117TH CONGRESS  
1ST SESSION  

H. R. 2689

To require the Minority Business Development Agency of the Department of Commerce to promote and administer programs in the public and private sectors to assist the development of minority business enterprises, to ensure that such Agency has the necessary supporting resources, particularly during economic downturns, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

APRIL 20, 2021

Mr. Green of Texas (for himself, Mr. Cleaver, Mrs. Beatty, Mr. Perlmutter, Mr. Himes, Mr. Mpumle, Mr. Kilmer, Ms. Chu, and Mr. Sherman) introduced the following bill; which was referred to the Committee on Financial Services, and in addition to the Committee on Small Business, 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 require the Minority Business Development Agency of the Department of Commerce to promote and administer programs in the public and private sectors to assist the development of minority business enterprises, to ensure that such Agency has the necessary supporting resources, particularly during economic downturns, 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,
SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

(a) SHORT TITLE.—This Act may be cited as the "Minority Business Resiliency Act of 2021".

(b) TABLE OF CONTENTS.—The table of contents for this Act is as follows:

Sec.  1. Short title; table of contents.
Sec.  2. Findings and purposes.
Sec.  3. Definitions.
Sec.  4. Minority Business Development Agency.

TITLE I—EXISTING INITIATIVES

Subtitle A—Market Development, Research, and Information

Sec. 101. Private sector development.
Sec. 102. Public sector development.
Sec. 103. Research and information.

Subtitle B—Minority Business Development Agency Business Center Program

Sec. 110. Definition.
Sec. 111. Purpose.
Sec. 112. Establishment.
Sec. 113. Grants and cooperative agreements.
Sec. 114. Minimizing disruptions to existing MBDA Business Center program.
Sec. 115. Publicity.
Sec. 116. Funding.

TITLE II—NEW INITIATIVES TO PROMOTE ECONOMIC RESILIENCY FOR MINORITY BUSINESSES

Sec. 201. Annual diverse business forum on capital formation.
Sec. 203. Educational development relating to management and entrepreneurship.

TITLE III—RURAL MINORITY BUSINESS CENTER PROGRAM

Sec. 301. Definitions.
Sec. 302. Business centers.
Sec. 303. Report to Congress.
Sec. 304. Study and report.

TITLE IV—MINORITY BUSINESS DEVELOPMENT GRANTS

Sec. 401. Grants to nonprofit organizations that support minority business enterprises.
Sec. 402. Minority business grants.

TITLE V—ADMINISTRATIVE AND OTHER POWERS OF THE AGENCY; MISCELLANEOUS PROVISIONS

Sec. 501. Administrative powers.
SEC. 2. FINDINGS AND PURPOSES.

(a) FINDINGS.—Congress finds the following:

(1) During times of economic downturn or recession, communities of color, and businesses within those communities, are generally more adversely affected, which requires an expansion of the ability of the Federal Government to infuse resources into those communities.

(2) Despite the growth in the number of minority business enterprises, gaps remain with respect to key metrics for those enterprises, such as access to capital, revenue, number of employees, and survival rate. Specifically—

(A) according to the Department of Commerce, minority business enterprises are 2 to 3 times more likely to be denied loans than non-minority business enterprises;

(B) according to the Bureau of the Census, the average non-minority business enterprise reports receipts that are more than 3
times higher than receipts reported by the average minority business enterprise; and

(C) according to the Kauffman Foundation—

(i) minority business enterprises are 1⁄2 as likely to employ individuals, as compared with non-minority business enterprises; and

(ii) if minorities started and owned businesses at the same rate as non-minorities, the United States economy would have more than 1,000,000 additional employer businesses and more than 9,500,000 additional jobs.

(3) Because of the conditions described in paragraph (2), it is in the interest of the United States and the economy of the United States to expeditiously ameliorate the disparities that minority business enterprises experience.

(4) Many individuals who own minority business enterprises are socially disadvantaged because those individuals identify as members of certain groups that have suffered the effects of discriminatory practices or similar circumstances over which
those individuals have no control, including individuals who are—

(A) Black or African American;
(B) Hispanic or Latino;
(C) American Indian or Alaska Native;
(D) Asian; and
(E) Native Hawaiian or other Pacific Islander.

(5) Discriminatory practices and similar circumstances described in paragraph (4) are a significant determinant of overall economic disadvantage in the United States, which is evident in the persistent racial wealth gap in the United States.

(6) While other Federal agencies focus only on small businesses and businesses that represent a broader demographic than solely minority business enterprises, the Agency focuses exclusively on—

(A) the unique needs of minority business enterprises; and
(B) enhancing the capacity of minority business enterprises.

(b) PURPOSES.—The purposes of this Act are to—

(1) require the Agency to promote and administer programs in the public and private sectors to
assist the development of minority business enter-
prises; and

(2) achieve the development described in para-
graph (1) by authorizing the Assistant Secretary to
carry out programs that will result in increased ac-
cess to capital, management, and technology for mi-
nority business enterprises.

SEC. 3. DEFINITIONS.

In this Act:

(1) AGENCY.—The term “Agency” means the
Minority Business Development Agency of the De-
partment of Commerce.

(2) ASSISTANT SECRETARY.—The term “Assist-
ant Secretary” means the Assistant Secretary of
Commerce for Minority Business Development, who
is appointed as described in section 4(b) to admin-
ister this Act.

(3) COMMUNITY-BASED ORGANIZATION.—The
term “community-based organization” has the
meaning given the term in section 8101 of the Ele-
mentary and Secondary Education Act of 1965 (20

(4) ELIGIBLE ENTITY.—Except as otherwise ex-
pressly provided, the term “eligible entity”—

(A) means—
(i) a private sector entity;
(ii) a public sector entity; or
(iii) a Tribal government; and
(B) includes an institution of higher education.

(5) FEDERAL AGENCY.—The term “Federal agency” has the meaning given the term “agency” in section 551 of title 5, United States Code.

(6) FEDERALLY RECOGNIZED AREA OF ECONOMIC DISTRESS.—The term “federally recognized area of economic distress” means—

(A) a HUBZone, as that term is defined in section 31(b) of the Small Business Act (15 U.S.C. 657a(b));
(B) an area that—
(i) has been designated as—
(I) an empowerment zone under section 1391 of the Internal Revenue Code of 1986; or
(II) a Promise Zone by the Secretary of Housing and Urban Development; or
(ii) is a low or moderate income area, as determined by the Bureau of the Census;
(C) a qualified opportunity zone, as that term is defined in section 1400Z–1 of the Internal Revenue Code of 1986; or

(D) any other political subdivision or unincorporated area of a State determined by the Assistant Secretary to be an area of economic distress.

(7) INDIAN TRIBE.—The term “Indian Tribe”—

(A) has the meaning given the term in section 4 of the Indian Self-Determination and Education Assistance Act (25 U.S.C. 5304); and

(B) includes a Native Hawaiian organization.

(8) INSTITUTION OF HIGHER EDUCATION.—The term “institution of higher education” has the meaning given the term in section 101 of the Higher Education Act of 1965 (20 U.S.C. 1001).

(9) MBDA BUSINESS CENTER.—The term “MBDA Business Center” means any business center that—

(A) is established by the Agency; and
(B) provides technical business assistance to minority business enterprises consistent with the requirements of this Act.

(10) MBDA BUSINESS CENTER AGREEMENT.—
The term “MBDA Business Center agreement” means a legal instrument—

(A) reflecting a relationship between the Agency and the recipient of a Federal assistance award that is the subject of the instrument; and

(B) that establishes the terms by which the recipient described in subparagraph (A) shall operate an MBDA Business Center.

(11) MINORITY BUSINESS ENTERPRISE.—The term “minority business enterprise” means a business enterprise (without regard to whether the business enterprise is a for-profit or not-for-profit enterprise)—

(A) that is not less than 51 percent-owned by 1 or more socially and economically disadvantaged individuals; and

(B) the management and daily business operations of which are controlled by 1 or more socially and economically disadvantaged individuals.
(12) **PRIVATE SECTOR ENTITY.**—The term “private sector entity”—

(A) means an entity that is not a public sector entity; and

(B) does not include—

(i) the Federal Government;

(ii) any Federal agency; or

(iii) any instrumentality of the Federal Government.

(13) **PUBLIC SECTOR ENTITY.**—The term “public sector entity” means—

(A) a State;

(B) an agency of a State;

(C) a political subdivision of a State; or

(D) an agency of a political subdivision of a State.

(14) **SECRETARY.**—The term “Secretary” means the Secretary of Commerce.

(15) **SOCIA LLY AND ECONOMICALLY DISADVANTAGED INDIVIDU AL.**—

(A) IN GENERAL.—The term “socially and economically disadvantaged individual” means an individual who has been subjected to racial or ethnic prejudice, or to cultural bias, because of the identity of the individual as a member of
a group, without regard to any individual quality of the individual that is unrelated to that identity.

(B) Presumption.—In carrying out this Act, the Assistant Secretary shall presume that the term “socially and economically disadvantaged individual” includes any individual who is—

(i) Black or African American;

(ii) Hispanic or Latino;

(iii) American Indian or Alaska Native;

(iv) Asian;

(v) Native Hawaiian or other Pacific Islander; or

(vi) a member of a group that the Agency determines under part 1400 of title 15, Code of Federal Regulations, as in effect on November 23, 1984, is a socially disadvantaged group eligible to receive assistance.

(16) Specialty Center.—The term “specialty center” means an MBDA Business Center that provides specialty services focusing on specific business needs, including assistance relating to—
(A) capital access;
(B) Federal procurement;
(C) entrepreneurship;
(D) technology transfer; or
(E) any other area determined necessary or appropriate based on the priorities of the Agency.

(17) STATE.—The term “State” means—
(A) each of the States of the United States;
(B) the District of Columbia;
(C) the Commonwealth of Puerto Rico;
(D) the United States Virgin Islands;
(E) Guam;
(F) American Samoa;
(G) the Commonwealth of the Northern Mariana Islands; and
(H) each Indian Tribe.

SEC. 4. MINORITY BUSINESS DEVELOPMENT AGENCY.
(a) In General.—There is within the Department of Commerce the Minority Business Development Agency.

(b) Assistant Secretary.—
(1) Appointment and Duties.—The Agency shall be headed by an Assistant Secretary of Com-
merce for Minority Business Development, who shall be—

(A) appointed by the President, by and with the advice and consent of the Senate; and

(B) except as otherwise expressly provided, responsible for the administration of this Act.

(2) COMPENSATION.—

(A) IN GENERAL.—The Assistant Secretary shall be compensated at an annual rate of basic pay prescribed for level IV of the Executive Schedule under section 5315 of title 5, United States Code.

(B) TECHNICAL AND CONFORMING AMENDMENT.—Section 5315 of title 5, United States Code, is amended, in the item relating to Assistant Secretaries of Commerce, by striking “(11)” and inserting “(12)”.

(c) REPORT TO CONGRESS.—Not later than 120 days after the date of enactment of this Act, the Secretary shall submit to Congress a report that describes—

(1) the organizational structure of the Agency;

(2) the organizational position of the Agency within the Department of Commerce; and
1 (3) a description of how the Agency shall function in relation to the operations carried out by each other component of the Department of Commerce.

(d) Office of Business Centers.—

(1) Establishment.—There is established within the Agency an Office of Business Centers.

(2) Director.—The Office of Business Centers shall be administered by a Director, who shall be appointed by the Assistant Secretary.

(e) Offices of the Agency.—

(1) In general.—In addition to the regional offices that the Assistant Secretary is required to establish under paragraph (2), the Assistant Secretary shall establish such other offices within the Agency as are necessary to carry out this Act.

(2) Regional offices.—

(A) In general.—In order to carry out this Act, the Assistant Secretary shall establish a regional office of the Agency for each of the regions of the United States, as determined by the Assistant Secretary.

(B) Duties.—Each regional office established under subparagraph (A) shall expand the reach of the Agency and enable the Federal Government to better serve the needs of minor-
ity business enterprises in the region served by
the office, including by—

(i) understanding and participating in
the business environment of that region;

(ii) working with—

(I) MBDA Business Centers that
are located in that region;

(II) resource and lending part-
ners of the Small Business Adminis-
tration and the Department of Agri-
culture that are located in that region;

and

(III) Federal, State, and local
procurement offices that are located
in that region;

(iii) being aware of business retention
or expansion programs that are specific to
that region;

(iv) seeking out opportunities to col-
laborate with regional public and private
programs that focus on minority business
enterprises; and

(v) promoting business continuity and
preparedness.
TITLE I—EXISTING INITIATIVES
Subtitle A—Market Development,
Research, and Information

SEC. 101. PRIVATE SECTOR DEVELOPMENT.

The Assistant Secretary shall, whenever the Assistant Secretary determines such action is necessary or appropriate—

(1) provide Federal assistance to minority business enterprises operating in domestic and foreign markets by making available to those business enterprises, either directly or in cooperation with private sector entities, including community-based organizations and national nonprofit organizations—

(A) resources relating to management;
(B) technological and technical assistance;
(C) financial, legal, and marketing services; and
(D) services relating to workforce development;

(2) encourage minority business enterprises to establish joint ventures and projects—

(A) with other minority business enterprises; or
(B) in cooperation with public sector entities or private sector entities, including commu-
community-based organizations and national nonprofit organizations, to increase the share of any mar-
ket activity being performed by minority busi-
ness enterprises; and

(3) facilitate the efforts of private sector enti-
ties and Federal agencies to advance the growth of
minority business enterprises.

SEC. 102. PUBLIC SECTOR DEVELOPMENT.

The Assistant Secretary shall, whenever the Assistant
Secretary determines such action is necessary or appro-
priate—

(1) consult and cooperate with public sector en-
tities for the purpose of leveraging resources avail-
able in the jurisdictions of those public sector enti-
ties to promote the position of minority business en-
terprises in the local economies of those public sector entities, including by assisting public sector entities
to establish or enhance—

(A) programs to procure goods and serv-
ices through minority business enterprises and
goals for that procurement;

(B) programs offering assistance relating
to—

(i) management;

(ii) technology;
(iii) law;

(iv) financing, including accounting;

(v) marketing; and

(vi) workforce development; and

(C) informational programs designed to inform minority business enterprises located in the jurisdictions of those public sector entities about the availability of programs described in this section;

(2) meet with leaders and officials of public sector entities for the purpose of recommending and promoting local administrative and legislative initiatives needed to advance the position of minority business enterprises in the local economies of those public sector entities; and

(3) facilitate the efforts of public sector entities and Federal agencies to advance the growth of minority business enterprises.

SEC. 103. RESEARCH AND INFORMATION.

(a) IN GENERAL.—In order to achieve the purposes of this Act, the Assistant Secretary—

(1) shall—

(A) collect and analyze data, including data relating to the causes of the success or failure of minority business enterprises;
(B) perform evaluations of programs carried out by Federal agencies with an emphasis on increasing coordination between Federal agencies with respect to the development of minority business enterprises;

(C) conduct research, studies, and surveys of—

(i) economic conditions generally in the United States; and

(ii) how the conditions described in clause (i) particularly affect the development of minority business enterprises; and

(D) provide outreach, educational services, and technical assistance in the 10 most commonly spoken languages in the United States to ensure that limited-English proficient individuals receive culturally and linguistically appropriate access to the services and information provided by the Agency; and

(2) may, at the request of a public sector entity or a private sector entity, perform an evaluation of programs carried out by the entity that are designed to assist the development of minority business enterprises.
(b) INFORMATION CLEARINGHOUSE.—The Assistant Secretary shall—

(1) establish and maintain an information clearinghouse for the collection and dissemination to relevant parties (including business owners and researchers) of demographic, economic, financial, managerial, and technical data relating to minority business enterprises; and

(2) take such steps as the Assistant Secretary may determine to be necessary and desirable to—

(A) search for, collect, classify, coordinate, integrate, record, and catalog the data described in paragraph (1); and

(B) in a manner that is consistent with section 552a of title 5, United States Code, protect the privacy of the minority business enterprises to which the data described in paragraph (1) relates.

Subtitle B—Minority Business Development Agency Business Center Program

SEC. 110. DEFINITION.

In this subtitle, the term “MBDA Business Center Program” means the program established under section 112.
SEC. 111. PURPOSE.

The purpose of the MBDA Business Center Program shall be to create a national network of public-private partnerships that—

1. assist minority business enterprises to—
   1. access capital, contracts, and grants;
   2. create and maintain jobs;

2. provide counseling and mentoring to minority business enterprises; and

3. facilitate the growth of minority business enterprises by promoting trade.

SEC. 112. ESTABLISHMENT.

(a) IN GENERAL.—There is established in the Agency a program—

1. that shall be known as the MBDA Business Center Program;

2. that shall be separate and distinct from the efforts of the Assistant Secretary under section 101; and

3. under which the Assistant Secretary shall make Federal assistance awards to eligible entities to operate MBDA Business Centers, which shall, in accordance with section 113, provide technical assistance and business development services, or specialty services, to minority business enterprises.
(b) COVERAGE.—The Assistant Secretary shall take all necessary actions to ensure that the MBDA Business Center Program, in accordance with section 113, offers the services described in subsection (a)(3) in all regions of the United States.

SEC. 113. GRANTS AND COOPERATIVE AGREEMENTS.

(a) REQUIREMENTS.—An MBDA Business Center (referred to in this subtitle as a “Center”), with respect to the Federal financial assistance award made to operate the Center under the MBDA Business Center Program—

(1) shall—

(A) provide to minority business enterprises programs and services determined to be appropriate by the Assistant Secretary, which—

(i) shall include referral services to meet the needs of minority business enterprises; and

(ii) may include programs and services to accomplish the goals described in section 101(1); 

(B) develop, cultivate, and maintain a network of strategic partnerships with organizations that foster access by minority business enterprises to economic markets, capital, or contracts;
(C) continue to upgrade and modify the services provided by the Center, as necessary, in order to meet the changing and evolving needs of the business community;

(D) establish or continue a referral relationship with not less than 1 community-based organization; and

(E) collaborate with other Centers; and

(2) in providing programs and services under the applicable MBDA Business Center agreement, may—

(A) operate on a fee-for-service basis; or

(B) generate income through the collection of—

(i) client fees;

(ii) membership fees; and

(iii) any other appropriate fees proposed by the Center in the application submitted by the Center under subsection (e).

(b) TERM.—Subject to subsection (g)(3), the term of an MBDA Business Center agreement shall be not less than 3 years.

(e) FINANCIAL ASSISTANCE.—

(1) IN GENERAL.—The amount of financial assistance provided by the Assistant Secretary under
an MBDA Business Center agreement shall be not less than $250,000 for the term of the agreement.

(2) MATCHING REQUIREMENT.—

(A) IN GENERAL.—A Center shall match not less than $1/3 of the amount of the financial assistance awarded to the Center under the terms of the applicable MBDA Business Center agreement, unless the Assistant Secretary determines that a waiver of that requirement is necessary after a demonstration by the Center of a substantial need for that waiver.

(B) FORM OF FUNDS.—A Center may meet the matching requirement under subparagraph (A) using—

(i) cash or in-kind contributions, without regard to whether the contribution is made by a third party; or

(ii) Federal funds received from other Federal programs.

(3) USE OF FINANCIAL ASSISTANCE AND PROGRAM INCOME.—A Center shall use—

(A) all financial assistance awarded to the Center under the applicable MBDA Business Center agreement to carry out subsection (a); and
(B) all income that the Center generates in carrying out subsection (a)—

(i) to meet the matching requirement under paragraph (2) of this subsection; and

(ii) if the Center meets the matching requirement under paragraph (2) of this subsection, to carry out subsection (a).

(d) CRITERIA FOR SELECTION.—The Assistant Secretary shall—

(1) establish criteria that—

(A) the Assistant Secretary shall use in determining whether to enter into an MBDA Business Center agreement with an eligible entity; and

(B) may include criteria relating to whether an eligible entity is located in—

(i) an area, the population of which is composed of not less than 51 percent socially and economically disadvantaged individuals, as determined in accordance with data collected by the Bureau of the Census;

(ii) a federally recognized area of economic distress; or
(iii) a State that is underserved with respect to the MBDA Business Center Program, as defined by the Assistant Secretary; and

(2) make the criteria and standards established under paragraph (1) publicly available, including—

(A) on the website of the Agency; and

(B) in each Notice of Funding Opportunity soliciting MBDA Business Center agreements.

(e) APPLICATIONS.—An eligible entity desiring to enter into an MBDA Business Center agreement shall submit to the Assistant Secretary an application that includes—

(1) a statement of—

(A) how the eligible entity will carry out subsection (a); and

(B) any experience of the eligible entity in—

(i) assisting minority business enterprises to—

(I) obtain—

(aa) large-scale contracts, grants, or procurements;

(bb) financing; or

(cc) legal assistance;
(II) access established supply chains; and

(III) engage in—

(aa) joint ventures, teaming arrangements, and mergers and acquisitions; or

(bb) large-scale transactions in global markets;

(ii) supporting minority business enterprises in increasing the size of the workforces of those enterprises, including, with respect to a minority business enterprise that does not have employees, aiding the minority business enterprise in becoming an enterprise that has employees; and

(iii) advocating for minority business enterprises; and

(2) the budget and corresponding budget narrative that the eligible entity will use in carrying out subsection (a) during the term of the applicable MBDA Business Center agreement.

(f) NOTIFICATION.—If the Assistant Secretary grants an application of an eligible entity submitted under subsection (e), the Assistant Secretary shall notify the eligible entity that the application has been granted not later
than 150 days after the last day on which an application may be submitted under that subsection.

(g) PROGRAM EXAMINATION; ACCREDITATION; EXTENSIONS.—

(1) EXAMINATION.—Not later than 180 days after the date of enactment of this Act, and biennially thereafter, the Assistant Secretary shall conduct a programmatic financial examination of each Center.

(2) ACCREDITATION.—The Assistant Secretary may provide financial support, by contract or otherwise, to an association, not less than 51 percent of the members of which are Centers, to—

(A) pursue matters of common concern with respect to Centers; and

(B) develop an accreditation program with respect to Centers.

(3) EXTENSIONS.—

(A) IN GENERAL.—The Assistant Secretary may extend the term under subsection (b) of an MBDA Business Center agreement to which a Center is a party, if the Center consents to the extension.

(B) FINANCIAL ASSISTANCE.—If the Assistant Secretary extends the term of an MBDA
Business Center agreement under paragraph (1), the Assistant Secretary shall, in the same manner and amount in which financial assistance was provided during the initial term of the agreement, provide financial assistance under the agreement during the extended term of the agreement.

(h) MBDA INVOLVEMENT.—The Assistant Secretary may take actions to ensure that the Agency is substantially involved in the activities of Centers in carrying out subsection (a), including by—

(1) providing to each Center training relating to the MBDA Business Center Program;

(2) requiring that the operator and staff of each Center—

(A) attend—

(i) a conference with the Agency to establish the services and programs that the Center will provide in carrying out the requirements before the date on which the Center begins providing those services and programs; and

(ii) training provided under paragraph (1);
(B) receive necessary guidance relating to 
carrying out the requirements under subsection 
(a); and

(C) work in coordination and collaboration 
with the Assistant Secretary to carry out the 
MBDA Business Center Program and other 
programs of the Agency;

(3) facilitating connections between Centers 
and—

(A) Federal agencies other than the Agen-
cy, including the Small Business Administra-
tion, the Department of Agriculture, the Fed-
eral Trade Commission, the United States Pat-
et and Trademark Office, and the Economic 
Development Administration of the Department 
of Commerce; and

(B) other institutions or entities that use 
Federal resources, including—

(i) small business development cen-
ters, as that term is defined in section 3(t) 
of the Small Business Act (15 U.S.C. 
632(t));

(ii) women’s business centers de-
scribed in section 29 of the Small Business 
Act (15 U.S.C. 656);
(iii) eligible entities, as that term is defined in section 2411 of title 10, United States Code, that provide services under the program carried out under chapter 142 of that title; and

(iv) entities participating in the Hollings Manufacturing Extension Partnership Program established under section 25 of the National Institute of Standards and Technology Act (15 U.S.C. 278k);

(4) monitoring projects carried out by each Center; and

(5) establishing and enforcing administrative and reporting requirements for each Center to carry out subsection (a).

(i) REGULATIONS.—The Assistant Secretary shall issue and publish regulations that establish minimum standards regarding verification of minority business enterprise status for clients of entities operating under the MBDA Business Center Program.

SEC. 114. MINIMIZING DISRUPTIONS TO EXISTING MBDA BUSINESS CENTER PROGRAM.

The Assistant Secretary shall ensure that each Federal assistance award made under the Business Centers program of the Agency, as is in effect on the day before
the date of enactment of this Act, is carried out in a manner that, to the greatest extent practicable, prevents disruption of any activity carried out under that award.

SEC. 115. PUBLICITY.

In carrying out the MBDA Business Center Program, the Assistant Secretary shall widely publicize the MBDA Business Center Program, including—

1. on the website of the Agency;
2. via social media outlets; and
3. by sharing information relating to the MBDA Business Center Program with community-based organizations, including interpretation groups where necessary, to communicate in the most common languages spoken by the groups served by those organizations.

SEC. 116. FUNDING.

The Assistant Secretary shall use not less than 50 percent of the amount made available to carry out this Act in each of fiscal years 2021 through 2024 to carry out the MBDA Business Center Program, including the component of the program relating to specialty centers.
TITLE II—NEW INITIATIVES TO PROMOTE ECONOMIC RESILIENCE FOR MINORITY BUSINESSES

SEC. 201. ANNUAL DIVERSE BUSINESS FORUM ON CAPITAL FORMATION.

(a) Responsibility of Agency.—Not later than 18 months after the date of enactment of this Act, and annually thereafter, the Agency shall conduct a Government-business forum to review the current status of problems and programs relating to capital formation by minority business enterprises.

(b) Participation in Forum Planning.—The Assistant Secretary shall invite the heads of other Federal agencies, such as the Chairman of the Securities and Exchange Commission, the Secretary of the Treasury, and the Chairman of the Board of Governors of the Federal Reserve System, organizations representing State securities commissioners, representatives of leading minority chambers of commerce, not less than 1 certified owner of a minority business enterprise, business organizations, and professional organizations concerned with capital formation to participate in the planning of each forum conducted under subsection (a).

(c) Preparation of Statements and Reports.—
(1) REQUESTS.—The Assistant Secretary may request that any head of a Federal department, agency, or organization, including those described in subsection (b), or any other group or individual, prepare a statement or report to be delivered at any forum conducted under subsection (a).

(2) COOPERATION.—Any head of a Federal department, agency, or organization who receives a request under paragraph (1) shall, to the greatest extent practicable, cooperate with the Assistant Secretary to fulfill that request.

(d) TRANSMITTAL OF PROCEEDINGS AND FINDINGS.—The Assistant Secretary shall—

(1) prepare a summary of the proceedings of each forum conducted under subsection (a), which shall include the findings and recommendations of the forum; and

(2) transmit the summary described in paragraph (1) with respect to each forum conducted under subsection (a) to—

(A) the participants in the forum;

(B) Congress; and

(C) the public, through a publicly available website.
(c) Review of Findings and Recommendations;

Public Statements.—

(1) In general.—A Federal agency to which a finding or recommendation described in subsection (d)(1) relates shall—

(A) review that finding or recommendation; and

(B) promptly after the finding or recommendation is transmitted under subsection (d)(2)(C), issue a public statement—

(i) assessing the finding or recommendation; and

(ii) disclosing the action, if any, the Federal agency intends to take with respect to the finding or recommendation.

(2) Joint statement permitted.—If a finding or recommendation described in subsection (d)(1) relates to more than 1 Federal agency, the applicable Federal agencies may, for the purposes of the public statement required under paragraph (1)(B), issue a joint statement.

SEC. 202. AGENCY STUDY ON ALTERNATIVE FINANCING SOLUTIONS.

(a) Purpose.—The purpose of this section is to provide information relating to alternative financing solutions
to minority business enterprises, as those business enterprises are more likely to struggle in accessing, particularly at affordable rates, traditional sources of capital.

(b) STUDY AND REPORT.—Not later than 1 year after the date of enactment of this Act, the Assistant Secretary shall—

(1) conduct a study on opportunities for providing alternative financing solutions to minority business enterprises; and

(2) submit to Congress, and publish on the website of the Agency, a report describing the findings of the study carried out under paragraph (1).

SEC. 203. EDUCATIONAL DEVELOPMENT RELATING TO MANAGEMENT AND ENTREPRENEURSHIP.

(a) DUTIES.—The Assistant Secretary shall, whenever the Assistant Secretary determines such action is necessary or appropriate—

(1) promote and provide assistance for the education and training of socially and economically disadvantaged individuals in subjects directly relating to business administration and management;

(2) join with, and encourage, institutions of higher education, leaders in business and industry, and other public sector and private sector entities, particularly minority business enterprises, to—
(A) develop programs to offer scholarships and fellowships, apprenticeships, and internships relating to business to socially and economically disadvantaged individuals; and

(B) sponsor seminars, conferences, and similar activities relating to business for the benefit of socially and economically disadvantaged individuals;

(3) stimulate and accelerate curriculum design and improvement in support of development of minority business enterprises; and

(4) encourage and assist private institutions and organizations and public sector entities to undertake activities similar to the activities described in paragraphs (1), (2), and (3).

(b) Parren J. Mitchell Entrepreneurship Education Grants.—

(1) Definition.—In this subsection, the term “eligible institution” means an institution of higher education described in any of paragraphs (1) through (7) of section 371(a) of the Higher Education Act of 1965 (20 U.S.C. 1067q(a)).

(2) Grants.—The Assistant Secretary shall award grants to eligible institutions to develop and implement entrepreneurship curricula.
(3) Requirements.—An eligible institution to which a grant is awarded under this subsection shall use the grant funds to—

(A) develop a curriculum that includes training in various skill sets needed by contemporary successful entrepreneurs, including—

(i) business management and marketing;

(ii) financial management and accounting;

(iii) market analysis;

(iv) competitive analysis;

(v) innovation;

(vi) strategic planning; and

(vii) any other skill set that the eligible institution determines is necessary for the students served by the eligible institution and the community in which the eligible institution is located; and

(B) implement the curriculum developed under subparagraph (A) at the eligible institution.

(4) Implementation Timeline.—The Assistant Secretary shall establish and publish a timeline under which an eligible institution to which a grant
is awarded under this section shall carry out the re-
quirements under paragraph (3).

(5) REPORTS.—Each year, the Assistant Sec-
retary shall submit to the Committee on Commerce,
Science, and Transportation of the Senate, the Com-
mittee on Small Business and Entrepreneurship of
the Senate, the Committee on Financial Services of
the House of Representatives, and the Committee on
Small Business of the House of Representatives, as
part of the annual budget submission of the Presi-
dent under section 1105(a) of title 31, United States
Code, a report evaluating the awarding and use of
grants under this subsection during the fiscal year
immediately preceding the date on which the report
is submitted, which shall include, with respect to
that fiscal year—

(A) a description of each curriculum devel-
oped and implemented under each grant award-
ed under this section;

(B) the date on which each grant awarded
under this section was awarded; and

(C) the number of eligible entities that
were recipients of grants awarded under this
section.
TITLE III—RURAL MINORITY BUSINESS CENTER PROGRAM

SEC. 301. DEFINITIONS.

In this title:

(1) Appropriate congressional committees.—The term “appropriate congressional committees” means—

(A) the Committee on Commerce, Science, and Transportation of the Senate;

(B) the Committee on Small Business and Entrepreneurship of the Senate;

(C) the Committee on Financial Services of the House of Representatives; and

(D) the Committee on Small Business of the House of Representatives.

(2) Eligible entity.—The term “eligible entity” means—

(A) a minority-serving institution; or

(B) a consortium of institutions of higher education that is led by a minority-serving institution.

(3) MBDA Rural Business Center.—The term “MBDA Rural Business Center” means an MBDA Business Center that provides technical busi-
ness assistance to minority business enterprises located in rural areas.

(4) **MBDA RURAL BUSINESS CENTER AGREEMENT.**—The term “MBDA Rural Business Center agreement” means an MBDA Business Center agreement that establishes the terms by which the recipient of the Federal assistance award that is the subject of the agreement shall operate an MBDA Rural Business Center.

(5) **MINORITY-SERVING INSTITUTION.**—The term “minority-serving institution” means an institution described in any of paragraphs (1) through (7) of section 371(a) of the Higher Education Act of 1965 (20 U.S.C. 1067q(a)).

(6) **RURAL AREA.**—

(A) **IN GENERAL.**—Subject to subparagraph (B), the term “rural area” has the meaning given the term in section 343(a) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1991(a)).

(B) **100,000 INHABITANTS.**—For the purpose of this title, the reference to “50,000 inhabitants” in section 343(a)(13)(A)(i) of the Consolidated Farm and Rural Development Act
(7 U.S.C. 1991(a)(13)(A)(i)) shall be deemed to refer to 100,000 inhabitants.

(7) RURAL MINORITY BUSINESS ENTERPRISE.—

The term “rural minority business enterprise” means a minority business enterprise located in a rural area.

SEC. 302. BUSINESS CENTERS.

(a) In General.—The Assistant Secretary may establish MBDA Rural Business Centers.

(b) Partnership.—

(1) In General.—With respect to an MBDA Rural Business Center established by the Assistant Secretary, the Assistant Secretary shall establish the MBDA Rural Business Center in partnership with an eligible entity in accordance with paragraph (2).

(2) MBDA Agreement.—

(A) In General.—With respect to each MBDA Rural Business Center established by the Assistant Secretary, the Assistant Secretary shall enter into a cooperative agreement with an eligible entity that provides that—

(i) the eligible entity shall provide space, facilities, and staffing for the MBDA Rural Business Center;
(ii) the Assistant Secretary shall pro-
vide funding for, and oversight with re-
spect to, the MBDA Rural Business Cen-
ter; and

(iii) subject to subparagraph (B), the
eligible entity shall match 20 percent of
the amount of the funding provided by the
Assistant Secretary under clause (ii),
which may be calculated to include the
costs of providing the space, facilities, and
staffing under clause (i).

(B) LOWER MATCH REQUIREMENT.—
Based on the available resources of an eligible
entity, the Assistant Secretary may enter into a
cooperative agreement with the eligible entity
that provides that—

(i) the eligible entity shall match less
than 20 percent of the amount of the fund-
ing provided by the Assistant Secretary
under subparagraph (A)(ii); or

(ii) if the Assistant Secretary makes a
determination, upon a demonstration by
the eligible entity of substantial need, the
eligible entity shall not be required to pro-
vide any match with respect to the funding
provided by the Assistant Secretary under subparagraph (A)(ii).

(C) ELIGIBLE FUNDS.—An eligible entity may provide matching funds required under an MBDA Rural Business Center agreement with Federal funds received from other Federal programs.

(3) TERM.—The initial term of an MBDA Rural Business Center agreement shall be 3 years.

(4) EXTENSION.—The Assistant Secretary and an eligible entity may agree to extend the term of an MBDA Rural Business Center agreement with respect to an MBDA Rural Business Center.

(e) FUNCTIONS.—An MBDA Rural Business Center shall—

(1) primarily serve clients that are—

(A) rural minority business enterprises; or

(B) minority business enterprises that are located more than 50 miles from an MBDA Business Center (other than that MBDA Rural Business Center);

(2) focus on—

(A) issues relating to—

(i) the adoption of broadband internet access service (as defined in section 8.1(b)
of title 47, Code of Federal Regulations, or any successor regulation), digital literacy skills, and e-commerce by rural minority business enterprises;

(ii) advanced manufacturing;

(iii) the promotion of manufacturing in the United States;

(iv) ways in which rural minority business enterprises can meet gaps in the supply chain of critical supplies and essential goods and services for the United States;

(v) improving the connectivity of rural minority business enterprises through transportation and logistics;

(vi) promoting trade and export opportunities by rural minority business enterprises;

(vii) securing financial capital;

(viii) facilitating entrepreneurship in rural areas; and

(ix) creating jobs in rural areas; and

(B) any other issue relating to the unique challenges faced by rural minority business enterprises; and
(3) provide education, training, and legal, financial, and technical assistance to minority business enterprises.

(d) APPLICATIONS.—

(1) IN GENERAL.—Not later than 90 days after the date of enactment of this Act, the Assistant Secretary shall issue a Notice of Funding Opportunity requesting applications from eligible entities that desire to enter into MBDA Rural Business Center agreements.

(2) CRITERIA AND PRIORITY.—In selecting an eligible entity with which to enter into an MBDA Rural Business Center agreement, the Assistant Secretary shall—

(A) select an eligible entity that demonstrates—

(i) the ability to collaborate with governmental and private sector entities to leverage capabilities of minority business enterprises through public-private partnerships;

(ii) the research and extension capacity to support minority business enterprises;
(iii) knowledge of the community that
the eligible entity serves and the ability to
conduct effective outreach to that commu-
nity to advance the goals of an MBDA
Rural Business Center;

(iv) the ability to provide innovative
business solutions, including access to con-
tracting opportunities, markets, and cap-
ital;

(v) the ability to provide services that
advance the development of science, tech-
nology, engineering, and math jobs within
minority business enterprises;

(vi) the ability to leverage resources
from within the eligible entity to advance
an MBDA Rural Business Center;

(vii) that the mission of the eligible
entity aligns with the mission of the Agen-
cy;

(viii) the ability to leverage relation-
ships with rural minority business enter-
prises; and

(ix) a referral relationship with not
less than 1 community-based organization; and
(B) give priority to an eligible entity located in a State or region that lacks an MBDA Business Center, as of the date of enactment of this Act.

SEC. 303. REPORT TO CONGRESS.

Not later than 1 year after the date of enactment of this Act, the Assistant Secretary shall submit to the appropriate congressional committees a report that includes—

(1) a summary of the efforts of the Assistant Secretary to provide services to minority business enterprises located in States that lack an MBDA Business Center, as of the date of enactment of this Act, and especially in those States that have significant minority populations; and

(2) recommendations for extending the outreach of the Agency to underserved areas.

SEC. 304. STUDY AND REPORT.

(a) In general.—The Assistant Secretary, in coordination with relevant leadership of the Agency and relevant individuals outside of the Department of Commerce, shall conduct a study that addresses the ways in which minority business enterprises can meet gaps in the supply chain of the United States, with a particular focus on the
supply chain of advanced manufacturing and essential
goods and services.

(b) REPORT.—Not later than 1 year after the date
of enactment of this Act, the Assistant Secretary shall
submit to the appropriate congressional committees a re-
port that includes the results of the study conducted under
subsection (a), which shall include recommendations re-
garding the ways in which minority business enterprises
can meet gaps in the supply chain of the United States.

TITLE IV—MINORITY BUSINESS
DEVELOPMENT GRANTS

SEC. 401. GRANTS TO NONPROFIT ORGANIZATIONS THAT
SUPPORT MINORITY BUSINESS ENTER-
PRISES.

(a) DEFINITION.—In this section, the term “covered
entity” means a private nonprofit organization that—

(1) is described in paragraph (3), (4), (5), or
(6) of section 501(c) of the Internal Revenue Code
of 1986 and exempt from tax under section 501(a)
of such Code; and

(2) can demonstrate that the primary mission
of the organization is to provide services to minority
business enterprises, whether through education,
making grants or loans, or other similar activities.
(b) PURPOSE.—The purpose of this section is to make grants to covered entities to help those covered entities continue the necessary work of supporting minority business enterprises.

(c) ESTABLISHMENT.—Not later than 180 days after the date of enactment of this Act, the Assistant Secretary shall establish within the Agency a grant program under which the Assistant Secretary shall make grants to covered entities in accordance with the requirements of this section.

(d) APPLICATION.—A covered entity desiring a grant under this section shall submit to the Assistant Secretary an application at such time, in such manner, and containing such information as the Assistant Secretary may require.

(e) PRIORITY.—The Assistant Secretary shall, in carrying out this section, prioritize granting an application submitted by a covered entity—

(1) the primary mission of which is serving socially and economically disadvantaged individuals; or

(2) that is located in a federally recognized area of economic distress.

(f) USE OF FUNDS.—A covered entity to which a grant is made under this section may use the grant funds
to support the development and growth of minority business enterprises.

(g) PROCEDURES.—The Assistant Secretary shall establish procedures to discourage and prevent waste, fraud, and abuse by applicants for, and recipients of, grants made under this section.

(h) INSPECTOR GENERAL AUDIT.—Not later than 180 days after the date on which the Assistant Secretary begins making grants under this section, the Inspector General of the Department of Commerce shall—

(1) conduct an audit of grants made under this section, which shall seek to identify any discrepancies or irregularities with respect to those grants; and

(2) submit to Congress a report regarding the audit conducted under paragraph (1).

(i) UPDATES TO CONGRESS.—Not later than 90 days after the date on which the Assistant Secretary establishes the grant program under subsection (c), and once every 30 days thereafter, the Assistant Secretary shall submit to Congress a report that contains—

(1) the number of grants made under this section during the period covered by the report; and
(2) with respect to the grants described in paragraph (1), the geographic distribution of those grants by State and county.

SEC. 402. MINORITY BUSINESS GRANTS.

(a) In General.—The Assistant Secretary may award grants to minority business enterprises for the purpose of—

(1) growing a minority business enterprise; or

(2) helping a minority business enterprise to remain in business.

(b) Establishment of Office.—The Assistant Secretary shall establish an office within the Agency that has adequate staffing to award and administer grants under subsection (a).

(c) Updates to Congress.—Not later than 120 days after the date of enactment of this Act, and once every 30 days thereafter, the Assistant Secretary shall submit to Congress a report that contains—

(1) the number of grants made under this section during the period covered by the report; and

(2) with respect to the grants described in paragraph (1)—

(A) the geographic distribution of those grants by State and county; and
(B) with respect to each minority business enterprise to which such a grant is awarded—

(i) demographic information with respect to the minority business enterprise; and

(ii) information regarding the industry in which the minority business enterprise operates.

TITLE V—ADMINISTRATIVE AND OTHER POWERS OF THE AGENCY; MISCELLANEOUS PROVISIONS

SEC. 501. ADMINISTRATIVE POWERS.

(a) In General.—In carrying out this Act, the Assistant Secretary may—

(1) adopt and use a seal for the Agency, which shall be judicially noticed;

(2) hold hearings, sit and act, and take testimony as the Assistant Secretary may determine to be necessary or appropriate to carry out this Act;

(3) acquire, in any lawful manner, any property that the Assistant Secretary determines to be necessary or appropriate to carry out this Act;
(4) make advance payments under grants, contracts, and cooperative agreements awarded under this Act;

(5) with the consent of another Federal agency, enter into an agreement with that Federal agency to utilize, with or without reimbursement, any service, equipment, personnel, or facility of that Federal agency;

(6) coordinate with the heads of the Offices of Small and Disadvantaged Business Utilization of Federal agencies;

(7) require a coordinated review of all training and technical assistance activities that are proposed to be carried out by Federal agencies in direct support of the development of minority business enterprises to—

(A) ensure consistency with the purposes of this Act; and

(B) avoid duplication of existing efforts;

and

(8) prescribe such rules, regulations, and procedures as the Assistant Secretary determines to be necessary or appropriate to carry out this Act.

(b) Employment of Certain Experts and Consultants.—
(1) IN GENERAL.—In carrying out this Act, the Assistant Secretary may employ experts and consultants or organizations that are composed of experts or consultants, as authorized under section 3109 of title 5, United States Code.

(2) RENEWAL OF CONTRACTS.—The Assistant Secretary may annually renew a contract for employment of an individual employed under paragraph (1).

(c) DONATION OF PROPERTY.—

(1) IN GENERAL.—Subject to paragraph (2), in carrying out this Act, the Assistant Secretary may, without cost (except for costs of care and handling), donate for use by any public sector entity, or by any recipient nonprofit organization, for the purpose of the development of minority business enterprises, any real or tangible personal property acquired by the Agency in carrying out this Act.

(2) TERMS, CONDITIONS, RESERVATIONS, AND RESTRICTIONS.—The Assistant Secretary may impose reasonable terms, conditions, reservations, and restrictions upon the use of any property donated under paragraph (1).

SEC. 502. FEDERAL ASSISTANCE.

(a) IN GENERAL.—
(1) **Provision of Federal assistance.**—To carry out sections 101, 102, and 103(a), the Assistant Secretary may provide Federal assistance to public sector entities and private sector entities in the form of grants or cooperative agreements.

(2) **Notice.**—Not later than 120 days after the date on which amounts are appropriated to carry out this section, the Assistant Secretary shall, in accordance with subsection (b), broadly publish a statement regarding Federal assistance that will, or may, be provided under paragraph (1) during the fiscal year for which those amounts are appropriated, including—

(A) the actual, or anticipated, amount of Federal assistance that will, or may, be made available;

(B) the types of Federal assistance that will, or may, be made available;

(C) the manner in which Federal assistance will be allocated among public sector entities and private sector entities, as applicable; and

(D) the methodology used by the Assistant Secretary to make allocations under subparagraph (C).
(3) CONSULTATION.—The Assistant Secretary shall consult with public sector entities and private sector entities, as applicable, in deciding the amounts and types of Federal assistance to make available under paragraph (1).

(b) PUBLICITY.—In carrying out this section, the Assistant Secretary shall broadly publicize all opportunities for Federal assistance available under this section, including through the means required under section 115.

SEC. 503. AUDITS.

(a) RECORDKEEPING REQUIREMENT.—Each recipient of assistance under this Act shall keep such records as the Assistant Secretary shall prescribe, including records that fully disclose, with respect to the assistance received by the recipient under this Act—

(1) the amount and nature of that assistance;

(2) the disposition by the recipient of the proceeds of that assistance;

(3) the total cost of the undertaking for which the assistance is given or used;

(4) the amount and nature of the portion of the cost of the undertaking described in paragraph (3) that is supplied by a source other than the Agency; and
(5) any other record that will facilitate an effective audit with respect to the assistance.

(b) ACCESS BY GOVERNMENT OFFICIALS.—The Assistant Secretary, the Inspector General of the Department of Commerce, and the Comptroller General of the United States, or any duly authorized representative of any such individual, shall have access, for the purpose of audit, investigation, and examination, to any book, document, paper, record, or other material of a recipient of assistance under this Act that pertains to the assistance received by the recipient under this Act.

SEC. 504. REVIEW AND REPORT BY COMPTROLLER GENERAL.

Not later than 4 years after the date of enactment of this Act, the Comptroller General of the United States shall—

(1) conduct a thorough review of the programs carried out under this Act; and

(2) submit to Congress a detailed report of the findings of the Comptroller General of the United States under the review carried out under paragraph (1), which shall include—

(A) an evaluation of the effectiveness of the programs in achieving the purposes of this Act;
(B) a description of any failure by any recipient of assistance under this Act to comply with the requirements under this Act; and

(C) recommendations for any legislative or administrative action that should be taken to improve the achievement of the purposes of this Act.

SEC. 505. ANNUAL REPORTS; RECOMMENDATIONS.

(a) ANNUAL REPORT.—Not later than 90 days after the last day of each fiscal year, the Assistant Secretary shall submit to Congress, and publish on the website of the Agency, a report of each activity of the Agency carried out under this Act during the fiscal year preceding the date on which the report is submitted.

(b) RECOMMENDATIONS.—The Assistant Secretary shall periodically submit to Congress and the President recommendations for legislation or other actions that the Assistant Secretary determines to be necessary or appropriate to promote the purposes of this Act.

SEC. 506. SEPARABILITY.

If a provision of this Act, or the application of a provision of this Act to any person or circumstance, is held by a court of competent jurisdiction to be invalid, that judgment—

(1) shall not affect, impair, or invalidate—
(A) any other provision of this Act; or

(B) the application of this Act to any other
person or circumstance; and

(2) shall be confined in its operation to—

(A) the provision of this Act with respect
to which the judgment is rendered; or

(B) the application of the provision of this
Act to each person or circumstance directly in-
volved in the controversy in which the judgment
is rendered.

SEC. 507. EXECUTIVE ORDER 11625.

The powers and duties of the Agency shall be deter-
mined—

(1) in accordance with this Act and the require-
ments of this Act; and

(2) without regard to Executive Order 11625
(36 Fed. Reg. 19967; relating to prescribing addi-
tional arrangements for developing and coordinating
a national program for minority business enter-
prise).

SEC. 508. AMENDMENT TO THE FEDERAL ACQUISITION

Section 7104(c) of the Federal Acquisition Stream-
lining Act of 1994 (15 U.S.C. 644a(c)) is amended by
striking paragraph (2) and inserting the following:
“(2) The Assistant Secretary of Commerce for Minority Business Development.”.

SEC. 509. AUTHORIZATION OF APPROPRIATIONS.

There are authorized to be appropriated to the Assistant Secretary not less than $100,000,000 for fiscal year 2021, and each fiscal year thereafter, to carry out this Act.