# MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)

## **MINORITY**

| ands     |
|----------|
| <b>V</b> |

33

34

sustained basis.'

L.D. 1332

| 2                    | Date: $6/9/15$ (Filing No. S-228)   |
|----------------------|---|
| 3                    | LABOR, COMMERCE, RESEARCH AND ECONOMIC DEVELOPMENT  |
| 4                    | Reproduced and distributed under the direction of the Secretary of the Senate.  |
| 5                    | STATE OF MAINE  |
| 6                    | SENATE  |
| 7                    | 127TH LEGISLATURE   |
| 8                    | FIRST REGULAR SESSION   |
| 9<br>10              | COMMITTEE AMENDMENT " $A$ " to S.P. 481, L.D. 1332, Bill, "An Act To Attract Entrepreneurs to the State"  |
| 11<br>12             | Amend the bill in section 1 in §13056-G in subsection 1 by striking out all of paragraphs A to D (page 1, lines 12 to 26 in L.D.) and inserting the following:  |
| 13<br>14<br>15<br>16 | 'A. "Collaborative workspace" means coworking, shared working environments that promote collaboration, interaction, socialization and coordination among tenants through the clustering of multiple businesses or individuals within the shared work environment.   |
| 17<br>18<br>19<br>20 | B. "Collaborative workspace business" means a corporation, partnership, limited liability corporation, professional corporation or other legal business entity recognized under the laws of the State engaging or proposing to engage in economic activity within the State.  |
| 21<br>22             | C. "Fund" means the Maine Coworking Development Fund established in this section.   |
| 23<br>24<br>25       | D. "Participant" means a sole proprietorship, business partnership or corporation operating a business for profit through which the owner accesses business development services in a collaborative workspace.  |
| 26<br>27<br>28       | E. "Tenant" means a sole proprietorship, business partnership or corporation operating a business for profit and leasing or otherwise occupying collaborative workspace from a collaborative workspace business.  |
| 29<br>30<br>31<br>32 | F. "Transformative development" means redevelopment on a scale and of a character capable of catalyzing significant follow-on private investment, leading over time to transformation of an entire downtown or urban neighborhood and consistent with local plans. Transformative development may involve major investment in new |

Page 1 - 127LR0812(02)-1

construction, rehabilitation and adaptive reuse or multiple smaller investments on a

| . هـ                 | COMMITTEE AMENDMENT "H" to S.P. 481, L.D. 1332   |
|----------------------|--|
| ROF 1 2 3            | Amend the bill in section 1 in §13056-G in subsection 2 in paragraph A by striking out all of subparagraphs (4) and (5) (page 2, lines 3 to 8 in L.D.) and inserting the following:  |
| 4<br>5<br>6          | '(4) Support partnerships between municipalities, property owners and collaborative workspace businesses to establish such collaborative workspaces; and   |
| 7<br>8<br>9<br>10    | (5) Require such collaborative workspaces to provide shared space that promotes the interaction, socialization and coordination among tenants and participants through the clustering of multiple tenants and participants within the collaborative workspace;'  |
| 11<br>12<br>13       | Amend the bill in section 1 in §13056-G in subsection 3 in paragraph A in the 2nd line (page 2, line 33 in L.D.) by inserting after the following: "workspace" the following: 'tenants and'  |
| 14<br>15<br>16<br>17 | Amend the bill in section 1 in §13056-G in subsection 3 in paragraph B in subparagraph (6) in the last line (page 3, line 14 in L.D.) by striking out the following: "businesses or individuals that will be served as a result of the project; and" and inserting the following: 'tenants and participants that will be served as a result of the project;' |
| 18<br>19<br>20       | Amend the bill in section 1 in §13056-G in subsection 3 in paragraph B in subparagraph (7) in the last line (page 3, line 18 in L.D.) by striking out the following: "occupants." and inserting the following: 'tenants;'  |
| 21<br>22             | Amend the bill in section 1 in §13056-G in subsection 3 in paragraph B by inserting after subparagraph (7) the following:  |
| 23<br>24             | '(8) A description of the ability of the collaborative workspace business to carry out the provisions of this section;   |
| 25<br>26             | (9) A summary of the proposed economic impact of the collaborative workspace on the community;   |
| 27<br>28             | (10) A description of plans for conformance with regional and local economic development plans, if such plans exist; and   |
| 29<br>30<br>31       | (11) A statement of the proximity of the collaborative workspace to an accredited Maine community college, college or university, as defined in Title 20-A, section 12541, subsection 1.'  |
| 32<br>33             | Amend the bill in section 1 in §13056-G by striking out all of subsection 4 (page 3, lines 26 to 30 in L.D.) and inserting the following:  |
| 34<br>35             | '4. Duties of the collaborative workspace business. A collaborative workspace business that receives assistance under this section shall:  |
| 36<br>37             | A. Secure title on a facility for the collaborative workspace or a lease of a facility for the collaborative workspace;  |

B. Manage the physical development of the collaborative workspace, including the

provision of common conference or meeting space;

38 39

| ¢ | 1 2                  | C. Provide furnishings and equipment to the collaborative workspace to provide services to the tenants and participants;  |
|---|----------------------|---|
|   | 3                    | D. Market the collaborative workspace and secure tenants and participants;  |
|   | 4<br>5<br>6          | E. Provide financial consulting, marketing and management assistance services or arrange for the provision of these services for tenants and participants, including assistance in accessing private financial markets;   |
|   | 7<br>8               | F. Set rental and service fees that would be revenue for the collaborative workspace business upon approval from the department;  |
|   | 9<br>10              | G. Encourage the sharing of ideas between tenants and participants and otherwise aid the tenants and participants using innovative technology and facilities;   |
|   | 11<br>12<br>13       | H. Establish policies and criteria for the acceptance of tenants and participants and for the termination of occupancy of tenants so as to maximize the opportunity to succeed for the greatest number of tenants and participants; and   |
|   | 14<br>15<br>16<br>17 | I. Submit annual reports to the department that include a financial statement for the collaborative workspace business, a summary of the economic impact of the collaborative workspace on the local community and a list of tenants and participants in the collaborative workspace. |
|   | 18<br>19<br>20       | 5. Report. Beginning February 1, 2016, the department shall annually provide a report to the Governor, the President of the Senate and the Speaker of the House of Representatives that must include, but is not limited to:  |
|   | 21<br>22             | A. The number of applications for collaborative workspace submitted to the department;  |
|   | 23<br>24             | B. The number of applications for collaborative workspace approved by the department;   |
|   | 25                   | C. The number of collaborative workspaces created through the fund;   |
|   | 26<br>27             | D. The numbers of tenants and participants engaged in each collaborative workspace;   |
|   | 28                   | E. The number of jobs provided by each collaborative workspace;   |
|   | 29                   | F. The occupancy rate of each collaborative workspace; and  |
|   | 30<br>31             | G. The number of tenants that have left collaborative workspace and that are operating in the State and the number of jobs they have provided.'   |
|   | 32<br>33             | Amend the bill by striking out all of section 2 (page 3, lines 31 to 36 and page 4, lines 1 to 4 in L.D.) and inserting the following:  |
|   | 34<br>35             | 'Sec. 2. Appropriations and allocations. The following appropriations and allocations are made.   |
|   | 36                   | ECONOMIC AND COMMUNITY DEVELOPMENT, DEPARTMENT OF   |

Page 3 - 127LR0812(02)-1

Maine Coworking Development Fund N193

37

POF 1 2

34

Initiative: Provides base allocations in the event funds are received from private or public sources.

| 3 4                  | OTHER SPECIAL REVENUE FUNDS All Other  | <b>2015-16</b><br>\$500     | <b>2016-17</b><br>\$500  |  |
|----------------------|--|-----------------------------|--------------------------|--|
| 5<br>6               | OTHER SPECIAL REVENUE FUNDS TOTAL  | \$500                       | \$500                    |  |
| 7                    | Maine Coworking Development Program N192   |                             |                          |  |
| 8                    | Initiative: Provides funds to support collaborative workspace businesses.  |                             |                          |  |
| 9                    | GENERAL FUND All Other   | <b>2015-16</b><br>\$250,000 | <b>2016-17</b> \$250,000 |  |
| 11<br>12             | GENERAL FUND TOTAL   | \$250,000                   | \$250,000                |  |
| 13<br>14<br>15<br>16 | ECONOMIC AND COMMUNITY DEVELOPMENT, DEPARTMENT OF DEPARTMENT TOTALS  | 2015-16                     | 2016-17                  |  |
| 17<br>18             | GENERAL FUND<br>OTHER SPECIAL REVENUE FUNDS  | \$250,000<br>\$500          | \$250,000<br>\$500       |  |
| 19<br>20<br>21       | DEPARTMENT TOTAL - ALL FUNDS   | \$250,500                   | \$250,500                |  |
| 22                   | SUMMARY  |                             |                          |  |
| 23<br>24             | This amendment is the minority report of the committee and it makes the following changes to the bill.   |                             |                          |  |
| 25                   | 1. It adds new definitions for "participant" and "tenant."   |                             |                          |  |
| 26<br>27<br>28       | 2. It provides additional criteria for collaborative workspaces to receive awards from the Maine Coworking Development Fund by the Department of Economic and Community Development. |                             |                          |  |
| 29<br>30             | 3. It adds additional duties for a collaborative workspace business that receives assistance from the fund.  |                             |                          |  |
| 31                   | 4. It adds additional annual reporting requirements for the department.  |                             |                          |  |
| 32                   | This amendment also replaces the appropriations and allocations section in the bill.   |                             |                          |  |
| 33                   | FISCAL NOTE REQUIRED   |                             |                          |  |

Page 4 - 127LR0812(02)-1

(See attached)

## **COMMITTEE AMENDMENT**



## 127th MAINE LEGISLATURE

LD 1332

LR 812(02)

### An Act To Attract Entrepreneurs to the State

Fiscal Note for Bill as Amended by Committee Amendment '\(\mathbb{P}\)'(\(S - 228\)\)
Committee: Labor, Commerce, Research and Economic Development
Fiscal Note Required: Yes

#### **Fiscal Note**

|                                 | FY 2015-16 | FY 2016-17 | Projections FY 2017-18 | Projections<br>FY 2018-19 |
|---------------------------------|------------|------------|------------------------|---------------------------|
| Net Cost (Savings) General Fund | \$250,000  | \$250,000  | \$250,000              | \$250,000                 |
| Appropriations/Allocations      |            |            |                        |                           |
| General Fund                    | \$250,000  | \$250,000  | \$250,000              | \$250,000                 |
| Other Special Revenue Funds     | \$500      | \$500      | \$500                  | \$500                     |

#### Fiscal Detail and Notes

This bill includes General Fund appropriations of \$250,000 per year in both fiscal year 2015-16 and fiscal year 2016-17 to the Maine Coworking Development Program within the Department of Economic and Community Development to support collaborative workspace businesses.

This bill includes base allocations of \$500 in fiscal year 2015-16 and \$500 in fiscal year 2016-17 to establish the Maine Coworking Development Fund as a dedicated account within the department to accept contributions and grants from public and private sources.