

117TH CONGRESS
1ST SESSION

S. 3325

To make companies that support venues and events eligible for grants under the shuttered venue operators grant program, and for other purposes.

IN THE SENATE OF THE UNITED STATES

DECEMBER 7, 2021

Mrs. BLACKBURN (for herself, Ms. CORTEZ MASTO, Mr. HAGERTY, Ms. KLOBUCHAR, and Mr. WARNOCK) introduced the following bill; which was read twice and referred to the Committee on Small Business and Entrepreneurship

A BILL

To make companies that support venues and events eligible for grants under the shuttered venue operators grant program, 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 “MUSIC Act”.

5 **SEC. 2. ADDING SERVICE AND SUPPORT COMPANIES TO**
6 **THE SHUTTERED VENUE OPERATORS GRANT**
7 **PROGRAM.**

8 (a) IN GENERAL.—Section 324 of the Economic Aid
9 to Hard-Hit Small Businesses, Nonprofits, and Venues

1 Act (title III of division N of Public Law 116–260) is
 2 amended—

3 (1) in subsection (a)—

4 (A) in paragraph (1)—

5 (i) in subparagraph (A)—

6 (I) in the matter preceding clause

7 (i), by inserting “a service and sup-
 8 port company,” after “theatre oper-
 9 ator,”;

10 (II) in clause (i)—

11 (aa) in the matter preceding
 12 subclause (I), by inserting “the
 13 service and support company,”
 14 after “theatre operator,”; and

15 (bb) in subclause (I), by in-
 16 serting “a service and support
 17 company,” after “theatre oper-
 18 ator,”;

19 (III) in clause (ii)—

20 (aa) in subclause (III), by
 21 striking “and” at the end;

22 (bb) in subclause (IV), by
 23 adding “and” at the end; and

24 (cc) by adding at the end
 25 the following:

1 “(V) the service and support
 2 company is or intends to resume the
 3 services and activities described in
 4 paragraph (11);” and

5 (IV) in clause (vi), by inserting
 6 “the service and support company,”
 7 after “theatre operator,” each place
 8 that term appears; and

9 (ii) in subparagraph (B), by inserting
 10 “service and support company,” after “the-
 11 atre operator,” each place that term ap-
 12 pears; and

13 (B) by adding at the end the following:

14 “(11) SERVICE AND SUPPORT COMPANY.—The
 15 term ‘service and support company’—

16 “(A) means an individual or entity—

17 “(i) that is assigned a North Amer-
 18 ican Industry Classification System code of
 19 532490, 541410, 541420, 541430,
 20 541490, 561920, 711190, 711300, or
 21 711320, as appears on the most recent in-
 22 come tax filing or on the application for a
 23 loan under paragraph (36) or (37) of sec-
 24 tion 7(a) of the Small Business Act (15

1 U.S.C. 636(a)) of the individual or entity,
2 if applicable; and

3 “(ii) that—

4 “(I)(aa) as the principal business
5 of the individual or entity, provides
6 stages, lighting, sound, casts, or other
7 support for live performing arts
8 events; and

9 “(bb) for which not less than 70
10 percent of the earned revenue gen-
11 erated through providing the support
12 described in item (aa) is for live per-
13 forming arts events organized, pro-
14 moted, produced, managed, or hosted
15 by an eligible person or entity de-
16 scribed in paragraph (1)(A)(iii); or

17 “(II)(aa) as the principal busi-
18 ness of the individual or entity, show-
19 cases performers or pre-packaged pro-
20 ductions to potential buyers; and

21 “(bb) for which not less than 70
22 percent of the earned revenue gen-
23 erated through showcasing performers
24 or pre-packaged productions described

1 in item (aa) is for live performing arts
2 events—

3 “(AA) organized, promoted,
4 produced, managed, or hosted by
5 an eligible person or entity de-
6 scribed in paragraph (1)(A)(iii);
7 or

8 “(BB) hosted in a hotel or
9 convention center facility;

10 “(B) includes an individual or entity de-
11 scribed in subparagraph (A) that—

12 “(i) operates for profit;

13 “(ii) is a nonprofit organization;

14 “(iii) is government-owned; or

15 “(iv) is a corporation, limited liability
16 company, or partnership or operated as a
17 sole proprietorship; and

18 “(C) does not include—

19 “(i) an individual or entity described
20 in subparagraph (A) that—

21 “(I) employs more than 250 full-
22 time employees; or

23 “(II) is registered or operates
24 outside of the United States; or

1 “(ii) an entity that is majority owned
 2 or controlled by an entity that is an issuer,
 3 the securities of which are listed on a na-
 4 tional securities exchange under section 6
 5 of the Securities Exchange Act of 1934
 6 (15 U.S.C. 78f).”; and

7 (2) in subsection (b)(2)(B), by adding at the
 8 end the following:

9 “(iii) PRIORITY FOR AWARDS TO
 10 SERVICE AND SUPPORT COMPANIES.—

11 “(I) FIRST PRIORITY IN AWARD-
 12 ING GRANTS.—During the initial 14-
 13 day period during which service and
 14 support companies are eligible to re-
 15 ceive a grant under this paragraph, in
 16 making awards to those companies,
 17 the Administrator shall only award
 18 grants to those companies with rev-
 19 enue during the period beginning on
 20 April 1, 2020, and ending on Decem-
 21 ber 31, 2020, that is not more than
 22 10 percent of the revenue of the com-
 23 pany during the period beginning on
 24 April 1, 2019, and ending on Decem-

ber 31, 2019, due to the COVID–19 pandemic.

“(II) SECOND PRIORITY IN AWARDING GRANTS.—During the 14-day period immediately following the 14-day period described in clause (i), in making awards to service and support companies under this paragraph, the Administrator shall only award grants to those companies with revenue, during the period beginning on April 1, 2020, and ending on December 31, 2020, that is not more than 30 percent of the revenue of the company during the period beginning on April 1, 2019, and ending on December 31, 2019, due to the COVID–19 pandemic.”.

(b) PROCESSING PREVIOUSLY DENIED APPLICATIONS.—If a service and support company, as defined in paragraph (11) of section 324(a) of the Economic Aid to Hard-Hit Small Businesses, Nonprofits, and Venues Act (title III of division N of Public Law 116–260), as added by subsection (a), was denied a grant under such section before the date of enactment of this Act due to lack of

1 eligibility but, as a result of the amendments made by sub-
 2 section (a), is eligible for a grant under such section, the
 3 Administrator of the Small Business Administration shall
 4 reconsider and process the application of the service and
 5 support company.

6 (c) REGULATIONS.—Not later than 30 days after the
 7 date of enactment of this Act, the Administrator of the
 8 Small Business Administration shall issue regulations to
 9 carry out this Act and the amendments made by this Act
 10 without regard to the notice requirements under section
 11 553(b) of title 5, United States Code.

12 (d) SENSE OF CONGRESS.—It is the sense of Con-
 13 gress that the Administrator of the Small Business Ad-
 14 ministration should—

15 (1) issue guidance to ensure that entities whose
 16 principal business is to provide services and support
 17 to the live events industry remain eligible for the
 18 program established under section 324 of the Eco-
 19 nomic Aid to Hard-Hit Small Businesses, Non-
 20 profits, and Venues Act (title III of division N of
 21 Public Law 116–260); and

22 (2) distribute funds appropriated for the pro-
 23 gram described in paragraph (1) not later than 120
 24 days after the date of enactment of this Act.

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