116TH CONGRESS 1ST SESSION H.R. 1519

AUTHENTICATED U.S. GOVERNMENT INFORMATION

> To assist entrepreneurs, support development of the creative economy, and encourage international cultural exchange, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

March 5, 2019

Mrs. DINGELL (for herself, Ms. PINGREE, Ms. CLARKE of New York, Mr. COHEN, and Ms. KUSTER of New Hampshire) introduced the following bill; which was referred to the Committee on Small Business, and in addition to the Committees on the Judiciary, Education and Labor, Financial Services, Transportation and Infrastructure, and Agriculture, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

- To assist entrepreneurs, support development of the creative economy, and encourage international cultural exchange, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

4 (a) SHORT TITLE.—This Act may be cited as the
5 "Comprehensive Resources for Entrepreneurs in the Arts

- 6 to Transform the Economy Act of 2019" or the "CRE-
- 7 ATE Act of 2019".

1 (b) TABLE OF CONTENTS.—The table of contents for

2 this Act is as follows:

Sec. 1. Short title; table of contents.

TITLE I—SUPPORT FOR ARTISTS AND ENTREPRENEURS

- Sec. 101. Microloan program expansion.
- Sec. 102. SBA business loans for the creative economy.
- Sec. 103. SBA technical assistance programs.
- Sec. 104. Arts-focused economic development.
- Sec. 105. Arts-focused rural development.
- Sec. 106. International participation in the arts.
- Sec. 107. Disaster support for artists through FEMA.

TITLE II—CREATIVE COMMUNITY DEVELOPMENT

Sec. 201. Artist corps.

- Sec. 202. Demonstration program on support of local programs that promote creative and performance arts in local economic planning.
- Sec. 203. Creative placemaking activities under the Housing and Community Development Act of 1974.

3 TITLE I—SUPPORT FOR ARTISTS 4 AND ENTREPRENEURS

5 SEC. 101. MICROLOAN PROGRAM EXPANSION.

6 Section 7(m)(6) of the Small Business Act (15
7 U.S.C. 636(m)(6)) is amended by adding at the end the
8 following:

9 "(F) LOAN CRITERIA FOR ARTISTS AND 10 ARTS ENTREPRENEURS.—The Administration, 11 in consultation with eligible intermediaries, 12 shall develop loan criteria to ensure that small 13 business concerns owned and controlled by art-14 ists and small business concerns that support 15 the creative economy receive loan proceeds 16 under this subsection.".

1SEC. 102. SBA BUSINESS LOANS FOR THE CREATIVE ECON-2OMY.

3 Section 7(a) of the Small Business Act (15 U.S.C. 4 636(a)) is amended by adding at the end the following: 5 "(36) CREATIVE ECONOMY.—In providing as-6 sistance under this subsection, the Administration 7 shall develop procedures to evaluate the business 8 proposals and business plans of small business concerns that focus on economic development, job cre-9 10 ation, and community growth with respect to the 11 creative economy.".

12 SEC. 103. SBA TECHNICAL ASSISTANCE PROGRAMS.

13 Section 21 of the Small Business Act (15 U.S.C. 648)14 is amended by adding at the end the following:

15 "(o) TECHNICAL ASSISTANCE PROGRAMS FOR ART-16 ISTS AND ARTS ENTREPRENEURS.—The Administration, 17 in consultation with relevant stakeholders, shall develop 18 technical assistance programs to be carried out by small 19 business development centers under this subsection that 20 target the specific needs of artists and arts entre-21 preneurs.".

22 SEC. 104. ARTS-FOCUSED ECONOMIC DEVELOPMENT.

Title II of the Public Works and Economic Development Act of 1965 (42 U.S.C. 3141 et seq.) is amended
by adding at the end the following:

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| 1 | "SEC. 219. ARTS-FOCUSED ECONOMIC DEVELOPMENT. |
| 2 | "(a) DEFINITIONS.—In this section: |
| 3 | "(1) BUSINESS INCUBATION PROGRAM.—The |
| 4 | term 'business incubation program' means a pro- |
| 5 | gram that— |
| 6 | "(A) accelerates the successful develop- |
| 7 | ment of entrepreneurial businesses through |
| 8 | business support resources and services, devel- |
| 9 | oped or orchestrated by incubator management; |
| 10 | "(B) is designed to produce successful |
| 11 | businesses; and |
| 12 | "(C) provides management guidance, tech- |
| 13 | nical assistance, and consulting designed for |
| 14 | young, growing businesses, including by pro- |
| 15 | viding- |
| 16 | "(i) rental space and flexible leases; |
| 17 | "(ii) shared basic business services |
| 18 | and equipment; |
| 19 | "(iii) technology support services; and |
| 20 | "(iv) assistance in obtaining financing |
| 21 | necessary for growth of the business. |
| 22 | "(2) INCUBATOR.—The term 'incubator' means |
| 23 | a multitenant facility with on-site management that |
| 24 | directs a business incubation program. |
| 25 | "(b) Arts-Focused Economic Development.—In |
| 26 | providing grants and assistance under this Act (including |
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through the local technical assistance, partnership plan ning, and comprehensive economic development strategies
 programs of the Economic Development Administration),
 the Secretary shall provide to artists and the creative
 economy support through traditional economic develop ment tools, including—

7 "(1) incubators; and

8 "(2) economic development planning and tech-9 nical assistance.".

10 SEC. 105. ARTS-FOCUSED RURAL DEVELOPMENT.

The Consolidated Farm and Rural Development Act
(7 U.S.C. 1921 et seq.) is amended by adding at the end
the following:

14 **"Subtitle I—Arts-Focused**

15

Economic Development

16 "SEC. 385. ARTS-FOCUSED ECONOMIC DEVELOPMENT.

17 "(a) DEFINITIONS.—In this section:

18 "(1) BUSINESS INCUBATION PROGRAM.—The
19 term 'business incubation program' means a pro20 gram that—

21 "(A) accelerates the successful develop22 ment of entrepreneurial businesses through
23 business support resources and services, devel24 oped or orchestrated by incubator management;

| 1 | "(B) is designed to produce successful |
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| 2 | businesses; and |
| 3 | "(C) provides management guidance, tech- |
| 4 | nical assistance, and consulting designed for |
| 5 | young, growing businesses, including by pro- |
| 6 | viding- |
| 7 | "(i) rental space and flexible leases; |
| 8 | "(ii) shared basic business services |
| 9 | and equipment; |
| 10 | "(iii) technology support services; and |
| 11 | "(iv) assistance in obtaining financing |
| 12 | necessary for growth of the business. |
| 13 | "(2) INCUBATOR.—The term 'incubator' means |
| 14 | a multitenant facility with on-site management that |
| 15 | directs a business incubation program. |
| 16 | "(b) Arts-Focused Economic Development.—In |
| 17 | providing grants and assistance under this Act (including |
| 18 | through the local technical assistance, partnership plan- |
| 19 | ning, and comprehensive economic development strategies |
| 20 | programs of the Office of Rural Development), the Sec- |
| 21 | retary, acting through the Assistant to the Secretary for |
| 22 | Rural Development, shall provide to artists and the cre- |
| 23 | ative economy support through traditional economic devel- |
| 24 | opment tools, including— |
| 25 | ((1) incubators, and |

25 "(1) incubators; and

| 1 | "(2) economic development planning and tech- |
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| 2 | nical assistance.". |
| 3 | SEC. 106. INTERNATIONAL PARTICIPATION IN THE ARTS. |
| 4 | Section 214(c)(6)(D) of the Immigration and Nation- |
| 5 | ality Act (8 U.S.C. $1184(c)(6)(D)$) is amended— |
| 6 | (1) in the first sentence, by inserting "(i)" be- |
| 7 | fore "Any person"; |
| 8 | (2) in the second sentence— |
| 9 | (A) by striking "Once" and inserting "Ex- |
| 10 | cept as provided in clause (ii), once"; and |
| 11 | (B) by striking "Attorney General shall" |
| 12 | and inserting "Secretary of Homeland Security |
| 13 | shall''; |
| 14 | (3) in the third sentence, by striking "The At- |
| 15 | torney General" and inserting "The Secretary"; and |
| 16 | (4) by adding at the end the following: |
| 17 | "(ii) The Secretary of Homeland Security shall adju- |
| 18 | dicate each petition for an alien with extraordinary ability |
| 19 | in the arts (as described in section $101(a)(15)(O)(i)$), an |
| 20 | alien accompanying such an alien (as described in section |
| 21 | 101(a)(15)(O)(ii)), or an alien described in section |
| 22 | 101(a)(15)(P) (other than an alien described in section |
| 23 | 214(c)(4)(A) (relating to athletes)) not later than 14 days |
| 24 | after— |

1 "(I) the date on which the petitioner submits 2 the petition with a written advisory opinion, letter of 3 no objection, or request for a waiver; or

"(II) the date on which the 15-day period described in clause (i) has expired, if the petitioner has 6 had an opportunity to supply rebuttal evidence.

7 "(iii) If a petition described in clause (ii) is not adju-8 dicated by the end of the 14-day period described in clause 9 (ii) and the petitioner is an arts organization described 10 in paragraph (3), (5), or (6) of section 501(c) of the Internal Revenue Code of 1986 and exempt from tax under 11 12 section 501(a) of such Code for the taxable year preceding 13 the calendar year in which the petition is submitted, or an individual or entity petitioning primarily on behalf of 14 15 such an organization, the Secretary of Homeland Security shall provide the petitioner with the premium-processing 16 17 services referred to in section 286(u), without a fee.".

18 SEC. 107. DISASTER SUPPORT FOR ARTISTS THROUGH 19 FEMA.

20 (a) IN GENERAL.—The President, acting through the 21 Administrator of the Federal Emergency Management 22 Agency, shall promulgate rules to ensure that expenses in-23 curred, as a result of a major disaster or emergency, by 24 a self-employed or freelance worker to repair or replace 25 tools, specialized or protective clothing, and equipment re-

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quired by the self-employed or freelance worker are consid ered eligible expenses for assistance under section 408 of
 the Robert T. Stafford Disaster Relief and Emergency As sistance Act (42 U.S.C. 5174).

5 (b) LIMITATIONS.—The rules promulgated under6 subsection (a)—

7 (1) may not require, as a condition of receiving
8 such assistance under section 408 of the Robert T.
9 Stafford Disaster Relief and Emergency Assistance
10 Act (42 U.S.C. 5174), an applicant—

11 (A) to apply or be declined for assistance
12 from the Small Business Administration; or

13 (B) to demonstrate that assistance received
14 from the Small Business Administration does
15 not satisfy the total necessary expenses or seri16 ous needs arising out of a major disaster or
17 emergency; and

(2) shall provide that an applicant may not receive assistance from the Small Business Administration and under section 408 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act
(42 U.S.C. 5174) for the same item.

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| TITLE II—CREATIVE |
| COMMUNITY DEVELOPMENT |
| SEC. 201. ARTIST CORPS. |
| (a) CORPS.—Section 122(a) of the National and |
| Community Service Act of 1990 (42 U.S.C. 12572(a)) is |
| amended by adding at the end the following: |
| "(6) Artist corps.— |
| "(A) IN GENERAL.—The recipient may |
| carry out national service programs through an |
| Artist Corps that identifies and meets unmet |
| needs within communities through artistic ac- |
| tivities such as those described in subparagraph |
| (B) and improves performance on the indicators |
| described in subparagraph (C). |
| "(B) ACTIVITIES.—An Artist Corps de- |
| scribed in this paragraph may carry out activi- |
| ties such as— |
| "(i) providing skilled visual and per- |
| formance artists to address community |
| needs through artistic activities in edu- |
| cation, health care, and therapeutic set- |
| tings, and in other settings in the commu- |
| nity; or |
| "(ii) providing other artistic activities, |
| addressing unmet community needs, that |
| |

the Corporation may designate, such as 1 2 providing technical assistance for grant 3 writing, marketing, and financial planning for artistic initiatives. 4 "(C) ARTIST CORPS INDICATORS.—The in-5 6 dicators for a corps program described in this 7 paragraph are— "(i) any indicator relating to meeting 8 9 critical needs that the Corporation estab-10 lishes; or "(ii) any local indicator (applicable to 11 12 a particular recipient or community and on 13 which an improvement in performance is 14 needed) relating to meeting critical needs, 15 that is approved by the Corporation or a 16 State Commission.". 17 (b) CONFORMING AMENDMENTS.—Section 122 of such Act is amended— 18 19 (1) in subsection (b)(3), by striking "or (5)" and inserting "(5), or (6)"; and 20 21 (2) in subsection (c)(1), in the matter preceding subparagraph (A), by striking "through (5)" and in-22 serting "through (6)". 23

| 1 | SEC. 202. DEMONSTRATION PROGRAM ON SUPPORT OF |
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| 2 | LOCAL PROGRAMS THAT PROMOTE CRE- |
| 3 | ATIVE AND PERFORMANCE ARTS IN LOCAL |
| 4 | ECONOMIC PLANNING. |
| 5 | (a) Demonstration Program Required.—The |
| 6 | Secretary of Commerce shall establish a demonstration |

7 program to assess the feasibility and advisability of pro8 viding support to covered programs to promote creative
9 and performing arts in the economic planning of local gov10 ernments.

(b) COVERED PROGRAMS.—For purposes of the demonstration program required by subsection (a), a covered
program is any program that—

14 (1) was in effect on the day before the date of15 the enactment of this Act; and

16 (2) the Secretary of Commerce considers part17 of an art community.

18 SEC. 203. CREATIVE PLACEMAKING ACTIVITIES UNDER
19 THE HOUSING AND COMMUNITY DEVELOP20 MENT ACT OF 1974.

21 Title I of the Housing and Community Development
22 Act of 1974 (42 U.S.C. 5301 et seq.) is amended—

23 (1) in section 102(a) (42 U.S.C. 5302(a)), by
24 adding at the end the following:

25 "(25) The term 'creative placemaking' means
26 an activity that integrates arts, culture, or design to
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| 1 | strengthen communities by advancing local eco- |
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| 2 | nomic, physical, or social outcomes."; and |
| 3 | (2) in section 105(a) (42 U.S.C. 5305(a))— |
| 4 | (A) in paragraph (25)(D), by striking |
| 5 | "and" at the end; |
| 6 | (B) in paragraph (26), by striking the pe- |
| 7 | riod at the end and inserting "; and"; and |
| 8 | (C) by adding at the end the following: |
| 9 | "(27) activities that support creative |
| 10 | placemaking through— |
| 11 | "(A) partnerships between local govern- |
| 12 | ments and nonprofit cultural organizations for |
| 13 | the purpose of community development; or |
| 14 | "(B) disseminating knowledge about how |
| 15 | to leverage arts, culture, and design as mecha- |
| 16 | nisms for community development.". |

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