.137 (1) (b) "Professional services" includes all of the following:

1	1. Preparation of preliminary feasibility studies, feasibility studies or business
2	and financial plans.
3	2. Providing a financial package.
4	3. Engineering studies, appraisals or marketing assistance.
5	4. Related legal, accounting or managerial services.
6	SECTION 36. 560.14(1)(a), (ar), (b), (fm), (g) and (h) of the statutes are repealed.
7	SECTION 37. 560.14 (2) of the statutes is repealed.
8	SECTION 38. 560.14 (2c) of the statutes is created to read:
9	560.14 (2c) From the appropriations under s. 20.143 (1) (fg) and (ih), the
10	department may make a grant or loan to a community-based organization, political
11	subdivision or private, nonprofit organization for a community-based economic
12	development project or activity, if the project or activity contributes to the
13	implementation of the economic development policy developed by the department
14	under s. 560.01 (2) (a).
15	SECTION 39. 560.14 (3) of the statutes is repealed.
16	Section 40. 560.14 (3c) of the statutes is created to read:
17	560.14 (3c) The department shall specify by rule the criteria for awarding a
18	grant or loan under this section, including the types of projects and activities that
19	are eligible for funding and which types shall receive priority for funding.
20	SECTION 41. 560.14 (3m) and (3r) of the statutes are repealed.
21	SECTION 42. 560.14 (4) of the statutes, as affected by 1999 Wisconsin Act 9, is
22	repealed.
23	SECTION 43. 560.14 (4c) of the statutes is created to read:

1	560.14 (4c) The department may establish conditions on a grant or loan made
2	under this section, including matching contributions that must be provided by the
3	grant or loan recipient.
4	SECTION 44. 560.14 (4m) of the statutes is repealed.
5	SECTION 45. 560.14 (5) of the statutes is repealed.
6	SECTION 46. 560.14 (5c) of the statutes is created to read:
7	560.14 (5c) The department shall establish procedures for applying for a grant
8	or loan under this section and for the department to evaluate and award a grant or
9	loan under this section.
10	SECTION 47. 560.14 (6) of the statutes is created to read:
11	560.14 (6) The department shall deposit all moneys received in repayment of
12	loans under this section in the appropriation account under s. 20.143 (1) (ih).
13	SECTION 48. 560.145 of the statutes is repealed.
14	SECTION 49. 560.147 of the statutes is repealed.
15	SECTION 50. 560.15 (2) (d) of the statutes is amended to read:
16	560.15 (2) (d) A business or one or more former employes of a business laid off
17	by an act under sub. (1)(a) or one or more employes of a business, if the business has
18	performed an act under sub. (1)(a), for the purpose of informing the business, former
19	employes or employes of their rights and opportunities to receive assistance under
20	s. 560.16 <u>560.64</u> .
21	SECTION 51. 560.16 (title) and (1) (intro.), (a) and (b) of the statutes are
22	repealed.
23	SECTION 52. 560.16 (1) (c), (e) and (f) of the statutes are renumbered 560.60
24	(5d), (5m) and (5r).
25	SECTION 53. 560.16 (1) (g) and (h) of the statutes are repealed.

1	SECTION 54. 560.16 (2), (3), (4) and (6) of the statutes are repealed.
2	SECTION 55. 560.167 of the statutes is repealed.
3	SECTION 56. 560.168 of the statutes is created to read:
4	560.168 Sister state program. (1) The department shall establish and
5	operate a sister state program to further global understanding and international
6	trade through the interchange of people, ideas, culture and commerce between
7	Wisconsin and foreign countries and their subdivisions.
8	(2) In implementing the program under sub. (1), the department shall do all
9	of the following:
10	(a) Coordinate and carry out activities designed to encourage the state and its
11	subdivisions to participate in sister state affiliations with foreign countries and their
12	subdivisions.
13	(b) Encourage cooperation between, and disseminate information pertaining
14	to, the program under sub. (1) and any other program the objective of which is to
15	promote linkages between the state and foreign countries and their subdivisions.
16	(c) Encourage contributions by public agencies and private entities to support
17	the program.
18	(d) Establish a system of registration for sister state affiliations between the
19	state and foreign countries and their subdivisions. This system shall include all of
20	the following:
21	1. A method to determine that sufficient ties are properly established.
22	2. A method to supervise the maintenance of these ties.
23	(e) Maintain a current listing of all sister state affiliations between the state
24	and any foreign country or its political subdivisions.

(3) The secretary may enter into a sister state affiliation on behalf of this state
if the secretary determines that the affiliation will accomplish the purposes set forth
in sub. (1), that the ties between the state and the foreign country or its political
subdivisions are sufficient and properly established under the method under sub. (2)
(d) 1. and that the maintenance of those ties will be supervised under the method
under sub. (2) (d) 2.
(4) The department may charge fees for services it provides under this section
to cover the costs incurred by the department in providing the services.
(5) The department shall deposit all contributions and fees collected under this
section in the appropriation account under s. 20.143 (1) (g).
SECTION 57. 560.17 (1) (a), (am), (bm) and (c) of the statutes are repealed.
SECTION 58. 560.17 (1) (cm) of the statutes is created to read:
560.17 (1) (cm) "Dairy farm" has the meaning given in s. 97.22 (1) (a).
SECTION 59. 560.17 (2) of the statutes is repealed.
SECTION 60. 560.17 (2c) of the statutes is created to read:
560.17 (2c) From the appropriations under s. 20.143 (1) (er) and (ir), the
department may make a grant or loan to a business in a rural municipality, to an
agricultural business or to the operator of a dairy farm for a rural economic
development project or activity, if the project or activity contributes to the
implementation of the economic development policy developed by the department
under s. 560.01 (2) (a).

SECTION 61. 560.17 (3) of the statutes is repealed.

Section 62. 560.17 (3c) of the statutes is created to read:

1	560.17 (3c) The department shall specify by rule the criteria for awarding a
2	grant or loan under this section, including the types of projects and activities that
3	are eligible for funding and which types shall receive priority for funding.
4	SECTION 63. 560.17 (4) of the statutes is repealed.
5	SECTION 64. 560.17 (4c) of the statutes is created to read:
6	560.17 (4c) The department may establish conditions on a grant or loan made
7	under this section, including matching contributions that must be provided by the
8	grant or loan recipient.
9	SECTION 65. 560.17 (4m) of the statutes is repealed.
10	SECTION 66. 560.17 (5) of the statutes is repealed.
11	SECTION 67. 560.17 (5b) of the statutes is created to read:
12	560.17 (5b) The department shall establish procedures for applying for a grant
13	or loan under this section and for the department to evaluate and award a grant or
14	loan under this section.
15	SECTION 68. 560.17 (5c) and (5m) of the statutes are repealed.
16	SECTION 69. 560.17 (5r) of the statutes, as created by 1999 Wisconsin Act 9, is
17	repealed.
18	SECTION 70. 560.17 (6) of the statutes is repealed.
19	SECTION 71. 560.17 (6c) of the statutes is created to read:
20	560.17 (6c) The department shall deposit all moneys received in repayment of
21	loans under this section in the appropriation account under s. 20.143 (1) (ir).
22	SECTION 72. 560.17 (6m) of the statutes, as affected by 1999 Wisconsin Act 9,
23	is repealed.
24	SECTION 73. 560.17 (6r) of the statutes is repealed.

1	SECTION 74. 560.17 (7) of the statutes, as affected by 1999 Wisconsin Act 9, is
2	repealed.
3	SECTION 75. 560.175 of the statutes, as created by 1999 Wisconsin Act 9, is
4	repealed.
5	SECTION 76. 560.20 (1) (title), (cf) and (cm) of the statutes are repealed.
6	SECTION 77. 560.20(1)(f) of the statutes, as affected by 1999 Wisconsin Act 9,
7	is repealed.
8	SECTION 78. 560.20 (1) (g) of the statutes is repealed.
9	SECTION 79. 560.20 (1m) of the statutes is repealed.
10	SECTION 80. 560.20 (2) of the statutes, as affected by 1999 Wisconsin Act 9, is
11	repealed.
12	SECTION 81. 560.20 (2c) of the statutes is created to read:
.13	560.20 (2c) From the appropriations under s. 20.143 (1) (en) and (in), the
14	department may make a grant or loan to an individual, a for-profit business or a
15	nonprofit organization for a project or activity that satisfies all of the following:
16	(a) Is expected to lead to or provide employment opportunities for persons with
17	severe disabilities.
18	(b) Contributes to the implementation of the economic development policy
19	developed by the department under s. 560.01 (2) (a).
20	SECTION 82. 560.20 (3) (title) of the statutes is repealed.
21	SECTION 83. 560.20(3)(a) of the statutes, as affected by 1999 Wisconsin Act 9,
22	is repealed.
23	SECTION 84. 560.20 (3) (b) and (c) of the statutes are repealed.
24	SECTION 85. 560.20 (3) (cm) of the statutes, as created by 1999 Wisconsin Act
25	9, is repealed.

1	560.17 (3c) The department shall specify by rule the criteria for awarding a
2	grant or loan under this section, including the types of projects and activities that
3	are eligible for funding and which types shall receive priority for funding.
4	SECTION 63. 560.17 (4) of the statutes is repealed.
5	SECTION 64. 560.17 (4c) of the statutes is created to read:
6	560.17 (4c) The department may establish conditions on a grant or loan made
7	under this section, including matching contributions that must be provided by the
8	grant or loan recipient.
9	SECTION 65. 560.17 (4m) of the statutes is repealed.
10	SECTION 66. 560.17 (5) of the statutes is repealed.
11	SECTION 67. 560.17 (5b) of the statutes is created to read:
12	560.17 (5b) The department shall establish procedures for applying for a grant
13	or loan under this section and for the department to evaluate and award a grant or
14	loan under this section.
15	SECTION 68. 560.17 (5c) and (5m) of the statutes are repealed.
16	SECTION 69. 560.17 (5r) of the statutes, as created by 1999 Wisconsin Act 9, is
17	repealed.
18	SECTION 70. 560.17 (6) of the statutes is repealed.
19	SECTION 71. 560.17 (6c) of the statutes is created to read:
20	560.17 (6c) The department shall deposit all moneys received in repayment of
21	loans under this section in the appropriation account under s. 20.143 (1) (ir).
22	SECTION 72. 560.17 (6m) of the statutes, as affected by 1999 Wisconsin Act 9,
23	is repealed.
24	SECTION 73. 560.17 (6r) of the statutes is repealed.

1		SECTION 74. 560.17 (7) of the statutes, as affected by 1999 Wisconsin Act 9, is
2	. 1	repealed.
3	3	SECTION 75. 560.175 of the statutes, as created by 1999 Wisconsin Act 9, is
4	<u>:</u>	repealed.
5		SECTION 76. 560.20 (1) (title), (cf) and (cm) of the statutes are repealed.
. 6	;	SECTION 77. 560.20 (1) (f) of the statutes, as affected by 1999 Wisconsin Act 9,
7	7	is repealed.
8	3	SECTION 78. 560.20 (1) (g) of the statutes is repealed.
ξ)	SECTION 79. 560.20 (1m) of the statutes is repealed.
. 10)	SECTION 80. 560.20 (2) of the statutes, as affected by 1999 Wisconsin Act 9, is
11	L	repealed.
12	2	SECTION 81. 560.20 (2c) of the statutes is created to read:
13	3	560.20 (2c) From the appropriations under s. 20.143 (1) (en) and (in), the
14	4	department may make a grant or loan to an individual, a for-profit business or a
18	5	nonprofit organization for a project or activity that satisfies all of the following:
10	6	(a) Is expected to lead to or provide employment opportunities for persons with
1	7	severe disabilities.
1	8	(b) Contributes to the implementation of the economic development policy
1	9	developed by the department under s. 560.01 (2) (a).
. 2	0	SECTION 82. 560.20 (3) (title) of the statutes is repealed.
2	1	SECTION 83. 560.20(3)(a) of the statutes, as affected by 1999 Wisconsin Act 9,
2	22	is repealed.
2	23	SECTION 84. 560.20 (3) (b) and (c) of the statutes are repealed.
. 2	24	SECTION 85. 560.20 (3) (cm) of the statutes, as created by 1999 Wisconsin Act
. 2	25	9, is repealed.

1	SECTION 86. 560.20 (3) (d) and (e) of the statutes are repealed.
2	SECTION 87. 560.20 (3) (f) (intro.) and 4. of the statutes are consolidated,
3	renumbered 560.20 (6) and amended to read:
4	560.20 (6) The department shall do all of the following: 4. Deposit deposit in
5	the appropriation account under s. 20.143 (1) (in) all interest and principal received
6	in repayment of loans under this subsection section, any proceeds from equity
. 7	investments made by the community development finance company under s.
8	234.965, 1991 stats., that are received by the department or the community
9	development finance company and any unencumbered grant funds returned to the
10	department under 1993 Wisconsin Act 437, section 9115 (1t).
11	SECTION 88. 560.20 (3) (f) 1. to 3. of the statutes are repealed.
12	SECTION 89. 560.20(3)(g) and (h) of the statutes are renumbered 560.20(7) and
13	(8), and 560.20 (7), as renumbered, is amended to read:
14	560.20 (7) The department, in agreement with the for-profit business, may
15	convert any equity investments made by the community development finance
16	company in a for-profit business under s. 234.965, 1991 stats., to a grant or a loan
17	under this subsection without regard to the requirements under par. (b) section.
18	SECTION 90. 560.20 (3m), (4) and (5) of the statutes are created to read:
19	560.20 (3m) The department shall specify by rule the criteria for awarding a
20	grant or loan under this section, including the types of projects and activities that
21	are eligible for funding and which types shall receive priority for funding.
22	(4) The department may establish conditions on a grant or loan made under
23	this section, including matching contributions that must be provided by the grant of
24	loan recipient.

1	(5) The department shall establish procedures for applying for a grant or loan
2	under this section and for the department to evaluate and award a grant or loan
3	under this section.
4	SECTION 91. 560.25 of the statutes, as created by 1999 Wisconsin Act 9, is
5	repealed.
6	SECTION 92. 560.26 of the statutes, as created by 1999 Wisconsin Act 9, is
7	repealed.
8	SECTION 93. 560.60 (1m), (1s) and (1v) of the statutes are repealed.
9	SECTION 94. 560.60 (4) of the statutes, as affected by 1999 Wisconsin Act 9, is
10	repealed.
11	SECTION 95. 560.60 (6) of the statutes is repealed.
12	SECTION 96. 560.60 (10) of the statutes, as affected by 1999 Wisconsin Act 9,
13	is repealed.
14	SECTION 97. 560.60 (15), (17) and (18m) of the statutes are repealed.
15	SECTION 98. 560.602 of the statutes is repealed.
16	SECTION 99. 560.605 of the statutes, as affected by 1999 Wisconsin Act 9, is
17	repealed.
18	SECTION 100. 560.607 (1) of the statutes, as affected by 1999 Wisconsin Act 9,
19	is amended to read:
20	560.607 (1) Evaluation of proposed technical research projects under s. 560.62
21	this subchapter.
22	SECTION 101. 560.607 (2) of the statutes, as affected by 1999 Wisconsin Act 9,
23	is repealed.
24	SECTION 102. 560.61 of the statutes, as affected by 1999 Wisconsin Act 9, is
95	renealed

under this section.

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1	SECTION 103. 560.62 of the statutes, as affected by 1999 Wisconsin Act 9, is
2	repealed.
3	SECTION 104. 560.63 of the statutes, as affected by 1999 Wisconsin Act 9, is
4	repealed.
5	SECTION 105. 560.64 of the statutes is created to read:
6	560.64 Wisconsin development fund grants and loans. (1) From the
7	appropriations under s. 20.143 (1) (c) and (ie), the department may make a grant or
8	loan to a business, consortium, existing business group, higher educational
9	institution or nonprofit organization for a manufacturing assistance, technology
10	development, labor training, urban or regional economic development, foreign trade
11	show or event, federal government contract, revolving loan fund, or employe
12	ownership assistance project or activity or a major economic development project, if
13	the project or activity contributes to the implementation of the economic
14	development policy developed by the department under s. 560.01 (2) (a).
15	(2) The department shall specify by rule the criteria for awarding a grant or
16	loan under this section, including the types of projects and activities that are eligible
17	for funding and which types shall receive priority for funding.
18	(3) The department may establish conditions on a grant or loan made under
19	this section, including matching contributions that must be provided by the grant or
2 0	loan recipient.
21	(5) The department shall establish procedures for applying for a grant or loan
22	under this section and for the department to evaluate and award a grant or loan

(6) The department shall deposit all moneys received in repayment of loans under this section in the appropriation account under s. 20.143 (1) (ie).

1	SECTION 106. 560.65 (title), (1), (1m), (2) and (3) of the statutes are repealed.
2	SECTION 107. 560.65 (4) of the statutes, as affected by 1999 Wisconsin Act 9,
3	is repealed.
4	SECTION 108. 560.65 (5) (a) of the statutes is repealed.
5	SECTION 109. 560.65(5)(b) of the statutes is renumbered 560.67 and amended
6	to read:
7	560.67 Technology and pollution control and abatement loan
8	repayments. The department shall deposit in the recycling fund all moneys
9	received after July 1, 1995, in repayment of loans made under this section s. 560.65.
10	<u>1997 stats</u> .
11	SECTION 110. 560.66 of the statutes, as affected by 1999 Wisconsin Act 9, is
12	repealed.
13	SECTION 111. 560.68 (title) and (2) of the statutes are repealed.
14	SECTION 112. 560.68 (3) of the statutes, as affected by 1999 Wisconsin Act 9,
15	is renumbered 560.64 (4) and amended to read:
16	560.64 (4) The department may charge a grant or loan recipient an origination
17	fee of up to 2% of the grant or loan amount if the grant or loan exceeds \$200,000 and
18	is awarded under s. 560.63 or 560.66. The department shall deposit all origination
19	fees collected under this subsection in the appropriation account under s. 20.143(1)
20	(gm).
21	SECTION 113. 560.68 (4), (5), (5m), (6) and (7) of the statutes are repealed.
22	SECTION 114. 560.685 of the statutes is repealed.
23	SECTION 115. Subchapter VII (title) of chapter 560 [precedes 560.80] of the
24	statutes is amended to read:

CHAPTER 560

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under this section.

SUBCHAPTER VII 1 MINORITY BUSINESS EARLY PLANNING AND DEVELOPMENT PROJECTS 2 SECTION 116. 560.815 of the statutes is created to read: 3 560.815 Minority business development grants and loans. (1) From the 4 appropriations under s. 20.143 (1) (fm) and (im), the department may make a grant 5 or loan to a minority business, minority group member who is a resident of this state. 6 business incubator operator, local development corporation or private financial 7 institution, as defined in s. 234.01 (5k), for a project or activity that does all of the 8 9 following: (a) Benefits one or more minority businesses or minority group members who 10 are residents of this state. 11 (b) Contributes to the implementation of the economic development policy 12 developed by the department under s. 560.01 (2) (a). 13 (2) The department shall specify by rule the criteria for awarding a grant or 14 loan under this section, including the types of projects and activities that are eligible 15 for funding and which types shall receive priority for funding. 16 (3) The department may establish conditions on a grant or loan made under 17 this section, including matching contributions that must be provided by the grant or 18 19 loan recipient. (4) The department shall establish procedures for applying for a grant or loan 20 under this section and for the department to evaluate and award a grant or loan 21

SECTION 117. 560.82 (6) of the statutes is created to read:

under this section in the appropriation account under s. 20.143 (1) (im).

(5) The department shall deposit all moneys received in repayment of loans

1	560.82 (6) The department may not award a grant under this section after
2	December 31, 2000.
3	SECTION 118. 560.83 (6) of the statutes is created to read:
4	560.83 (6) The board may not award a grant or loan under this section after
5	December 31, 2000.
6	SECTION 119. 560.837 (3) of the statutes is created to read:
7	560.837 (3) The board may not award a grant under this section after December
8	31, 2000.
9	SECTION 120. 560.84 (1) (intro.) of the statutes is amended to read:
10	560.84 (1) (intro.) The department or board may not award a grant or loan for
11	a project under this subchapter s. 560.82, 560.83, 560.835 or 560.837 unless, after
12	considering the application or other material submitted by the eligible recipient or
13	local development corporation, the department or board determines all of the
14	following:
15	SECTION 121. 560.85 (1) of the statutes is amended to read:
16	560.85 (1) The department shall promulgate rules for the administration of
17	this subchapter ss. 560.82, 560.83, 560.835 and 560.837. The department may not
18	promulgate a rule under this subsection unless the proposed rule has been reviewed
19	by the board.
20	Section 122. Nonstatutory provisions.
21	(1) The department of commerce shall submit in proposed form the rules
22	required under sections 560.14 (3c), 560.17 (3c), 560.20 (3m), 560.64 (2) and 560.815
23	(2) of the statutes, as created by this act, to the legislative council staff under section
24	$227.15(1)\mathrm{of}$ the statutes no later than the first day of the 13th month beginning after
25	the effective date of this subsection.

Section 123. Effective	ve	. Effective	date
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2	(1) This act takes effect on January 1, 2001, except that the treatment of
3	sections 560.03 (18), 560.14 (3c), 560.168, 560.17 (3c), 560.20 (3m), 560.64 (2),
4	560.815(2), 560.82(6), 560.83(6) and $560.837(3)$ of the statutes and Section $122(1)$
5	of this act take effect on the day after publication.

Note: This delayed effective date gives the department a transition period to revise the financial assistance programs affected by this act. Under s. 227.11 (2) (d), the department may promulgate rules implementing this act after publication of the act but prior to the act's effective date.

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(END)