[DISCUSSION DRAFT]

116TH CONGRESS 2D SESSION

H.R.

To reauthorize the State Trade Expansion Program of the Small Business Administration, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

| M | introduced | the following | bill; which | was referred | to the |
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| | Committee on | | | | |
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A BILL

To reauthorize the State Trade Expansion Program of the Small Business Administration, 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.
- 4 This Act may be cited as the "STEP Improvement
- 5 Act of 2020".
- 6 SEC. 2. STATE TRADE EXPANSION PROGRAM.
- 7 (a) Application Requirements.—Section 22(1)(3)
- 8 of the Small Business Act (15 U.S.C. 649(l)(3)) is amend-
- 9 ed—

| 1 | (1) in subparagraph (D)— |
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| 2 | (A) in clause (i), by inserting ", including |
| 3 | a budget plan for use of funds awarded under |
| 4 | this subsection" before the period at the end; |
| 5 | and |
| 6 | (B) by adding at the end the following new |
| 7 | clause: |
| 8 | "(iii) Timing.—The Associate Admin- |
| 9 | istrator shall— |
| 10 | "(I) publish information on how |
| 11 | to apply for a grant under this sub- |
| 12 | section, including specific calculations |
| 13 | and other determinations used to |
| 14 | award such a grant, not later than |
| 15 | March 31 of each year; |
| 16 | "(II) establish a deadline for the |
| 17 | submission of applications that is not |
| 18 | earlier than 60 days after the date on |
| 19 | which the information is published |
| 20 | under subclause (I), but in any case |
| 21 | not later than May 31; and |
| 22 | "(III) announce grant recipients |
| 23 | not later than August 31 of each |
| 24 | year.''; and |

| 1 | (2) by adding at the end the following new sub- |
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| 2 | paragraphs: |
| 3 | "(E) APPLICATION INFORMATION.—The |
| 4 | Associate Administrator shall clearly commu- |
| 5 | nicate to applicants and grant recipients any in- |
| 6 | formation about State Trade Expansion Pro- |
| 7 | gram, including— |
| 8 | "(i) for each unsuccessful applicant |
| 9 | for a grant awarded under this subsection, |
| 10 | recommendations to improve a subsequent |
| 11 | application for such a grant; and |
| 12 | "(ii) for each successful applicant for |
| 13 | such a grant, an explanation for the |
| 14 | amount awarded, if different from the |
| 15 | amount requested in the application. |
| 16 | "(F) Budget plan revisions.— |
| 17 | "(i) In General.—A State receiving |
| 18 | a grant under this subsection may revise |
| 19 | the budget plan of the State submitted |
| 20 | under subparagraph (D) after the dis- |
| 21 | bursal of grant funds if— |
| 22 | "(I) the revision complies with al- |
| 23 | lowable uses of grant funds under this |
| 24 | subsection; and |

| 1 | "(II) such State submits notifica- |
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| 2 | tion of the revision to the Associate |
| 3 | Administrator. |
| 4 | "(ii) Exception.—If a revision under |
| 5 | clause (i) reallocates 10 percent or more of |
| 6 | the amounts described in the budget plan |
| 7 | of the State submitted under subparagraph |
| 8 | (D), the State may not implement the re- |
| 9 | vised budget plan without the approval of |
| 10 | the Associate Administrator, unless the As- |
| 11 | sociate Administrator fails to approve or |
| 12 | deny the revised plan within 10 days after |
| 13 | receipt of such revised plan.". |
| 14 | (b) Survey.—Section 22(l) of the Small Business |
| 15 | Act (15 U.S.C. 649(l)) is amended— |
| 16 | (1) by redesignating paragraphs (7) through |
| 17 | (9) as paragraphs (8) through (10), respectively; |
| 18 | and |
| 19 | (2) by inserting after paragraph (6) the fol- |
| 20 | lowing new paragraph: |
| 21 | "(7) Survey.—The Associate Administrator |
| 22 | shall conduct an annual survey of each State that |
| 23 | received a grant under this subsection during the |
| 24 | preceding year to solicit feedback on the program.". |

| 1 | (c) Annual Report.—Section 22(l)(8)(B) of the |
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| 2 | Small Business Act, as redesignated by subsection (b), is |
| 3 | amended— |
| 4 | (1) in clause (i)— |
| 5 | (A) in subclause (III), by inserting ", in- |
| 6 | cluding the total number of eligible small busi- |
| 7 | ness concerns assisted by the program |
| 8 | (disaggregated by socially and economically dis- |
| 9 | advantaged small business concerns, small busi- |
| 10 | ness concerns owned and controlled by women, |
| 11 | and rural small business concerns)" before the |
| 12 | semicolon at the end; |
| 13 | (B) in subclause (IV), by striking "and" at |
| 14 | the end; |
| 15 | (C) in subclause (V)— |
| 16 | (i) by striking "description of best |
| 17 | practices" and inserting "detailed descrip- |
| 18 | tion of best practices"; and |
| 19 | (ii) by striking the period at the end |
| 20 | and inserting a semicolon; and |
| 21 | (D) by adding at the end the following new |
| 22 | subclauses: |
| 23 | "(VI) an analysis of the perform- |
| 24 | ance metrics described in clause (iii) |

| 1 | and the survey described in paragraph |
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| 2 | (7); and |
| 3 | "(VII) a description of lessons |
| 4 | learned by grant recipients under this |
| 5 | subsection that may apply to other as- |
| 6 | sistance provided by the Administra- |
| 7 | tion."; and |
| 8 | (2) by adding at the end the following new |
| 9 | clause: |
| 10 | "(iii) Performance metrics.—An- |
| 11 | nually, the Associate Administrator shall |
| 12 | collect data on eligible small business con- |
| 13 | cerns assisted by the program on the fol- |
| 14 | lowing performance metrics: |
| 15 | "(I) Total number of such con- |
| 16 | cerns, disaggregated by socially and |
| 17 | economically disadvantaged small |
| 18 | business concerns, small business con- |
| 19 | cerns owned and controlled by women, |
| 20 | and rural small business concerns. |
| 21 | "(II) Total dollar amount of ex- |
| 22 | port sales by eligible small business |
| 23 | concerns assisted by the program. |
| 24 | "(III) Number of such concerns |
| 25 | that have not previously participated |

| 1 | in an activity described in paragraph |
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| 2 | (2). |
| 3 | "(IV) Number of such concerns |
| 4 | that have previously participated in |
| 5 | the program. |
| 6 | "(V) Number of such concerns |
| 7 | that, because of participation in the |
| 8 | program, have accessed a new market. |
| 9 | "(VI) Number of such concerns |
| 10 | that, because of participation in the |
| 11 | program, have created new jobs. |
| 12 | "(VII) Number of such concerns |
| 13 | participating in foreign trade missions |
| 14 | or trade show exhibitions, |
| 15 | disaggregated by socially and eco- |
| 16 | nomically disadvantaged small busi- |
| 17 | ness concerns, small business concerns |
| 18 | owned and controlled by women, and |
| 19 | rural small business concerns.". |
| 20 | (d) Authorization of Appropriations.—Section |
| 21 | 22(l)(10) of the Small Business Act, as redesignated by |
| 22 | subsection (b), is amended by striking "fiscal years 2016 |
| 23 | through 2020" and inserting "fiscal years 2021 through |
| 24 | 2024". |

| 1 | (e) Report to Congress.—Not later than 1 year |
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| 2 | after the date of the enactment of this Act, the Associate |
| 3 | Administrator for International Trade of the Small Busi- |
| 4 | ness Administration shall submit to Congress a report on |
| 5 | the State Trade Expansion Program established under |
| 6 | section 22(l) of the Small Business Act (15 U.S.C. 649(l)) |
| 7 | that includes a description of— |
| 8 | (1) the process developed for review of revised |
| 9 | budget plans submitted under section 22(l)(3)(F) of |
| 10 | the Small Business Act, as added by this Act; |
| 11 | (2) any changes made to streamline the applica- |
| 12 | tion process to remove duplicative requirements and |
| 13 | create a more transparent process; |
| 14 | (3) the process developed to share best prac- |
| 15 | tices by States described in section $22(l)(8)(B)(i)(V)$ |
| 16 | (as redesignated by this Act), particularly for first- |
| 17 | time grant recipients under the State Trade Expan- |
| 18 | sion Program or grant recipients that are facing |
| 19 | problems using grant funds; and |
| 20 | (4) the process developed to communicate, both |
| 21 | verbally and in writing, relevant information about |
| 22 | the State Trade Expansion Program to all grant re- |
| 23 | cipients in a timely manner. |