727—3.3(15E) Operational definitions. In addition to the definitions stated in 727—1.2(15E), the following terms as used in connection with the Iowa seed capital corporation fund have the meanings indicated.

"Applicant" means any person who brings a project before the corporation for consideration for funding.

"Bonds" means negotiable bonds which may be issued by the corporation.

"Eligible applicant" means an individual, proprietorship, partnership, corporation, business trust or any other legal entity that satisfies the criteria contained in the Act and these rules relating to recipient eligibility and who is developing or marketing a specific invention or product.

"Fund" means the Iowa seed capital corporation fund authorized by Iowa Code section 15E.89.

"Iowa presence" means that the applicant's business or proposed business shall maintain its primary business and operating facilities within the borders of the state of Iowa; and the location restriction shall be committed to in the venture agreement.

"Notes" means notes which may be issued by the corporation.

"Project" means the business proposed by an applicant for financial assistance pursuant to the Act and these rules.

"Venture agreement" means the legal binding contract entered into between the corporation and the person who is the recipient of financial aid for a venture as defined in the Act. The venture agreement shall contain all terms and conditions relating to financial aid by the corporation; shall outline the corporation's rights from or in the invention, product or proceeds from the product or invention in exchange for granting financial aid; shall outline the rights of the corporation and the responsibilities of the recipient in the event of a business failure or a breach of the contract; and may contain any other conditions mutually agreed upon.