ECONOMIC AND WORKFORCE DEVELOPMENT AMENDMENTS	
2022 GENERAL SESSION	
STATE OF UTAH	
Chief Sponsor: Timothy D. Hawkes	
Senate Sponsor: Ann Millner	
LONG TITLE	
General Description:	
This bill modifies provisions related to economic and workforce development.	
Highlighted Provisions:	
This bill:	
defines terms;	
 transfers the Pete Suazo Utah Athletic Commission and the Utah Main Street 	
Program from the Governor's Office of Economic Opportunity (GO Utah office) to	
the Department of Cultural and Community Engagement;	
 modifies the membership of the Main Street Program Advisory Committee; 	
 transfers the Talent, Education, and Industry Alignment Board (talent board), 	
formerly the Talent, Education, and Industry Alignment Subcommittee, the Talent	
Ready Utah Program (talent program), the Utah Works Program, and certain	
workforce development and education programs from the GO Utah office to the	
Utah System of Higher Education;	
modifies the membership and duties of the talent board;	
requires the talent program to report annually on the talent program's operations to	
the Utah Board of Higher Education;	
 allows the talent program to award grants to business entities offering employee 	
return to work programs;	
• establishes the Women in the Economy Subcommittee, formerly the Women in the	
Economy Commission within the Department of Workforce Services, as a	
subcommittee of the GO Utah office's Unified Economic Opportunity Commission;	

30 allows the GO Utah office's Unified Economic Opportunity Commission to 31 establish working groups to assist and advise the commission; 32 allows the executive director of the GO Utah office to make rules to administer 33 certain programs established in law; 34 • prohibits the GO Utah office from distributing pass through funding unless the 35 office follows the standards or criteria described in the appropriation item; 36 requires pass through funding appropriated to the GO Utah office to lapse at the end of the fiscal year if the item of appropriation does not include any standards or 37 38 criteria for distributing the pass through funding; 39 • modifies the duties of the GO Utah office's Board of Economic Opportunity, 40 formerly the Business and Economic Development Subcommittee; 41 • allows the GO Utah office to issue economic development tax credits for certain 42 projects for which other tax credits are claimed; 43 • modifies requirements for the GO Utah office to award grants and loans under the Utah Technology Innovation Funding Program, formerly the Technology 44 45 Commercialization and Innovation Program; 46 • establishes the Economic Assistance Grant Program within the GO Utah office, for awarding grants to business entities implementing projects that promote economic 47 48 opportunities in the state or provide certain services in the state; 49 • expands the GO Utah office's Rural Opportunity Program, formerly the Rural County Grant Program, by allowing the office to award grants and loans to certain 50 51 counties, municipalities, and business entities: 52 • requires the GO Utah office to report annually on the Rural Opportunity Program; 53 • creates the Rural Opportunity Advisory Committee within the GO Utah office, for 54 advising and making recommendations to the GO Utah office on grant and loan 55 awards under the Rural Opportunity Program; • creates the Rural Opportunity Fund, to be used by the GO Utah office for awarding 56

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grants and loans under certain rural programs;

58	 creates the Utah Office of Tourism within the GO Utah office and describes the
59	duties of the office;
60	 modifies the membership and duties of the GO Utah office's Board of Tourism
61	Development;
62	 creates the Center for International Business and Diplomacy within the GO Utah
63	office and describes the duties of the center;
64	 repeals certain education coordinating groups within the Utah System of Higher
65	Education;
66	 repeals the Utah Board of Higher Education's industry advisory council;
67	• repeals the GO Utah office's business development grant program for disadvantaged
68	rural communities;
69	 repeals the GO Utah office's Rural Rapid Manufacturing Grant Program;
70	• repeals the GO Utah office's Rural Speculative Industrial Building Program; and
71	 makes technical and conforming changes.
72	Money Appropriated in this Bill:
73	This bill appropriates in fiscal year 2023:
74	 to Governor's Office of Economic Opportunity - Rural Coworking and Innovation
75	Center Grant Program, as an ongoing appropriation:
76	• from the General Fund, (\$750,000); and
77	► to Governor's Office of Economic Opportunity - Rural Employment Expansion
78	Program, as an ongoing appropriation:
79	• from the General Fund, (\$1,500,000).
80	This bill appropriates \$2,250,000 in business-like activities in fiscal year 2023.
81	Other Special Clauses:
82	This bill provides a special effective date.
83	This bill provides coordination clauses.
84	Utah Code Sections Affected:
85	AMENDS:

86	35A-1-109, as last amended by Laws of Utah 2021, Chapters 282 and 382
87	53B-1-404, as last amended by Laws of Utah 2020, Chapters 352, 373 and renumbered
88	and amended by Laws of Utah 2020, Chapter 365 and last amended by
89	Coordination Clause, Laws of Utah 2020, Chapters 352, and 373
90	63B-1b-202, as last amended by Laws of Utah 2017, Chapter 345
91	63I-1-235, as last amended by Laws of Utah 2021, Chapters 28 and 282
92	63I-1-263, as last amended by Laws of Utah 2021, Chapters 70, 72, 84, 90, 171, 196,
93	260, 280, 282, 345, 382, 401, 421 and last amended by Coordination Clause, Laws
94	of Utah 2021, Chapter 382
95	63L-2-301, as last amended by Laws of Utah 2021, Chapters 280, 282, and 382
96	63N-1a-102, as last amended by Laws of Utah 2021, Chapter 381 and renumbered and
97	amended by Laws of Utah 2021, Chapter 282
98	63N-1a-201, as enacted by Laws of Utah 2021, Chapter 282
99	63N-1a-202, as enacted by Laws of Utah 2021, Chapter 282
100	63N-1a-303, as last amended by Laws of Utah 2021, Chapter 382 and renumbered and
101	amended by Laws of Utah 2021, Chapter 282
102	63N-1a-306, as last amended by Laws of Utah 2021, Chapter 382 and renumbered and
103	amended by Laws of Utah 2021, Chapter 282
104	63N-2-104, as last amended by Laws of Utah 2021, Chapters 282, 381 and last
105	amended by Coordination Clause, Laws of Utah 2021, Chapter 282
106	63N-2-511, as last amended by Laws of Utah 2015, Chapter 417 and renumbered and
107	amended by Laws of Utah 2015, Chapter 283
108	63N-2-810, as last amended by Laws of Utah 2021, Chapter 282
109	63N-3-105, as last amended by Laws of Utah 2021, Chapter 282
110	63N-3-109, as last amended by Laws of Utah 2021, Chapter 282
111	63N-3-112, as enacted by Laws of Utah 2021, Chapter 282
112	63N-3-204, as last amended by Laws of Utah 2021, Chapter 282
113	63N-4-104, as last amended by Laws of Utah 2021, Chapter 282

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114
             63N-4-402, as last amended by Laws of Utah 2019, Chapters 45 and 465
115
             63N-4-403, as last amended by Laws of Utah 2021, Chapter 282
116
             63N-4-404, as last amended by Laws of Utah 2020, Chapter 369
117
             63N-6-301, as last amended by Laws of Utah 2021, Chapter 438
             63N-7-301, as last amended by Laws of Utah 2020, Chapter 154
118
119
      ENACTS:
120
             53B-33-109, Utah Code Annotated 1953
121
             63N-1a-307, Utah Code Annotated 1953
122
             63N-3-801, Utah Code Annotated 1953
123
             63N-3-802, Utah Code Annotated 1953
124
             63N-4-801, Utah Code Annotated 1953
125
             63N-4-802, Utah Code Annotated 1953
126
             63N-4-804, Utah Code Annotated 1953
127
             63N-4-805, Utah Code Annotated 1953
128
             63N-7-104, Utah Code Annotated 1953
129
             63N-19-101, Utah Code Annotated 1953
             63N-19-102, Utah Code Annotated 1953
130
131
             63N-19-103, Utah Code Annotated 1953
132
             63N-19-104, Utah Code Annotated 1953
133
      REPEALS AND REENACTS:
134
             63N-7-101, as renumbered and amended by Laws of Utah 2015, Chapter 283
135
             63N-7-102, as last amended by Laws of Utah 2020, Chapter 352
136
             63N-7-103, as last amended by Laws of Utah 2020, Chapter 154
137
             63N-7-201, as last amended by Laws of Utah 2021, Chapter 282
138
             63N-7-202, as renumbered and amended by Laws of Utah 2015, Chapter 283
139
      RENUMBERS AND AMENDS:
140
             9-23-101, (Renumbered from 63N-10-102, as last amended by Laws of Utah 2019,
141
      Chapter 349)
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142	9-23-201, (Renumbered from 63N-10-201, as last amended by Laws of Utah 2018,
143	Chapter 466)
144	9-23-202, (Renumbered from 63N-10-203, as renumbered and amended by Laws of
145	Utah 2015, Chapter 283)
146	9-23-204, (Renumbered from 63N-10-204, as renumbered and amended by Laws of
147	Utah 2015, Chapter 283)
148	9-23-205, (Renumbered from 63N-10-205, as renumbered and amended by Laws of
149	Utah 2015, Chapter 283)
150	9-23-301, (Renumbered from 63N-10-301, as last amended by Laws of Utah 2019,
151	Chapter 349)
152	9-23-302, (Renumbered from 63N-10-302, as renumbered and amended by Laws of
153	Utah 2015, Chapter 283)
154	9-23-303, (Renumbered from 63N-10-303, as renumbered and amended by Laws of
155	Utah 2015, Chapter 283)
156	9-23-304, (Renumbered from 63N-10-304, as renumbered and amended by Laws of
157	Utah 2015, Chapter 283)
158	9-23-305, (Renumbered from 63N-10-305, as renumbered and amended by Laws of
159	Utah 2015, Chapter 283)
160	9-23-306, (Renumbered from 63N-10-306, as renumbered and amended by Laws of
161	Utah 2015, Chapter 283)
162	9-23-307, (Renumbered from 63N-10-307, as renumbered and amended by Laws of
163	Utah 2015, Chapter 283)
164	9-23-308, (Renumbered from 63N-10-308, as renumbered and amended by Laws of
165	Utah 2015, Chapter 283)
166	9-23-309, (Renumbered from 63N-10-309, as renumbered and amended by Laws of
167	Utah 2015, Chapter 283)
168	9-23-310, (Renumbered from 63N-10-310, as renumbered and amended by Laws of
169	Utah 2015, Chapter 283)

170	9-23-311, (Renumbered from 63N-10-311, as renumbered and amended by Laws of
171	Utah 2015, Chapter 283)
172	9-23-312, (Renumbered from 63N-10-312, as renumbered and amended by Laws of
173	Utah 2015, Chapter 283)
174	9-23-313, (Renumbered from 63N-10-313, as renumbered and amended by Laws of
175	Utah 2015, Chapter 283)
176	9-23-314, (Renumbered from 63N-10-314, as renumbered and amended by Laws of
177	Utah 2015, Chapter 283)
178	9-23-315, (Renumbered from 63N-10-315, as renumbered and amended by Laws of
179	Utah 2015, Chapter 283)
180	9-23-316, (Renumbered from 63N-10-316, as renumbered and amended by Laws of
181	Utah 2015, Chapter 283)
182	9-23-317, (Renumbered from 63N-10-317, as renumbered and amended by Laws of
183	Utah 2015, Chapter 283)
184	9-23-318, (Renumbered from 63N-10-318, as renumbered and amended by Laws of
185	Utah 2015, Chapter 283)
186	9-24-101, (Renumbered from 63N-3-701, as enacted by Laws of Utah 2021, Chapter
187	407)
188	9-24-102, (Renumbered from 63N-3-702, as enacted by Laws of Utah 2021, Chapter
189	407)
190	9-24-103, (Renumbered from 63N-3-703, as enacted by Laws of Utah 2021, Chapter
191	407)
192	53B-33-101 (Effective 07/01/22), (Renumbered from 63N-1b-101 (Effective 07/01/22),
193	as last amended by Laws of Utah 2021, Second Special Session, Chapter 1)
194	53B-33-102, (Renumbered from 63N-1b-301, as renumbered and amended by Laws of
195	Utah 2021, Chapter 282)
196	53B-33-103, (Renumbered from 63N-1b-302, as renumbered and amended by Laws of
197	Utah 2021, Chapter 282)

198	53B-33-104, (Renumbered from 63N-1b-303, as renumbered and amended by Laws of
199	Utah 2021, Chapter 282)
200	53B-33-105, (Renumbered from 63N-1b-304, as renumbered and amended by Laws of
201	Utah 2021, Chapter 282)
202	53B-33-106, (Renumbered from 63N-1b-305, as renumbered and amended by Laws of
203	Utah 2021, Chapter 282)
204	53B-33-107, (Renumbered from 63N-1b-306, as renumbered and amended by Laws of
205	Utah 2021, Chapter 282)
206	53B-33-108, (Renumbered from 63N-1b-307, as last amended by Laws of Utah 2021,
207	First Special Session, Chapter 4)
208	63N-1a-401, (Renumbered from 63N-1b-201, as renumbered and amended by Laws of
209	Utah 2021, Chapter 282)
210	63N-1a-402, (Renumbered from 63N-1b-202, as renumbered and amended by Laws of
211	Utah 2021, Chapter 282)
212	63N-1b-401, (Renumbered from 35A-11-102, as last amended by Laws of Utah 2016,
213	Chapter 43)
214	63N-1b-402, (Renumbered from 35A-11-201, as enacted by Laws of Utah 2014,
215	Chapter 127)
216	63N-1b-403, (Renumbered from 35A-11-202, as enacted by Laws of Utah 2014,
217	Chapter 127)
218	63N-1b-404, (Renumbered from 35A-11-203, as last amended by Laws of Utah 2016,
219	Chapters 43, 222, and 296)
220	63N-4-803, (Renumbered from 17-54-104, as enacted by Laws of Utah 2020, Chapter
221	360)
222	REPEALS:
223	17-54-101, as enacted by Laws of Utah 2020, Chapter 360
224	17-54-102, as last amended by Laws of Utah 2021, Chapter 282
225	17-54-103, as last amended by Laws of Utah 2021, Chapter 282

226	35A-11-101 , as enacted by Laws of Utah 2014, Chapter 127
227	53B-1-114, as last amended by Laws of Utah 2021, Chapters 187 and 282
228	53B-1-407, as enacted by Laws of Utah 2020, Chapter 365
229	63N-4-201, as renumbered and amended by Laws of Utah 2015, Chapter 283
230	63N-4-202, as renumbered and amended by Laws of Utah 2015, Chapter 283
231	63N-4-203, as renumbered and amended by Laws of Utah 2015, Chapter 283
232	63N-4-204, as renumbered and amended by Laws of Utah 2015, Chapter 283
233	63N-4-205, as last amended by Laws of Utah 2021, Chapter 282
234	63N-4-601, as enacted by Laws of Utah 2019, Chapter 503
235	63N-4-602, as enacted by Laws of Utah 2019, Chapter 503
236	63N-4-603, as enacted by Laws of Utah 2019, Chapter 503
237	63N-4-604, as enacted by Laws of Utah 2019, Chapter 503
238	63N-4-701, as enacted by Laws of Utah 2020, Chapter 360
239	63N-4-702, as enacted by Laws of Utah 2020, Chapter 360
240	63N-4-703, as enacted by Laws of Utah 2020, Chapter 360
241	63N-4-704, as last amended by Laws of Utah 2021, Chapter 282
242	63N-10-101, as renumbered and amended by Laws of Utah 2015, Chapter 283
243	Utah Code Sections Affected by Coordination Clause:
244	63N-2-104.1 , Utah Code Annotated 1953
245	63N-7-301, as last amended by Laws of Utah 2020, Chapter 154
246	
247	Be it enacted by the Legislature of the state of Utah:
248	Section 1. Section 9-23-101, which is renumbered from Section 63N-10-102 is
249	renumbered and amended to read:
250	CHAPTER 23. PETE SUAZO UTAH ATHLETIC COMMISSION ACT
251	Part 1. General Provisions
252	[63N-10-102]. <u>9-23-101.</u> Definitions.
253	As used in this chapter:

254	(1) "Bodily injury" has the same meaning as defined in Section 76-1-601.
255	(2) "Boxing" means the sport of attack and defense using the fist, which is covered by
256	an approved boxing glove.
257	(3) (a) "Club fighting" means any contest of unarmed combat, whether admission is
258	charged or not, where:
259	(i) the rules of the contest are not approved by the commission;
260	(ii) a licensed physician, osteopath, or physician assistant approved by the commission
261	is not in attendance;
262	(iii) a correct HIV negative test regarding each contestant has not been provided to the
263	commission;
264	(iv) the contest is not conducted in accordance with commission rules; or
265	(v) the contestants are not matched by the weight standards established in accordance
266	with Section [63N-10-316] <u>9-23-31</u> .
267	(b) "Club fighting" does not include sparring if:
268	(i) it is conducted for training purposes;
269	(ii) no tickets are sold to spectators;
270	(iii) no concessions are available for spectators;
271	(iv) protective clothing, including protective headgear, a mouthguard, and a protective
272	cup, is worn; and
273	(v) for boxing, 16 ounce boxing gloves are worn.
274	(4) "Commission" means the Pete Suazo Utah Athletic Commission created by this
275	chapter.
276	(5) "Contest" means a live match, performance, or exhibition involving two or more
277	persons engaged in unarmed combat.
278	(6) "Contestant" means an individual who participates in a contest.
279	(7) "Designated commission member" means a member of the commission designated
280	to:
281	(a) attend and supervise a particular contest; and

282	(b) act on the behalf of the commission at a contest venue.
283	(8) "Director" means the director appointed by the commission.
284	(9) "Elimination unarmed combat contest" means a contest where:
285	(a) a number of contestants participate in a tournament;
286	(b) the duration is not more than 48 hours; and
287	(c) the loser of each contest is eliminated from further competition.
288	(10) "Exhibition" means an engagement in which the participants show or display their
289	skills without necessarily striving to win.
290	(11) "Judge" means an individual qualified by training or experience to:
291	(a) rate the performance of contestants;
292	(b) score a contest; and
293	(c) determine with other judges whether there is a winner of the contest or whether the
294	contestants performed equally, resulting in a draw.
295	(12) "Licensee" means an individual licensed by the commission to act as a:
296	(a) contestant;
297	(b) judge;
298	(c) manager;
299	(d) promoter;
300	(e) referee;
301	(f) second; or
302	(g) other official established by the commission by rule.
303	(13) "Manager" means an individual who represents a contestant for the purpose of:
304	(a) obtaining a contest for a contestant;
305	(b) negotiating terms and conditions of the contract under which the contestant will
306	engage in a contest; or
307	(c) arranging for a second for the contestant at a contest.
308	(14) "Promoter" means a person who engages in producing or staging contests and
309	promotions.

310	(15) "Promotion" means a single contest or a combination of contests that:
311	(a) occur during the same time and at the same location; and
312	(b) is produced or staged by a promoter.
313	(16) "Purse" means any money, prize, remuneration, or any other valuable
314	consideration a contestant receives or may receive for participation in a contest.
315	(17) "Referee" means an individual qualified by training or experience to act as the
316	official attending a contest at the point of contact between contestants for the purpose of:
317	(a) enforcing the rules relating to the contest;
318	(b) stopping the contest in the event the health, safety, and welfare of a contestant or
319	any other person in attendance at the contest is in jeopardy; and
320	(c) acting as a judge if so designated by the commission.
321	(18) "Round" means one of a number of individual time periods that, taken together,
322	constitute a contest during which contestants are engaged in a form of unarmed combat.
323	(19) "Second" means an individual who attends a contestant at the site of the contest
324	before, during, and after the contest in accordance with contest rules.
325	(20) "Serious bodily injury" has the same meaning as defined in Section 76-1-601.
326	(21) "Total gross receipts" means the amount of the face value of all tickets sold to a
327	particular contest plus any sums received as consideration for holding the contest at a particular
328	location.
329	(22) "Ultimate fighting" means a live contest, whether or not an admission fee is
330	charged, in which:
331	(a) contest rules permit contestants to use a combination of boxing, kicking, wrestling,
332	hitting, punching, or other combative contact techniques;
333	(b) contest rules incorporate a formalized system of combative techniques against
334	which a contestant's performance is judged to determine the prevailing contestant;
335	(c) contest rules divide nonchampionship contests into three equal and specified rounds
336	of no more than five minutes per round with a rest period of one minute between each round;
337	(d) contest rules divide championship contests into five equal and specified rounds of

338 no more than five minutes per round with a rest period of one minute between each round; and 339 (e) contest rules prohibit contestants from: 340 (i) using anything that is not part of the human body, except for boxing gloves, to 341 intentionally inflict serious bodily injury upon an opponent through direct contact or the 342 expulsion of a projectile; 343 (ii) striking a person who demonstrates an inability to protect himself from the advances of an opponent: 344 345 (iii) biting; or 346 (iv) direct, intentional, and forceful strikes to the eyes, groin area, Adam's apple area of 347 the neck, and the rear area of the head and neck. (23) (a) "Unarmed combat" means boxing or any other form of competition in which a 348 349 blow is usually struck which may reasonably be expected to inflict bodily injury. 350 (b) "Unarmed combat" does not include a competition or exhibition between 351 participants in which the participants engage in simulated combat for entertainment purposes. 352 (24) "Unlawful conduct" means organizing, promoting, or participating in a contest 353 which involves contestants that are not licensed under this chapter. 354 (25) "Unprofessional conduct" means: 355 (a) entering into a contract for a contest in bad faith; 356 (b) participating in any sham or fake contest: (c) participating in a contest pursuant to a collusive understanding or agreement in 357 which the contestant competes in or terminates the contest in a manner that is not based upon 358 359 honest competition or the honest exhibition of the skill of the contestant: 360 (d) engaging in an act or conduct that is detrimental to a contest, including any foul or 361 unsportsmanlike conduct in connection with a contest; 362 (e) failing to comply with any limitation, restriction, or condition placed on a license; (f) striking of a downed opponent by a contestant while the contestant remains on the 363 contestant's feet, unless the designated commission member or director has exempted the 364 365 contest and each contestant from the prohibition on striking a downed opponent before the start

300	of the contest;
367	(g) after entering the ring or contest area, penetrating an area within four feet of an
368	opponent by a contestant, manager, or second before the commencement of the contest; or
369	(h) as further defined by rules made by the commission under Title 63G, Chapter 3,
370	Utah Administrative Rulemaking Act.
371	(26) "White-collar contest" means a contest conducted at a training facility where no
372	alcohol is served in which:
373	(a) for boxing:
374	(i) neither contestant is or has been a licensed contestant in any state or an amateur
375	registered with USA Boxing, Inc.;
376	(ii) no cash prize, or other prize valued at greater than \$35, is awarded;
377	(iii) protective clothing, including protective headgear, a mouthguard, a protective cup,
378	and for a female contestant a chestguard, is worn;
379	(iv) 16 ounce boxing gloves are worn;
380	(v) the contest is no longer than three rounds of no longer than three minutes each;
381	(vi) no winner or loser is declared or recorded; and
382	(vii) the contestants do not compete in a cage; and
383	(b) for ultimate fighting:
384	(i) neither contestant is or has been a licensed contestant in any state or an amateur
385	registered with USA Boxing, Inc.;
386	(ii) no cash prize, or other prize valued at greater than \$35, is awarded;
387	(iii) protective clothing, including a protective mouthguard and a protective cup, is
388	worn;
389	(iv) downward elbow strikes are not allowed;
390	(v) a contestant is not allowed to stand and strike a downed opponent;
391	(vi) a closed-hand blow to the head is not allowed while either contestant is on the
392	ground;
393	(vii) the contest is no longer than three rounds of no longer than three minutes each;

394	and
395	(viii) no winner or loser is declared or recorded.
396	Section 2. Section 9-23-201, which is renumbered from Section 63N-10-201 is
397	renumbered and amended to read:
398	Part 2. Pete Suazo Utah Athletic Commission
399	[63N-10-201]. <u>9-23-201.</u> Commission Creation Appointments Terms
400	Expenses Quorum.
401	(1) There is created within the [office] department the Pete Suazo Utah Athletic
402	Commission consisting of five members.
403	(2) (a) The governor shall appoint three commission members.
404	(b) The president of the Senate and the speaker of the House of Representatives shall
405	each appoint one commission member.
406	(c) The commission members may not be licensees under this chapter.
407	(3) (a) Except as required by Subsection (3)(b), as terms of current members expire, the
408	governor, president, or speaker, respectively, shall appoint each new member or reappointed
409	member to a four-year term.
410	(b) The governor shall, at the time of appointment or reappointment, adjust the length
411	of the governor's appointees' terms to ensure that the terms of members are staggered so that
412	approximately half of the commission is appointed every two years.
413	(c) When a vacancy occurs in the membership for any reason, the replacement shall be
414	appointed for the unexpired term.
415	(d) A commission member may be removed for any reason and replaced in accordance
416	with this section by:
417	(i) the governor, for a commission member appointed by the governor;
418	(ii) the president of the Senate, for a commission member appointed by the president of
419	the Senate; or
420	(iii) the speaker of the House of Representatives, for a commission member appointed
421	by the speaker of the House of Representatives.

	H.B. 333 Enrolled Co	p:
422	(4) (a) A majority of the commission members constitutes a quorum.	
423	(b) A majority of a quorum is sufficient authority for the commission to act.	
424	(5) A member may not receive compensation or benefits for the member's service, but	
425	nay receive per diem and travel expenses in accordance with:	
426	(a) Section 63A-3-106;	
427	(b) Section 63A-3-107; and	

- 428 (c) rules made by the Division of Finance under Sections 63A-3-106 and 63A-3-107.
- 429 (6) The commission shall annually designate one of its members to serve as chair for a 430 one-year period.
- 431 Section 3. Section 9-23-202, which is renumbered from Section 63N-10-203 is 432 renumbered and amended to read:
- 433 9-23-202. Commission director. [63N-10-203].
- 434 (1) The commission shall employ a director, who may not be a member of the 435 commission, to conduct the commission's business.
- 436 (2) The director serves at the pleasure of the commission.
- 437 Section 4. Section 9-23-204, which is renumbered from Section 63N-10-204 is 438 renumbered and amended to read:
- 439 [63N-10-204]. 9-23-204. Inspectors.

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- 440 (1) The commission may appoint one or more official representatives to be designated 441 as inspectors, who shall serve at the pleasure of the commission.
 - (2) Each inspector must receive from the commission a card authorizing that inspector to act as an inspector for the commission.
 - (3) An inspector may not promote or sponsor any contest.
- 445 (4) Each inspector may receive a fee approved by the commission for the performance 446 of duties under this chapter.
- 447 Section 5. Section 9-23-205, which is renumbered from Section 63N-10-205 is 448 renumbered and amended to read:
- 449 [63N-10-205]. 9-23-205. Affiliation with other commissions.

450	The commission may affiliate with any other state, tribal, or national boxing	
451	commission or athletic authority.	
452	Section 6. Section 9-23-301, which is renumbered from Section 63N-10-301 is	
453	renumbered and amended to read:	
454	Part 3. Licensing	
455	[63N-10-301]. <u>9-23-301.</u> Licensing.	
456	(1) A license is required for a person to act as or to represent that the person is:	
457	(a) a promoter;	
458	(b) a manager;	
459	(c) a contestant;	
460	(d) a second;	
461	(e) a referee;	
462	(f) a judge; or	
463	(g) another official established by the commission by rule.	
464	(2) The commission shall issue to a person who qualifies under this chapter a license in	
465	the classifications of:	
466	(a) promoter;	
467	(b) manager;	
468	(c) contestant;	
469	(d) second;	
470	(e) referee;	
471	(f) judge; or	
472	(g) another official who meets the requirements established by rule under Subsection	
473	(1)(g).	
474	(3) All money collected under this section and Sections [63N-10-304, 63N-10-307,	
475	63N-10-310, and 63N-10-313] 9-23-304, 9-23-307, 9-23-310, and 9-23-313 shall be retained	
476	as dedicated credits to pay for commission expenses.	
477	(4) Each applicant for licensure as a promoter shall:	

478	(a) submit an application in a form prescribed by the commission;		
479	(b) pay the fee determined by the commission under Section 63J-1-504;		
480	(c) provide to the commission evidence of financial responsibility, which shall include		
481	financial statements and other information that the commission may reasonably require to		
482	determine that the applicant or licensee is able to competently perform as and meet the		
483	obligations of a promoter in this state;		
484	(d) make assurances that the applicant:		
485	(i) is not engaging in illegal gambling with respect to sporting events or gambling with		
486	respect to the promotions the applicant is promoting;		
487	(ii) has not been found in a criminal or civil proceeding to have engaged in or		
488	attempted to engage in any fraud or misrepresentation in connection with a contest or any other		
489	sporting event; and		
490	(iii) has not been found in a criminal or civil proceeding to have violated or attempted		
491	to violate any law with respect to a contest in any jurisdiction or any law, rule, or order relating		
492	to the regulation of contests in this state or any other jurisdiction;		
493	(e) acknowledge in writing to the commission receipt, understanding, and intent to		
494	comply with this chapter and the rules made under this chapter; and		
495	(f) if requested by the commission or the director, meet with the commission or the		
496	director to examine the applicant's qualifications for licensure.		
497	(5) Each applicant for licensure as a contestant shall:		
498	(a) be not less than 18 years of age at the time the application is submitted to the		
499	commission;		
500	(b) submit an application in a form prescribed by the commission;		
501	(c) pay the fee established by the commission under Section 63J-1-504;		
502	(d) provide a certificate of physical examination, dated not more than 60 days prior to		
503	the date of application for licensure, in a form provided by the commission, completed by a		
504	licensed physician and surgeon or physician assistant certifying that the applicant is free from		
505	any physical or mental condition that indicates the applicant should not engage in activity as a		

506	contestant;
200	comestant,

(e) make assurances that the applicant:

- (i) is not engaging in illegal gambling with respect to sporting events or gambling with respect to a contest in which the applicant will participate;
- (ii) has not been found in a criminal or civil proceeding to have engaged in or attempted to have engaged in any fraud or misrepresentation in connection with a contest or any other sporting event; and
- (iii) has not been found in a criminal or civil proceeding to have violated or attempted to violate any law with respect to contests in any jurisdiction or any law, rule, or order relating to the regulation of contests in this state or any other jurisdiction;
- (f) acknowledge in writing to the commission receipt, understanding, and intent to comply with this chapter and the rules made under this chapter; and
- (g) if requested by the commission or the director, meet with the commission or the director to examine the applicant's qualifications for licensure.
 - (6) Each applicant for licensure as a manager or second shall:
 - (a) submit an application in a form prescribed by the commission;
 - (b) pay a fee determined by the commission under Section 63J-1-504;
- 523 (c) make assurances that the applicant:
 - (i) is not engaging in illegal gambling with respect to sporting events or gambling with respect to a contest in which the applicant is participating;
 - (ii) has not been found in a criminal or civil proceeding to have engaged in or attempted to have engaged in any fraud or misrepresentation in connection with a contest or any other sporting event; and
 - (iii) has not been found in a criminal or civil proceeding to have violated or attempted to violate any law with respect to a contest in any jurisdiction or any law, rule, or order relating to the regulation of contests in this state or any other jurisdiction;
 - (d) acknowledge in writing to the commission receipt, understanding, and intent to comply with this chapter and the rules made under this chapter; and

534 (e) if requested by the commission or director, meet with the commission or the 535 director to examine the applicant's qualifications for licensure. (7) Each applicant for licensure as a referee or judge shall: 536 537 (a) submit an application in a form prescribed by the commission; (b) pay a fee determined by the commission under Section 63J-1-504; 538 539 (c) make assurances that the applicant: 540 (i) is not engaging in illegal gambling with respect to sporting events or gambling with 541 respect to a contest in which the applicant is participating; 542 (ii) has not been found in a criminal or civil proceeding to have engaged in or 543 attempted to have engaged in any fraud or misrepresentation in connection with a contest or any other sporting event; and 544 545 (iii) has not been found in a criminal or civil proceeding to have violated or attempted 546 to violate any law with respect to contests in any jurisdiction or any law, rule, or order relating 547 to the regulation of contests in this state or any other jurisdiction; 548 (d) acknowledge in writing to the commission receipt, understanding, and intent to 549 comply with this chapter and the rules made under this chapter; 550 (e) provide evidence satisfactory to the commission that the applicant is qualified by 551 training and experience to competently act as a referee or judge in a contest; and (f) if requested by the commission or the director, meet with the commission or the 552 553 director to examine the applicant's qualifications for licensure. (8) The commission may make rules concerning the requirements for a license under 554 this chapter, that deny a license to an applicant for the violation of a crime that, in the 555 556 commission's determination, would have a material affect on the integrity of a contest held 557 under this chapter. 558 (9) (a) A licensee serves at the pleasure, and under the direction, of the commission 559 while participating in any way at a contest.

(b) A licensee's license may be suspended, or a fine imposed, if the licensee does not

follow the commission's direction at an event or contest.

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562	Section 7. Section 9-23-302, which is renumbered from Section 63N-10-302 is		
563	renumbered and amended to read:		
564	[63N-10-302]. <u>9-23-302.</u> Term of license Expiration Renewal.		
565	(1) The commission shall issue each license under this chapter in accordance with a		
566	renewal cycle established by rule.		
567	(2) At the time of renewal, the licensee shall show satisfactory evidence of compliance		
568	with renewal requirements established by rule by the commission.		
569	(3) Each license automatically expires on the expiration date shown on the license		
570	unless the licensee renews it in accordance with the rules established by the commission.		
571	Section 8. Section 9-23-303, which is renumbered from Section 63N-10-303 is		
572	renumbered and amended to read:		
573	[$63N-10-303$]. 9-23-303. Grounds for denial of license Disciplinary		
574	proceedings Reinstatement.		
575	(1) The commission shall refuse to issue a license to an applicant and shall refuse to		
576	renew or shall revoke, suspend, restrict, place on probation, or otherwise act upon the license of		
577	a licensee who does not meet the qualifications for licensure under this chapter.		
578	(2) The commission may refuse to issue a license to an applicant and may refuse to		
579	renew or may revoke, suspend, restrict, place on probation, issue a public or private reprimand		
580	to, or otherwise act upon the license of any licensee if:		
581	(a) the applicant or licensee has engaged in unlawful or unprofessional conduct, as		
582	defined by statute or rule under this chapter;		
583	(b) the applicant or licensee has been determined to be mentally incompetent for any		
584	reason by a court of competent jurisdiction; or		
585	(c) the applicant or licensee is unable to practice the occupation or profession with		
586	reasonable skill and safety because of illness, drunkenness, excessive use of drugs, narcotics,		
587	chemicals, or any other type of material, or as a result of any other mental or physical		
588	condition, when the licensee's condition demonstrates a threat or potential threat to the public		
589	health, safety, or welfare, as determined by a ringside physician or the commission.		

(3) Any licensee whose license under this chapter has been suspended, revoked, or restricted may apply for reinstatement of the license at reasonable intervals and upon compliance with any conditions imposed upon the licensee by statute, rule, or terms of the license suspension, revocation, or restriction.

(4) The commission may issue cease and desist orders:

- (a) to a licensee or applicant who may be disciplined under Subsection (1) or (2); and
- (b) to any person who otherwise violates this chapter or any rules adopted under this chapter.
- (5) (a) The commission may impose an administrative fine for acts of unprofessional or unlawful conduct under this chapter.
- (b) An administrative fine under this Subsection (5) may not exceed \$2,500 for each separate act of unprofessional or unlawful conduct.
- (c) The commission shall comply with Title 63G, Chapter 4, Administrative Procedures Act, in any action to impose an administrative fine under this chapter.
- (d) The imposition of a fine under this Subsection (5) does not affect any other action the commission or department may take concerning a license issued under this chapter.
- (6) (a) The commission may not take disciplinary action against any person for unlawful or unprofessional conduct under this chapter, unless the commission initiates an adjudicative proceeding regarding the conduct within four years after the conduct is reported to the commission, except under Subsection (6)(b).
- (b) The commission may not take disciplinary action against any person for unlawful or unprofessional conduct more than 10 years after the occurrence of the conduct, unless the proceeding is in response to a civil or criminal judgment or settlement and the proceeding is initiated within one year following the judgment or settlement.
- (7) (a) Notwithstanding Title 63G, Chapter 4, Administrative Procedures Act, the following may immediately suspend the license of a licensee at such time and for such period that the following believes is necessary to protect the health, safety, and welfare of the licensee, another licensee, or the public:

618	(1) the commission;	
619	(ii) a designated commission member; or	
620	(iii) if a designated commission member is not present, the director.	
621	(b) The commission shall establish by rule appropriate procedures to invoke the	
622	suspension and to provide a suspended licensee a right to a hearing before the commission with	
623	respect to the suspension within a reasonable time after the suspension.	
624	Section 9. Section 9-23-304, which is renumbered from Section 63N-10-304 is	
625	renumbered and amended to read:	
626	[63N-10-304]. 9-23-304. Additional fees for license of promoter	
627	Dedicated credits Promotion of contests Annual exemption of showcase event.	
628	(1) In addition to the payment of any other fees and money due under this chapter,	
629	every promoter shall pay a license fee determined by the commission and established in rule.	
630	(2) License fees collected under this Subsection (2) from professional boxing contests	
631	or exhibitions shall be retained by the commission as a dedicated credit to be used by the	
632	commission to award grants to organizations that promote amateur boxing in the state and	
633	cover commission expenses.	
634	(3) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the	
635	commission shall adopt rules:	
636	(a) governing the manner in which applications for grants under Subsection (2) may be	
637	submitted to the commission; and	
638	(b) establishing standards for awarding grants under Subsection (2) to organizations	
639	which promote amateur boxing in the state.	
640	(4) (a) For the purpose of creating a greater interest in contests in the state, the	
641	commission may exempt from the payment of license fees under this section one contest or	
642	exhibition in each calendar year, intended as a showcase event.	
643	(b) The commission shall select the contest or exhibition to be exempted based on	
644	factors which include:	

(i) attraction of the optimum number of spectators;

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646	(ii) costs of promoting and producing the contest or exhibition;		
647	(iii) ticket pricing;		
648	(iv) committed promotions and advertising of the contest or exhibition;		
649	(v) rankings and quality of the contestants; and		
650	(vi) committed television and other media coverage of the contest or exhibition.		
651	Section 10. Section 9-23-305, which is renumbered from Section 63N-10-305 is		
652	renumbered and amended to read:		
653	[63N-10-305]. <u>9-23-305.</u> Jurisdiction of commission.		
654	(1) (a) The commission has the sole authority concerning direction, management,		
655	control, and jurisdiction over all contests or exhibitions of unarmed combat to be conducted,		
656	held, or given within this state.		
657	(b) A contest or exhibition may not be conducted, held, or given within this state		
658	except in accordance with this chapter.		
659	(2) Any contest involving a form of unarmed self-defense must be conducted pursuant		
660	to rules for that form which are approved by the commission before the contest is conducted,		
661	held, or given.		
662	(3) (a) An area not less than six feet from the perimeter of the ring shall be reserved for		
663	the use of:		
664	(i) the designated commission member;		
665	(ii) other commission members in attendance;		
666	(iii) the director;		
667	(iv) commission employees;		
668	(v) officials;		
669	(vi) licensees participating or assisting in the contest; and		
670	(vii) others granted credentials by the commission.		
671	(b) The promoter shall provide security at the direction of the commission or		
672	designated commission member to secure the area described in Subsection (3)(a).		
673	(4) The area described in Subsection (3), the area in the dressing rooms, and other		

674	areas considered necessary by the designated commission member for the safety and welfare of		
675	a licensee and the public shall be reserved for the use of:		
676	(a) the designated commission member;		
677	(b) other commission members in attendance;		
678	(c) the director;		
679	(d) commission employees;		
680	(e) officials;		
681	(f) licensees participating or assisting in the contest; and		
682	(g) others granted credentials by the commission.		
683	(5) The promoter shall provide security at the direction of the commission or		
684	designated commission member to secure the areas described in Subsections (3) and (4).		
685	(6) (a) The designated commission member may direct the removal from the contest		
686	venue and premises, of any individual whose actions:		
687	(i) are disruptive to the safe conduct of the contest; or		
688	(ii) pose a danger to the safety and welfare of the licensees, the commission, or the		
689	public, as determined by the designated commission member.		
690	(b) The promoter shall provide security at the direction of the commission or		
691	designated commission member to effectuate a removal under Subsection (6)(a).		
692	Section 11. Section 9-23-306, which is renumbered from Section 63N-10-306 is		
693	renumbered and amended to read:		
694	[63N-10-306]. <u>9-23-306.</u> Club fighting prohibited.		
695	(1) Club fighting is prohibited.		
696	(2) Any person who publicizes, promotes, conducts, or engages in a club fighting		
697	match is:		
698	(a) guilty of a class A misdemeanor as provided in Section 76-9-705; and		
699	(b) subject to license revocation under this chapter.		
700	Section 12. Section 9-23-307, which is renumbered from Section 63N-10-307 is		
701	renumbered and amended to read:		

702	[63N-10-307]. 9-23-307. Approval to hold contest or promotion Bond
703	required.
704	(1) An application to hold a contest or multiple contests as part of a single promotion
705	shall be made by a licensed promoter to the commission on forms provided by the commission.
706	(2) The application shall be accompanied by a contest fee determined by the
707	commission under Section 63J-1-505.
708	(3) (a) The commission may approve or deny approval to hold a contest or promotion
709	permitted under this chapter.
710	(b) Provisional approval under Subsection (3)(a) shall be granted upon a determination
711	by the commission that:
712	(i) the promoter of the contest or promotion is properly licensed;
713	(ii) a bond meeting the requirements of Subsection (6) has been posted by the promoter
714	of the contest or promotion; and
715	(iii) the contest or promotion will be held in accordance with this chapter and rules
716	made under this chapter.
717	(4) (a) Final approval to hold a contest or promotion may not be granted unless the
718	commission receives, not less than seven days before the day of the contest with 10 or more
719	rounds:
720	(i) proof of a negative HIV test performed not more than 180 days before the day of the
721	contest for each contestant;
722	(ii) a copy of each contestant's federal identification card;
723	(iii) a copy of a signed contract between each contestant and the promoter for the
724	contest;
725	(iv) a statement specifying the maximum number of rounds of the contest;
726	(v) a statement specifying the site, date, and time of weigh-in; and
727	(vi) the name of the physician selected from among a list of registered and
728	commission-approved ringside physicians who shall act as ringside physician for the contest.
729	(b) Notwithstanding Subsection (4)(a), the commission may approve a contest or

730 promotion if the requirements under Subsection (4)(a) are not met because of unforeseen 731 circumstances beyond the promoter's control. 732 (5) Final approval for a contest under 10 rounds in duration may be granted as 733 determined by the commission after receiving the materials identified in Subsection (4) at a 734 time determined by the commission. 735 (6) An applicant shall post a surety bond or cashier's check with the commission in the 736 greater of \$10,000 or the amount of the purse, providing for forfeiture and disbursement of the 737 proceeds if the applicant fails to comply with: 738 (a) the requirements of this chapter; or 739 (b) rules made under this chapter relating to the promotion or conduct of the contest or 740 promotion. 741 Section 13. Section 9-23-308, which is renumbered from Section 63N-10-308 is 742 renumbered and amended to read: 743 9-23-308. Rules for the conduct of contests. [63N-10-308]. 744 (1) The commission shall adopt rules in accordance with Title 63G, Chapter 3, Utah 745 Administrative Rulemaking Act, for the conduct of contests in the state. 746 (2) The rules shall include: (a) authority for: 747 (i) stopping contests; and 748 749 (ii) impounding purses with respect to contests when there is a question with respect to the contest, contestants, or any other licensee associated with the contest; and 750 751 (b) reasonable and necessary provisions to ensure that all obligations of a promoter 752 with respect to any promotion or contest are paid in accordance with agreements made by the 753 promoter. 754 (3) (a) The commission may, in its discretion, exempt a contest and each contestant from the definition of unprofessional conduct found in Subsection [63N-10-102(25)(f)] 755

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9-23-101(25)(f) after:

(i) a promoter requests the exemption; and

758	(ii) the commission considers relevant factors, including:	
759	(A) the experience of the contestants;	
760	(B) the win and loss records of each contestant;	
761	(C) each contestant's level of training; and	
762	(D) any other evidence relevant to the contestants' professionalism and the ability to	
763	safely conduct the contest.	
764	(b) The commission's hearing of a request for an exemption under this Subsection (3)	
765	is an informal adjudicative proceeding under Section 63G-4-202.	
766	(c) The commission's decision to grant or deny a request for an exemption under this	
767	Subsection (3) is not subject to agency review under Section 63G-4-301.	
768	Section 14. Section 9-23-309, which is renumbered from Section 63N-10-309 is	
769	renumbered and amended to read:	
770	[63N-10-309]. 9-23-309. Medical examinations and drug tests.	
771	(1) The commission shall adopt rules in accordance with Title 63G, Chapter 3, Utah	
772	Administrative Rulemaking Act, for medical examinations and drug testing of contestants,	
773	including provisions under which contestants shall:	
774	(a) produce evidence based upon competent laboratory examination that they are HIV	
775	negative as a condition of participating as a contestant in any contest;	
776	(b) be subject to random drug testing before or after participation in a contest, and	
777	sanctions, including barring participation in a contest or withholding a percentage of any purse	
778	that shall be placed against a contestant testing positive for alcohol or any other drug that in the	
779	opinion of the commission is inconsistent with the safe and competent participation of that	
780	contestant in a contest;	
781	(c) be subject to a medical examination by the ringside physician not more than 30	
782	hours before the contest to identify any physical ailment or communicable disease that, in the	
783	opinion of the commission or designated commission member, are inconsistent with the safe	

(d) be subject to medical testing for communicable diseases as considered necessary by

and competent participation of that contestant in the contest; and

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the commission to protect the health, safety, and welfare of the licensees and the public.

- (2) (a) Medical information concerning a contestant shall be provided by the contestant or medical professional or laboratory.
- (b) A promoter or manager may not provide to or receive from the commission medical information concerning a contestant.
- Section 15. Section **9-23-310**, which is renumbered from Section 63N-10-310 is renumbered and amended to read:

[63N-10-310]. <u>9-23-310.</u> Contests.

- (1) Except as provided in Section [63N-10-317] 9-23-317, a licensee may not participate in an unarmed combat contest within a predetermined time after another unarmed combat contest, as prescribed in rules made by the commission.
- (2) During the period of time beginning 60 minutes before the beginning of a contest, the promoter shall demonstrate the promoter's compliance with the commission's security requirements to all commission members present at the contest.
- (3) The commission shall establish fees in accordance with Section 63J-1-504 to be paid by a promoter for the conduct of each contest or event composed of multiple contests conducted under this chapter.
- Section 16. Section **9-23-311**, which is renumbered from Section 63N-10-311 is renumbered and amended to read:

[63N-10-311]. <u>9-23-311.</u> Ringside physician.

- (1) The commission shall maintain a list of ringside physicians who hold a Doctor of Medicine (MD) degree and are registered with the commission as approved to act as a ringside physician and meet the requirements of Subsection (2).
- (2) (a) The commission shall appoint a registered ringside physician to perform the duties of a ringside physician at each contest held under this chapter.
- (b) The promoter of a contest shall pay a fee determined by the commission by rule to the commission for a ringside physician.
- 813 (3) An applicant for registration as a ringside physician shall:

H.B. 333 **Enrolled Copy** 814 (a) submit an application for registration; 815 (b) provide the commission with evidence of the applicant's licensure to practice 816 medicine in the state; and 817 (c) satisfy minimum qualifications established by the department by rule. 818 (4) A ringside physician at attendance at a contest: 819 (a) may stop the contest at any point if the ringside physician determines that a 820 contestant's physical condition renders the contestant unable to safely continue the contest; and 821 (b) works under the direction of the commission. 822 Section 17. Section 9-23-312, which is renumbered from Section 63N-10-312 is 823 renumbered and amended to read: 824 [63N-10-312]. 9-23-312. Contracts. 825 (1) Before a contest is held, a copy of the signed contract or agreement between the promoter of the contest and each contestant shall be filed with the commission. 826 827 (2) Approval of the contract's terms and conditions shall be obtained from the 828 commission as a condition precedent to the contest. 829 Section 18. Section 9-23-313, which is renumbered from Section 63N-10-313 is 830 renumbered and amended to read: 831 [63N-10-313]. 9-23-313. Withholding of purse. 832 (1) The commission, the director, or any other agent authorized by the commission 833 may order a promoter to withhold any part of a purse or other money belonging or payable to 834 any contestant, manager, or second if, in the judgment of the commission, director, or other 835 agent: 836 (a) the contestant is not competing honestly or to the best of the contestant's skill and

(a) the contestant is not competing honestly or to the best of the contestant's skill and ability or the contestant otherwise violates any rules adopted by the commission or any of the provisions of this chapter; or

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- (b) the manager or second violates any rules adopted by the commission or any of the provisions of this chapter.
 - (2) This section does not apply to any contestant in a wrestling exhibition who appears

842	not to be competing honestly or to the best of the contestant's skill and ability.	
843	(3) Upon the withholding of any part of a purse or other money pursuant to this section,	
844	the commission shall immediately schedule a hearing on the matter, provide adequate notice to	
845	all interested parties, and dispose of the matter as promptly as possible.	
846	(4) If it is determined that a contestant, manager, or second is not entitled to any part of	
847	that person's share of the purse or other money, the promoter shall pay the money over to the	
848	commission.	
849	Section 19. Section 9-23-314, which is renumbered from Section 63N-10-314 is	
850	renumbered and amended to read:	
851	[63N-10-314]. <u>9-23-314.</u> Penalty for unlawful conduct.	
852	A person who engages in any act of unlawful conduct, as defined in Section	
853	[63N-10-102] <u>9-23-101</u> , is guilty of a class A misdemeanor.	
854	Section 20. Section 9-23-315, which is renumbered from Section 63N-10-315 is	
855	renumbered and amended to read:	
856	[63N-10-315]. <u>9-23-315.</u> Exemptions.	
857	This chapter does not apply to:	
858	(1) any amateur contest or exhibition of unarmed combat conducted by or participated	
859	in exclusively by:	
860	(a) a school accredited by the [Utah] Board of Education;	
861	(b) a college or university accredited by the United States Department of Education; or	
862	(b) a college or university accredited by the United States Department of Education; or	
	(b) a college or university accredited by the United States Department of Education; or(c) any association or organization of a school, college, or university described in	
863	•	
863 864	(c) any association or organization of a school, college, or university described in	
	(c) any association or organization of a school, college, or university described in Subsections (1)(a) and (b), when each participant in the contests or exhibitions is a bona fide	
864	(c) any association or organization of a school, college, or university described in Subsections (1)(a) and (b), when each participant in the contests or exhibitions is a bona fide student in the school, college, or university;	
864 865	 (c) any association or organization of a school, college, or university described in Subsections (1)(a) and (b), when each participant in the contests or exhibitions is a bona fide student in the school, college, or university; (2) any contest or exhibition of unarmed combat conducted in accordance with the 	
864865866	 (c) any association or organization of a school, college, or university described in Subsections (1)(a) and (b), when each participant in the contests or exhibitions is a bona fide student in the school, college, or university; (2) any contest or exhibition of unarmed combat conducted in accordance with the standards and regulations of USA Boxing, Inc.; or 	

870	[63N-10-316].	9-23-316. Contest weights and classes Matching
871	contestants.	
872	(1) The commission	on shall make rules in accordance with Title 63G, Chapter 3, Utah
873	Administrative Rulemakir	g Act, establishing boxing contest weights and classes consistent
874	with those adopted by the	Association of Boxing Commissions.
875	(2) The commission	on shall make rules in accordance with Title 63G, Chapter 3, Utah
876	Administrative Rulemakir	g Act, establishing contest weights and classes for unarmed combat
877	that is not boxing.	
878	(3) (a) As to any u	narmed combat contest, a contestant may not fight another contestant
879	who is outside of the conto	estant's weight classification.
880	(b) Notwithstandin	ng Subsection (3)(a), the commission may permit a contestant to
881	fight another contestant w	ho is outside of the contestant's weight classification.
882	(4) Except as prov	rided in Subsection (3)(b), as to any unarmed combat contest:
883	(a) a contestant wh	no has contracted to participate in a given weight class may not be
884	permitted to compete if the	e contestant is not within that weight class at the weigh-in; and
885	(b) a contestant m	ay have two hours to attempt to gain or lose not more than three
886	pounds in order to be rewe	eighed.
887	(5) (a) As to any u	narmed combat contest, the commission may not allow a contest in
888	which the contestants are	not fairly matched.
889	(b) Factors in dete	rmining if contestants are fairly matched include:
890	(i) the win-loss red	cord of the contestants;
891	(ii) the weight diff	Ferential between the contestants;
892	(iii) the caliber of	opponents for each contestant;
893	(iv) each contestar	nt's number of fights; and
894	(v) previous suspe	ensions or disciplinary actions of the contestants.
895	Section 22. Section	n 9-23-317, which is renumbered from Section 63N-10-317 is
896	renumbered and amended	to read:
897	[63N-10-317].	9-23-317. Elimination contests Conduct of contests

898	Applicability of provisions Limitations on license Duration of contests Equipment
899	Limitations on contests.
900	(1) An elimination unarmed combat contest shall be conducted under the supervision
901	and authority of the commission.
902	(2) Except as otherwise provided in this section and except as otherwise provided by
903	specific statute, the provisions of this chapter pertaining to boxing apply to an elimination
904	unarmed combat contest.
905	(3) (a) All contests in an elimination unarmed combat contest shall be no more than
906	three rounds in duration.
907	(b) A round of unarmed combat in an elimination unarmed combat contest shall:
908	(i) be no more than one minute in duration; or
909	(ii) be up to three minutes in duration if there is only a single round.
910	(c) A period of rest following a round shall be no more than one minute in duration.
911	(4) A contestant:
912	(a) shall wear gloves approved by the commission; and
913	(b) shall wear headgear approved by the commission, the designated commission
914	member, or the director if a designated commission member is not present.
915	(5) A contestant may participate in more than one contest, but may not participate in
916	more than a total of seven rounds in the entire tournament.
917	Section 23. Section 9-23-318, which is renumbered from Section 63N-10-318 is
918	renumbered and amended to read:
919	[63N-10-318]. <u>9-23-318.</u> Commission rulemaking.
920	The commission may make rules governing the conduct of a contest held under this
921	chapter to protect the health and safety of licensees and members of the public.
922	Section 24. Section 9-24-101, which is renumbered from Section 63N-3-701 is
923	renumbered and amended to read:
924	CHAPTER 24. UTAH MAIN STREET PROGRAM ACT
925	[63N-3-701]. 9-24-101. Definitions.

926	As used in this [part] chapter:
927	(1) "Advisory committee" means the Utah Main Street Advisory Committee created in
928	Section [63N-3-703] <u>9-24-103</u> .
929	(2) "Center" means the National Main Street Center.
930	(3) "Program" means the Utah Main Street Program created in Section [63N-3-702]
931	<u>9-24-102</u> .
932	Section 25. Section 9-24-102, which is renumbered from Section 63N-3-702 is
933	renumbered and amended to read:
934	[63N-3-702]. <u>9-24-102.</u> Utah Main Street Program.
935	(1) The Utah Main Street Program is created within the [office] department to provide
936	resources for the revitalization of downtown or commercial district areas of municipalities in
937	the state.
938	(2) To implement the program, the [office] department may:
939	(a) become a member of the National Main Street Center and partner with the center to
940	become the statewide coordinating program for participating municipalities in the state;
941	(b) establish criteria for the designation of one or more local main street programs
942	administered by a county or municipality in the state;
943	(c) consider the recommendations of the advisory committee in designating and
944	implementing local main street programs;
945	(d) provide training and technical assistance to local governments, businesses, property
946	owners, or other organizations that participate in designated local main street programs;
947	(e) subject to appropriations from the Legislature or other funding, provide financial
948	assistance to designated local main street programs; and
949	(f) under the direction of the executive director, appoint full-time staff.
950	(3) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
951	[office] department may make rules establishing the eligibility and reporting criteria for a
952	downtown area to receive a local main street program designation, including requirements for:
953	(a) local government support of the local main street program; and

954	(b) collecting data to measure economic development impact.
955	(4) The [office] department shall include in the annual written report described in
956	Section [63N-1a-306] 9-1-208, a report of the program's operations and details of which
957	municipalities have received:
958	(a) a local main street program designation; and
959	(b) financial support from the program.
960	Section 26. Section 9-24-103, which is renumbered from Section 63N-3-703 is
961	renumbered and amended to read:
962	[63N-3-703]. <u>9-24-103.</u> Main Street Program Advisory Committee
963	Membership Duties.
964	(1) There is created [in] within the [office] department the Main Street Program
965	Advisory Committee.
966	(2) The advisory committee is composed of the following members appointed by the
967	executive director:
968	(a) a representative of the [office] department who provides administrative oversight of
969	the program;
970	(b) [a representative of the office] two representatives of the Governor's Office of
971	Economic Opportunity, one of whom is involved in tourism development;
972	[(c) a representative of the Department of Cultural and Community Engagement;]
973	[(d)] (c) a representative of the State Historic Preservation Office;
974	[(e)] (d) a representative of the [Utah] Department of Transportation;
975	[(f)] (e) a representative of the Housing and Community Development Division within
976	the Department of Workforce Services;
977	[(g)] (f) a representative from a local association of governments;
978	[(h)] (g) a representative from the private sector involved in a local main street
979	program;
980	[(i)] (h) a representative of a local main street program; and
981	[(i)] (i) three representatives from various entities that have an interest or expertise in

982	assisting local main street programs.
983	(3) The advisory committee shall advise and make recommendations to the [office]
984	department regarding:
985	(a) the eligibility of applicants for designation as a local main street program;
986	(b) financial assistance requests from designated local main street programs; and
987	(c) improving the effectiveness of the program.
988	(4) (a) Except as provided under Subsection (4)(b), each member of the advisory
989	committee appointed under Subsections $[(2)(g)]$ $(2)(f)$ through $[(j)]$ (i) shall be appointed for a
990	four-year term.
991	(b) The executive director, at the time of appointment or reappointment, may adjust the
992	length of terms to ensure that the terms of approximately half of the members of the advisory
993	committee appointed under Subsections $[\frac{(2)(g)}{2}]$ $\underline{(2)(f)}$ through $\underline{(i)}$ end every two years.
994	(5) The representative of the [office] department appointed under Subsection (2)(a)
995	shall serve as chair of the advisory committee.
996	(6) When a vacancy occurs in the membership for any reason, the executive director
997	shall appoint a replacement member.
998	(7) A majority of the advisory committee constitutes a quorum for the purpose of
999	conducting advisory committee business and the action of a majority of a quorum constitutes
1000	the action of the advisory committee.
1001	(8) A member may not receive compensation or benefits for the member's service, but
1002	a member may receive per diem and travel expenses in accordance with:
1003	(a) Section 63A-3-106;
1004	(b) Section 63A-3-107; and
1005	(c) rules made by the Division of Finance pursuant to Sections 63A-3-106 and
1006	63A-3-107.
1007	Section 27. Section 35A-1-109 is amended to read:

(1) The department shall prepare and submit to the governor and the Legislature, by

35A-1-109. Annual report -- Content -- Format.

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1010 October 1 of each year, an annual written report of the operations, activities, programs, and 1011 services of the department, including its divisions, offices, boards, commissions, councils, and 1012 committees, for the preceding fiscal year. 1013 (2) For each operation, activity, program, or service provided by the department, the 1014 annual report shall include: 1015 (a) a description of the operation, activity, program, or service; 1016 (b) data and metrics: 1017 (i) selected and used by the department to measure progress, performance, 1018 effectiveness, and scope of the operation, activity, program, or service, including summary 1019 data; and 1020 (ii) that are consistent and comparable for each state operation, activity, program, or 1021 service that primarily involves employment training or placement as determined by the 1022 executive [directors of the department, the Governor's Office of Economic Opportunity] 1023 director, the commissioner of higher education, and the executive director of the Governor's 1024 Office of Planning and Budget; 1025 (c) budget data, including the amount and source of funding, expenses, and allocation 1026 of full-time employees for the operation, activity, program, or service; 1027 (d) historical data from previous years for comparison with data reported under 1028 Subsections (2)(b) and (c): 1029 (e) goals, challenges, and achievements related to the operation, activity, program, or service; 1030 1031 (f) relevant federal and state statutory references and requirements: 1032 (g) contact information of officials knowledgeable and responsible for each operation, 1033 activity, program, or service; and 1034 (h) other information determined by the department that: 1035 (i) may be needed, useful, or of historical significance; or

(ii) promotes accountability and transparency for each operation, activity, program, or

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service with the public and elected officials.

1038	(3) The annual report shall be designed to provide clear, accurate, and accessible
1039	information to the public, the governor, and the Legislature.
1040	(4) The department shall:
1041	(a) submit the annual report in accordance with Section 68-3-14;
1042	(b) make the annual report, and previous annual reports, accessible to the public by
1043	placing a link to the reports on the department's website; and
1044	(c) provide the data and metrics described in Subsection (2)(b) to the Talent,
1045	Education, and Industry Alignment [Subcommittee] Board created in Section [63N-1b-301]
1046	<u>53B-33-102</u> .
1047	Section 28. Section 53B-1-404 is amended to read:
1048	53B-1-404. Membership of the board Student appointee Terms Oath
1049	Officers Committees Bylaws Meetings Quorum Vacancies Compensation
1050	Training.
1051	(1) The board consists of 18 residents of the state appointed by the governor with the
1052	advice and consent of the Senate, in accordance with Title 63G, Chapter 24, Part 2, Vacancies,
1053	as follows:
1054	(a) subject to Subsections (2)(a), (3), and (6)(b)(ii), 16 members appointed from among
1055	candidates presented to the governor by a nominating committee; and
1056	(b) two student members appointed as described in Subsection (4).
1057	(2) (a) For an appointment of a member effective July 1, 2020, the governor shall
1058	appoint the member in accordance with Section 53B-1-501.
1059	(b) Unless appointed by the governor as described in Section 53B-1-501, the term of
1060	each individual who is a member of the State Board of Regents on May 12, 2020, expires on
1061	June 30, 2020.
1062	(3) If the governor is not satisfied with a sufficient number of the candidates presented
1063	by the nominating committee to make the required number of appointments, the governor may
1064	request that the committee nominate additional candidates.
1065	(4) (a) For the appointments described in Subsection (1)(b), the governor shall appoint:

1066	(i) one individual who is enrolled in a certificate program at a technical college at the
1067	time of the appointment; and
1068	(ii) one individual who:
1069	(A) is a fully matriculated student enrolled in a degree-granting institution; and
1070	(B) is not serving as a student body president at the time of the nomination.
1071	(b) The governor shall select:
1072	(i) an appointee described in Subsection (4)(a)(i) from among three nominees,
1073	presented to the governor by a committee consisting of eight students, one from each technical
1074	college, each of whom is recognized by the student's technical college; and
1075	(ii) an appointee described in Subsection (4)(a)(ii) from among three nominees
1076	presented to the governor by the student body presidents of degree-granting institutions.
1077	(c) An appointee described in Subsection (4)(a) is not subject to the public comment
1078	process described in Section 63G-24-204.
1079	(5) (a) All appointments to the board shall be made on a nonpartisan basis.
1080	(b) An individual may not serve simultaneously on the board and an institution board
1081	of trustees.
1082	(6) (a) (i) Except as provided in Subsection (6)(a)(ii) and Section 53B-1-501, members
1083	shall be appointed to six-year staggered terms, each of which begins on July 1 of the year of
1084	appointment.
1085	(ii) A member described in Subsection (1)(b) shall be appointed to a one-year term.
1086	(b) (i) A member described in Subsection (1)(a) may serve up to two consecutive full
1087	terms.
1088	(ii) The governor may appoint a member described in Subsection (1)(a) to a second
1089	consecutive full term without a recommendation from the nominating committee.
1090	(iii) A member described in Subsection (1)(b) may not serve more than one full term.
1091	(c) (i) The governor may remove a member for cause.
1092	(ii) The governor shall consult with the president of the Senate before removing a
1093	member.

1094 (7) (a) A member shall take the official oath of office before entering upon the duties of 1095 office. (b) The oath shall be filed with the Division of Archives and Records Services. 1096 1097 (8) The board shall elect a chair and vice chair from among the board's members who 1098 shall serve terms of two years and until their successors are chosen and qualified. 1099 (9) (a) The board shall appoint a secretary from the commissioner's staff to serve at the 1100 board's discretion. 1101 (b) The secretary is a full-time employee. 1102 (c) The secretary shall record and maintain a record of all board meetings and perform 1103 other duties as the board directs. 1104 (10) (a) The board may establish advisory committees [in addition to the advisory 1105 council described in Section 53B-1-407]. 1106 (b) All matters requiring board determination shall be addressed in a properly 1107 convened meeting of the board or the board's executive committee. 1108 (11) (a) The board shall enact bylaws for the board's own government not inconsistent 1109 with the constitution or the laws of this state. (b) The board shall provide for an executive committee in the bylaws that: 1110 1111 (i) has the full authority of the board to act upon routine matters during the interim 1112 between board meetings: 1113 (ii) may not act on nonroutine matters except under extraordinary and emergency 1114 circumstances; and 1115 (iii) shall report to the board at the board's next meeting following an action undertaken 1116 by the executive committee. 1117 (12) (a) The board shall meet regularly upon the board's own determination. 1118 (b) The board may also meet, in full or executive session, at the request of the chair,

10 members.

(13) A quorum of the board is required to conduct the board's business and consists of

the commissioner, or at least five members of the board.

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1122	(14) (a) A vacancy in the board occurring before the expiration of a member's full term
1123	shall be immediately filled through the nomination process described in Section 53B-1-406 and
1124	in this section.
1125	(b) An individual appointed under Subsection (14)(a) serves for the remainder of the
1126	unexpired term.
1127	(15) (a) (i) Subject to Subsection (15)(a)(ii), a member shall receive a daily salary for
1128	each calendar day that the member attends a board meeting that is the same as the daily salary
1129	for a member of the Legislature described in Section 36-2-3.
1130	(ii) A member may receive a salary for up to 10 calendar days per calendar year.
1131	(b) A member may receive per diem and travel expenses in accordance with:
1132	(i) Section 63A-3-106;
1133	(ii) Section 63A-3-107; and
1134	(iii) rules made by the Division of Finance pursuant to Sections 63A-3-106 and
1135	63A-3-107.
1136	(16) The commissioner shall provide to each member:
1137	(a) initial training when the member joins the board; and
1138	(b) ongoing annual training.
1139	(17) A board member shall comply with the conflict of interest provisions described in
1140	Title 63G, Chapter 24, Part 3, Conflicts of Interest.
1141	Section 29. Section 53B-33-101 (Effective 07/01/22), which is renumbered from
1142	Section 63N-1b-101 (Effective 07/01/22) is renumbered and amended to read:
1143	CHAPTER 33. TALENT, EDUCATION, AND INDUSTRY ALIGNMENT
1144	[63N-1b-101 (Effective 07/01/22)]. 53B-33-101 (Effective
1145	<u>07/01/22).</u> Definitions.
1146	As used in this chapter:
1147	(1) "Apprenticeship program" means a program that:
1148	(a) combines paid on-the-job learning with formal classroom instruction to prepare
1149	students for careers; and

1150	(b) includes:
1151	(i) structured on-the-job learning for students under the supervision of a skilled
1152	employee;
1153	(ii) classroom instruction for students related to the on-the-job learning;
1154	(iii) ongoing student assessments using established competency and skills standards;
1155	and
1156	(iv) the student receiving an industry-recognized credential or degree upon completion
1157	of the program.
1158	(2) "Career and technical education region" means an economic service area created in
1159	Section 35A-2-101.
1160	(3) "Commission" means the Unified Economic Opportunity Commission created in
1161	Section 63N-1a-201.
1162	[(3)] <u>(4)</u> "High quality professional learning" means the professional learning standards
1163	for teachers and principals described in Section 53G-11-303.
1164	[(4)] (5) "Institution of higher education" means the University of Utah, Utah State
1165	University, Southern Utah University, Weber State University, Snow College, Utah Tech
1166	University, Utah Valley University, or Salt Lake Community College.
1167	[(5)] (6) "Local education agency" means a school district, a charter school, or the Utah
1168	Schools for the Deaf and the Blind.
1169	[(6)] (7) "Master plan" means the computer science education master plan described in
1170	Section [63N-1b-304] <u>53B-33-105</u> .
1171	[(7)] <u>(8)</u> "Participating employer" means an employer that:
1172	(a) partners with an educational institution on a curriculum for an apprenticeship
1173	program or work-based learning program; and
1174	(b) provides an apprenticeship or work-based learning program for students.
1175	[(8)] <u>(9)</u> "State board" means the State Board of Education.
1176	[(9) "Talent program" means the Talent Ready Utah Program created in Section
1177	63N-1b-302.]

1178	(10) "Talent [subcommittee"] board" means the Talent, Education, and Industry
1179	Alignment [Subcommittee] Board created in Section [63N-1b-301] 53B-33-102.
1180	(11) "Talent program" means the Talent Ready Utah Program created in Section
1181	<u>53B-33-103.</u>
1182	(12) "Targeted industry" means an industry or group of industries targeted by the
1183	commission for economic development in the state.
1184	[(11)] (13) "Technical college" means:
1185	(a) the same as that term is defined in Section 53B-1-101.5; and
1186	(b) a degree-granting institution acting in the degree-granting institution's technical
1187	education role described in Section 53B-2a-201.
1188	[(12)] (14) (a) "Work-based learning program" means a program that combines
1189	structured and supervised learning activities with authentic work experiences and that is
1190	implemented through industry and education partnerships.
1191	(b) "Work-based learning program" includes the following objectives:
1192	(i) providing students an applied workplace experience using knowledge and skills
1193	attained in a program of study that includes an internship, externship, or work experience;
1194	(ii) providing an educational institution with objective input from a participating
1195	employer regarding the education requirements of the current workforce; and
1196	(iii) providing funding for programs that are associated with high-wage, in-demand, or
1197	emerging occupations.
1198	[(13)] (15) "Workforce programs" means education or industry programs that facilitate
1199	training the state's workforce to meet industry demand.
1200	Section 30. Section 53B-33-102, which is renumbered from Section 63N-1b-301 is
1201	renumbered and amended to read:
1202	[63N-1b-301]. 53B-33-102. Talent, Education, and Industry Alignment
1203	Board Creation Membership Expenses Duties.
1204	(1) There is created [a subcommittee of the commission called] the Talent, Education,
1205	and Industry Alignment [Subcommittee] Board composed of the following members:

1206	(a) the state superintendent of public instruction or the superintendent's designee;
1207	(b) the commissioner [of higher education] or the [commissioner of higher education's]
1208	commissioner's designee;
1209	(c) the chair of the State Board of Education or the chair's designee;
1210	(d) the executive director of the Department of Workforce Services or the executive
1211	[director of the department's] director's designee;
1212	(e) the executive director of the [GO Utah office] Governor's Office of Economic
1213	Opportunity or the executive director's designee;
1214	(f) the director of the Division of Occupational and Professional Licensing or the
1215	director's designee;
1216	(g) the governor's education advisor or the advisor's designee;
1217	(h) one member of the Senate, appointed by the president of the Senate;
1218	(i) one member of the House of Representatives, appointed by the speaker of the House
1219	of Representatives;
1220	(j) the president of the Salt Lake Chamber or the president's designee;
1221	(k) [three] six representatives of private industry chosen to represent targeted
1222	industries, appointed by the commission;
1223	[(1) a representative of the technology industry chosen by the commission;]
1224	[(m)] (1) the lieutenant governor or the lieutenant governor's designee; and
1225	$[\frac{(n)}{m}]$ any additional individuals appointed by the commission who represent:
1226	(i) one or more individual educational institutions; or
1227	(ii) education or industry professionals.
1228	(2) The [commission] talent board shall select a chair and vice chair from among the
1229	members of the talent [subcommittee] board.
1230	(3) The talent [subcommittee] board shall meet at least quarterly.
1231	(4) Attendance of a majority of the members of the talent [subcommittee] board
1232	constitutes a quorum for the transaction of official talent [subcommittee] board business.
1233	(5) Formal action by the talent [subcommittee] board requires the majority vote of a

1234	quorum.
1235	(6) A member of the talent [subcommittee] board:
1236	(a) may not receive compensation or benefits for the member's service; and
1237	(b) who is not a legislator may receive per diem and travel expenses in accordance
1238	with:
1239	(i) Section 63A-3-106;
1240	(ii) Section 63A-3-107; and
1241	(iii) rules made by the Division of Finance pursuant to Sections 63A-3-106 and
1242	63A-3-107.
1243	(7) The talent [subcommittee] board shall:
1244	(a) (i) review and develop metrics to measure the progress, performance, effectiveness,
1245	and scope of any state operation, activity, program, or service that primarily involves
1246	employment training or placement; and
1247	(ii) ensure that the metrics described in Subsection (7)(a) are consistent and
1248	comparable for each state operation, activity, program, or service that primarily involves
1249	employment training or placement;
1250	(b) make recommendations to the <u>board and the</u> commission regarding how to better
1251	align training and education in the state with industry demand;
1252	(c) make recommendations to the board and the commission regarding how to better
1253	align technical education with current and future workforce needs; [and]
1254	(d) coordinate with the [commission] talent program to meet the responsibilities
1255	described in Subsection [63N-1b-302(4).] <u>53B-33-103(4);</u>
1256	(e) develop a computer science education master plan in accordance with Section
1257	<u>53B-33-105;</u>
1258	(f) coordinate with the talent program to meet the responsibilities described in Section
1259	53B-33-107; and
1260	(g) administer the Utah Works Program in accordance with Section 53B-33-108.
1261	(8) Nothing in this section prohibits an individual who, on June 30, 2022, is a member

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1262	of a subcommittee within the Governor's Office of Economic Opportunity known as the Talent,
1263	Education, and Industry Alignment Subcommittee from serving as a member of the talent
1264	board.
1265	Section 31. Section 53B-33-103, which is renumbered from Section 63N-1b-302 is
1266	renumbered and amended to read:
1267	[63N-1b-302]. <u>53B-33-103.</u> Talent Ready Utah Program.
1268	(1) There is created [within the office] the Talent Ready Utah Program administered by
1269	the commissioner.
1270	(2) The [executive director] commissioner, with the approval of the board, shall
1271	appoint a director of the talent program.
1272	(3) The director of the talent program may appoint staff with the approval of the
1273	[executive director] commissioner.
1274	(4) The talent program shall coordinate with the talent [subcommittee] board to:
1275	(a) further education and industry alignment in the state;
1276	(b) coordinate the development of new education programs that align with industry
1277	demand;
1278	(c) coordinate or partner with other state agencies to administer grant programs;
1279	(d) promote the inclusion of industry partners in education;
1280	(e) provide outreach and information to employers regarding workforce programs and
1281	initiatives;
1282	(f) develop and analyze stackable credential programs;
1283	(g) determine efficiencies among workforce providers;

1289 [63N-1b-303].

high-paying jobs; and

renumbered and amended to read:

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(h) map available workforce programs focusing on programs that successfully create

Section 32. Section 53B-33-104, which is renumbered from Section 63N-1b-303 is

(i) support initiatives of the talent [subcommittee] board.

The talent program shall [prepare an annual report describing] annually report to the
board on the talent program's operations and recommendations [for inclusion in the office's
annual written report described in Section 63N-1a-306], including the results of the
apprenticeship pilot program described in Section [63N-1b-306] 53B-33-107.
Section 33. Section 53B-33-105, which is renumbered from Section 63N-1b-304 is
renumbered and amended to read:
[63N-1b-304]. 53B-33-105. Computer science education master plan.
The talent [subcommittee] board, in consultation with the state board and the talent
program, shall develop a computer science education master plan that:
(1) includes a statement of the objectives and goals of the master plan;
(2) describes how the talent [subcommittee] board and the state board will administer
the Computer Science for Utah Grant Program created in Section [63N-1b-305] 53B-33-106;
(3) provides guidance for local education agencies in implementing computer science
education opportunities for students in high school, middle school, and elementary school;
(4) integrates recommendations and best practices from private and public entities that
are seeking to improve and expand the opportunities for computer science education, including
the Expanding Computer Education Pathways Alliance; and
(5) makes recommendations to assist a local education agency in creating a local
education agency computer science plan described in Subsection [63N-1b-305(7)]
<u>53B-33-106(6)</u> , including:
(a) providing recommendations regarding course offerings in computer science;
(b) providing recommendations regarding professional development opportunities in
computer science for licensed teachers;
(c) providing recommendations regarding curriculum software for computer science
courses;
(d) providing recommendations regarding assessment solutions to measure the learning
outcomes of students in computer science courses; and

(e) providing information regarding how a local education agency can receive technical

1318	support from the talent [subcommittee] board in providing computer science education
1319	opportunities for students.
1320	Section 34. Section 53B-33-106 , which is renumbered from Section 63N-1b-305 is
1321	renumbered and amended to read:
1322	[63N-1b-305]. 53B-33-106. Computer Science for Utah Grant Program.
1323	(1) As used in this section, "grant program" means the Computer Science for Utah
1324	Grant Program created in Subsection (2).
1325	(2) The Computer Science for Utah Grant Program is created to provide grants to
1326	eligible local education agencies for improving computer science learning outcomes and course
1327	offerings as demonstrated by:
1328	(a) the creation and implementation of a local education agency computer science plan
1329	as described in Subsection $[(7)]$ (6); and
1330	(b) the effective implementation of approved courses and the provision of effective
1331	training opportunities for licensed teachers.
1332	(3) Subject to appropriations from the Legislature, [and subject to the approval of the
1333	talent subcommittee,] the state board, in consultation with the talent board, shall distribute to
1334	local education agencies money appropriated for the grant program in accordance with this
1335	section.
1336	[(4) The state board shall:]
1337	[(a) solicit applications from local education agency boards to receive grant money
1338	under the grant program;]
1339	[(b) make recommendations to the talent subcommittee regarding the awarding of grant
1340	money to a local education agency board on behalf of a local education agency based on the
1341	criteria described in Subsection (6); and]
1342	[(c) obtain final approval from the talent subcommittee before awarding grant money.]
1343	[(5)] (4) In administering the Computer Science for Utah Grant Program, the state
1344	board [and the office], in consultation with the talent [subcommittee] board, may make rules, in
1345	accordance with this part and Title 63G, Chapter 3, Utah Administrative Rulemaking Act, that:

1346	(a) describe the form and deadlines for a grant application by a local education agency
1347	under this section; and
1348	(b) describe the reporting requirements required by a local education agency after
1349	receiving a grant under this section.
1350	[6] In awarding a grant under Subsection (3), the state board shall consider the
1351	effectiveness of the local education agency in creating and implementing a local education
1352	agency computer science plan as described in Subsection [(7)] (6).
1353	[(7)] <u>(6)</u> Each local education agency that seeks a grant as described in this section
1354	shall submit a written computer science plan, in a form approved by the state board [and the
1355	talent subcommittee], that:
1356	(a) covers at least four years;
1357	(b) addresses the recommendations of the talent [subcommittee's] board's computer
1358	science education master plan described in Section [63N-1b-304] 53B-33-105;
1359	(c) identifies targets for improved computer science offerings, student learning, and
1360	licensed teacher training;
1361	(d) describes a computer science professional development program and other
1362	opportunities for high quality professional learning for licensed teachers or individuals training
1363	to become licensed teachers;
1364	(e) provides a detailed budget, communications, and reporting structure for
1365	implementing the computer science plan;
1366	(f) commits to provide one computer science course offering, approved by the talent
1367	[subcommittee] board, in every middle and high school within the local education agency;
1368	(g) commits to integrate computer science education into the curriculum of each
1369	elementary school within the local education agency; and
1370	(h) includes any other requirement established by the state board [or the office] by rule,
1371	in consultation with the talent [subcommittee] board, in accordance with this part and Title
1372	63G, Chapter 3, Utah Administrative Rulemaking Act.
1373	[(8)] (7) Each local education agency that receives a grant as described in this section

1374	shall provide an annual written assessment to the state board and the talent [subcommittee]
1375	board for each year that the local education agency receives a grant or expends grant money
1376	that includes:
1377	(a) how the grant money was used;
1378	(b) any improvements in the number and quality of computer science offerings
1379	provided by the local education agency and any increase in the number of licensed teachers
1380	providing computer science teaching to students;
1381	(c) any difficulties encountered during implementation of the local education agency's
1382	written computer science plan and steps that will be taken to address the difficulties; and
1383	(d) any other requirement established by the state board [or the office] by rule, in
1384	consultation with the talent [subcommittee] board, in accordance with this part and Title 63G,
1385	Chapter 3, Utah Administrative Rulemaking Act.
1386	[(9)] (8) (a) The state board and the talent [subcommittee] board shall review each
1387	annual written assessment described in Subsection [(8)] (7) .
1388	(b) As a result of the review described in Subsection [(9)] (8)(a):
1389	(i) the state board or the talent [subcommittee] board may provide recommendations to
1390	improve the progress of the local education agency in meeting the objectives of the written
1391	computer science plan;
1392	(ii) the state board may determine not to renew or extend a grant under this section; or
1393	(iii) the state board or the talent [subcommittee] board may take other action to assist
1394	the local education agency.
1395	Section 35. Section 53B-33-107 , which is renumbered from Section 63N-1b-306 is
1396	renumbered and amended to read:
1397	[63N-1b-306]. 53B-33-107. Apprenticeships and work-based learning.
1398	(1) The talent program, in collaboration with the talent [subcommittee] board, may
1399	partner with one or more of the following to facilitate and encourage apprenticeship
1400	opportunities and work-based learning opportunities for Utah students:
1401	(a) the [state board] State Board of Education;

1402	(b) the Utah system of higher education; [and] or
1403	(c) a participating employer in the state.
1404	(2) Subject to appropriations from the Legislature and in accordance with the proposal
1405	process and other provisions of this section, the talent [subcommittee, with the concurrence of
1406	the executive director] board, in coordination with the talent program, may provide funding for
1407	approved apprenticeship opportunities and work-based learning opportunities.
1408	(3) To receive funding under this section, an entity described in Subsection (1) seeking
1409	to partner with the talent program shall submit a proposal through the talent program, in a form
1410	approved by the talent program and in accordance with deadlines determined by the talent
1411	program, that contains the following elements:
1412	(a) the proposal shall include:
1413	(i) a description of the proposed apprenticeship program or work-based learning
1414	program that demonstrates the program will be:
1415	(A) responsive to the workforce needs of a high demand industry or occupation; and
1416	(B) a partnership between at least one participating employer and at least one public
1417	high school, technical college, or institution of higher education;
1418	(ii) an estimate of:
1419	(A) student enrollment in the program;
1420	(B) what school credit, credentials, certifications, or other workforce attainments will
1421	be provided by the program; and
1422	(C) job-placement rates for students who complete the program;
1423	(iii) a description of any financial contributions or in-kind contributions that will be
1424	provided by each participating employer in the program;
1425	(iv) if the program would require state board approval under the provisions of Section
1426	53B-16-102, evidence that the state board has approved the program; and
1427	(v) the amount of funding requested for the program, including justification for the
1428	funding; and

(b) while not required, a preference may be given to a proposal that includes:

1429

1430	(i) a description of a stackable credentialing pathway for participating students that will
1431	be created by the program between at least two of the following:
1432	(A) a public high school;
1433	(B) a technical college; and
1434	(C) an institution of higher education; or
1435	(ii) the potential for participating students to obtain full-time employment with the
1436	participating employer upon completion of the program.
1437	(4) The talent [subcommittee] board shall review and prioritize each proposal received
1438	and determine whether the proposal should be funded, using the following criteria:
1439	(a) the quality and completeness of the elements of the proposal described in
1440	Subsection (3)(a);
1441	(b) the quality of the optional elements of the proposal described in Subsection (3)(b);
1442	(c) to what extent the proposal would expand the capacity to meet state or regional
1443	workforce needs; and
1444	(d) other relevant criteria as determined by the talent [subcommittee] board.
1445	(5) A partnership that receives funding under this section:
1446	(a) shall use the money to accomplish the proposed apprenticeship program or
1447	work-based learning program;
1448	(b) may use the money to offset a participating employer's direct operational costs
1449	associated with employing students as part of an approved apprenticeship program or
1450	work-based learning program;
1451	(c) except as provided in Subsection (5)(d), may not use the money for educational
1452	administration; and
1453	(d) may use the money to support one full-time employee within a career and technical
1454	education region if:
1455	(i) each participating local education agency, public high school, technical college, and
1456	institution of higher education agree on which entity will house the full-time employee;
1457	(ii) the full-time employee spends all of the employee's time working exclusively to

1458	develop apprentice programs or work-based learning programs; and
1459	(iii) the full-time employee is responsible for regular reporting to and receiving training
1460	from the director of the talent program.
1461	(6) The talent program shall be responsible for the administration of apprenticeship
1462	programs and work-based learning programs described in this section, including:
1463	(a) working with and providing technical assistance to the participating partners that
1464	establish apprentice programs and work-based learning programs and that receive funding
1465	under the provisions of this section;
1466	(b) establishing reporting requirements for participating partners that establish
1467	apprentice programs and work-based learning programs and that receive funding under the
1468	provisions of this section;
1469	(c) providing outreach and marketing to encourage more employers to participate; and
1470	(d) annually [providing information to the office regarding] reporting on the activities,
1471	successes, and challenges of the [center] talent program related to administering apprentice
1472	programs and work-based learning programs for inclusion in the [office's annual written] report
1473	described in Section [63N-1a-306] 53B-33-104, including:
1474	(i) specific entities that received funding under this section;
1475	(ii) the amount of funding provided to each entity; and
1476	(iii) the number of participating students in each apprentice program and work-based
1477	learning program.
1478	(7) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
1479	[and the provisions of this section,] the talent program may make rules regarding:
1480	(a) the method and deadlines for applying for funding under this section;
1481	(b) the distribution of funding under this section; and
1482	(c) the reporting requirements of each entity receiving funding under this section.
1483	Section 36. Section 53B-33-108 , which is renumbered from Section 63N-1b-307 is
1484	renumbered and amended to read:

53B-33-108. Utah Works Program.

1485

[63N-1b-307].

1486	(1) There is created the Utah Works Program.
1487	(2) The [program] <u>Utah Works Program</u> , under the direction of the talent
1488	[subcommittee] board, shall [coordinate and] partner with the following entities [described
1489	below] to develop short-term pre-employment training and short-term early employment
1490	training for student and workforce participants that meet the needs of businesses that are
1491	creating jobs and economic growth in the state [by]:
1492	(a) [partnering with the office,] the Department of Workforce Services[, and the Utah
1493	system of higher education];
1494	(b) the Governor's Office of Economic Opportunity; and
1495	[(b) partnering with] (c) businesses that have significant hiring demands for primarily
1496	newly created jobs in the state[;].
1497	(3) In addition to the duties described in Subsection (2), the Utah Works Program may:
1498	[(c) coordinating] (a) coordinate with the Department of Workforce Services,
1499	education agencies, and employers to create effective recruitment initiatives to attract student
1500	and workforce participants and business participants to the program;
1501	[(d) coordinating] (b) coordinate with the [Utah system of higher education] board to
1502	develop educational and training resources to provide student participants in the program
1503	qualifications to be hired by business participants in the program; and
1504	[(e) coordinating] (c) coordinate with the [State Board of Education] state board and
1505	local education agencies when appropriate to develop educational and training resources to
1506	provide student participants in the program qualifications to be hired by business participants
1507	in the program.
1508	[(3) (a) Subject to appropriation, the office, in consultation with the talent
1509	subcommittee, may respond to the COVID-19 pandemic by directing financial grants to
1510	institutions of higher education described in Section 53B-2-101 to offer short-term programs
1511	to:]
1512	[(i) provide training to furloughed, laid off, dislocated, underserved, or other
1513	populations affected by COVID-19 to fill employment gaps in the state;]

1514	[(ii) provide training and education related to industry needs; and]
1515	[(iii) provide students with certificates or other recognition after completion of
1516	training.]
1517	[(b) The office shall include the following information in the annual written report
1518	described in Section 63N-1-301:]
1519	[(i) the process by which the office determines which institutions of higher education
1520	shall receive financial grants; and]
1521	[(ii) the formula for awarding financial grants.]
1522	[(c) An institution of higher education that receives grant funds under this Subsection
1523	(3):]
1524	[(i) may use grant funds for:]
1525	[(A) costs associated with developing a new program; or]
1526	[(B) costs associated with expanding an existing program; and]
1527	[(ii) shall demonstrate industry needs and opportunities for partnership with industry.]
1528	[(d) The office shall award grant funds on a rolling basis, until the earlier of funds
1529	being exhausted or June 30, 2022.]
1530	[(e) The office shall conduct outreach, including education about career guidance,
1531	training, and workforce programs, to the targeted populations.]
1532	(4) The [office] board, in consultation with the talent [subcommittee] board, may, in
1533	accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, [and in
1534	accordance with the provisions of this section,] make rules regarding the development and
1535	administration of the Utah Works Program.
1536	(5) The Utah Works Program shall <u>annually</u> report the following metrics to the [office
1537	for inclusion in the office's annual report described in Section 63N-1a-306] board:
1538	(a) the number of participants in the program;
1539	(b) how program participants learned about or were referred to the program[, including
1540	the number of participants who learned about or were referred to the program by:];
1541	[(i) the Department of Workforce Services;]

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1542	[(ii) marketing efforts of the office or talent subcommittee;]
1543	[(iii) a school counselor; and]
1544	[(iv) other methods;]
1545	(c) the number of participants who have completed training offered by the program;
1546	and
1547	(d) the number of participants who have been hired by a business participating in the
1548	program.
1549	Section 37. Section 53B-33-109 is enacted to read:
1550	53B-33-109. Grants for business entities offering employee return to work
1551	programs.
1552	(1) As used in this section, "business entity" means a for-profit or nonprofit entity.
1553	(2) Subject to appropriations from the Legislature, the talent program, in consultation
1554	with the talent board, may award grants to business entities to offer innovative return to work
1555	programs for employees.
1556	(3) A business entity that receives grant funds under this section may only use grant
1557	<u>funds for:</u>
1558	(a) costs associated with developing a new return to work program; or
1559	(b) costs associated with expanding an existing return to work program.
1560	(4) The talent program shall include the following information in the report described
1561	<u>in Section 53B-33-104:</u>
1562	(a) the process by which the talent program determines which business entities shall
1563	receive grants; and
1564	(b) the formula for awarding grants.
1565	(5) The talent program shall award grant funds on a rolling basis, until the earlier of
1566	funds being exhausted or June 30, 2025.
1567	Section 38. Section 63B-1b-202 is amended to read:

63B-1b-202. Custodial officer -- Powers and duties.

1568

1569

(1) (a) There is created within the Division of Finance an officer responsible for the

1570 care, custody, safekeeping, collection, and accounting of all bonds, notes, contracts, trust 1571 documents, and other evidences of indebtedness: (i) owned or administered by the state or any of its agencies; and 1572 1573 (ii) except as provided in Subsection (1)(b), relating to revolving loan funds. (b) Notwithstanding Subsection (1)(a), the officer described in Subsection (1)(a) is not 1574 1575 responsible for the care, custody, safekeeping, collection, and accounting of a bond, note, 1576 contract, trust document, or other evidence of indebtedness relating to the: (i) Agriculture Resource Development Fund, created in Section 4-18-106; 1577 1578 (ii) Utah Rural Rehabilitation Fund, created in Section 4-19-105; 1579 (iii) Petroleum Storage Tank Trust Fund, created in Section 19-6-409; 1580 (iv) Olene Walker Housing Loan Fund, created in Section 35A-8-502; [and] 1581 (v) Brownfields Fund, created in Section 19-8-120[-]; and 1582 (vi) Rural Opportunity Fund, created in Section 63N-4-805. (2) (a) Each authorizing agency shall deliver to this officer for the officer's care. 1583 custody, safekeeping, collection, and accounting all bonds, notes, contracts, trust documents, 1584 1585 and other evidences of indebtedness: 1586 (i) owned or administered by the state or any of its agencies; and (ii) except as provided in Subsection (1)(b), relating to revolving loan funds. 1587 1588 (b) This officer shall: (i) establish systems, programs, and facilities for the care, custody, safekeeping, 1589 collection, and accounting for the bonds, notes, contracts, trust documents, and other evidences 1590 1591 of indebtedness submitted to the officer under this Subsection (2): and 1592 (ii) shall make available updated reports to each authorizing agency as to the status of 1593 loans under their authority. 1594 (3) The officer described in Section 63B-1b-201 shall deliver to the officer described in Subsection (1)(a) for the care, custody, safekeeping, collection, and accounting by the officer 1595 described in Subsection (1)(a) of all bonds, notes, contracts, trust documents, and other 1596 1597 evidences of indebtedness closed as provided in Subsection 63B-1b-201(2)(b).

1598	Section 39. Section 63I-1-235 is amended to read:
1599	63I-1-235. Repeal dates, Title 35A.
1600	(1) Subsection 35A-1-202(2)(d), related to the Child Care Advisory Committee, is
1601	repealed July 1, 2026.
1602	(2) Section 35A-3-205, which creates the Child Care Advisory Committee, is repealed
1603	July 1, 2026.
1604	(3) Subsection 35A-4-312(5)(p), describing information that may be disclosed to the
1605	federal Wage and Hour Division, is repealed July 1, 2022.
1606	(4) Subsection 35A-4-502(5), which creates the Employment Advisory Council, is
1607	repealed July 1, 2022.
1608	(5) Title 35A, Chapter 8, Part 22, Commission on Housing Affordability, is repealed
1609	July 1, 2023.
1610	(6) Section 35A-9-501 is repealed January 1, 2023.
1611	[(7) Title 35A, Chapter 11, Women in the Economy Commission Act, is repealed
1612	January 1, 2025.]
1613	[(8)] (7) Sections 35A-13-301 and 35A-13-302, which create the Governor's
1614	Committee on Employment of People with Disabilities, are repealed July 1, 2023.
1615	[(9)] (8) Section 35A-13-303, which creates the State Rehabilitation Advisory Council
1616	is repealed July 1, 2024.
1617	[(10)] (9) Section 35A-13-404, which creates the advisory council for the Division of
1618	Services for the Blind and Visually Impaired, is repealed July 1, 2025.
1619	[(11)] (10) Sections 35A-13-603 and 35A-13-604, which create the Interpreter
1620	Certification Board, are repealed July 1, 2026.
1621	Section 40. Section 63I-1-263 is amended to read:
1622	63I-1-263. Repeal dates, Titles 63A to 63N.
1623	(1) In relation to the Utah Transparency Advisory Board, on January 1, 2025:
1624	(a) Section 63A-16-102 is repealed;
1625	(b) Section 63A-16-201 is repealed; and

- 1626 (c) Section 63A-16-202 is repealed.
- 1627 (2) Subsection 63A-5b-405(5), relating to prioritizing and allocating capital
- improvement funding, is repealed July 1, 2024.
- 1629 (3) Section 63A-5b-1003, State Facility Energy Efficiency Fund, is repealed July 1,
- 1630 2023.
- 1631 (4) Sections 63A-9-301 and 63A-9-302, related to the Motor Vehicle Review
- 1632 Committee, are repealed July 1, 2023.
- 1633 (5) Title 63C, Chapter 4a, Constitutional and Federalism Defense Act, is repealed July
- 1634 1, 2028.
- 1635 (6) Title 63C, Chapter 6, Utah Seismic Safety Commission, is repealed January 1,
- 1636 2025.
- 1637 (7) Title 63C, Chapter 12, Snake Valley Aquifer Advisory Council, is repealed July 1,
- 1638 2024.
- 1639 (8) Title 63C, Chapter 17, Point of the Mountain Development Commission Act, is
- 1640 repealed July 1, 2023.
- 1641 (9) Title 63C, Chapter 18, Behavioral Health Crisis Response Commission, is repealed
- 1642 July 1, 2023.
- 1643 (10) Title 63C, Chapter 23, Education and Mental Health Coordinating Council, is
- 1644 repealed July 1, 2026.
- 1645 (11) Title 63A, Chapter 16, Part 7, Data Security Management Council, is repealed
- 1646 July 1, 2025.
- 1647 (12) Section 63G-6a-805, which creates the Purchasing from Persons with Disabilities
- 1648 Advisory Board, is repealed July 1, 2026.
- 1649 (13) Title 63G, Chapter 21, Agreements to Provide State Services, is repealed July 1,
- 1650 2025.
- 1651 (14) Title 63H, Chapter 4, Heber Valley Historic Railroad Authority, is repealed July 1,
- 1652 2024.
- 1653 (15) Title 63H, Chapter 8, Utah Housing Corporation Act, is repealed July 1, 2026.

1654	(16) Subsection 63J-1-602.1(17), Nurse Home Visiting Restricted Account is repeale
1655	July 1, 2026.

- 1656 (17) (a) Subsection 63J-1-602.1(61), relating to the Utah Statewide Radio System
 1657 Restricted Account, is repealed July 1, 2022.
- 1658 (b) When repealing Subsection 63J-1-602.1(61), the Office of Legislative Research and
 1659 General Counsel shall, in addition to the office's authority under Subsection 36-12-12(3), make
 1660 necessary changes to subsection numbering and cross references.
- 1661 (18) Subsection 63J-1-602.2(5), referring to dedicated credits to the Utah Marriage Commission, is repealed July 1, 2023.
- 1663 (19) Subsection 63J-1-602.2(6), referring to the Trip Reduction Program, is repealed 1664 July 1, 2022.
- 1665 (20) Subsection 63J-1-602.2(24), related to the Utah Seismic Safety Commission, is repealed January 1, 2025.
- 1667 (21) Title [63J, Chapter 4, Part 5] <u>63L, Chapter 11, Part 4</u>, Resource Development 1668 Coordinating Committee, is repealed July 1, 2027.
- 1669 (22) In relation to the advisory committee created in Subsection 63L-11-305(3), on July 1, 2022:
- 1671 (a) Subsection 63L-11-305(1)(a), which defines "advisory committee," is repealed; and
- 1672 (b) Subsection 63L-11-305(3), which creates the advisory committee, is repealed.
- 1673 (23) In relation to the Utah Substance Use and Mental Health Advisory Council, on 1674 January 1, 2023:
- 1675 (a) Sections 63M-7-301, 63M-7-302, 63M-7-303, 63M-7-304, and 63M-7-306 are repealed;
- 1677 (b) Section 63M-7-305, the language that states "council" is replaced with 1678 "commission";
- 1679 (c) Subsection 63M-7-305(1) is repealed and replaced with:
- 1680 "(1) "Commission" means the Commission on Criminal and Juvenile Justice."; and
- 1681 (d) Subsection 63M-7-305(2) is repealed and replaced with:

1682	"(2) The commission shall:
1683	(a) provide ongoing oversight of the implementation, functions, and evaluation of the
1684	Drug-Related Offenses Reform Act; and
1685	(b) coordinate the implementation of Section 77-18-104 and related provisions in
1686	Subsections 77-18-103(2)(c) and (d).".
1687	(24) The Crime Victim Reparations and Assistance Board, created in Section
1688	63M-7-504, is repealed July 1, 2027.
1689	(25) Title 63M, Chapter 7, Part 6, Utah Council on Victims of Crime, is repealed July
1690	1, 2022.
1691	(26) Title 63M, Chapter 11, Utah Commission on Aging, is repealed July 1, 2026.
1692	[(27) Title 63N, Chapter 1, Part 5, Governor's Economic Development Coordinating
1693	Council, is repealed July 1, 2024.]
1694	(27) Title 63N, Chapter 1b, Part 4, Women in the Economy Subcommittee, is repealed
1695	January 1, 2025.
1696	(28) Title 63N, Chapter 2, Part 2, Enterprise Zone Act, is repealed July 1, 2028.
1697	(29) Section 63N-2-512, related to the Hotel Impact Mitigation Fund, is repealed July
1698	1, 2028.
1699	(30) (a) Title 63N, Chapter 2, Part 6, Utah Small Business Jobs Act, is repealed
1700	January 1, 2021.
1701	(b) Section 59-9-107 regarding tax credits against premium taxes is repealed for
1702	calendar years beginning on or after January 1, 2021.
1703	(c) Notwithstanding Subsection (30)(b), an entity may carry forward a tax credit in
1704	accordance with Section 59-9-107 if:
1705	(i) the person is entitled to a tax credit under Section 59-9-107 on or before December
1706	31, 2020; and
1707	(ii) the qualified equity investment that is the basis of the tax credit is certified under

Section 63N-2-603 on or before December 31, 2023.

1708

1709

[(31) Title 63N, Chapter 4, Part 4, Rural Employment Expansion Program, is repealed

1710	July 1, 2023.]
1711	[(32) Title 63N, Chapter 7, Part 1, Board of Tourism Development, is repealed July 1,
1712	2025.]
1713	(31) In relation to the Rural Employment Expansion Program, on July 1, 2023:
1714	(a) Title 63N, Chapter 4, Part 4, Rural Employment Expansion Program, is repealed;
1715	<u>and</u>
1716	(b) Subsection 63N-4-805(5)(b), referring to the Rural Employment Expansion
1717	Program, is repealed.
1718	(32) In relation to the Board of Tourism Development, on July 1, 2025:
1719	(a) Subsection 63N-2-511(1)(b), which defines "tourism board," is repealed;
1720	(b) Subsections 63N-2-511(3)(a) and (5), the language that states "tourism board" is
1721	repealed and replaced with "Utah Office of Tourism";
1722	(c) Subsection 63N-7-101(1), which defines "board," is repealed;
1723	(d) Subsection 63N-7-102(3)(c), which requires the Utah Office of Tourism to receive
1724	approval from the Board of Tourism Development, is repealed; and
1725	(e) Title 63N, Chapter 7, Part 2, Board of Tourism Development, is repealed.
1726	(33) Title 63N, Chapter 9, Part 2, Outdoor Recreational Infrastructure Grant Program,
1727	is repealed January 1, 2028.
1728	Section 41. Section 63L-2-301 is amended to read:
1729	63L-2-301. Promoting or lobbying for a federal designation within the state.
1730	(1) As used in this section:
1731	(a) "Federal designation" means the designation of a:
1732	(i) national monument;
1733	(ii) national conservation area;
1734	(iii) wilderness area or wilderness study area;
1735	(iv) area of critical environmental concern;
1736	(v) research natural area; or
1737	(vi) national recreation area.

1738	(b) (i) "Governmental entity" means:
1739	(A) a state-funded institution of higher education or public education;
1740	(B) a political subdivision of the state;
1741	(C) an office, agency, board, bureau, committee, department, advisory board, or
1742	commission that the government funds or establishes to carry out the public's business,
1743	regardless of whether the office, agency board, bureau, committee, department, advisory board,
1744	or commission is composed entirely of public officials or employees;
1745	(D) an interlocal entity as defined in Section 11-13-103 or a joint or cooperative
1746	undertaking as defined in Section 11-13-103;
1747	(E) a governmental nonprofit corporation as defined in Section 11-13a-102; or
1748	(F) an association as defined in Section 53G-7-1101.
1749	(ii) "Governmental entity" does not mean:
1750	(A) the School and Institutional Trust Lands Administration created in Section
1751	53C-1-201;
1752	(B) the School and Institutional Trust Lands Board of Trustees created in Section
1753	53C-1-202;
1754	(C) the Office of the Governor;
1755	(D) the Governor's Office of Planning and Budget created in Section 63J-4-201;
1756	(E) the Public Lands Policy Coordinating Office created in Section 63L-11-201;
1757	(F) the Office of Energy Development created in Section 79-6-401; or
1758	(G) the Governor's Office of Economic Opportunity created in Section 63N-1a-301[,
1759	including the Talent, Education, and Industry Alignment Subcommittee created in Section
1760	63N-1b-301].
1761	(2) (a) A governmental entity, or a person a governmental entity employs and
1762	designates as a representative, may investigate the possibility of a federal designation within
1763	the state.
1764	(b) A governmental entity that intends to advocate for a federal designation within the
1765	state shall:

1766	(i) notify the chairs of the following committees before the introduction of federal
1767	legislation:
1768	(A) the Natural Resources, Agriculture, and Environment Interim Committee, if
1769	constituted, and the Federalism Commission; or
1770	(B) if the notice is given during a General Session, the House and Senate Natural
1771	Resources, Agriculture, and Environment Standing Committees; and
1772	(ii) upon request of the chairs, meet with the relevant committee to review the proposal.
1773	(3) This section does not apply to a political subdivision supporting a federal
1774	designation if the federal designation:
1775	(a) applies to 5,000 acres or less; and
1776	(b) has an economical or historical benefit to the political subdivision.
1777	Section 42. Section 63N-1a-102 is amended to read:
1778	63N-1a-102. Definitions.
1779	As used in this title:
1780	(1) "Baseline jobs" means the number of full-time employee positions that existed
1781	within a business entity in the state before the date on which a project related to the business
1782	entity is approved by the office or by the GO Utah board.
1783	(2) "Baseline state revenue" means the amount of state tax revenue collected from a
1784	business entity or the employees of a business entity during the year before the date on which a
1785	project related to the business entity is approved by the office or by the GO Utah board.
1786	(3) "Commission" means the Unified Economic Opportunity Commission created in
1787	Section 63N-1a-201.
1788	(4) "Economic opportunity agency" includes:
1789	(a) the Department of Workforce Services;
1790	(b) the Department of Cultural and Community Engagement;
1791	(c) the Department of Commerce;
1792	(d) the Department of Natural Resources;
1793	(e) the Office of Energy Development;

1794	(f) the State Board of Education;
1795	(g) institutions of higher education;
1796	(h) the Utah Multicultural Commission;
1797	(i) the World Trade Center Utah;
1798	(j) local government entities;
1799	(k) associations of governments;
1800	(l) the Utah League of Cities and Towns;
1801	(m) the Utah Association of Counties;
1802	(n) the Economic Development Corporation of Utah;
1803	(o) the Small Business Administration;
1804	(p) chambers of commerce;
1805	(q) industry associations;
1806	(r) small business development centers; and
1807	(s) other entities identified by the commission or the executive director.
1808	(5) "Executive director" means the executive director of the office.
1809	(6) "Full-time employee" means an employment position that is filled by an employee
1810	who works at least 30 hours per week and:
1811	(a) may include an employment position filled by more than one employee, if each
1812	employee who works less than 30 hours per week is provided benefits comparable to a
1813	full-time employee; and
1814	(b) may not include an employment position that is shifted from one jurisdiction in the
1815	state to another jurisdiction in the state.
1816	(7) "GO Utah board" means the [Business and Economic Development Subcommittee]
1817	Board of Economic Opportunity created in Section [63N-1b-202] 63N-1a-401.
1818	(8) "High paying job" means a newly created full-time employee position where the
1819	aggregate average annual gross wage of the employment position, not including health care or
1820	other paid or unpaid benefits, is:
1821	(a) at least 110% of the average wage of the county in which the employment position

1822	exists; or
1823	(b) for an employment position related to a project described in Chapter 2, Part 1,
1824	Economic Development Tax Increment Financing, and that is located within the boundary of a
1825	county of the third, fourth, fifth, or sixth class, or located within a municipality in a county of
1826	the second class and where the municipality has a population of 10,000 or less:
1827	(i) at least 100% of the average wage of the county in which the employment position
1828	exists; or
1829	(ii) an amount determined by rule made by the office in accordance with Title 63G,
1830	Chapter 3, Utah Administrative Rulemaking Act, if the office determines the project is in a
1831	county experiencing economic distress.
1832	(9) (a) "Incremental job" means a full-time employment position in the state that:
1833	(i) did not exist within a business entity in the state before the beginning of a project
1834	related to the business entity; and
1835	(ii) is created in addition to the number of baseline jobs that existed within a business
1836	entity.
1837	(b) "Incremental job" includes a full-time employment position where the employee is
1838	hired:
1839	(i) directly by a business entity; or
1840	(ii) by a professional employer organization, as defined in Section 31A-40-102, on
1841	behalf of a business entity.
1842	(10) "New state revenue" means the state revenue collected from a business entity or a
1843	business entity's employees during a calendar year minus the baseline state revenue calculation.
1844	(11) "Office" or "GO Utah office" means the Governor's Office of Economic
1845	Opportunity.
1846	(12) "State revenue" means state tax liability paid by a business entity or a business
1847	entity's employees under any combination of the following provisions:
1848	(a) Title 59, Chapter 7, Corporate Franchise and Income Taxes;

(b) Title 59, Chapter 10, Part 1, Determination and Reporting of Tax Liability and

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1850	Information;
1851	(c) Title 59, Chapter 10, Part 2, Trusts and Estates;
1852	(d) Title 59, Chapter 10, Part 4, Withholding of Tax; and
1853	(e) Title 59, Chapter 12, Sales and Use Tax Act.
1854	(13) "State strategic goals" means the strategic goals listed in Section 63N-1a-103.
1855	(14) "Statewide economic development strategy" means the economic development
1856	strategy developed by the commission in accordance with Section 63N-1a-202.
1857	(15) "Talent board" means the Talent, Education, and Industry Alignment Board
1858	created in Section 53B-33-102.
1859	Section 43. Section 63N-1a-201 is amended to read:
1860	63N-1a-201. Creation of commission.
1861	(1) There is created in the office the Unified Economic Opportunity Commission,
1862	established to carry out the mission described in Section 63N-1a-103 and direct the office and
1863	other appropriate entities in fulfilling the [state's] state strategic goals.
1864	(2) The commission consists of:
1865	(a) the following voting members:
1866	(i) the governor, who shall serve as the chair of the commission;
1867	(ii) the executive director, who shall serve as the vice chair of the commission;
1868	(iii) the executive director of the Department of Workforce Services;
1869	(iv) the executive director of the Department of Transportation;
1870	(v) the executive director of the Department of Natural Resources;
1871	(vi) the executive director of the Department of Commerce;
1872	(vii) the commissioner of the Department of Agriculture and Food;
1873	(viii) the executive director of the Governor's Office of Planning and Budget;
1874	(ix) the commissioner of higher education;
1875	(x) the state superintendent of public instruction;
1876	(xi) the president of the Senate or the president's designee;
1877	(xii) the speaker of the House of Representatives or the speaker's designee;

18/8	(XIII) one individual who is knowledgeable about housing needs in the state, including
1879	housing density and land use, appointed by the governor;
1880	(xiv) one individual who represents the interests of urban cities, appointed by the Utah
1881	League of Cities and Towns; and
1882	(xv) one individual who represents the interests of rural counties, appointed by the
1883	Utah Association of Counties; and
1884	(b) the following non-voting members:
1885	(i) the chief executive officer of World Trade Center Utah;
1886	(ii) the chief executive officer of the Economic Development Corporation of Utah; and
1887	(iii) a senior advisor to the chair of the commission with expertise in rural affairs of the
1888	state, appointed by the chair of the commission.
1889	(3) A majority of commission members constitutes a quorum for the purposes of
1890	conducting commission business and the action of a majority of a quorum constitutes the action
1891	of the commission.
1892	(4) The executive director of the office, or the executive director's designee, is the
1893	executive director of the commission.
1894	(5) The office shall provide:
1895	(a) office space and administrative staff support for the commission; and
1896	(b) the central leadership and coordination of the commission's efforts in the field of
1897	economic development.
1898	(6) (a) A member may not receive compensation or benefits for the member's service
1899	on the commission, but may receive per diem and travel expenses in accordance with:
1900	(i) Sections 63A-3-106 and 63A-3-107; and
1901	(ii) rules made by the Division of Finance in accordance with Sections 63A-3-106 and
1902	63A-3-107.
1903	(b) Compensation and expenses of a commission member who is a legislator are
1904	governed by Section 36-2-2 and Legislative Joint Rules, Title 5, Legislative Compensation and
1905	Expenses.

1906	Section 44. Section 63N-1a-202 is amended to read:
1907	63N-1a-202. Commission duties.
1908	(1) The commission shall:
1909	(a) develop, coordinate, and lead a comprehensive statewide economic development
1910	strategy that:
1911	(i) unifies and coordinates economic development efforts in the state;
1912	(ii) includes key performance indicators for long-term progress toward the state
1913	strategic goals;
1914	(iii) establishes reporting and accountability processes for the key performance
1915	indicators; and
1916	(iv) ensures the success of the statewide economic development strategy is shared
1917	among the urban and rural areas of the state;
1918	(b) receive feedback, input, and reports from economic opportunity agencies regarding
1919	programs related to the statewide economic development strategy;
1920	(c) develop the statewide economic strategy in view of the state water policy described
1921	in Section 73-1-21, including the state's commitment to appropriate conservation, efficient and
1922	optimal use of water resources, infrastructure development and improvement, optimal
1923	agricultural use, water quality, reasonable access to recreational activities, effective wastewater
1924	treatment, and protecting and restoring healthy ecosystems;
1925	(d) direct and facilitate changes to or recommend elimination of economic
1926	development programs to ensure alignment with the mission and vision described in Section
1927	63N-1a-103;
1928	(e) at least once every five years, identify industry clusters on which the commission
1929	recommends the state focus recruiting and expansion efforts;
1930	(f) establish strategies for the recruitment and retention of targeted industry clusters
1931	while respecting the different needs of rural and urban areas throughout the state;
1932	(g) establish strategies for supporting entrepreneurship and small business development
1933	in the state:

1934 (h) analyze the state's projected long-term population and economic growth and plan 1935 for the anticipated impacts of the projected growth in a manner that improves quality of life 1936 and is consistent with the statewide economic development strategy and state strategic goals; 1937 (i) identify gaps and potential solutions related to improving infrastructure, especially 1938 as related to the state's projected long-term population growth; 1939 (j) support the development of a prepared workforce that can support critical industries 1940 and industry clusters identified by the commission; 1941 (k) coordinate and develop strategies that assist education providers and industry to 1942 cooperate in supporting students in developing market relevant skills to meet industry needs; 1943 (1) develop strategies and plans to ensure comprehensive economic development efforts 1944 are targeted to the unique needs of rural areas of the state; 1945 (m) study the unique needs of multicultural communities throughout the state and 1946 develop household-level plans to ensure residents of the state can participate in economic opportunities in the state; 1947 (n) ensure the commission's efforts are, to the extent practicable, data-driven and 1948 1949 evidence-based; 1950 (o) support an integrated international trade strategy for the state; 1951 (p) facilitate coordination among public, private, and nonprofit economic opportunity 1952 agencies: and 1953 (a) in performing the commission's duties, consider the recommendations of the 1954 subcommittees described in Chapter 1b, Commission Subcommittees, the GO Utah board, the talent board, and any working groups established under Subsection (2). 1955 1956 (2) The commission may establish working groups as is deemed appropriate to assist 1957 and advise the commission on specified topics or issues related to the commission's duties. 1958 $\left[\frac{(2)}{(2)}\right]$ (3) The commission shall provide a report to the office for inclusion in the office's annual written report described in Section 63N-1a-306, that includes: 1959

(b) a description of how the commission fulfilled the commission's statutory purposes

(a) the statewide economic development strategy;

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1962	and duties during the year, including any relevant findings;
1963	(c) the key performance indicators included in the statewide economic development
1964	strategy, including data showing the extent to which the indicators are being met; and
1965	(d) any legislative recommendations.
1966	Section 45. Section 63N-1a-303 is amended to read:
1967	63N-1a-303. Powers and duties of executive director.
1968	(1) Unless otherwise expressly provided by statute, the executive director may organize
1969	the office in any appropriate manner, including the appointment of deputy directors of the
1970	office.
1971	(2) The executive director may consolidate personnel and service functions for
1972	efficiency and economy in the office.
1973	(3) The executive director, with the approval of the governor:
1974	(a) may, by following the procedures and requirements of Title 63J, Chapter 5, Federal
1975	Funds Procedures Act, seek federal grants, loans, or participation in federal programs;
1976	(b) may enter into a lawful contract or agreement with another state, a chamber of
1977	commerce organization, a service club, or a private entity; and
1978	(c) shall annually prepare and submit to the governor a budget of the office's financial
1979	requirements.
1980	(4) With the governor's approval, if a federal program requires the expenditure of state
1981	funds as a condition for the state to participate in a fund, property, or service, the executive
1982	director may expend necessary funds from money provided by the Legislature for the use of the
1983	office.
1984	(5) The executive director shall coordinate with the executive directors of the
1985	Department of Workforce Services and the Governor's Office of Planning and Budget to
1986	review data and metrics to be reported to the Legislature as described in Subsection

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63N-1a-306(2)(b).

(6) Unless otherwise provided in this title, the executive director may make rules in

accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, as necessary for

1990	the administration of programs established under state law.
1991	Section 46. Section 63N-1a-306 is amended to read:
1992	63N-1a-306. Annual report Content Format.
1993	(1) The office shall prepare and submit to the governor and the Legislature, by October
1994	1 of each year, an annual written report of the operations, activities, programs, and services of
1995	the office, including the divisions, sections, boards, commissions, councils, and committees
1996	established under this title, for the preceding fiscal year.
1997	(2) For each operation, activity, program, or service provided by the office, the annual
1998	report shall include:
1999	(a) a description of the operation, activity, program, or service;
2000	(b) data and metrics:
2001	(i) selected and used by the office to measure progress, performance, effectiveness, and
2002	scope of the operation, activity, program, or service, including summary data; and
2003	(ii) that are consistent and comparable for each state operation, activity, program, or
2004	service that primarily involves employment training or placement as determined by the
2005	executive directors of the office, the Department of Workforce Services, and the Governor's
2006	Office of Planning and Budget;
2007	(c) budget data, including the amount and source of funding, expenses, and allocation
2008	of full-time employees for the operation, activity, program, or service;
2009	(d) historical data from previous years for comparison with data reported under
2010	Subsections (2)(b) and (c);
2011	(e) goals, challenges, and achievements related to the operation, activity, program, or
2012	service;
2013	(f) relevant federal and state statutory references and requirements;
2014	(g) contact information of officials knowledgeable and responsible for each operation,
2015	activity, program, or service; and
2016	(h) other information determined by the office that:
2017	(i) may be needed useful or of historical significance; or

2018	(ii) promotes accountability and transparency for each operation, activity, program, or
2019	service with the public and elected officials.
2020	(3) The annual report shall be designed to provide clear, accurate, and accessible
2021	information to the public, the governor, and the Legislature.
2022	(4) The office shall:
2023	(a) submit the annual report in accordance with Section 68-3-14;
2024	(b) make the annual report, and previous annual reports, accessible to the public by
2025	placing a link to the reports on the office's website; and
2026	(c) provide the data and metrics described in Subsection (2)(b) to the [Talent,
2027	Education, and Industry Alignment Subcommittee created in Section 63N-1b-301] talent board.
2028	Section 47. Section 63N-1a-307 is enacted to read:
2029	63N-1a-307. Restrictions on pass through funding.
2030	(1) As used in this section:
2031	(a) "Pass through funding" means the same as that term is defined in Section
2032	<u>63J-1-220.</u>
2033	(b) "Recipient entity" means the same as that term is defined in Section 63J-1-220.
2034	(2) In addition to the requirements of Section 63J-1-220, the office may not distribute
2035	pass through funding to a recipient entity unless the office follows the standards or criteria
2036	established by the Legislature to distribute the pass through funding, as described in the
2037	applicable item of appropriation.
2038	(3) If an item of appropriation to the office for pass through funding does not include
2039	any standards or criteria for distributing the pass through funding, the funds shall lapse to the
2040	source fund at the end of the fiscal year, regardless of whether those funds are designated by
2041	law as nonlapsing.
2042	Section 48. Section 63N-1a-401, which is renumbered from Section 63N-1b-201 is
2043	renumbered and amended to read:
2044	Part 4. Creation of Board of Economic Opportunity
2045	[63N-1b-201]. 63N-1a-401. Creation of Board of Economic Opportunity.

2046	(1) (a) There is created [a subcommittee of the commission, called the Business and
2047	Economic Development Subcommittee] within the office the Board of Economic Opportunity,
2048	consisting of 15 members appointed by the chair of the commission, in consultation with the
2049	executive director, to four-year terms of office with the advice and consent of the Senate in
2050	accordance with Title 63G, Chapter 24, Part 2, Vacancies, [including:] at least five of whom
2051	reside in a county of the third, fourth, fifth, or sixth class.
2052	[(i) a representative from a rural association of governments;]
2053	[(ii) a rural representative of agriculture;]
2054	[(iii) a rural representative of the travel industry;]
2055	[(iv) a representative of rural utilities; and]
2056	[(v) a representative from the oil, gas, or mineral extraction industry.]
2057	(b) Notwithstanding the requirements of Subsection (1)(a), the chair of the commission
2058	shall, at the time of appointment or reappointment, adjust the length of terms to ensure that the
2059	terms of board members are staggered so that approximately half of the [subcommittee] board
2060	is appointed every two years.
2061	(c) The members may not serve more than two full consecutive terms except where the
2062	chair of the commission determines that an additional term is in the best interest of the state.
2063	(2) In appointing members of the [committee] board, the chair of the commission shall
2064	ensure that:
2065	(a) no more than eight members of the [subcommittee] board are from one political
2066	party; and
2067	(b) members represent a variety of geographic areas and economic interests of the state.
2068	(3) When a vacancy occurs in the membership for any reason, the replacement shall be
2069	appointed for the unexpired term in accordance with Title 63G, Chapter 24, Part 2, Vacancies.
2070	(4) Eight members of the [subcommittee] board constitute a quorum for conducting
2071	board business and exercising board power.

(5) The chair of the commission shall select one [subcommittee] board member as the

[subcommittee's] board's chair and one member as the [subcommittee's] board's vice chair.

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2074	(6) A member may not receive compensation or benefits for the member's service, but
2075	may receive per diem and travel expenses in accordance with:
2076	(a) Section 63A-3-106;
2077	(b) Section 63A-3-107; and
2078	(c) rules made by the Division of Finance under Sections 63A-3-106 and 63A-3-107.
2079	(7) A member shall comply with the conflict of interest provisions described in Title
2080	63G, Chapter 24, Part 3, Conflicts of Interest.
2081	[(8) Nothing in this section prohibits an individual who, on May 4, 2021, is a member
2082	of a board within the office known as the Board of Business and Economic Development from
2083	serving as a member of the GO Utah board.]
2084	Section 49. Section 63N-1a-402, which is renumbered from Section 63N-1b-202 is
2085	renumbered and amended to read:
2086	[63N-1b-202]. 63N-1a-402. Board of Economic Opportunity duties and
2087	powers.
2088	(1) The[Business and Economic Development Subcommittee] GO Utah board shall
2089	advise and assist the [commission] office to:
2090	(a) promote and encourage the economic, commercial, financial, industrial,
2091	agricultural, and civic welfare of the state;
2092	(b) promote and encourage the development, attraction, expansion, and retention of
2093	businesses, industries, and commerce in the state;
2094	(c) support the efforts of local government and regional nonprofit economic
2095	development organizations to encourage expansion or retention of businesses, industries, and
2096	commerce in the state;
2097	(d) act to enhance the state's economy;
2098	[(e) work in conjunction with companies and individuals located or doing business in
2099	the state to secure favorable rates, fares, tolls, charges, and classification for transportation of
2100	persons or property by:]
2101	[(i) railroad;]

2102	[(ii) motor carrier; or]
2103	[(iii) other common carriers;]
2104	[(f)] <u>(e)</u> develop policies, priorities, and objectives regarding the assistance, retention,
2105	or recruitment of business, industries, and commerce in the state;
2106	[(g)] (f) administer programs for the assistance, retention, or recruitment of businesses,
2107	industries, and commerce in the state;
2108	[(h)] (g) ensure that economic development programs are available to all areas of the
2109	state in accordance with federal and state law;
2110	[(i)] (h) identify local, regional, and statewide rural economic development and
2111	planning priorities;
2112	[(j)] (i) understand, through study and input, issues relating to local, regional, and
2113	statewide rural economic development, including challenges, opportunities, best practices,
2114	policy, planning, and collaboration; [and]
2115	(j) make recommendations regarding loans, grants, or other assistance from the
2116	Industrial Assistance Account as provided in Section 63N-3-105; and
2117	(k) maintain ethical and conflict of interest standards consistent with those imposed on
2118	a public officer under Title 67, Chapter 16, Utah Public Officers' and Employees' Ethics Act.
2119	[(2) The subcommittee shall:]
2120	[(a) serve as an advisory board to the commission on rural economic development
2121	issues;]
2122	[(b) prepare an annual strategic plan that:]
2123	[(i) identifies rural economic development, planning, and leadership training
2124	challenges, opportunities, priorities, and objectives; and]
2125	[(ii) includes a work plan for accomplishing the objectives referred to in Subsection
2126	(1)(b)(i); and]
2127	[(c) oversee the Rural County Grant Program created in Section 17-54-103.]
2128	[(3) The subcommittee may:]
2129	[(a) in accordance with Subsection (1)(e), appear as a party litigant on behalf of an

2130	individual or a company located or doing business in the state in a proceeding before a
2131	regulatory commission of the state, another state, or the federal government; and]
2132	[(b) in consultation with the executive director, make, amend, or repeal rules for the
2133	conduct of its business consistent with this part and in accordance with Title 63G, Chapter 3,
2134	Utah Administrative Rulemaking Act.]
2135	(2) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
2136	GO Utah board may, in consultation with the executive director, make rules for the conduct of
2137	the GO Utah board's business.
2138	Section 50. Section 63N-1b-401, which is renumbered from Section 35A-11-102 is
2139	renumbered and amended to read:
2140	Part 4. Women in the Economy Subcommittee
2141	[35A-11-102]. <u>63N-1b-401.</u> Definitions.
2142	As used in this [chapter] <u>part</u> :
2143	[(1) "Commission" means the Women in the Economy Commission created in Section
2144	35A-11-201.]
2145	[(2)] (1) "State institution of higher education" means the same as that term is defined
2146	in Section 53B-3-102.
2147	(2) "Subcommittee" means the Women in the Economy Subcommittee created in
2148	Section 63N-1b-402.
2149	Section 51. Section 63N-1b-402, which is renumbered from Section 35A-11-201 is
2150	renumbered and amended to read:
2151	[35A-11-201]. 63N-1b-402. Women in the Economy Subcommittee created.
2152	(1) There is created [within the department a commission known as the "Women in the
2153	Economy Commission."] a subcommittee of the commission called the Women in the
2154	Economy Subcommittee.
2155	(2) The [commission] subcommittee shall consist of 11 members as follows:
2156	(a) one senator appointed by the president of the Senate;
2157	(b) one senator appointed by the minority leader of the Senate;

2158	(c) one representative appointed by the speaker of the House of Representatives;
2159	(d) one representative appointed by the minority leader of the House of
2160	Representatives;
2161	(e) the executive director of the department, or the executive director's designee; and
2162	(f) six members appointed by the governor as follows:
2163	(i) a representative of a business with fewer than 50 employees that has been awarded
2164	for work flexibility or work-life balance;
2165	(ii) a representative of a business with 50 or more employees, but fewer than 500
2166	employees, that has been awarded for work flexibility or work-life balance;
2167	(iii) a representative of a business with 500 or more employees that has been awarded
2168	for work flexibility or work-life balance;
2169	(iv) an individual who has experience in demographic work and is employed by a state
2170	institution of higher education;
2171	(v) one individual from a nonprofit organization that addresses issues related to
2172	domestic violence; and
2173	(vi) one individual with managerial experience with organized labor.
2174	(3) (a) When a vacancy occurs in a position appointed by the governor under
2175	Subsection (2)(f), the governor shall appoint a person to fill the vacancy.
2176	(b) Members appointed under Subsection (2)(f) may be removed by the governor for
2177	cause.
2178	(c) A member appointed under Subsection (2)(f) shall be removed from the
2179	[commission] subcommittee and replaced by the governor if the member is absent for three
2180	consecutive meetings of the [commission] subcommittee without being excused by the chair of
2181	the [commission] subcommittee.
2182	(d) A member serves until the member's successor is appointed and qualified.
2183	(4) In appointing the members under Subsection (2)(f), the governor shall:
2184	(a) take into account the geographical makeup of the [commission] subcommittee; and
2185	(b) strive to appoint members who are knowledgeable or have an interest in issues

- 2186 related to women in the economy. 2187 (5) (a) The [commission] subcommittee shall select two members to serve as cochairs, 2188 one of which shall be a legislator. 2189 (b) Subject to the other provisions of this Subsection (5), the cochairs are responsible 2190 for the call and conduct of meetings. 2191 (c) The cochairs shall call and hold meetings of the [commission] subcommittee at 2192 least every two months. 2193 (d) One of the bimonthly meetings described in Subsection (5)(c) shall be held while 2194 the Legislature is convened in [its] the Legislature's annual general session. 2195 (e) One or more additional meetings may be called upon request by a majority of the 2196 [commission's] subcommittee's members. (6) (a) A majority of the members of the [commission] subcommittee constitutes a 2197 2198 quorum. 2199 (b) The action of a majority of a quorum constitutes the action of the [commission]
- 2200 subcommittee.
- 2201 (7) (a) A member of the [commission] subcommittee described in Subsection (2)(e) or (f) may not receive compensation or benefits for the member's service, but may receive per 2202 2203 diem and travel expenses in accordance with:
- 2204 (i) Section 63A-3-106;
- 2205 (ii) Section 63A-3-107; and
- (iii) rules made by the Division of Finance pursuant to Sections 63A-3-106 and 2206 2207 63A-3-107.
- 2208 (b) Compensation and expenses of a member who is a legislator are governed by 2209 Section 36-2-2 and Legislative Joint Rules, Title 5, Legislative Compensation and Expenses.
- 2210 (8) The [department] office shall provide staff support to the [commission] 2211 subcommittee.
- 2212 Section 52. Section 63N-1b-403, which is renumbered from Section 35A-11-202 is 2213 renumbered and amended to read:

2214	[35A-11-202]. 63N-1b-403. Purpose Powers and duties of the
2215	subcommittee.
2216	(1) The [commission's] subcommittee's purpose is to:
2217	(a) increase public and government understanding of the current and future impact and
2218	needs of the state's women in the economy and how those needs may be most effectively and
2219	efficiently met;
2220	(b) identify and recommend implementation of specific policies, procedures, and
2221	programs to respond to the rights, needs, and impact of women in the economy; and
2222	(c) facilitate coordination of the functions of public and private entities concerned with
2223	women in the economy.
2224	(2) The [commission] subcommittee shall:
2225	(a) facilitate the communication and coordination of public and private entities that
2226	provide services to women or protect the rights of women;
2227	(b) study, evaluate, and report on the status and effectiveness of policies, procedures,
2228	and programs that provide services to women or protect the rights of women;
2229	(c) study and evaluate the policies, procedures, and programs implemented by other
2230	states that address the needs of women in the economy or protect the rights of women;
2231	(d) facilitate and conduct the research and study of issues related to women in the
2232	economy;
2233	(e) provide a forum for public comment on issues related to women in the economy;
2234	(f) provide public information on women in the economy and the services available to
2235	women; and
2236	(g) encourage state and local governments to analyze, plan, and prepare for the impact
2237	of women in the economy on services and operations.
2238	(3) To accomplish [its] the subcommittee's duties, the [commission] subcommittee
2239	may:
2240	(a) request and receive from a state or local government agency or institution summary
2241	information relating to women in the economy, including:

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2242	(i) reports;
2243	(ii) audits;
2244	(iii) projections; and
2245	(iv) statistics;
2246	(b) apply for and accept grants or donations for uses consistent with the duties of the
2247	[commission] subcommittee from public or private sources; and
2248	(c) appoint one or more [special committees] working groups to advise and assist the
2249	[commission] subcommittee.
2250	(4) Money received under Subsection (3)(b) shall be:
2251	(a) accounted for and expended in compliance with the requirements of federal and
2252	state law; and
2253	(b) continuously available to the [commission] subcommittee to carry out the
2254	[commission's] subcommittee's duties.
2255	(5) (a) A member of a [special committee] working group described in Subsection
2256	(3)(c):
2257	(i) shall be appointed by the [commission] subcommittee;
2258	(ii) may be:
2259	(A) a member of the [commission] subcommittee; or
2260	(B) an individual from the private or public sector; and
2261	(iii) notwithstanding Section 35A-11-201, may not receive reimbursement or pay for
2262	any work done in relation to the [special committee] working group.
2263	(b) A [special committee] working group described in Subsection (3)(c) shall report to
2264	the [commission] subcommittee on the progress of the [special committee] working group.
2265	Section 53. Section 63N-1b-404, which is renumbered from Section 35A-11-203 is
2266	renumbered and amended to read:

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[35A-11-203].

63N-1b-404. Annual report.

(1) The [commission] subcommittee's shall annually prepare a report for inclusion in

the [department's] office's annual written report described in Section [$\frac{35A-1-109}{63N-1a-306}$.

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(2) The report described in Subsection (1) shall:
(a) describe how the [commission] subcommittee fulfilled [its] the subcommittee's

- (a) describe how the [commission] subcommittee fulfilled [its] the subcommittee's statutory purposes and duties during the year; and
- 2273 (b) contain recommendations on how the state should act to address issues relating to women in the economy.
- Section 54. Section **63N-2-104** is amended to read:

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- 2276 63N-2-104. Creation of economic development zones -- Tax credits -- Assignment 2277 of tax credit.
 - (1) The office may create an economic development zone in the state if the following requirements are satisfied:
 - (a) the area is zoned agricultural, commercial, industrial, manufacturing, business park, research park, or other appropriate business related use in a community-approved master plan that contemplates future growth;
 - (b) the request to create a development zone has first been approved by an appropriate local government entity; and
 - (c) local incentives have been or will be committed to be provided within the area in accordance with the community's approved incentive policy and application process.
 - (2) (a) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the office shall make rules establishing the requirements for a business entity or local government entity to qualify for a tax credit for a new commercial project in a development zone under this part.
 - (b) The office shall ensure that the requirements described in Subsection (2)(a) include the following:
 - (i) the new commercial project is within the development zone;
- 2294 (ii) the new commercial project includes direct investment within the geographic 2295 boundaries of the development zone;
 - (iii) the new commercial project brings new incremental jobs to Utah;
- (iv) the new commercial project includes the creation of high paying jobs in the state,

significant capital investment in the state, or significant purchases from vendors, contractors, or service providers in the state, or a combination of these three economic factors;

(v) the new commercial project generates new state revenues;

- (vi) a business entity, a local government entity, or a community reinvestment agency to which a local government entity assigns a tax credit under this section meets the requirements of Section 63N-2-105; and
- (vii) unless otherwise advisable in light of economic circumstances, the new commercial project relates to the industry clusters identified by the commission under Section 63N-1a-202.
- (3) (a) The office, after consultation with the GO Utah board, may enter into a written agreement with a business entity or local government entity authorizing a tax credit to the business entity or local government entity if the business entity or local government entity meets the requirements described in this section.
- (b) (i) With respect to a new commercial project, the office may authorize a tax credit to a business entity or a local government entity, but not both.
- (ii) In determining whether to authorize a tax credit with respect to a new commercial project to a business entity or a local government entity, the office shall authorize the tax credit in a manner that the office determines will result in providing the most effective incentive for the new commercial project.
- (c) (i) Except as provided in Subsection (3)(c)(ii)(A), for a new commercial project that is located within the boundary of a county of the first or second class, the office may not authorize or commit to authorize a tax credit that exceeds:
- (A) 50% of the new state revenues from the new commercial project in any given year; or
- (B) 30% of the new state revenues from the new commercial project over the lesser of the life of a new commercial project or 20 years.
- 2324 (ii) If the office authorizes or commits to authorize a tax credit for a new commercial project located within the boundary of:

2326	(A) a municipality with a population of 10,000 or less located within a county of the
2327	second class and that is experiencing economic hardship as determined by the office, the office
2328	shall authorize a tax credit of up to 50% of new state revenues from the new commercial
2329	project over the lesser of the life of the new commercial project or 20 years;
2330	(B) a county of the third class, the office shall authorize a tax credit of up to 50% of
2331	new state revenues from the new commercial project over the lesser of the life of the new
2332	commercial project or 20 years; and
2333	(C) a county of the fourth, fifth, or sixth class, the office shall authorize a tax credit of
2334	50% of new state revenues from the new commercial project over the lesser of the life of the
2335	new commercial project or 20 years.
2336	(iii) Notwithstanding any other provisions of this section, the office may not authorize
2337	a tax credit under this section for a new commercial project:
2338	(A) to a business entity that has claimed a High Cost Infrastructure Development Tax
2339	Credit described in Section 79-6-603 related to the same new commercial project, if the new
2340	commercial project is located within a county of the first or second class; or
2341	(B) in an amount more than the amount of the capital investment in the new
2342	commercial project.
2343	(d) (i) A local government entity may by resolution assign a tax credit authorized by
2344	the office to a community reinvestment agency.
2345	(ii) The local government entity shall provide a copy of the resolution described in
2346	Subsection (3)(d)(i) to the office.
2347	(iii) If a local government entity assigns a tax credit to a community reinvestment
2348	agency, the written agreement described in Subsection (3)(a) shall:
2349	(A) be between the office, the local government entity, and the community
2350	reinvestment agency;
2351	(B) establish the obligations of the local government entity and the community

(C) establish the extent to which any of the local government entity's obligations are

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reinvestment agency; and

2354	transferred to the community reinvestment agency.
2355	(iv) If a local government entity assigns a tax credit to a community reinvestment
2356	agency:
2357	(A) the community reinvestment agency shall retain records as described in Subsection
2358	(4)(d); and
2359	(B) a tax credit certificate issued in accordance with Section 63N-2-105 shall list the
2360	community reinvestment agency as the named applicant.
2361	(4) The office shall ensure that the written agreement described in Subsection (3):
2362	(a) specifies the requirements that the business entity or local government entity shall
2363	meet to qualify for a tax credit under this part;
2364	(b) specifies the maximum amount of tax credit that the business entity or local
2365	government entity may be authorized for a taxable year and over the life of the new commercial
2366	project;
2367	(c) establishes the length of time the business entity or local government entity may
2368	claim a tax credit;
2369	(d) requires the business entity or local government entity to retain records supporting a
2370	claim for a tax credit for at least four years after the business entity or local government entity
2371	claims a tax credit under this part; and
2372	(e) requires the business entity or local government entity to submit to audits for
2373	verification of the tax credit claimed.
2374	(5) The office may attribute an incremental job or a high paying job to a new
2375	commercial project regardless of whether the job is performed in person, within the
2376	development zone or remotely from elsewhere in the state.
2377	Section 55. Section 63N-2-511 is amended to read:
2378	63N-2-511. Stay Another Day and Bounce Back Fund.
2379	(1) As used in this section:
2380	(a) "Bounce back fund" means the Stay Another Day and Bounce Back Fund, created

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in Subsection (2).

2382	(b) "Tourism board" means the Board of Tourism Development created in Section
2383	[63N-7-101] <u>63N-7-201</u> .
2384	(2) There is created an expendable special revenue fund known as the Stay Another
2385	Day and Bounce Back Fund.
2386	(3) The bounce back fund shall:
2387	(a) be administered by the tourism board;
2388	(b) earn interest; and
2389	(c) be funded by:
2390	(i) annual payments under Section 17-31-9 from the county in which a qualified hotel
2391	is located;
2392	(ii) money transferred to the bounce back fund under Section 63N-2-503.5 or
2393	63N-2-512; and
2394	(iii) any money that the Legislature chooses to appropriate to the bounce back fund.
2395	(4) Interest earned by the bounce back fund shall be deposited into the bounce back
2396	fund.
2397	(5) The tourism board may use money in the bounce back fund to pay for a tourism
2398	program of advertising, marketing, and branding of the state, taking into consideration the
2399	long-term strategic plan, economic trends, and opportunities for tourism development on a
2400	statewide basis.
2401	Section 56. Section 63N-2-810 is amended to read:
2402	63N-2-810. Reports on tax credit certificates.
2403	The office shall include the following information in the annual written report described
2404	in Section [63N-4-106] <u>63N-1a-306</u> :
2405	(1) the total amount listed on tax credit certificates the office issues under this part;
2406	(2) the criteria that the office uses in prioritizing the issuance of tax credits amongst tax
2407	credit applicants under this part; and
2408	(3) the economic impact on the state related to providing tax credits under this part.
2409	Section 57. Section 63N-3-105 is amended to read:

2410	63N-3-105. Qualification for assistance.
2411	(1) (a) Except as provided in Section 63N-3-109, the administrator, in consultation
2412	with the GO Utah board, shall determine which industries, companies, and individuals qualify
2413	to receive money from the Industrial Assistance Account.
2414	(b) Except as provided by Subsection (2), to qualify for financial assistance from the
2415	restricted account, an applicant shall:
2416	(i) demonstrate to the satisfaction of the administrator that the applicant will expend
2417	funds in the state with employees, vendors, subcontractors, or other businesses in an amount
2418	proportional with money provided from the restricted account at a minimum ratio of one to one
2419	per year or other more stringent requirements as established on a per project basis by the
2420	administrator;
2421	(ii) demonstrate to the satisfaction of the administrator the applicant's ability to sustain
2422	economic activity in the state sufficient to repay, by means of cash or appropriate credits, the
2423	loan provided by the restricted account; and
2424	(iii) satisfy other criteria the administrator considers appropriate.
2425	(2) (a) The administrator may exempt an applicant from the requirements of Subsection
2426	(1)(a) or (b) if:
2427	(i) the applicant is part of a targeted industry;
2428	(ii) the applicant is a quasi-public corporation organized under Title 16, Chapter 6a,
2429	Utah Revised Nonprofit Corporation Act, or Title 63E, Chapter 2, Independent Corporations
2430	Act, and its operations, as demonstrated to the satisfaction of the administrator, will provide
2431	significant economic stimulus to the growth of commerce and industry in the state; or
2432	(iii) the applicant is an entity offering an economic opportunity under Section
2433	63N-3-109.
2434	(b) The administrator may not exempt the applicant from the requirement under
2435	Subsection 63N-3-106(2)(b) that the loan be structured so that the repayment or return to the
2436	state equals at least the amount of the assistance together with an annual interest charge.

(3) The GO Utah board shall make recommendations to the administrator regarding

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2438	applications for loans, grants, or other financial assistance from the industrial Assistance
2439	Account.
2440	$\left[\frac{(3)}{4}\right]$ The administrator shall:
2441	(a) for applicants not described in Subsection (2)(a):
2442	(i) make findings as to whether or not each applicant has satisfied each of the
2443	conditions set forth in Subsection (1); and
2444	(ii) monitor the continued compliance by each applicant with each of the conditions set
2445	forth in Subsection (1) for five years;
2446	(b) consider the GO Utah board's recommendations with respect to each application;
2447	[(b)] (c) monitor the compliance by each applicant with the provisions of any contract
2448	or agreement entered into between the applicant and the state as provided in Section
2449	63N-3-107; and
2450	[(c)] (d) make funding decisions based upon appropriate findings and compliance.
2451	Section 58. Section 63N-3-109 is amended to read:
2452	63N-3-109. Financial assistance to entities offering economic opportunities.
24522453	63N-3-109. Financial assistance to entities offering economic opportunities.(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202]
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2453	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202]
2453 2454	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to
2453 2454 2455	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity:
2453 2454 2455 2456	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity: (a) applies to the administrator in a form approved by the administrator; and
2453 2454 2455 2456 2457	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity: (a) applies to the administrator in a form approved by the administrator; and (b) meets the qualifications of Subsection (2).
2453 2454 2455 2456 2457 2458	 (1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity: (a) applies to the administrator in a form approved by the administrator; and (b) meets the qualifications of Subsection (2). (2) As part of an application for receiving money under this section, an applicant shall:
2453 2454 2455 2456 2457 2458 2459	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity: (a) applies to the administrator in a form approved by the administrator; and (b) meets the qualifications of Subsection (2). (2) As part of an application for receiving money under this section, an applicant shall: (a) demonstrate to the satisfaction of the administrator the nature of the economic
2453 2454 2455 2456 2457 2458 2459 2460	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity: (a) applies to the administrator in a form approved by the administrator; and (b) meets the qualifications of Subsection (2). (2) As part of an application for receiving money under this section, an applicant shall: (a) demonstrate to the satisfaction of the administrator the nature of the economic opportunity and the related benefit to the economic well-being of the state by providing
2453 2454 2455 2456 2457 2458 2459 2460 2461	 (1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity: (a) applies to the administrator in a form approved by the administrator; and (b) meets the qualifications of Subsection (2). (2) As part of an application for receiving money under this section, an applicant shall: (a) demonstrate to the satisfaction of the administrator the nature of the economic opportunity and the related benefit to the economic well-being of the state by providing evidence documenting the logical and compelling linkage, either direct or indirect, between the
2453 2454 2455 2456 2457 2458 2459 2460 2461 2462	(1) Subject to the duties and powers of the GO Utah board under Section [63N-1b-202] 63N-1a-402, the administrator may provide money from the Industrial Assistance Account to an entity offering an economic opportunity if that entity: (a) applies to the administrator in a form approved by the administrator; and (b) meets the qualifications of Subsection (2). (2) As part of an application for receiving money under this section, an applicant shall: (a) demonstrate to the satisfaction of the administrator the nature of the economic opportunity and the related benefit to the economic well-being of the state by providing evidence documenting the logical and compelling linkage, either direct or indirect, between the expenditure of money necessitated by the economic opportunity and the likelihood that the

2466	local agencies to achieve the economic benefit;
2467	(c) demonstrate how the funding request will act in concert with free market principles;
2468	and
2469	(d) satisfy other criteria the administrator considers appropriate.
2470	(3) Before awarding any money under this section, the administrator shall:
2471	(a) make findings as to whether an applicant has satisfied the requirements of
2472	Subsection (2);
2473	(b) establish benchmarks and timeframes in which progress toward the completion of
2474	the agreed upon activity is to occur;
2475	(c) monitor compliance by an applicant with any contract or agreement entered into by
2476	the applicant and the state as provided by Section 63N-3-107; and
2477	(d) make funding decisions based upon appropriate findings and compliance.
2478	Section 59. Section 63N-3-112 is amended to read:
2479	63N-3-112. Talent development grants.
2480	(1) A for-profit business that is creating new incremental high paying jobs in the state,
2481	may apply to receive a talent development grant from the restricted account.
2482	(2) In accordance with the provisions of this section and in consultation with the <u>GO</u>
2483	<u>Utah</u> board, the administrator may award up to \$10,000 per new job created.
2484	(3) The administrator shall designate an application process for a business to apply for
2485	the grant.
2486	(4) A business may apply to receive a grant only after each employee has been
2487	employed at qualifying wage levels for at least 12 consecutive months.
2488	(5) Money granted for a talent development grant under this section shall be deducted
2489	from any other money or incentive awarded by the office to the business.
2490	(6) Grants awarded under this section are only to reimburse a business for the costs
2491	incurred to recruit, hire, train, and otherwise employ an employee in a newly created job.

(7) A business shall submit a hiring and training plan detailing what the grant money

will be used for as part of the application process.

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2494	(8) The administrator may only grant an award up to an amount that is no more than
2495	25% of the estimated costs to be incurred by the business for the costs in the hiring and training
2496	plan.
2497	Section 60. Section 63N-3-204 is amended to read:
2498	63N-3-204. Administration Grants and loans.
2499	(1) The office shall administer this part.
2500	(2) (a) (i) The office may award <u>Utah</u> Technology [Commercialization and] Innovation
2501	<u>Funding</u> Program grants or issue loans under this part to [an applicant that is:] <u>small</u>
2502	businesses.
2503	[(A) an institution of higher education;]
2504	[(B) a licensee; or]
2505	[(C) a small business.]
2506	(ii) If loans are issued under Subsection (2)(a)(i), the Division of Finance may set up a
2507	fund or account as necessary for the proper accounting of the loans.
2508	(b) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
2509	office shall make rules [for a process to determine whether an institution of higher education
2510	that receives a grant under this part must return the grant proceeds or a portion of the grant
2511	proceeds if the technology that is developed with the grant proceeds is licensed to a licensee
2512	that:] establishing procedures for applying for and issuing grants or loans under this part.
2513	[(i) does not maintain a manufacturing or service location in the state from which the
2514	licensee or a sublicensee exploits the technology; or]
2515	[(ii) initially maintains a manufacturing or service location in the state from which the
2516	licensee or a sublicensee exploits the technology, but within five years after issuance of the
2517	license the licensee or sublicensee transfers the manufacturing or service location for the
2518	technology to a location out of the state.]
2519	[(c) A repayment by an institution of higher education of grant proceeds or a portion of
2520	the grant proceeds may only come from the proceeds of the license established between the
2521	licensee and the institution of higher education.]

2522	[(d)] (c) (i) An applicant that [is a licensee or small business that] receives a grant or
2523	<u>loan</u> under this part shall return the grant <u>or loan</u> proceeds or a portion of the grant <u>or loan</u>
2524	proceeds to the office if the applicant:
2525	(A) does not maintain [a manufacturing or service location in the state from which the
2526	applicant exploits the technology] the applicant's principal place of business in the state; or
2527	(B) initially maintains [a manufacturing or service location in the state from which the
2528	applicant exploits the technology] the applicant's principal place of business in the state, but
2529	within five years after issuance of the grant or loan, the applicant transfers the [manufacturing
2530	or service location for the technology] applicant's principal place of business to an out-of-state
2531	location.
2532	(ii) A repayment by an applicant shall be prorated based on the number of full years the
2533	applicant operated in the state from the date of the awarded grant or loan.
2534	[(iii) A repayment by a licensee that receives a grant may only come from the proceeds
2535	of the license to that licensee.]
2536	[(3) (a) Funding allocations shall be made by the office with the advice of the GO Utah
2537	board.]
2538	[(b) Each proposal shall receive the best available outside review.]
2539	[(4) (a)] (3) In considering each proposal, the office shall weigh technical merit, the
2540	level of matching funds from private and federal sources, and the potential for [job creation and
2541	economic development] commercialization and broad impact.
2542	[(b) Proposals or consortia that combine and coordinate related research at two or more
2543	institutions of higher education shall be encouraged.]
2544	[(5)] (4) The office shall review the activities and progress of grant or loan recipients
2545	on a regular basis and, as part of the office's annual written report described in Section
2546	63N-1a-306, report on the accomplishments [and], direction, and usefulness of the <u>Utah</u>
2547	Technology [Commercialization and] Innovation Funding Program[-], including
2548	recommendations on:
2549	(a) whether the program is beneficial to the state and should continue; and

2550	(b) whether other office programs or programs in other agencies could provide similar
2551	state benefits more effectively or at a lower cost.
2552	[(6) (a) On or before August 1, 2018, the office shall provide a written analysis and
2553	recommendations concerning the usefulness of the Technology Commercialization and
2554	Innovation Program described in this part, including whether:
2555	[(i) the program is beneficial to the state and should continue; and]
2556	[(ii) other office programs or programs in other agencies could provide similar benefits
2557	to the state more effectively or at a lower cost.]
2558	[(b) The written analysis and recommendations described in this Subsection (6) shall
2559	be provided to:]
2560	[(i) the Business, Economic Development, and Labor Appropriations Subcommittee;]
2561	[(ii) the Economic Development and Workforce Services Interim Committee;]
2562	[(iii) the Business and Labor Interim Committee; and]
2563	[(iv) the governor.]
2564	Section 61. Section 63N-3-801 is enacted to read:
2565	Part 8. Economic Assistance Grant Program
2566	<u>63N-3-801.</u> Definitions.
2566 2567	As used in this part:
2567	As used in this part:
2567 2568	As used in this part: (1) "Business entity" means a for-profit or nonprofit entity.
2567 2568 2569	As used in this part: (1) "Business entity" means a for-profit or nonprofit entity. (2) "Grant" means a grant awarded as part of the Economic Assistance Grant Program
2567 2568 2569 2570	As used in this part: (1) "Business entity" means a for-profit or nonprofit entity. (2) "Grant" means a grant awarded as part of the Economic Assistance Grant Program created in Section 63N-3-802.
2567 2568 2569 2570 2571	As used in this part: (1) "Business entity" means a for-profit or nonprofit entity. (2) "Grant" means a grant awarded as part of the Economic Assistance Grant Program created in Section 63N-3-802. (3) "Grant program" means the Economic Assistance Grant Program created in Section
2567 2568 2569 2570 2571 2572	As used in this part: (1) "Business entity" means a for-profit or nonprofit entity. (2) "Grant" means a grant awarded as part of the Economic Assistance Grant Program created in Section 63N-3-802. (3) "Grant program" means the Economic Assistance Grant Program created in Section 63N-3-802.
2567 2568 2569 2570 2571 2572 2573	As used in this part: (1) "Business entity" means a for-profit or nonprofit entity. (2) "Grant" means a grant awarded as part of the Economic Assistance Grant Program created in Section 63N-3-802. (3) "Grant program" means the Economic Assistance Grant Program created in Section 63N-3-802. Section 62. Section 63N-3-802 is enacted to read:
2567 2568 2569 2570 2571 2572 2573 2574	As used in this part: (1) "Business entity" means a for-profit or nonprofit entity. (2) "Grant" means a grant awarded as part of the Economic Assistance Grant Program created in Section 63N-3-802. (3) "Grant program" means the Economic Assistance Grant Program created in Section 63N-3-802. Section 62. Section 63N-3-802 is enacted to read: 63N-3-802. Creation of Economic Assistance Grant Program Requirements

2578	(2) Subject to appropriations from the Legislature, the office may award one or more
2579	grants to a business entity to provide funding for projects that:
2580	(a) promote and support economic opportunities in the state; and
2581	(b) provide a service in the state related to industry, education, community
2582	development, or infrastructure.
2583	(3) In awarding grants, the office may prioritize projects:
2584	(a) that create new jobs in the state;
2585	(b) that develop targeted industries in the state;
2586	(c) where an applicant identifies clear metrics to measure the progress, effectiveness,
2587	and scope of the project;
2588	(d) where an applicant secures funding from other sources to help finance the project;
2589	(e) where an applicant demonstrates comprehensive planning of the project; and
2590	(f) that require one-time funds.
2591	(4) Before a business entity may receive a grant, the business entity shall enter into a
2592	written agreement with the office that specifies:
2593	(a) the amount of the grant;
2594	(b) the time period for distributing the grant;
2595	(c) the terms and conditions that the business entity shall meet to receive the grant;
2596	(d) the structure of the grant; and
2597	(e) the expenses for which the business entity may expend the grant.
2598	(5) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
2599	office may make rules to administer the grant program.
2600	(6) The office shall include in the annual written report described in Section
2601	63N-1a-306 a report on the grant program, including a description and the amount of any
2602	grants awarded.
2603	Section 63. Section 63N-4-104 is amended to read:
2604	63N-4-104. Duties.
2605	(1) The Center for Rural Development shall:

2606	(a) work to enhance the capacity of the office to address rural economic development,
2607	planning, and leadership training challenges and opportunities by establishing partnerships and
2608	positive working relationships with appropriate public and private sector entities, individuals,
2609	and institutions;
2610	(b) work with the GO Utah board to coordinate and focus available resources in ways
2611	that address the economic development, planning, and leadership training challenges and
2612	priorities in rural Utah;
2613	(c) assist in administering the Rural [County Grant Program created in Section
2614	17-54-103, including, as described in Subsection 17-54-103(10), compiling reported
2615	information regarding the program for inclusion in the office's annual written report described
2616	in Section 63N-1a-306] Opportunity Program created in Section 63N-4-802; and
2617	(d) in accordance with economic development and planning policies set by state
2618	government, coordinate relations between:
2619	(i) the state;
2620	(ii) rural governments;
2621	(iii) other public and private groups engaged in rural economic planning and
2622	development; and
2623	(iv) federal agencies.
2624	(2) (a) The Center for Rural Development may:
2625	(i) in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
2626	make rules necessary to carry out its duties;
2627	(ii) accept gifts, grants, devises, and property, in cash or in kind, for the benefit of rural
2628	Utah citizens; and
2629	(iii) use those gifts, grants, devises, and property received under Subsection (2)(a)(ii)
2630	for the use and benefit of rural citizens within the state.
2631	(b) All resources received under Subsection (2)(a)(ii) shall be deposited in the General
2632	Fund as dedicated credits to be used as directed in Subsection (2)(a)(iii).
2633	Section 64. Section 63N-4-402 is amended to read:

2634	63N-4-402. Definitions.
2635	As used in this part:
2636	(1) (a) "Business entity" means a sole proprietorship, partnership, association, joint
2637	venture, corporation, firm, trust, foundation, or other organization or entity used in carrying on
2638	a business.
2639	(b) "Business entity" does not include a business primarily engaged in the following:
2640	(i) construction;
2641	(ii) staffing;
2642	(iii) retail trade; or
2643	(iv) public utility activities.
2644	(2) "Grant" means a grant awarded as part of the Rural Employment Expansion Grant
2645	Program created in Section 63N-4-403.
2646	(3) "Grant program" means the Rural Employment Expansion Grant Program created
2647	<u>in Section 63N-4-403.</u>
2648	(4) "Mining company" means an entity whose primary business is the exploration for
2649	or extraction of minerals from the earth.
2650	(5) "Mining services company" means an entity whose primary business is providing
2651	support services for a mining company, including drilling or geological modeling.
2652	[(2)] (6) (a) "Owner or officer" means an individual who owns an ownership interest in
2653	an entity or holds a position where the person has authority to manage, direct, control, or make
2654	decisions for:
2655	(i) the entity or a portion of the entity; or
2656	(ii) an employee, agent, or independent contractor of the entity.
2657	(b) "Owner or officer" includes:
2658	(i) a member of a board of directors or other governing body of an entity; or
2659	(ii) a partner in any type of partnership.
2660	[(3) "Rural employment expansion grant" means a grant available under this part.]
2661	(7) "Rural county" means a county of the third fourth, fifth, or sixth class

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2662	Section 65. Section 63N-4-403 is amended to read:
2663	63N-4-403. Creation of Rural Employment Expansion Grant Program Duties
2664	of the office.
2665	(1) There is created the Rural Employment Expansion Grant Program administered by
2666	the office.
2667	$\left[\frac{1}{2}\right]$ The office shall:
2668	(a) review a business entity's application for a [rural employment expansion grant
2669	under this part] grant in the order in which the application is received by the office;
2670	(b) ensure that a [rural employment expansion] grant is only awarded to a business
2671	entity that meets the requirements of this part; and
2672	(c) as part of the annual written report described in Section 63N-1a-306, prepare an
2673	annual evaluation that provides:
2674	(i) the identity of each business entity that was provided a [rural employment
2675	expansion] grant by the office during the year of the annual report;
2676	(ii) the total amount awarded in [rural employment expansion] grants for each county;
2677	and
2678	(iii) an evaluation of the effectiveness of the [rural employment expansion] grant in
2679	bringing significant new employment to rural communities.
2680	$\left[\frac{(2)}{(3)}\right]$ The office may:
2681	(a) authorize a [rural employment expansion] grant for a business entity under this part;
2682	(b) audit a business entity to ensure:
2683	(i) eligibility for a [rural employment expansion] grant; and
2684	(ii) compliance with this part; and
2685	(c) in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, and
2686	in accordance with the provisions of this part, make rules regarding the:
2687	(i) form and content of an application for a [rural employment expansion] grant;
2688	(ii) documentation or other requirements for a business entity to receive a [rural

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employment expansion] grant; and

(iii) administration of [rural employment expansion] grants, including an appeal process and relevant timelines and deadlines.

Section 66. Section 63N-4-404 is amended to read:

63N-4-404. Grant application process.

- (1) For a fiscal year beginning on or after July 1, 2018, a business entity seeking to receive a [rural employment expansion grant as provided in this part] grant shall provide the office with an application [for a rural employment expansion grant] in a form approved by the office that includes:
- (a) a certification, by an officer of the business entity, of each signature on the application;
- (b) a document that specifies the projected number and anticipated wage level of the new full-time employee positions that the business entity plans to create as the basis for qualifying for a [rural employment expansion] grant; and
 - (c) any additional information required by the office.
- (2) (a) If, after review of an application provided by a business entity as described in Subsection (1), the office determines that the application is inadequate to provide a reasonable justification for authorizing the [rural employment expansion] grant, the office shall:
 - (i) deny the application; or
- (ii) inform the business entity that the application is inadequate and ask the business entity to submit additional documentation.
- (b) (i) If the office denies an application, the business entity may appeal the denial to the office.
- (ii) The office shall review any appeal within 10 business days and make a final determination of the business entity's eligibility for a grant [under this part].
- (3) If, after review of an application provided by a business entity as described in Subsection (1), the office determines that the application provides reasonable justification for authorizing a [rural employment expansion] grant and if there are available funds for the grant, the office shall enter into a written agreement with the business entity that:

2718 (a) indicates the maximum [rural employment expansion] grant amount the business 2719 entity is authorized to receive; (b) includes a document signed by an officer of the business entity that expressly 2720 2721 directs and authorizes the State Tax Commission to disclose to the office the business entity's 2722 tax returns and other information that would otherwise be subject to confidentiality under 2723 Section 59-1-403 or Section 6103, Internal Revenue Code; 2724 (c) describes the documentation required to demonstrate that the business entity has created the new full-time employee positions described in the application provided under 2725 2726 Subsection (1); and 2727 (d) specifies the deadlines to provide the documentation described in Subsection (3)(c). 2728 (4) (a) Subject to available funds, the office may award a [rural employment 2729 expansion grant to a business entity as follows: 2730 (i) \$4,000 for each new full-time employee position in a county where the average county wage is equal to or greater than the state average wage; 2731 2732 (ii) \$5,000 for each new full-time employee position in a county where the average 2733 county wage is between 85% and 99% of the state average wage; and 2734 (iii) \$6,000 for each new full-time employee position in a county where the average county wage is less than 85% of the state average wage. 2735 2736 (b) A business entity may qualify for no more than \$250,000 in [rural employment expansion grants in any fiscal year. 2737 (5) (a) Subject to available funds, the office shall award a business entity a grant in the 2738 amount allowed under this part if the business entity provides documentation to the office: 2739 2740 (i) in a form prescribed by the office under Subsection (3)(c); 2741 (ii) before the deadline described in Subsection (3)(d); and 2742 (iii) that demonstrates that the business applicant has created new full-time employee 2743 positions. 2744 (b) If a business entity does not provide the documentation described in Subsection

(3)(c) before the deadline described in Subsection (3)(d), the business entity is ineligible to

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2746	receive a [rural employment expansion] grant unless the business entity submits a new
2747	application to be reviewed by the office in accordance with Subsection (1).
2748	(6) Nothing in this part prevents a business entity that has received a [rural
2749	employment expansion] grant from concurrently applying for or receiving another grant or
2750	incentive administered by the office.
2751	[(7) (a) As used in this Subsection (7):]
2752	[(i) "Mining company" means an entity whose primary business is the exploration for
2753	or extraction of minerals from the earth.]
2754	[(ii) "Mining services company" means an entity whose primary business is providing
2755	support services for a mining company, including drilling or geological modeling.]
2756	[(b)] (7) If an applicant for a [rural employment expansion] grant is a mining company
2757	or mining services company having business operations within five miles of a rural county, the
2758	applicant shall be treated as if the applicant were located within the adjacent rural county in
2759	determining whether the applicant qualifies for the [rural employment expansion] grant
2760	program.
2761	Section 67. Section 63N-4-801 is enacted to read:
2762	Part 8. Rural Opportunity Act
2763	63N-4-801. Definitions.
2764	As used in this part:
2765	(1) "Advisory committee" means the Rural Opportunity Advisory Committee created
2766	<u>in Section 63N-4-804.</u>
2767	(2) (a) "Business entity" means a sole proprietorship, partnership, association, joint
2768	venture, corporation, firm, trust, foundation, or other organization or entity used in carrying on
2769	a business.
2770	(b) "Business entity" does not include a business primarily engaged in the following:
2771	(i) construction;
2772	(ii) staffing;
2773	(iii) retail trade; or

2774	(iv) public utility activities.
2775	(3) "CEO board" means a County Economic Opportunity Advisory Board as described
2776	<u>in Section 63N-4-803.</u>
2777	(4) "Fund" means the Rural Opportunity Fund created in Section 63N-4-805.
2778	(5) "Qualified asset" means a physical asset that provides or supports an essential
2779	public service.
2780	(6) "Qualified project" means a project to build or improve one or more qualified
2781	assets for a rural community, including:
2782	(a) telecom and high-speed Internet infrastructure;
2783	(b) power and energy infrastructure;
2784	(c) water and sewerage infrastructure;
2785	(d) healthcare infrastructure; or
2786	(e) other infrastructure as defined by rule made by the office in accordance with Title
2787	63G, Chapter 3, Utah Administrative Rulemaking Act.
2788	(7) "Rural community" means a rural county or rural municipality.
2789	(8) "Rural county" means a county of the third, fourth, fifth, or sixth class.
2790	(9) "Rural municipality" means a city, town, or metro township located within the
2791	boundaries of:
2792	(a) a county of the third, fourth, fifth, or sixth class; or
2793	(b) a county of the second class, if the municipality has a population of 10,000 or less.
2794	(10) "Rural Opportunity Program" or "program" means the Rural Opportunity Program
2795	created in Section 63N-4-802.
2796	Section 68. Section 63N-4-802 is enacted to read:
2797	63N-4-802. Creation of Rural Opportunity Program Awarding of grants and
2798	loans Rulemaking Reporting.
2799	(1) There is created the Rural Opportunity Program.
2800	(2) The program shall be overseen by the advisory committee and administered by the
2801	office.

2802	(3) (a) In overseeing the program, the advisory committee shall make recommendations
2803	to the office on the awarding of grants and loans under this section.
2804	(b) After reviewing the recommendations of the advisory committee, and subject to
2805	appropriations from the Legislature, the office shall:
2806	(i) award grants to rural communities and business entities in accordance with
2807	Subsection (4) and rules made by the center under Subsection (6); and
2808	(ii) award loans to rural communities in accordance with Subsection (5) and rules made
2809	by the center under Subsection (6).
2810	(4) (a) The office shall annually distribute an equal amount of grant money to all rural
2811	counties that have created a CEO board, in an amount up to and including \$200,000 annually
2812	per county.
2813	(b) In addition to the grant money distributed to rural counties under Subsection (4)(a),
2814	the office may use program funds to:
2815	(i) award grants to rural communities that demonstrate a funding match, in an amount
2816	established by rule under Subsection (6); and
2817	(ii) award grants to business entities that create new jobs within rural communities.
2818	(c) The office shall award grants under this Subsection (4) to address the economic
2819	development needs of rural communities, which needs may include:
2820	(i) business recruitment, development, and expansion;
2821	(ii) workforce training and development; and
2822	(iii) infrastructure, industrial building development, and capital facilities improvements
2823	for business development.
2824	(d) In awarding grants under this Subsection (4), the office:
2825	(i) shall prioritize applications in accordance with rules made by the office under
2826	Subsection (6); and
2827	(ii) may not award more than \$800,000 annually to a rural community or business
2828	entity.
2829	(5) (a) In addition to the awarding of grants under Subsection (4), the office may use

2830	program funds to award loans to rural communities to provide financing for qualified projects.
2831	(b) (i) A rural community may not receive a loan from the program for a qualified
2832	project unless:
2833	(A) the rural community demonstrates to the office that the rural community has
2834	exhausted all other means of securing funding from the state for the qualified project; and
2835	(B) the rural community enters into a loan contract with the office.
2836	(ii) A loan contract under Subsection (5)(b)(i)(B):
2837	(A) shall be secured by legally issued bonds, notes, or other evidence of indebtedness
2838	validly issued under state law, including pledging all or any portion of a revenue source
2839	controlled by the rural community to the repayment of the loan; and
2840	(B) may provide that a portion of the proceeds of the loan may be applied to fund a
2841	reserve fund to secure the repayment of the loan.
2842	(c) A loan under this Subsection (5) shall bear interest at a rate:
2843	(i) not less than bond market interest rates available to the state; and
2844	(ii) not more than .5% above bond market interest rates available to the state.
2845	(d) Before a rural community may receive a loan from the office, the rural community
2846	shall:
2847	(i) publish the rural community's intention to obtain the loan at least once in
2848	accordance with the publication and notice requirements described in Section 11-14-316; and
2849	(ii) adopt an ordinance or resolution authorizing the loan.
2850	(e) (i) If a rural community that receives a loan from the office fails to comply with the
2851	terms of the loan contract, the office may seek any legal or equitable remedy to obtain
2852	compliance or payment of damages.
2853	(ii) If a rural community fails to make loan payments when due, the state shall, at the
2854	request of the office, withhold an amount of money due to the rural community and deposit the
2855	withheld money into the fund to pay the amount due under the contract.
2856	(iii) The office may elect when to take any action or request the withholding of money
2857	under this Subsection (5)(e).

2858	(f) All loan contracts, bonds, notes, or other evidence of indebtedness securing any
2859	loans shall be collected and accounted for in accordance with Section 63B-1b-202.
2860	(6) (a) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
2861	and in collaboration with the advisory committee, the office shall make rules to administer the
2862	program.
2863	(b) The rules under Subsection (6)(a) shall establish:
2864	(i) eligibility criteria for a rural community or business entity to receive a grant or loan
2865	under the program;
2866	(ii) application requirements;
2867	(iii) funding match requirements for a rural community to receive a grant under
2868	Subsection (4)(b);
2869	(iv) a process for prioritizing grant and loan applications; and
2870	(v) reporting requirements.
2871	(7) The office shall include the following information in the annual written report
2872	described in Section 63N-1a-306:
2873	(a) the total amount of grants and loans the office awarded to rural communities and
2874	business entities under the program;
2875	(b) a description of the projects for which the office awarded a grant or loan under the
2876	program;
2877	(c) the total amount of outstanding debt service that is being repaid by a grant or loan
2878	awarded under the program;
2879	(d) whether the grants and loans awarded under the program have resulted in economic
2880	development within rural communities; and
2881	(e) the office's recommendations regarding the effectiveness of the program and any
2882	suggestions for legislation.
2883	Section 69. Section 63N-4-803, which is renumbered from Section 17-54-104 is
2884	renumbered and amended to read:
2885	[17-54-104]. <u>63N-4-803.</u> County Economic Opportunity Advisory Board.

2886	(1) (a) Each rural county that seeks to obtain a grant from the office under [this
2887	chapter] Subsection 63N-4-802(4)(a), shall create a [CED] CEO board composed of at least the
2888	following members appointed by the county legislative body:
2889	(i) a county representative;
2890	(ii) a representative of a municipality in the county;
2891	(iii) a workforce development representative;
2892	(iv) a private-sector representative; and
2893	(v) a member of the public who lives in the county.
2894	(b) The county legislative body may also appoint additional members with experience
2895	or expertise in economic development matters.
2896	(c) In appointing members of the [CED] CEO board, the county legislative body may
2897	consider gender and socioeconomic diversity.
2898	(2) Each [CED] CEO board shall assist and advise the county legislative body on:
2899	(a) applying for a grant under [this chapter] Subsection 63N-4-802(4)(a);
2900	(b) what projects should be funded by grant money provided to a rural county under
2901	[this chapter] Subsection 63N-4-802(4)(a); and
2902	(c) preparing reporting requirements for grant money received by a rural county under
2903	[this chapter] Subsection 63N-4-802(4)(a).
2904	Section 70. Section 63N-4-804 is enacted to read:
2905	63N-4-804. Rural Opportunity Advisory Committee.
2906	(1) There is created within the office the Rural Opportunity Advisory Committee.
2907	(2) The advisory committee shall be composed of seven members appointed by the
2908	executive director, at least five of whom shall reside in a rural county.
2909	(3) The advisory committee shall advise and make recommendations to the office
2910	regarding the awarding of grants and loans under the Rural Opportunity Program.
2911	(4) (a) Subject to Subsection (4)(b), each member of the advisory committee shall be
2912	appointed for a four-year term unless a member is appointed to complete an unexpired term.
2913	(b) The executive director may adjust the length of term at the time of appointment or

2914	reappointment so that approximately half of the advisory committee is appointed every two
2915	<u>years.</u>
2916	(5) The advisory committee shall annually elect a chair from among the advisory
2917	committee's members.
2918	(6) A majority of the advisory committee constitutes a quorum for the purpose of
2919	conducting advisory committee business and the action of a majority of a quorum constitutes
2920	the action of the advisory committee.
2921	(7) The office shall provide staff support for the advisory committee.
2922	(8) A member may not receive compensation or benefits for the member's service, but
2923	may receive per diem and travel expenses in accordance with:
2924	(a) Section 63A-3-106;
2925	(b) Section 63A-3-107; and
2926	(c) rules made by the Division of Finance pursuant to Sections 63A-3-106 and
2927	<u>63A-3-107.</u>
2928	Section 71. Section 63N-4-805 is enacted to read:
2929	63N-4-805. Rural Opportunity Fund.
2930	(1) There is created an enterprise fund known as the "Rural Opportunity Fund".
2931	(2) The fund shall be administered by the office for the purposes described in
2932	Subsection (5).
2933	(3) The fund consists of:
2934	(a) money appropriated by the Legislature;
2935	(b) donations or grants from public or private entities; and
2936	(c) all money collected from the repayment of fund money used for a loan issued under
2937	the Rural Opportunity Program.
2938	(4) (a) The fund shall earn interest.
2939	(b) All interest earned on money in the fund shall be deposited into the fund.
2940	(5) Money in the fund may only be used by the office to:
2941	(a) award grants and loans under the Rural Opportunity Program:

2942	(b) award grants under the Rural Employment Expansion Program created in Section
2943	<u>63N-4-403;</u>
2944	(c) award grants under the Rural Coworking and Innovation Center Grant Program
2945	created in Section 63N-4-503; and
2946	(d) pay for administrative costs related to this chapter.
2947	(6) The office may establish separate accounts in the fund for separate programs,
2948	administrative and operating expenses, or any other purpose to implement this chapter.
2949	(7) Money in the fund shall be invested by the state treasurer as provided in Title 51,
2950	Chapter 7, State Money Management Act, and the earnings from the investments shall be
2951	credited to the fund.
2952	(8) The office shall include a report of how money from the fund was used in the
2953	annual written report described in Section 63N-1a-306.
2954	Section 72. Section 63N-6-301 is amended to read:
2955	63N-6-301. Utah Capital Investment Corporation Powers and purposes
2956	Reporting requirements.
2957	(1) (a) There is created an independent quasi-public nonprofit corporation known as the
2958	Utah Capital Investment Corporation.
2959	(b) The corporation:
2960	(i) may exercise all powers conferred on independent corporations under Section
2961	63E-2-106;
2962	(ii) is subject to the prohibited participation provisions of Section 63E-2-107; and
2963	(iii) is subject to the other provisions of Title 63E, Chapter 2, Independent
2964	Corporations Act, except as otherwise provided in this part.
2965	(c) The corporation shall file with the Division of Corporations and Commercial Code:
2966	(i) articles of incorporation; and
2967	(ii) any amendment to its articles of incorporation.
2968	(d) In addition to the articles of incorporation, the corporation may adopt bylaws and
2969	operational policies that are consistent with this chapter.

2970	(e) Except as otherwise provided in this part, this part does not exempt the corporation
2971	from the requirements under state law which apply to other corporations organized under Title
2972	63E, Chapter 2, Independent Corporations Act.
2973	(2) The purposes of the corporation are to:
2974	(a) organize the Utah fund of funds;
2975	(b) select an investment fund allocation manager to make venture capital and private
2976	equity fund investments by the Utah fund of funds;
2977	(c) negotiate the terms of a contract with the investment fund allocation manager;
2978	(d) execute the contract with the selected investment fund manager on behalf of the
2979	Utah fund of funds;
2980	(e) receive funds paid by designated investors for the issuance of certificates by the
2981	board for private investment in the Utah fund of funds;
2982	(f) receive investment returns from the Utah fund of funds; and
2983	(g) establish the redemption reserve to be used by the corporation to:
2984	(i) redeem certificates; and
2985	(ii) provide money for the state as directed by statute.
2986	(3) The corporation may not:
2987	(a) exercise governmental functions;
2988	(b) have members;
2989	(c) pledge the credit or taxing power of the state or any political subdivision of the
2990	state; or
2991	(d) make its debts payable out of any money except money of the corporation.
2992	(4) The obligations of the corporation are not obligations of the state or any political
2993	subdivision of the state within the meaning of any constitutional or statutory debt limitations,
2994	but are obligations of the corporation payable solely and only from the corporation's funds.
2995	(5) The corporation may:
2996	(a) engage consultants and legal counsel;
2997	(b) expend funds;

2998	(c) invest funds;
2999	(d) issue debt and equity, and borrow funds;
3000	(e) enter into contracts;
3001	(f) insure against loss;
3002	(g) hire employees; and
3003	(h) perform any other act necessary to carry out its purposes.
3004	(6) (a) The corporation shall, in consultation with the board, publish on or before
3005	September 1 an annual report of the activities conducted by the Utah fund of funds and submit,
3006	in accordance with Section 68-3-14, the written report to:
3007	(i) the governor;
3008	(ii) the Business, Economic Development, and Labor Appropriations Subcommittee;
3009	(iii) the Business and Labor Interim Committee; and
3010	(iv) the Retirement and Independent Entities Interim Committee.
3011	(b) The annual report shall:
3012	(i) be designed to provide clear, accurate, and accessible information to the public, the
3013	governor, and the Legislature;
3014	(ii) include a copy of the audit of the Utah fund of funds described in Section
3015	63N-6-405;
3016	(iii) include a detailed balance sheet, revenue and expenses statement, and cash flow
3017	statement;
3018	(iv) include detailed information regarding new fund commitments made during the
3019	year, including the amount of money committed;
3020	(v) include the net rate of return of the Utah fund of funds from the inception of the
3021	Utah fund of funds, after accounting for all expenses, including administrative and financing
3022	costs;
3023	(vi) include detailed information regarding:
3024	(A) realized gains from investments and any realized losses; and
3025	(B) unrealized gains and any unrealized losses based on the net present value of

3026	ongoing investments;
3027	(vii) include detailed information regarding all yearly expenditures, including:
3028	(A) administrative, operating, and financing costs;
3029	(B) aggregate compensation information for full- and part-time employees, including
3030	benefit and travel expenses; and
3031	(C) expenses related to the allocation manager;
3032	(viii) include detailed information regarding all funding sources for administrative,
3033	operations, and financing expenses, including expenses charged by or to the Utah fund of
3034	funds, including management and placement fees;
3035	(ix) review the progress of the investment fund allocation manager in implementing its
3036	investment plan and provide a general description of the investment plan;
3037	(x) for each individual fund that the Utah fund of funds is invested in that represents at
3038	least 5% of the net assets of the Utah fund of funds, include the name of the fund, the total
3039	value of the fund, the fair market value of the Utah fund of funds' investment in the fund, and
3040	the percentage of the total value of the fund held by the Utah fund of funds;
3041	(xi) include the number of companies in Utah where an investment was made from a
3042	fund that the Utah fund of funds is invested in, and provide an aggregate count of new full-time
3043	employees in the state added by all companies where investments were made by funds that the
3044	Utah fund of funds is invested in;
3045	(xii) include an aggregate total value for all funds the Utah fund of funds is invested in,
3046	and an aggregate total amount of money invested in the state by the funds the Utah fund of
3047	funds is invested in;
3048	(xiii) describe any redemption or transfer of a certificate issued under this part;
3049	(xiv) include actual and estimated potential appropriations the Legislature will be
3050	required to provide as a result of redeemed certificates or tax credits during the following five
3051	years;
3052	(xv) include an evaluation of the state's progress in accomplishing the purposes stated

in Section 63N-6-102; and

3054 (xvi) be directly accessible to the public via a link from the main page of the Utah fund 3055 of fund's website. (c) The annual report may not identify a specific designated investor who has redeemed 3056 3057 or transferred a certificate. 3058 (7) (a) On or before December 1, 2021, the corporation shall provide a written report to 3059 the president of the Senate and the speaker of the House of Representatives that includes a 3060 detailed plan, time line, and recommendations for the future of the corporation. 3061 (b) The plan shall include recommendations describing: 3062 (i) the divestment of the state from any future liability of the corporation and a time 3063 line for realizing gains and winding down all investments from the current Utah fund of funds; (ii) any plans that the corporation has to raise capital for a fund similar to the current 3064 3065 Utah fund of funds that does not require certificates, contingent tax credits, or other guarantees 3066 from the state to be provided to equity investors: 3067 (iii) whether the corporation should continue as an independent quasi-public nonprofit corporation under Title 63E, Chapter 2, Independent Corporations Act; 3068 3069 (iv) if the corporation recommends continuing as an independent quasi-public 3070 nonprofit corporation, why the corporation should continue, and what benefits the corporation 3071 will provide to the state in terms of economic development, job growth, or other benefits; 3072 (v) whether the corporation should be liquidated or dissolved under Section [63N-3-306] 63N-6-306; 3073 3074 (vi) if the corporation recommends that the corporation be liquidated or dissolved, a detailed plan and time line for dissolution that includes recommendations regarding how assets 3075 3076 and realized gains of the corporation should be distributed; 3077 (vii) whether the corporation should be privatized in accordance with Title 63E, 3078 Chapter 1, Part 4, Privatization of Independent Entities; and

and time line for privatization that includes recommendations regarding the distribution of assets and realized gains of the corporation.

(viii) if the corporation recommends that the corporation be privatized, a detailed plan

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(8) In relation to the written report described in Subsection (7), the corporation:
(a) may seek potential commitments through letters of intent or other means to
demonstrate the viability of raising capital for a new fund as described in Subsection (7)(b)(ii);
and
(b) may not enter into any binding commitments related to a new fund as described in
Subsection (7)(b)(ii), unless the corporation receives specific authorization through legislation
passed by the Legislature after the report described in Subsection (7) is provided.
Section 73. Section 63N-7-101 is repealed and reenacted to read:
CHAPTER 7. UTAH OFFICE OF TOURISM
Part 1. General Provisions
63N-7-101. Definitions.
As used in this chapter:
(1) "Board" means the Board of Tourism Development created in Section 63N-7-201.
(2) "Managing director" means the managing director of the Utah Office of Tourism.
(3) "Sports organization" means an organization that:
(a) is exempt from federal income taxation in accordance with Section 501(c)(3),
Internal Revenue Code;
(b) maintains the organization's principal location in the state;
(c) has a minimum of 15 years experience in the state hosting, fostering, and attracting
major summer and winter sporting events statewide; and
(d) was created to foster state, regional, national, and international sports competitions
in the state, to drive the state's Olympic and sports legacy, including competitions related to
Olympic sports, and to promote and encourage sports tourism throughout the state, including
advertising, marketing, branding, and promoting the state for the purpose of attracting sporting
events in the state.
(4) "Tourism office" means the Utah Office of Tourism created in Section 63N-7-102.
Section 74. Section 63N-7-102 is repealed and reenacted to read:
63N-7-102. Utah Office of Tourism created Appointment of managing director

3110	Responsibilities of tourism office.
3111	(1) There is created within the GO Utah office the Utah Office of Tourism.
3112	(2) (a) The executive director shall appoint a managing director of the tourism office.
3113	(b) The managing director may, with the approval of the executive director, appoint
3114	staff.
3115	(3) The tourism office shall:
3116	(a) be the tourism development authority of the state;
3117	(b) develop a tourism advertising, marketing, branding, destination development, and
3118	destination management program for the state;
3119	(c) receive approval from the board under Subsection 63N-7-202(1)(a) before
3120	implementing the program described in Subsection (3)(b);
3121	(d) develop a plan to increase the economic contribution by tourists visiting the state;
3122	(e) plan and conduct a program of information, advertising, and publicity relating to the
3123	recreational, scenic, historic, cultural, and culinary tourist attractions, amenities, and
3124	advantages of the state at large;
3125	(f) encourage and assist in the coordination of the activities of persons, firms,
3126	associations, corporations, travel regions, counties, and governmental agencies engaged in
3127	publicizing, developing, and promoting the tourist attractions, amenities, and advantages of the
3128	state;
3129	(g) conduct a regular and ongoing research program to identify statewide economic
3130	trends and conditions in the tourism sector of the economy; and
3131	(h) ensure that any plan or program developed under this Subsection (3) addresses, but
3132	not be limited to, the following policies:
3133	(i) enhancing the state's image;
3134	(ii) promoting the state as a year-round destination;
3135	(iii) encouraging expenditures by visitors to the state; and
3136	(iv) expanding the markets where the state is promoted.
3137	Section 75. Section 63N-7-103 is repealed and reenacted to read:

3138	<u>63N-7-103.</u> Annual report.
3139	The executive director shall include, in the annual written report described in Section
3140	63N-1a-306, a report from the managing director on the activities of the tourism office,
3141	including information regarding the economic efficiency and results of the tourism advertising,
3142	marketing, branding, destination development, and destination management program
3143	developed under Section 63N-7-102.
3144	Section 76. Section 63N-7-104 is enacted to read:
3145	63N-7-104. Agreements with other governmental entities.
3146	The tourism office may enter into agreements with state or federal agencies to accept
3147	services, quarters, or facilities as a contribution in carrying out the duties and functions of the
3148	tourism office.
3149	Section 77. Section 63N-7-201 is repealed and reenacted to read:
3150	Part 2. Board of Tourism Development
3151	63N-7-201. Board of Tourism created Members Meetings Expenses.
3152	(1) There is created within the tourism office the Board of Tourism Development.
3153	(2) (a) The board shall consist of 15 members appointed by the governor to four-year
3154	terms with the advice and consent of the Senate.
3155	(b) Notwithstanding the requirements of Subsection (2)(a), the governor shall, at the
3156	time of appointment or reappointment, adjust the length of terms to ensure that the terms of
3157	board members are staggered so that approximately half of the board is appointed every two
3158	years.
3159	(3) The members may not serve more than two full consecutive terms unless the
3160	governor determines that an additional term is in the best interest of the state.
3161	(4) Not more than eight members of the board may be from the same political party.
3162	(5) (a) The members shall be representative of:
3163	(i) all areas of the state with six being appointed from separate geographical areas as
3164	provided in Subsection (5)(b); and
3165	(ii) a diverse mix of business ownership or executive management of tourism related

3166	<u>industries.</u>
3167	(b) The geographical representatives shall be appointed as follows:
3168	(i) one member from Salt Lake, Tooele, or Morgan County;
3169	(ii) one member from Davis, Weber, Box Elder, Cache, or Rich County;
3170	(iii) one member from Utah, Summit, Juab, or Wasatch County;
3171	(iv) one member from Carbon, Emery, Grand, Duchesne, Daggett, or Uintah County;
3172	(v) one member from San Juan, Piute, Wayne, Garfield, or Kane County; and
3173	(vi) one member from Washington, Iron, Beaver, Sanpete, Sevier, or Millard County.
3174	(c) The tourism industry representatives of ownership or executive management shall
3175	be appointed as follows:
3176	(i) one member from ownership or executive management of the lodging industry, as
3177	recommended by the tourism industry for the governor's consideration;
3178	(ii) one member from ownership or executive management of the restaurant industry,
3179	as recommended by the restaurant industry for the governor's consideration;
3180	(iii) one member from ownership or executive management of the ski industry, as
3181	recommended by the ski industry for the governor's consideration; and
3182	(iv) one member from ownership or executive management of a tourism-related
3183	transportation provider, as recommended by the tourism industry for the governor's
3184	consideration.
3185	(d) One member shall be appointed at large from ownership or executive management
3186	of business, finance, economic policy, or the academic media marketing community.
3187	(e) One member shall be appointed from the Utah Tourism Industry Association, as
3188	recommended by the association for the governor's consideration.
3189	(f) One member shall be appointed to represent the state's counties, as recommended
3190	by the Utah Association of Counties for the governor's consideration.
3191	(g) One member shall be appointed from an arts and cultural organization, as
3192	recommended by the arts and cultural community for the governor's consideration.
3193	(h) One member shall be appointed to represent the outdoor recreation industry, as

3194	recommended by the outdoor recreation industry for the governor's consideration.
3195	(i) (i) The governor may choose to disregard a recommendation made for the board
3196	members described in Subsections (5)(c), (e), and (f) through (h).
3197	(ii) The governor shall request additional recommendations if recommendations are
3198	disregarded under Subsection (5)(i)(i).
3199	(6) When a vacancy occurs in the membership for any reason, the replacement shall be
3200	appointed for the unexpired term from the same geographic area or industry representation as
3201	the member whose office was vacated.
3202	(7) Eight members of the board constitute a quorum for conducting board business and
3203	exercising board powers.
3204	(8) The governor shall select one of the board members as chair and one of the board
3205	members as vice chair, each for a four-year term as recommended by the board for the
3206	governor's consideration.
3207	(9) A member may not receive compensation or benefits for the member's service, but
3208	may receive per diem and travel expenses in accordance with:
3209	(a) Section 63A-3-106;
3210	(b) Section 63A-3-107; and
3211	(c) rules made by the Division of Finance under Sections 63A-3-106 and 63A-3-107.
3212	(10) The board shall meet monthly or as often as the board determines to be necessary
3213	at various locations throughout the state.
3214	(11) Members who may have a potential conflict of interest in consideration of fund
3215	allocation decisions shall identify the potential conflict prior to voting on the issue.
3216	(12) (a) The board shall determine attendance requirements for maintaining a
3217	designated board seat.
3218	(b) If a board member fails to attend according to the requirements established
3219	pursuant to Subsection (12)(a), the board member shall be replaced upon written certification
3220	from the board chair or vice chair to the governor.
3221	(c) A replacement appointed by the governor under Subsection (12)(b) shall serve for

3222	the remainder of the board member's unexpired term.
3223	(13) (a) The board's office shall be in Salt Lake City.
3224	(b) The tourism office shall provide staff support to the board.
3225	Section 78. Section 63N-7-202 is repealed and reenacted to read:
3226	<u>63N-7-202.</u> Board duties.
3227	(1) The board shall:
3228	(a) approve a tourism program of out-of-state advertising, marketing, and branding,
3229	taking into account the long-term strategic plan, economic trends, and opportunities for tourism
3230	development on a statewide basis, as a condition of the distribution of funds to the tourism
3231	office from:
3232	(i) the Tourism Marketing Performance Account created in Section 63N-7-301; and
3233	(ii) the Stay Another Day and Bounce Back Account created in Section 63N-2-511;
3234	(b) review tourism office programs to coordinate and integrate advertising and
3235	branding themes, which may include recreational, scenic, historic, cultural, and culinary tourist
3236	attractions, amenities, and advantages of the state, to be used in tourism office programs;
3237	(c) encourage and assist in coordinating activities of persons, firms, associations,
3238	corporations, civic groups, and governmental agencies that are engaged in publicizing,
3239	developing, and promoting the tourist attractions, amenities, and advantages of the state;
3240	(d) advise the tourism office in establishing a cooperative program using funds from
3241	the Tourism Marketing Performance Account created in Section 63N-7-301; and
3242	(e) advise the tourism office on the tourism office's planning, policies, and strategies
3243	and on trends and opportunities for tourism development that may exist in the various areas of
3244	the state.
3245	(2) The board may:
3246	(a) solicit and accept contributions of money, services, and facilities from any other
3247	sources, whether public or private, and shall use these funds for promoting the general interest
3248	of the state in tourism; and
3249	(b) establish subcommittees for the purpose of assisting the board in an advisory role.

3250	(3) The board may not, except as otherwise provided under Subsection (1)(a), make
3251	policy related to the management or operation of the tourism office.
3252	Section 79. Section 63N-7-301 is amended to read:
3253	63N-7-301. Tourism Marketing Performance Account.
3254	(1) There is created within the General Fund a restricted account known as the Tourism
3255	Marketing Performance Account.
3256	(2) The account shall be administered by [GOED] the tourism office for the purposes
3257	listed in [Subsection (5)] Subsections (6) through (8).
3258	(3) (a) The account shall earn interest.
3259	(b) All interest earned on account money shall be deposited into the account.
3260	(4) The account shall be funded by appropriations made to the account by the
3261	Legislature in accordance with this section.
3262	(5) The [executive] managing director [of GOED's Office of Tourism] shall use
3263	account money appropriated to [GOED] the tourism office to pay for the statewide advertising,
3264	marketing, and branding campaign for promotion of the state as conducted by [$\frac{GOED}{I}$] $\frac{I}{I}$
3265	tourism office.
3266	(6) (a) For each fiscal year [beginning on or after July 1, 2007, GOED], the tourism
3267	office shall annually allocate 10% of the account money appropriated to [GOED] the tourism
3268	office to a sports organization for advertising, marketing, branding, and promoting Utah in
3269	attracting sporting events into the state.
3270	(b) The sports organization shall:
3271	(i) provide an annual written report to [GOED] the tourism office that gives an
3272	accounting of the use of funds the sports organization receives under this Subsection (6); and
3273	(ii) promote the state and encourage economic growth in the state.
3274	[(c) For purposes of this Subsection (6), "sports organization" means an organization
3275	that:]
3276	[(i) is exempt from federal income taxation in accordance with Section 501(c)(3),
3277	Internal Revenue Code;

3278 [(ii) maintains its principal location in the state;]

- 3279 [(iii) has a minimum of 15 years experience in the state hosting, fostering, and attracting major summer and winter sporting events statewide; and]
 - [(iv) was created to foster state, regional, national, and international sports competitions in the state, to drive the state's Olympic and sports legacy, including competitions related to Olympic sports, and to promote and encourage sports tourism throughout the state, including advertising, marketing, branding, and promoting the state for the purpose of attracting sporting events in the state.]
 - (7) Money deposited into the account shall include a legislative appropriation from the cumulative sales and use tax revenue increases described in Subsection (8), plus any additional appropriation made by the Legislature.
 - (8) (a) In fiscal years 2006 through 2019, a portion of the state sales and use tax revenues determined under this Subsection (8) shall be certified by the State Tax Commission as a set-aside for the account, and the State Tax Commission shall report the amount of the set-aside to the office, the Office of Legislative Fiscal Analyst, and the Division of Finance, which shall set aside the certified amount for appropriation to the account.
 - (b) For fiscal years 2016 through 2019, the State Tax Commission shall calculate the set-aside under this Subsection (8) in each fiscal year by applying one of the following formulas: if the annual percentage change in the Consumer Price Index for All Urban Consumers, as published by the Bureau of Labor Statistics of the United States Department of Labor, for the fiscal year two years before the fiscal year in which the set-aside is to be made is:
 - (i) greater than 3%, and if the annual percentage change in the state sales and use tax revenues attributable to the retail sales of tourist-oriented goods and services from the fiscal year three years before the fiscal year in which the set-aside is to be made to the fiscal year two years before the fiscal year in which the set-aside is to be made is greater than the annual percentage change in the Consumer Price Index for the fiscal year two years before the fiscal year in which the set-aside is to be made, then the difference between the annual percentage change in the state sales and use tax revenues attributable to the retail sales of tourist-oriented

goods and services and the annual percentage change in the Consumer Price Index shall be multiplied by an amount equal to the state sales and use tax revenues attributable to the retail sales of tourist-oriented goods and services from the fiscal year three years before the fiscal year in which the set-aside is to be made; or

- (ii) 3% or less, and if the annual percentage change in the state sales and use tax revenues attributable to the retail sales of tourist-oriented goods and services from the fiscal year three years before the fiscal year in which the set-aside is to be made to the fiscal year two years before the fiscal year in which the set-aside is to be made is greater than 3%, then the difference between the annual percentage change in the state sales and use tax revenues attributable to the retail sales of tourist-oriented goods and services and 3% shall be multiplied by an amount equal to the state sales and use tax revenues attributable to the retail sales of tourist-oriented goods and services from the fiscal year three years before the fiscal year in which the set-aside is to be made.
- (c) The total money appropriated to the account in a fiscal year under Subsections (8)(a) and (b) may not exceed the amount appropriated to the account in the preceding fiscal year by more than \$3,000,000.
- (d) As used in this Subsection (8), "state sales and use tax revenues" are revenues collected under Subsections 59-12-103(2)(a)(i)(A) and 59-12-103(2)(c)(i).
- (e) As used in this Subsection (8), "retail sales of tourist-oriented goods and services" are calculated by adding the following percentages of sales from each business registered with the State Tax Commission under one of the following codes of the 2012 North American Industry Classification System of the federal Executive Office of the President, Office of Management and Budget:
- 3329 (i) 80% of the sales from each business under NAICS Codes:
- 3330 (A) 532111 Passenger Car Rental;

- 3331 (B) 53212 Truck, Utility Trailer, and RV (Recreational Vehicle) Rental and Leasing;
- 3332 (C) 5615 Travel Arrangement and Reservation Services;
- 3333 (D) 7211 Traveler Accommodation; and

3334	(E) /212 RV (Recreational Vehicle) Parks and Recreational Camps;
3335	(ii) 25% of the sales from each business under NAICS Codes:
3336	(A) 51213 Motion Picture and Video Exhibition;
3337	(B) 532292 Recreational Goods Rental;
3338	(C) 711 Performing Arts, Spectator Sports, and Related Industries;
3339	(D) 712 Museums, Historical Sites, and Similar Institutions; and
3340	(E) 713 Amusement, Gambling, and Recreation Industries;
3341	(iii) 20% of the sales from each business under NAICS Code 722 Food Services and
3342	Drinking Places;
3343	(iv) 18% of the sales from each business under NAICS Codes:
3344	(A) 447 Gasoline Stations; and
3345	(B) 81293 Parking Lots and Garages;
3346	(v) 14% of the sales from each business under NAICS Code 8111 Automotive Repair
3347	and Maintenance; and
3348	(vi) 5% of the sales from each business under NAICS Codes:
3349	(A) 445 Food and Beverage Stores;
3350	(B) 446 Health and Personal Care Stores;
3351	(C) 448 Clothing and Clothing Accessories Stores;
3352	(D) 451 Sporting Goods, Hobby, Musical Instrument, and Book Stores;
3353	(E) 452 General Merchandise Stores; and
3354	(F) 453 Miscellaneous Store Retailers.
3355	(9) (a) For each fiscal year, the tourism office shall allocate 20% of the funds
3356	appropriated to the Tourism Marketing and Performance Account to the cooperative program
3357	described in this Subsection (9).
3358	(b) Money allocated to the cooperative program may be awarded to cities, counties,
3359	nonprofit destination marketing organizations, and similar public entities for the purpose of
3360	supplementing money committed by these entities for advertising and promoting sites and
3361	events in the state.

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3362	(c) The tourism office shall establish:
3363	(i) an application and approval process for an entity to receive a cooperative program
364	award, including an application deadline;
3365	(ii) the criteria for awarding a cooperative program award, which shall emphasize
366	attracting out-of-state visitors, and may include attracting in-state visitors, to sites and events in
3367	the state; and
3368	(iii) eligibility, advertising, timing, and reporting requirements of an entity that
369	receives a cooperative program award.
3370	(d) Money allocated to the cooperative program that is not used in each fiscal year shall
3371	be returned to the Tourism Marketing Performance Account.
3372	Section 80. Section 63N-19-101 is enacted to read:
3373	CHAPTER 19. CENTER FOR INTERNATIONAL BUSINESS AND DIPLOMACY
3374	63N-19-101. Definitions.
3375	As used in this chapter, "center" means the Center for International Business and
3376	Diplomacy created in Section 63N-19-103.
3377	Section 81. Section 63N-19-102 is enacted to read:
3378	63N-19-102. Purpose.
379	The Legislature finds and declares that fostering and developing international economic
3380	and diplomatic opportunities is a state public purpose necessary to assure the welfare of Utah's
3381	citizens, the growth of Utah's economy, and adequate employment for Utah's citizens.
3382	Section 82. Section 63N-19-103 is enacted to read:
3383	63N-19-103. Creation of Center for International Business and Diplomacy
3384	Duties Rulemaking.
3385	(1) There is created within the office the Center for International Business and
3386	Diplomacy.

(a) foster and support efforts to enhance international economic and diplomatic

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(2) The center shall:

opportunities in the state;

3390	(b) provide outreach and information to businesses that could benefit from
3391	international partnerships and business opportunities;
3392	(c) coordinate with the Legislature to accommodate diplomatic visits to the state; and
3393	(d) enter into agreements with appropriate public and private sector entities,
3394	individuals, and institutions to support the center's diplomacy efforts.
3395	(3) The center may, in accordance with Title 63G, Chapter 3, Utah Administrative
3396	Rulemaking Act, make rules necessary to carry out the center's responsibilities under this
3397	chapter.
3398	Section 83. Section 63N-19-104 is enacted to read:
3399	<u>63N-19-104.</u> Annual report.
3400	The center shall include in the annual written report described in Section 63N-1a-306, a
3401	report of the center's operations, including:
3402	(1) the number of businesses that received assistance in utilizing international services;
3403	(2) a description of diplomatic visits to the state; and
3404	(3) recommendations regarding changes that would improve the center.
3405	Section 84. Repealer.
3406	This bill repeals:
3407	Section 17-54-101, Title.
3408	Section 17-54-102, Definitions.
3409	Section 17-54-103, Rural County Grant Program.
3410	Section 35A-11-101, Title.
3411	Section 53B-1-114, Coordination for education.
3412	Section 53B-1-407, Industry advisory council.
3413	Section 63N-4-201, Title.
3414	Section 63N-4-202, Definitions.
3415	Section 63N-4-203, Board authority to award a grant or loan to an eligible county
3416	Interest on a loan Eligible county proposal process Process for awarding a grant or
3417	loan.

3418	Section 63N-4-204, Agreement between the executive director and an eligible
3419	county Failure to meet or violation of a term or condition of an agreement.
3420	Section 63N-4-205, Report on amount of grants and loans, projects, and
3421	outstanding debt.
3422	Section 63N-4-601, Title.
3423	Section 63N-4-602, Definitions.
3424	Section 63N-4-603, Creation and purpose of the Rural Rapid Manufacturing
3425	Grant Program.
3426	Section 63N-4-604, Requirements for awarding a grant.
3427	Section 63N-4-701, Title.
3428	Section 63N-4-702, Definitions.
3429	Section 63N-4-703, Creation and purpose of the Rural Speculative Industrial
3430	Building Program.
3431	Section 63N-4-704, Requirements for entering into a lease.
3432	Section 63N-10-101, Title.
3433	Section 85. Appropriation.
3434	Subsection 85(a). Appropriations.
3435	The following sums of money are appropriated for the fiscal year beginning July 1,
3436	2022, and ending June 30, 2023. These are additions to amounts previously appropriated for
3437	fiscal year 2023. Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures
3438	Act, the Legislature appropriates the following sums of money from the funds or accounts
3439	indicated for the use and support of the government of the state of Utah.
3440	ITEM 1
3441	To Governor's Office of Economic Opportunity - Rural Coworking and Innovation
3442	Center Grant Program
3443	From General Fund (\$750,000
3444	Schedule of Programs:
3445	Rural Coworking and Innovation Center

3446 **Grant Program** (\$750,000)3447 ITEM 2 To Governor's Office of Economic Opportunity - Rural Employment Expansion 3448 3449 Program 3450 From General Fund (\$1,500,000)3451 Schedule of Programs: 3452 Rural Employment Expansion Program (\$1,500,000)3453 Subsection 85(b). Business-like Activities. 3454 The Legislature has reviewed the following proprietary funds. Under the terms and 3455 conditions of Utah Code 63J-1-410, the Legislature approves budgets, full-time permanent positions, and capital acquisition amounts as indicated, and appropriates to the funds, as 3456 indicated, estimated revenue from rates, fees, and other charges. The Legislature authorizes the 3457 3458 State Division of Finance to transfer amounts between funds and accounts as indicated. 3459 GOVERNOR'S OFFICE OF ECONOMIC OPPORTUNITY 3460 ITEM 3 3461 To Governor's Office of Economic Opportunity - Rural Opportunity Fund 3462 From General Fund \$2,250,000 3463 Schedule of Programs: Rural Opportunity Fund \$2,250,000 3464 Section 86. Effective date. 3465 3466 This bill takes effect on July 1, 2022. 3467 Section 87. Coordinating H.B. 333 with H.B. 35 -- Substantive amendment. If this H.B. 333 and H.B. 35, Economic Development Modifications, both pass and 3468 become law, it is the intent of the Legislature that the Office of Legislative Research and 3469 3470 General Counsel on July 1, 2022, prepare the Utah Code database for publication by amending Subsection 63N-2-104.1(2)(b) in H.B. 35 to read: 3471 3472 "(b) the business entity has not claimed a High Cost Infrastructure Development Tax 3473 Credit under Section 79-6-603 for the same new commercial project, if the new commercial

H.B. 333

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3474 project is located within a county of the first or second class."

Section 88. Coordinating H.B. 333 with S.B. 91 -- Superseding amendment.

If this H.B. 333 and S.B. 91, Revisor's Technical Corrections to Utah Code, both pass

and become law, on July 1, 2022, it is the intent of the Legislature that the amendments to

Section 63N-7-301 in this bill supersede the amendments to Section 63N-7-301 in S.B. 91

when the Office of Legislative Research and General Counsel prepares the Utah Code database

for publication.

H.B. 333

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