

2003 DRAFTING REQUEST

Bill

Received: **01/12/2004**

Received By: **jkreye**

Wanted: **As time permits**

Identical to LRB:

For: **Terri McCormick (608) 266-7500**

By/Representing: **jennifer**

This file may be shown to any legislator: **NO**

Drafter: **jkreye**

May Contact:

Addl. Drafters:

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

Extra Copies:

Submit via email: **YES**

Requester's email: **Rep.McCormick@legis.state.wi.us**

Carbon copy (CC:) to: **joseph.kreye@legis.state.wi.us**

Pre Topic:

No specific pre topic given

Topic:

Increase funding for manufacturing extension center grants

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>
/?							S&L
/1	jkreye 01/15/2004	jdyer 01/22/2004	pgreensl 01/22/2004		Inorthro 01/22/2004		S&L
/2	jkreye 02/02/2004	jdyer 02/02/2004	jfrantze 02/02/2004		lemery 02/02/2004	Inorthro 02/11/2004	

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
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jdyer
02/02/2004

FE Sent For:

<END>

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/2	jkreye 02/02/2004	jdyer 02/02/2004	jfrantze 02/02/2004		lemery 02/02/2004		

Jacket for Assembly Per Jennifer at office

Vers. Drafted Reviewed Typed Proofed Submitted Jacketed Required

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1/2 2/2 jld Joe 2/2 Jo/ko 2/2

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/?	jkreye	1/22 jw	1/22 ps	1/22 self			

FE Sent For:

<END>

1-12-04

McLomack

127 W

Matt
Jennifer
Michael

Illis. Meat manufacturing Ext. Partnership

1) funding for this fiscal year & next

2) "enabling" language
- stable source -

or a July 1, 2005 effective date?

\$1.2 million - ideally - end fiscal year, after this fiscal year

draw federal \$ - grant from feds - renewable \$2.7m
- need to spend to draw

chartered by the state

needed
fund for this fiscal year \$600,000

560.25 - sunset provision? - mounted?

- Sec 233

Michael Klousinski 608-240-1740

Kreye, Joseph

From: Komassa, Jennifer
Sent: Tuesday, January 13, 2004 1:37 PM
To: Kreye, Joseph
Subject: FW: comments on draft

Hi Joe,
Thanks for making the meeting yesterday on the WMEP issue. Here are comments from Mike K. Let me know if you have any questions or concerns.

Thanks,
Jennifer

Jennifer Komassa
Research Assistant
Office of Representative McCormick
608-266-7500
Fax: 608-282-3656

-----Original Message-----
From: Mike Klonsinski [mailto:klonsinski@wmep.org]
Sent: Monday, January 12, 2004 11:52 PM
To: jennifer.komassa@legis.state.wi.us
Cc: Mike Klonsinski
Subject: comments on draft

20-143(17) (FJ)
03-04 - currently \$100,000
old \$500,000
04-05
old \$1.4 mill

Jennifer,

As discussed in the meeting today, WMEP needs \$600,000 for the fiscal year ending June 30, 2004 and \$1.5 million in the next fiscal year and beyond. \$600k is necessary for survival of WMEP in this fiscal year and help toward the federal match. \$1.5 million in the next fiscal year will provide a minimum \$1 for \$1 match to federal funds and another \$2 match in customer support.

I found section 560.25 on the web site and it looks like it can handle most of what we need. I would suggest the following changes:

1. Change the \$1,000,000 limitation in 560.25(4) to \$1.5 million per year. This will allow for the size of grants necessary to leverage federal dollars available and allow us to keep supporting our smaller, sister MEP center based out of UW-Stout.
2. Change the restriction preventing the company from receiving additional grants or loans under 560.25(3). Reason: WCMP (the corporate, technology-based not-for-profit that operates WMEP) has the opportunity to apply for and manage grants on behalf of consortia of businesses. We currently coordinate grants receipts and management on behalf of a consortia of 7 OEMs and 200 suppliers. This becomes a value-added service that we can provide to other manufacturing consortia. With this restriction, WCMP might be prevented from providing for grants or loans on behalf of a consortia of manufacturers.
3. Eliminate the sunset provision if it exists.

Potential adjustment for Matt: If the current statutory limitation prevents WMEP from receiving more than \$1 million in any one fiscal year and we are unlikely to get a statutory change before the next fiscal year, we might want to find \$1 million in FY04 and \$1 million in FY05 instead of \$600k in FY04 and \$1.5 million in year 2.

560.25

560.25 Manufacturing extension center grants.

560.25(1)

(1) (intro.) **Definitions.** In this section:

560.25(1)(a)

(a) "Biotechnology" means technology related to life sciences.

560.25(1)(b)

(b) "Business" means a company located in this state, a company that has made a firm commitment to locate a facility in this state or a group of companies at least 80% of which are located in this state.

560.25(1)(c)

(c) "Technology" includes biotechnology.

560.25(1)(d)

(d) "Technology-based nonprofit organization" means a nonprofit corporation, as defined in s. 181.0103 (17), or an organization described in section 501 (c) (3) of the Internal Revenue Code that is exempt from federal income tax under section 501 (a) of the Internal Revenue Code, and that has as a mission the transfer of technology to businesses in this state.

560.25(2)

(2) (intro.) **Grants.** Subject to sub. (4), the department may make a grant from the appropriation under s. 20.143 (1) (f) to a technology-based nonprofit organization to provide support for a manufacturing extension center if all of the following apply:

560.25(2)(a)

(a) The technology-based nonprofit organization submits to the department a plan detailing its proposed expenditures and performance measures related to the project.

560.25(2)(b)

(b) The secretary approves the plan submitted under par. (a).

560.25(3)

(3) **Restriction on grant recipients.** A technology-based nonprofit organization that receives a grant under this section is thereafter ineligible to receive a grant or loan under subch. V.

560.25(4)

(4) **Limit on grants.** The department may not award more than ~~\$1,000,000~~ in grants under this section in a fiscal year.

Beginning in fiscal year 2004-05, and each fiscal year thereafter, the
\$1,500,000

560.25 - ANNOT.

History: 1999 a. 9; 2001 a. 16; 2003 a. 33.

ant. The department may allow the individual, small business nonprofit organization to satisfy the matching fund requirement contributing, or having another person contribute on its behalf, services toward the technical assistance that have a value, as determined by the department, equal to at least 25% of the amount of grant.

(d) The department shall do all of the following:

1. Develop an application form to be used by individuals, small businesses and nonprofit organizations seeking technical assistance and grants under par. (a) and furnish the application on request.

2. Award grants under par. (a) on a competitive basis after evaluating applications received by the department for technical assistance and grants under par. (a).

(e) If the department makes a grant under par. (a), the department may contract directly with and pay grant proceeds directly to any person providing technical assistance to the individual, small business or nonprofit organization for the purpose specified in par. (a).

(3) MANAGEMENT ASSISTANCE; LOANS AND GRANTS. (a) Subject to par. (cm), the department may award funds appropriated under s. 20.143 (1) (en) and (in) to an individual, small business or nonprofit organization for use in connection with the start-up or expansion of a for-profit business if all of the following apply:

1. The department provided technical assistance or a grant for technical assistance under sub. (2) for developing and planning the start-up or expansion of the for-profit business.

2. The for-profit business is or will be at least 51% owned by a handicapped person, as defined in s. 47.01 (3), or by a nonprofit organization that provides services to handicapped persons, as defined in s. 47.01 (3).

(b) If the department awards funds under this subsection to an individual, small business or nonprofit organization, up to 20% of the award, or \$5,000, whichever is less, may be a grant and the balance shall be a loan.

(c) An individual, small business or nonprofit organization that receives an award of funds under this subsection may use loan proceeds only for working capital or fixed-asset financing, and may use grant proceeds, if any, only for management assistance.

(cm) If the department awards a grant under this subsection, the department may contract directly with and pay grant proceeds directly to any person providing management assistance to the individual, small business or nonprofit organization.

(d) The department may not award under this subsection funds that exceed \$30,000 in a fiscal biennium to any single individual, small business or nonprofit organization. As a condition of receiving an award under this subsection, an individual, small business or nonprofit organization shall provide matching funds that are at least equal to the amount of the award.

(e) In deciding whether to make an award under this subsection, the department shall consider all of the following:

1. The likelihood that the for-profit business will actually be profitable.

2. The extent to which the expansion or creation of the for-profit business will increase employment in this state.

3. The extent to which the expansion or creation of the for-profit business is expected to create employment opportunities for persons with severe disabilities, particularly persons with severe disabilities who are minority group members.

4. The extent to which the award is necessary for the successful completion of the start-up or expansion of the for-profit business because funding is unavailable in traditional capital markets, or because credit has been offered on terms that would preclude the success of the for-profit business.

(f) The department shall do all of the following:

1. Develop an application form to be used by individuals, small businesses and nonprofit organizations seeking an award under this subsection and furnish the application upon request.

2. Before awarding a loan under this subsection, determine the terms for repayment of the principal amount of the loan.

3. Before awarding the loan, establish all other terms and conditions of the loan after considering the circumstances of the individual, small business or nonprofit organization.

4. Deposit in the appropriation account under s. 20.143 (1) (in) all interest and principal received in repayment of loans under this subsection, any proceeds from equity investments made by the community development finance company under s. 234.965, 1991 stats., that are received by the department or the community development finance company and any unencumbered grant funds returned to the department under 1993 Wisconsin Act 437, section 9115 (1).

(g) The department, in agreement with the for-profit business, may convert any equity investments made by the community development finance company in a for-profit business under s. 234.965, 1991 stats., to a grant or a loan under this subsection without regard to the requirements under par. (b).

(h) The community development finance company shall transfer to the department any proceeds that the company receives from equity investments made by the community development finance company under s. 234.965, 1991 stats.

History: 1989 a. 342; 1989 a. 359 s. 382; 1993 a. 437; 1997 a. 79, 112; 1999 a. 9.

560.25 Manufacturing extension center grants. (1) DEFINITIONS. In this section:

(a) "Biotechnology" means technology related to life sciences.

(b) "Business" means a company located in this state, a company that has made a firm commitment to locate a facility in this state or a group of companies at least 80% of which are located in this state.

(c) "Technology" includes biotechnology.

(d) "Technology-based nonprofit organization" means a nonprofit corporation, as defined in s. 181.0103 (17), or an organization described in section 501 (c) (3) of the Internal Revenue Code that is exempt from federal income tax under section 501 (a) of the Internal Revenue Code, and that has as a mission the transfer of technology to businesses in this state.

(2) GRANTS. Subject to subs. (4) and (5), the department may make a grant from the appropriation under s. 20.143 (1) (ie) to a technology-based nonprofit organization to provide support for a manufacturing extension center if all of the following apply:

(a) The technology-based nonprofit organization submits to the department a plan detailing its proposed expenditures and performance measures related to the project.

(b) The secretary approves the plan submitted under par. (a).

(3) RESTRICTION ON GRANT RECIPIENTS. A technology-based nonprofit organization that receives a grant under this section is thereafter ineligible to receive a grant or loan under subch. V.

(4) LIMIT ON GRANTS. The department may not award more than \$1,000,000 in grants under this section in a fiscal year.

(5) PROGRAM SUNSET. The department may not encumber any moneys under this section after June 30, 2001.

History: 1999 a. 9.

560.26 Wisconsin Procurement Institute grants. (1) Subject to sub. (3), the department shall make grants from the appropriation under s. 20.143 (1) (c) to the Wisconsin Procurement Institute if all of the following apply:

(a) The Wisconsin Procurement Institute uses the grant proceeds to further its efforts to secure federal government contracts and create jobs in the state.

Looks like the key will be a section 13.10 transfer request and then depend on Matt and the committee to find the dollars to support this. We are ready and willing to mobilize all the support necessary for this.

Thanks for all your help.

Mike

Mike Klonsinski
WMEP Executive Director

eligible applicant who is not a dental hygienist desires to practice and the degree to which there is an extremely high need for dental care in the dental health shortage area in which an eligible applicant who is a dental hygienist desires to practice.

SECTION 3690h. 560.184 (7) (a) of the statutes is amended to read:

560.184 (7) (a) Advise the department and council on the identification of communities with an extremely high need for health care, including dental health care.

SECTION 3690i. 560.184 (8) (c) 2. and 3. of the statutes are amended to read:

560.184 (8) (c) 2. Use a sliding fee scale or a comparable method of determining payment arrangements for patients who are not eligible for medicare or medical assistance and who are unable to pay the customary fee for the physician's health care provider's services.

3. Practice at a public or private nonprofit entity in a health professional shortage area, if the health care provider is not a dental hygienist, or in a dental health shortage area, if the health care provider is a dental hygienist.

SECTION 3691. 560.185 (1) of the statutes is amended to read:

560.185 (1) Advise the department on matters related to the physician and dentist loan assistance program under s. 560.183 and the health care provider loan assistance program under s. 560.184.

SECTION 3692. 560.25 (2) (intro.) of the statutes is amended to read:

560.25 (2) GRANTS. (intro.) Subject to subs. sub. (4) and (5), the department may make a grant from the appropriation under s. 20.143 (1) (ko) and a grant of up to \$500,000 in each fiscal year from the appropriation under s. 20.143 (1) (ie) to a technology-based nonprofit organization to provide support for a manufacturing extension center if all of the following apply:

SECTION 3692c. 560.25 (2) (intro.) of the statutes, as affected by 2001 Wisconsin Act (this act), is amended to read:

560.25 (2) GRANTS. (intro.) Subject to sub. (4), the department may make a grant from the appropriation under s. 20.143 (1) (ko) and a grant of up to \$500,000 in each fiscal year from the appropriation under s. 20.143 (1) (ie) to a technology-based nonprofit organization to provide support for a manufacturing extension center if all of the following apply:

SECTION 3693. 560.25 (5) of the statutes is repealed.

SECTION 3694. 560.42 (5) of the statutes is repealed and recreated to read:

560.42 (5) REPORT. Beginning in 2003 and biennially thereafter, the center shall prepare a report describing its activities under this section since the period covered in the previous report. The department shall submit the report with the report required under s. 560.55. The report may include recommendations for the legislature, governor, public records board, and regulatory agencies

on simplifying the process of applying for permits, of reviewing and making determinations on permit applications, and of issuing permits, and shall include information on the number of requests for assistance, the types of assistance provided, and the center's success in resolving conflicts in permit application and review processes.

SECTION 3695. 560.42 (6) of the statutes is repealed.

SECTION 3696. 560.44 (2) of the statutes is amended to read:

560.44 (2) ADMINISTRATION OF BROWNFIELDS GRANT PROGRAM PROGRAMS. The center shall assist in administering the grant program under s. 560.13 and in administering grants and loans under s. 560.138 that are made for brownfields remediation projects.

SECTION 3697. 560.55 (1) of the statutes is repealed.

SECTION 3698. 560.55 (2) of the statutes is renumbered 560.55 and amended to read:

560.55 Evaluation and report Report. No Beginning on October 15, 2003, and no later than January 15, 2003, and no later than January 15 of each odd-numbered year thereafter, the department shall submit to the governor and to the chief clerk of each house of the legislature, for distribution to the legislature under s. 13.172 (2), a report containing the evaluation prepared under sub. (1) and describing the department's activities and the result of the department's activities under s. 560.54 since the period covered in the previous report. The department shall combine this report with the report required under s. 560.42 (5) and may combine this report with other reports published by the department, including the report under s. 15.04 (1) (d). The report may include recommendations for legislative proposals to change the entrepreneurial assistance programs and intermediary assistance programs.

SECTION 3700. 560.70 (7) of the statutes is renumbered 560.70 (7) (a) and amended to read:

560.70 (7) (a) "Tax Except as provided in pars. (b) and (c), "tax benefits" means the development zone credit under ss. 71.07 (2dx), 71.28 (1dx), and 71.47 (1dx), except that in:

(b) In s. 560.795, "tax benefits" means the development zones investment credit under ss. 71.07 (2di), 71.28 (1di), and 71.47 (1di) and the development zones credit under ss. 71.07 (2dx), 71.28 (1dx), and 71.47 (1dx). With respect to the development opportunity zones under s. 560.795 (1) (e) and (f), "tax benefits" also means the development zones capital investment credit under ss. 71.07 (2dm), 71.28 (1dm), and 71.47 (1dm).

SECTION 3700d. 560.70 (7) (c) of the statutes is created to read:

560.70 (7) (c) In s. 560.798, "tax benefits" means the development zones capital investment credit under ss. 71.07 (2dm), 71.28 (1dm), and 71.47 (1dm) and the development zones credit under ss. 71.07 (2dx), 71.28 (1dx), and 71.47 (1dx).

SECTION 3701. 560.795 (1) (e) of the statutes is created to read:



State of Wisconsin
2003 - 2004 LEGISLATURE

LRB-4019/1

JK:.....

Jld

2003 BILL

in 1-15-04

D-N

SDON

Gen

and making an appropriation

1

AN ACT ...; relating to: manufacturing extension center grants

Analysis by the Legislative Reference Bureau

Under current law, the Department of Commerce (department) may award grants to a technology-based nonprofit organization to provide support for a manufacturing extension center, if the organization submits to the department a plan detailing its proposed expenditures and performance measures related to the project for which the organization is seeking a grant and the department approves the plan. The department may not award more than \$1,000,000 in such grants in a fiscal year. In addition, a technology-based nonprofit organization that receives a manufacturing extension center grant is not eligible to receive a technology development grant or loan from the Wisconsin Development Fund.

This bill increases funding for manufacturing extension center grants and provides that, beginning with fiscal year 2004-05, the department may award \$1,500,000 in such grants in each fiscal year. The bill also allows a technology-based nonprofit organization that receives a manufacturing extension center grant to be eligible for a technology development grant or loan.

For further information see the *state and local* 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:

2

SECTION 1. 560.25 (3) of the statutes is repealed.

BILL

1 **SECTION 2.** 560.25 (4) of the statutes is amended to read:

2 560.25 (4) LIMIT ON GRANTS. The Beginning with fiscal year 2004-05, the
3 department may ~~not~~ award ~~more than \$1,000,000~~ \$1,500,000 in grants under this
4 section in ~~a~~ each fiscal year.

History: 1999 a. 9; 2001 a. 16; 2003 a. 33.

5 **SECTION 3. Appropriation changes.**

6 (1) MANUFACTURING EXTENSION CENTER GRANTS. In the schedule under section
7 20.005 (3) of the statutes for the appropriation to the department of commerce under
8 section 20.143 (1) (f) of the statutes, as affected by the acts of 2003, the dollar amount
9 is increased by \$500,000 for fiscal year 2003-04 and the dollar amount is increased
10 by \$1,400,000 for fiscal year 2004-05 to increase funding for the purpose for which
11 the appropriation is made.

(END)

d-note
↓

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-4019/1dn

JK: ~~...~~

jld

Representative McCormick:

Please note that, I increased the appropriation under s. 20.143 (1) (fj) by \$500,000 in 2003-04 and by \$1,400,000 in 2004-05 because the appropriation already allows an expenditure of \$100,000 in each fiscal year.

Finally, for your information and in response to a comment/question raised by Mike Klonsinski, under the 1999 statutes, the grant program had a sunset provision ~~which~~ that would have ended the program with the fiscal year beginning on July 1, 2001. That sunset provision was repealed by 2001 Wisconsin Act 16. Please contact me if you have any questions.

Joseph T. Kreye
Legislative Attorney
Phone: (608) 266-2263
E-mail: joseph.kreye@legis.state.wi.us

**DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU**

LRB-4019/1dn
JK:jld:pg

January 22, 2004

Representative McCormick:

Please note that, I increased the appropriation under s. 20.143 (1) (fj) by \$500,000 in 2003-04 and by \$1,400,000 in 2004-05 because the appropriation already allows an expenditure of \$100,000 in each fiscal year.

Finally, for your information and in response to a comment/question raised by Mike Klonsinski, under the 1999 statutes, the grant program had a sunset provision that would have ended the program with the fiscal year beginning on July 1, 2001. That sunset provision was repealed by 2001 Wisconsin Act 16. Please contact me if you have any questions.

Joseph T. Kreye
Legislative Attorney
Phone: (608) 266-2263
E-mail: joseph.kreye@legis.state.wi.us

Kreye, Joseph

From: Komassa, Jennifer
Sent: Monday, February 02, 2004 10:25 AM
To: Kreye, Joseph
Subject: FW: comments on draft

Hi Joe,
Hope you had a nice weekend!

These are some changes we'd like to make to LRB 4019. I got them from Mike on Thursday, finally was able to run them by my boss today. Hoping the changes aren't too major. Sorry to rush, but any idea when we might be able to get a new draft? Just so I can give my boss an idea....

thanks!
Jennifer

Jennifer Komassa
Research Assistant
Office of Representative McCormick
608-266-7500
Fax: 608-282-3656

-----Original Message-----

From: Mike Klonsinski [mailto:klonsinski@wmep.org]
Sent: Thursday, January 29, 2004 12:49 PM
To: Komassa, Jennifer
Subject: RE: comments on draft

Jennifer,

I've talked with a couple of people and the bill looks good but we need to change the dollar amounts to \$1 million in FY04 and \$1.5 million in FY05.

Reason for change in amounts:

1. Dollars need to include funding for WMEP and NWMOC (our sister center operated out of UW-Stout). This amount will provide what we need to match federal dollars this year and keep operations solvent.
2. Results expected from this \$150 million in manufacturing benefit each fiscal year. 500 manufacturers assisted each year. More than \$1 in federal money for every \$1 in state support. More than \$2 in manufacturer contribution for every \$1 of state money.
3. There is a possibility of being able to leverage additional federal funds in FY05 depending on what Congress does so the \$1.5 million cap may be restrictive at some point but we can live with it for now.

This will still represent a cut from the last biennium but it will get us what we need to keep providing (and expanding) the level of service going forward.

Mike

-----Original Message-----

From: Komassa, Jennifer [mailto:Jennifer.Komassa@legis.state.wi.us]
Sent: Monday, January 26, 2004 4:13 PM
To: 'Mike Klonsinski'
Subject: RE: comments on draft

Hi Mr. Klonsinski,
Here's a copy of the draft! Let me know what you think.

Also, Senator Kanavas suggested we work with Senator Harsdorf on the Senate side for this bill. Terri talked with her briefly about this subject and she is indeed interested. With your permission and approval, I would be happy to share a copy of the draft with her office as well.

Thanks!
Jennifer

Jennifer Komassa
Research Assistant
Office of Representative McCormick
608-266-7500
Fax: 608-282-3656

-----Original Message-----

From: Mike Klonsinski [mailto:klonsinski@wmep.org]
Sent: Monday, January 12, 2004 11:52 PM
To: jennifer.komassa@legis.state.wi.us
Cc: Mike Klonsinski
Subject: comments on draft

Jennifer,

As discussed in the meeting today, WMEP needs \$600,000 for the fiscal year ending June 30, 2004 and \$1.5 million in the next fiscal year and beyond. \$600k is necessary for survival of WMEP in this fiscal year and help toward the federal match. \$1.5 million in the next fiscal year will provide a minimum \$1 for \$1 match to federal funds and another \$2 match in customer support.

I found section 560.25 on the web site and it looks like it can handle most of what we need. I would suggest the following changes:

1. Change the \$1,000,000 limitation in 560.25(4) to \$1.5 million per year. This will allow for the size of grants necessary to leverage federal dollars available and allow us to keep supporting our smaller, sister MEP center based out of UW-Stout.
2. Change the restriction preventing the company from receiving additional grants or loans under 560.25(3). Reason: WCMP (the corporate, technology-based not-for-profit that operates WMEP) has the opportunity to apply for and manage grants on behalf of consortia of businesses. We currently coordinate grants receipts and management on behalf of a consortia of 7 OEMs and 200 suppliers. This becomes a value-added service that we can provide to other manufacturing consortia. With this restriction, WCMP might be prevented from providing for grants or loans on behalf of a consortia of manufacturers.
3. Eliminate the sunset provision if it exists.

Potential adjustment for Matt: If the current statutory limitation prevents WMEP from receiving more than \$1 million in any one fiscal year and we are unlikely to get a statutory change before the next fiscal year, we might want to find \$1 million in FY04 and \$1 million in FY05 instead of \$600k in FY04 and \$1.5 million in year 2.

Looks like the key will be a section 13.10 transfer request and then depend on Matt and the committee to find the dollars to support this. We are ready and willing to mobilize all the support necessary for this.

Thanks for all your help.

Mike

Mike Klonsinski
WMEP Executive Director

RMR

2

2003 BILL

in 2-2-04
Toolay

to \$1,000,000 ✓ in fiscal year
2003-04

Regen

1 AN ACT *to repeal* 560.25 (3); and *to amend* 560.25 (4) of the statutes; **relating**
2 **to:** manufacturing extension center grants and making an appropriation.

Analysis by the Legislative Reference Bureau

Under current law, the Department of Commerce (department) may award grants to a technology-based nonprofit organization to provide support for a manufacturing extension center, if the organization submits to the department a plan detailing its proposed expenditures and performance measures related to the project for which the organization is seeking a grant and the department approves the plan. The department may not award more than \$1,000,000 in such grants in a fiscal year. In addition, a technology-based nonprofit organization that receives a manufacturing extension center grant is not eligible to receive a technology development grant or loan from the Wisconsin development fund.

This bill increases funding for manufacturing extension center grants and provides that, beginning with fiscal year 2004-05, the department may award \$1,500,000 in such grants in each fiscal year. The bill also allows a technology-based nonprofit organization that receives a manufacturing extension center grant to be eligible for a technology development grant or loan.

For further information see the *state and local* 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:

