

GENERAL ASSEMBLY OF VIRGINIA -- 2001 SESSION

ENROLLED

HOUSE JOINT RESOLUTION NO. 801

Establishing a joint subcommittee to study capital access and business financing for small and minority-owned businesses.

Agreed to by the House of Delegates, February 24, 2001

Agreed to by the Senate, February 24, 2001

WHEREAS, the primary challenge encountered by many businesses, particularly small and minority-owned businesses, is the securing of sufficient financing for new or expanding operations; and

WHEREAS, the continued growth of jobs and incomes in Virginia will depend heavily on facilitating the creation and expansion of these businesses; and

WHEREAS, availability of capital at all stages of business development has been identified as one of the most pressing issues facing businesses in the Commonwealth; and

WHEREAS, federal, state, and local governments have created lending authorities and other organizations to address some business financing needs; and

WHEREAS, governments cannot and should not replace the private sector as the primary source of financing for business; and

WHEREAS, the availability of investment and working capital is essential to economic development and job creation efforts; now, therefore, be it

RESOLVED by the Senate, the House of Delegates concurring, That a joint subcommittee be established to study capital access and business financing for small and minority-owned businesses. The joint subcommittee shall consist of 11 members as follows: 4 members of the House of Delegates to be appointed by the Speaker of the House in accordance with the principles of proportional representation contained in the Rules of the House of Delegates; 2 members of the Senate to be appointed by the Senate Committee on Privileges and Elections; 3 citizen members appointed by the Speaker; and 2 citizen members appointed by the Senate Committee on Privileges and Elections.

The study shall include examination of the following: (i) various new initiatives and existing state and federal programs that increase the accessibility of private financing for business development and attract investment and working capital—including seed, operating, and expansion capital—to the Commonwealth in order to support economic development efforts; (ii) programs pursued in other states targeted at increasing the availability of private capital; and (iii) the appropriate role of the state in facilitating business financing.

The direct costs of this study shall not exceed \$10,000.

The Division of Legislative Services shall provide staff support to the joint subcommittee. All agencies of the Commonwealth shall provide assistance to the joint subcommittee, upon request.

The joint subcommittee shall complete its work in time to submit its written findings and recommendations by November 30, 2001, to the Governor and the 2002 Session of the General Assembly as provided in the procedures of the Division of Legislative Automated Systems for the processing of legislative documents.

Implementation of this resolution is subject to subsequent approval and certification by the Joint Rules Committee. The Committee may withhold expenditures or delay the period for the conduct of the study.

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