

House File 615

H-1235

1 Amend House File 615 as follows:

2 1. Page 1, by striking lines 3 through 5 and
3 inserting:

4 <NEW SUBSECTION. 3. The corporation may establish
5 one or more innovation funds for purposes of
6 stimulating early-stage and seed capital investment in
7 the state. If a fund is>

8 2. Page 1, line 10, by striking <the> and inserting
9 <an>

10 3. Page 1, line 12, after <process.> by inserting
11 <The corporation may contract with a different entity
12 for the provision of investment management services for
13 each innovation fund.>

14 4. Page 2, by striking lines 16 through 19 and
15 inserting:

16 <b. (1) The authority shall issue one or more
17 certificates totaling the amount allowed per fiscal
18 year under paragraph "a" to one or more nonprofit
19 corporations operating an innovation fund.

20 (2) In order to receive a certificate pursuant
21 to this paragraph, a nonprofit corporation shall be
22 functioning as an innovation intermediary that is
23 aligning local technologies, assets, and resources to
24 collaborate on advancing innovation in this state, and
25 shall be in compliance with the requirements of section
26 15.107A, subsection 3.

27 (3) (a) If in a fiscal year multiple nonprofit
28 corporations qualify to receive certificates issued
29 pursuant to this paragraph, certificates shall be
30 issued in such a way that each nonprofit corporation
31 operating an innovation fund receives a pro rata share
32 of the total tax credits equal to the same proportion
33 that the outstanding certified binding investment
34 commitments to that nonprofit corporation bears to
35 the total outstanding certified binding investment
36 commitments to all qualified nonprofit corporations
37 being issued a certificate under this paragraph.

38 (b) Upon the request of the authority, a nonprofit
39 corporation operating one or more innovation funds
40 shall certify to the authority the outstanding amount
41 of binding investment commitments it has received to
42 invest in innovation funds it operates.>

43 5. Page 4, by striking line 15 and inserting:

44 <7. 8. a. An A nonprofit corporation establishing
45 an innovation fund shall submit an application>

46 6. Page 4, line 16, by striking <shall> and
47 inserting <shall may>

48 7. Page 4, line 19, by striking <a.> and inserting
49 <a- (1)>

50 8. Page 4, line 22, by striking <b.> and inserting

1 ~~b.~~ (2)>
2 9. Page 4, line 24, by striking <c.> and inserting
3 ~~c.~~ (3)>
4 10. Page 4, by striking lines 26 and 27 and
5 inserting:
6 <(4) The fund proposes to function as an innovation
7 intermediary by aligning local technologies, assets,
8 and resources to collaborate on advancing innovation in
9 this state.
10 (5) The fund proposes to provide multiple rounds
11 of funding and early-stage private sector funding to
12 innovative businesses with a high growth potential, and
13 proposes to focus such funding on innovative businesses
14 that show a clear potential to produce commercially
15 viable products or services within a reasonable period
16 of time.
17 (6) The fund proposes to operate in a manner
18 designed to complement the purposes and further the
19 policy goals of the demonstration fund and the state
20 small business credit initiative demonstration fund
21 administered by the authority pursuant to 261 IAC 105
22 and 261 IAC 117, respectively.
23 (7) The fund proposes to evaluate all
24 prospective innovative businesses using a rigorous,
25 technology-based approach and proposes to collaborate
26 and coordinate with the authority and other state
27 and local entities in an effort to achieve policy
28 consistency.
29 (8) The fund proposes to collaborate with the
30 regents institutions of this state and to leverage
31 relationships with such institutions in order to
32 commercialize research developed at those institutions.
33 (9) The fund proposes a detailed plan to support
34 the continuum of innovation in this state by addressing
35 the need for early-stage venture capital investments.
36 (10) The fund meets any other criteria adopted by
37 the authority by rule.
38 b. The board shall certify funds in such a way that
39 not more than three funds are certified as innovation
40 funds at any one time. In determining whether to
41 certify a fund the board shall consider the following:
42 (1) The total available pool of innovation fund
43 investment tax credits.
44 (2) The size of the prospective fund as compared to
45 other existing or prospective innovation funds.
46 (3) The impact that certification of the fund would
47 have on the available pool of investment capital for
48 other existing or prospective innovation funds.
49 (4) Whether certifying the fund as an innovation
50 fund would further the economic goals of the state.>

1 11. By renumbering as necessary.

LOFGREN of Muscatine