HOUSE BILL 1717

State	of	Washington				68	68th Legislature						2023 Regu	Regular	Session
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By Representatives Rule, Corry, Paul, and Stonier

AN ACT Relating to supporting innovation at associate development organizations; adding new sections to chapter 43.330 RCW; and creating a new section.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 Sec. 1. The legislature finds that associate NEW SECTION. 6 development organizations are critical to Washington state's economic 7 success. Associate development organizations consist of 34 regional 8 organizations servicing all of Washington's 39 counties, underpinning Washington state's economic development programs and initiatives 9 10 across the state. With a mission of confidential and client-based 11 economic development, associate development organizations enhance 12 economic development service delivery and results statewide through public-private and state-local partnerships. 13

14 Therefore, the legislature intends by this act to establish a 15 competitive grant program to support innovation, sustainability, 16 partnerships, and equity at associate development organizations with 17 the goal of growing jobs, expanding existing firms, recruiting new 18 businesses, and supporting an equitable economy and inclusive 19 economic development. <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 43.330
 RCW to read as follows:

(1) Subject to the availability of funds appropriated for this 3 specific purpose, the department shall establish an annual 4 competitive grant program to support and catalyze initiatives to 5 foster innovation, sustainability, partnerships, and equity at 6 7 associate development organizations. The department shall develop grant award criteria with relevant stakeholders and award funding 8 based on initiatives that are aligned with its work and priorities. 9 Awards must be given equitably across the state. 10

(2) Grant recipients must provide information on the use of the funds in their annual reports to the department required under RCW 43.330.082.

14 (3) Beginning December 31, 2026, the department must include 15 information on grant award funding and use in its report to the 16 legislature on associate development organizations contracts.

17 (4) The department shall adopt rules to implement this section.

18 <u>NEW SECTION.</u> Sec. 3. A new section is added to chapter 43.330
19 RCW to read as follows:

20 The associate development organization innovation, 21 sustainability, partnerships, and equity grant account is created in the custody of the state treasurer. Revenues to the account consist 22 of appropriations by the legislature, private contributions, and all 23 24 other sources deposited in the account. Expenditures from the account 25 may be used only for an annual grant to associate development organizations to support and catalyze initiatives to foster 26 27 innovation, sustainability, partnerships, and equity. Only the 28 director of commerce or the director's designee may authorize expenditures from the account. The account is subject to the 29 30 allotment procedures under chapter 43.88 RCW, but an appropriation is 31 not required for expenditures.

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