Bill No. 6-12
Concerning: Economic Development -
Small Business Assistance
Revised: April 11, 2012 Draft No. 6
Introduced: February 7, 2012
Enacted: April 17, 2012
Executive: April 26, 2012
Effective: July 26, 2012
Sunset Date: None
Ch. 6 Laws of Mont. Co. 2012

## COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

By: Council Vice President Navarro, Councilmembers Ervin, Floreen, Leventhal, Council President Berliner and Councilmember Riemer

## AN ACT to:

- (1) establish a program to assist certain small businesses located in the County who are adversely impacted by a County redevelopment project or a redevelopment project located on County property;
- provide technical assistance and training to a small business who receives financial assistance from the Economic Development Fund;
- (3) authorize financial assistance to certain small businesses from the Economic Development Fund; and
- (4) generally amend the economic development laws.

## By adding

Montgomery County Code Chapter 20. Finance Section 20-76B

Boldface
Underlining

[Single boldface brackets]
Double underlining

[[Double boldface brackets]]

\* \* \* \*

Heading or defined term.

Added to existing law by original bill.

Deleted from existing law by original bill.

Added by amendment.

Deleted from existing law or the bill by amendment.

Existing law unaffected by bill.

The County Council for Montgomery County, Maryland approves the following Act:

1	Sec. 1. Sections 20-76B is added as follows:				
2	<u>20-76B.</u>	Small Business Assistance Program.			
3	<u>(a)</u>	Definitions. As used in this Section:			
4		Adverse impact means a loss of revenue resulting from a redevelopment			
5		project.			
6		Director means the Director of the Department of Economic			
7		Development.			
8		Enterprise zone means an area designated under Maryland Code,			
9		Economic Development Article, Section 5-704 or any successor			
10		provision.			
11		Fund means the Economic Development Fund established in Section			
12		<u>20-73.</u>			
13		Program means the Small Business Assistance Program.			
14		Redevelopment project means any construction, alteration, or			
15		improvement in an urban renewal area or enterprise zone where the			
16		existing land use is commercial or industrial and is:			
17		(1) located on property owned by the County; or			
18		(2) <u>financed in whole or part by the County.</u>			
19		Small business means a privately owned business that meets the			
20		requirements of Section 11B-65(a).			
21		Technical assistance means training directly related to operating a small			
22		business provided by an educational institution or a non-profit			
23		organization approved by the Director.			
24		Urban renewal area means an area of the County as defined in Section			
25		<u>56-9(f).</u>			
26	<u>(b)</u>	Establishment of Program. Subject to appropriation, the Director must			
27		create and administer a Small Business Assistance Program to assist			

28		small businesses who are adversely impacted by a redevelopment				
29		project.				
30	<u>(c)</u>	Eligibility. The Director, based upon information submitted by the				
31		applicant for assistance, must find that:				
32		(1) the applicant is the owner of an existing small business located				
33		near an ongoing or future redevelopment project that is planned				
34		to begin construction in less than [[24]] 12 months after the				
35		application;				
36		(2) the applicant's small business is currently or is likely to be				
37		adversely impacted by the redevelopment project; and				
38		(3) the applicant's small business is financially healthy and likely to				
39		continue operating for the foreseeable future.				
40	<u>(d)</u>	Conditions. The Director may impose reasonable conditions on a small				
41		business, including the successful completion of approved technical				
42		assistance training, in order to receive financial assistance from the				
43		Fund under the Program.				
44	<u>(e)</u>	Financial assistance. The Director may award a grant or loan from the				
45		Fund to an eligible small business under the Program. [[A loan or grant				
46		to a small business that exceeds \$100,000 cumulatively must be				
47		approved by the Council.]]				
48	<u>(f)</u>	Regulations. The Executive must adopt method 2 regulations to				
49		implement this Section. The regulations must:				
50		(1) require the Director to compile and maintain a list of approved				
51		technical training courses on the appropriate website;				
52		(2) specify the application procedures and eligibility criteria for a				
53		grant or loan to a small business under the Program;				

54		<u>(3)</u>	specify conditions that the Director may impose on a small		
55			business in order to receive financial assistance from the Fund		
56			under the Program;		
57		<u>(4)</u>	define what constitutes an adverse impact on a small business;		
58		<u>(5)</u>	define what constitutes financial health of a small business; and		
59		<u>(6)</u>	identify outreach methods and marketing strategies to inform		
60			local small businesses of the program.		
61	(g)	Reports. On or before March 31 of each year, the Executive must report			
62		to th	e Council on the activities of the Program. The report must		
63		inclu	<u>de:</u>		
64		<u>(1)</u>	the number of small businesses participating in the Program;		
65		<u>(2)</u>	the number and dollar amount of grants and loans made; and		
66		<u>(3)</u>	an evaluation of the impact of each grant or loan on the operation		
67			of the small business.		
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69	Approved:	10			
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70	- /fr		4/17/2012		
71	•	r, Presid	dent, County Council Date		
71	Approved:				
72		2.06	1/19et April 26,2012		
	Isiah Leggett,	County			
73	This is a corre	ect copy	of Council action.		
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	Linda M. Laud	er, Clerl	k of the Council Date		