SF2200 REVISOR SS S2200-1 1st Engrossment

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

S.F. No. 2200

(SENATE AUTHORS: PORT and Housley)

DATE 02/27/2023 D-PG **OFFICIAL STATUS** Introduction and first reading 1143 Referred to Jobs and Economic Development 03/01/2023 1207 Withdrawn and re-referred to Agriculture, Broadband, and Rural Development 03/20/2023 1974a Comm report: To pass as amended and re-refer to Jobs and Economic Development 04/13/2023 4790 Author added Housley See SF3035

1.1 A bill for an act

relating to economic development; appropriating money to WomenVenture to establish a business expansion program for women food entrepreneurs; requiring a report.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. APPROPRIATION; WOMENVENTURE, WOMEN FOOD

ENTREPRENEURS BUSINESS EXPANSION.

- (a) \$3,000,000 in fiscal year 2024 and \$3,000,000 in fiscal year 2025 are appropriated from the general fund to the commissioner of employment and economic development for a grant to WomenVenture to: support business expansion for women food entrepreneurs throughout Minnesota's food supply chain to help stabilize and strengthen their business operations; create distribution networks; offer technical assistance and support to beginning women food entrepreneurs; develop business plans; develop a workforce; research expansion strategies; and for other related activities. Eligible uses of funds include but are not limited to:
- 1.16 (1) leasehold improvements;

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- (2) additions, alterations, remodeling, or renovations to rented space;
- 1.18 (3) inventory or supplies;
- 1.19 (4) machinery or equipment purchases;
- 1.20 (5) working capital; and
- 1.21 (6) debt refinancing.

Section 1.

Funds distributed to entrepreneurs may be loans, forgivable loans, and grants. Of this 2.1 amount, up to ten percent may be used for the WomenVenture's technical assistance and 2.2 2.3 administrative costs. This appropriation is onetime and available until June 30, 2026. (b) \$3,000,000 in fiscal year 2024 and \$3,000,000 in fiscal year 2025 are appropriated 2.4 from the general fund to the commissioner of agriculture for a grant to WomenVenture to: 2.5 support business expansion for women food entrepreneurs throughout Minnesota to help 2.6 stabilize and strengthen their business operations; create distribution networks; offer technical 2.7 assistance and support to beginning women food entrepreneurs; develop business plans; 2.8 develop a workforce; research expansion strategies to address food safety assessments and 2.9 to meet applicable food safety regulations; and for other related activities. Eligible uses of 2.10 funds include but are not limited to: 2.11 (1) leasehold improvements; 2.12 (2) additions, alterations, remodeling, or renovations to rented space; 2.13 (3) inventory or supplies; 2.14 (4) machinery or equipment purchases; 2.15 (5) working capital; and 2.16 (6) debt refinancing. 2.17 Funds distributed to entrepreneurs may be loans, forgivable loans, and grants. A minimum 2.18 of 50 percent of this amount shall be distributed to producers registered as Cottage Foods 2.19 Producers with the commissioner under Minnesota Statutes, section 28A.152, subdivision 2.20 4. Of this amount, up to ten percent may be used for the WomenVenture's technical assistance 2.21 and administrative costs. This appropriation is onetime and available until June 30, 2026. 2.22 (c) By December 15, 2026, Women Venture must submit a report to the chairs and ranking 2.23 members of the legislative committees with jurisdiction over agriculture and employment 2.24 and economic development. The report must include a summary of the uses of the 2.25 appropriation, including the amount of the appropriation used for administration. The report 2.26 must also provide a breakdown of the amount of funding used for loans, forgivable loans, 2.27 and grants, information about the terms of the loans issued, a discussion of how funds from 2.28 2.29 repaid loans will be used, the number of entrepreneurs assisted, and a breakdown of how many entrepreneurs received assistance in each county. 2.30

Section 1. 2