

# Senate Study Bill 3130

SENATE FILE \_\_\_\_\_  
BY (PROPOSED COMMITTEE ON  
ECONOMIC GROWTH BILL BY  
CHAIRPERSON STEWART)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

## A BILL FOR

1 An Act requiring the state board of regents to submit reports on  
2 the commercialization of research and providing for approval  
3 of projects.  
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
5 TLSB 5383SC 82  
6 tw/rj/5

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1 1 Section 1. Section 15G.111, subsection 2, Code Supplement  
1 2 2007, is amended to read as follows:  
1 3 2. For the fiscal period beginning July 1, 2005, and  
1 4 ending June 30, 2015, there is appropriated each fiscal year  
1 5 from the grow Iowa values fund created in section 15G.108 to  
1 6 the department of economic development five million dollars  
1 7 for financial assistance to institutions of higher learning  
1 8 under the control of the state board of regents ~~for capacity~~  
~~1 9 building infrastructure in areas related to technology~~  
~~1 10 commercialization, for marketing and to support the~~  
~~1 11 department's business development efforts in areas related to~~  
1 12 sponsored research and technology commercialization,  
1 13 entrepreneurship, and business growth, and for infrastructure  
~~1 14 projects and programs needed to assist in the implementation~~  
~~1 15 of activities under chapter 262B and workforce development.~~  
1 16 In allocating moneys to institutions under the control of the  
~~1 17 state board of regents, the board shall require the~~  
~~1 18 institutions to provide a one-to-one match of additional~~  
~~1 19 moneys for the activities funded with moneys appropriated~~  
~~1 20 under this subsection. To expedite the coordination of~~  
1 21 economic development efforts, the state board of regents shall  
1 22 submit to the department for final review and approval all  
1 23 projects receiving moneys from the grow Iowa values fund.  
1 24 PARAGRAPH DIVIDED. The state board of regents shall  
1 25 annually prepare a report for ~~submission to the governor, the~~  
~~1 26 general assembly, and the legislative services agency in~~  
1 27 accordance with section 262B.3 regarding the activities,  
1 28 projects, and programs funded with moneys appropriated under  
1 29 this subsection.  
1 30 The state board of regents may allocate any moneys  
1 31 appropriated under this subsection and received from the  
1 32 department for financial assistance to a single biosciences  
1 33 development organization determined by the department to  
1 34 possess expertise in promoting the area of bioscience  
1 35 entrepreneurship. The organization must be composed of  
2 1 representatives of both the public and the private sector and  
2 2 shall be composed of subunits or subcommittees in the areas of  
2 3 existing identified biosciences platforms, education and  
2 4 workforce development, commercialization, communication,  
2 5 policy and governance, and finance. Such financial assistance  
2 6 shall be used for purposes of activities related to  
2 7 biosciences and bioeconomy development under chapter 262B, and  
2 8 to accredited private universities in this state.  
2 9 By September 30, 2007, the legislative services agency  
2 10 shall submit a written report to the fiscal committee of the  
2 11 legislative council and the standing committees on economic  
2 12 growth in the senate and the house of representatives  
2 13 regarding a review of expenditures by the state board of  
2 14 regents from appropriations under this subsection and 2006  
2 15 Iowa Acts, ch. 1179, section 14.  
2 16 Sec. 2. Section 262B.3, subsection 3, Code 2007, is  
2 17 amended to read as follows:

2 18 3. a. For purposes of this subsection, "Iowa company"  
2 19 means a business chartered or incorporated in Iowa or whose  
2 20 operations are based primarily in Iowa.

2 21 b. Each January 15, the state board of regents shall  
2 22 ~~submit a written report to the general assembly detailing the~~  
2 23 ~~patents and licenses held by each institution of higher~~  
2 24 ~~learning under the control of the state board of regents and~~  
2 25 ~~by nonprofit foundations acting solely for the support of~~  
2 26 ~~institutions governed by the state board of regents., for~~  
2 27 ~~every institution of higher learning under its control and~~  
2 28 ~~every nonprofit foundation acting solely in support of those~~  
2 29 ~~institutions, submit a report to the general assembly, the~~  
2 30 ~~governor, and the legislative services agency detailing~~  
2 31 ~~efforts to commercialize new research and technologies. The~~  
2 32 ~~report shall include the following:~~

2 33 (1) A list of all patents currently held and all those  
2 34 whose issuance is still pending with the United States patent  
2 35 and trademark office.

3 1 (2) A list of all license agreements and option contracts  
3 2 entered into for the commercialization of research, including  
3 3 the name and address of each private sector entity  
3 4 commercializing the research and the commercial value of each  
3 5 agreement or contract. The list shall separately identify  
3 6 those agreements and contracts entered into with Iowa  
3 7 companies.

3 8 (3) A list of all corporate funding and research  
3 9 sponsorship agreements, including the name and address of the  
3 10 entity providing the funding, the entity or entities  
3 11 benefiting from those funds, and the value of all funding  
3 12 received from such sources. The list shall separately  
3 13 identify the Iowa companies benefiting from those funds.

3 14 (4) A list of all new companies formed as a result of  
3 15 commercializing the research, including the names and  
3 16 addresses of the companies, the number of jobs created, and  
3 17 the sales revenues generated by the commercialized research.  
3 18 The list shall separately identify the new Iowa companies, the  
3 19 number of jobs created in Iowa, and the revenues generated at  
3 20 these Iowa companies.

3 21 (5) A list of the core laboratory equipment utilized at  
3 22 all research centers and institutes and all services provided  
3 23 by them, including the number of hours, the samples provided,  
3 24 and the amount of moneys expended.

3 25 EXPLANATION

3 26 This bill concerns the reporting requirements of the board  
3 27 of regents with regard to the commercialization of research at  
3 28 the regents institutions.

3 29 The bill requires the regents to make a detailed annual  
3 30 report to the legislature, the governor, and the legislative  
3 31 services agency. The reporting requirements include a list of  
3 32 the patents held by the regents institutions, the number and  
3 33 value of license agreements entered into for the  
3 34 commercialization of research, the number and value of private  
3 35 research sponsorship agreements, the number of companies  
4 1 created by the commercialized research, the revenues generated  
4 2 by sales of the licensed technologies, and the utilization of  
4 3 equipment and services at the regents universities' research  
4 4 centers and institutes. In each case, the report must  
4 5 separately identify the benefits to Iowa and the impact on  
4 6 Iowa's economy of the research commercialization efforts.

4 7 The bill also requires the regents institutions to submit  
4 8 all research commercialization projects to the department of  
4 9 economic development for final review and approval if they are  
4 10 funded with moneys from the grow Iowa values fund.

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