

Department of Planning and Budget 2010 Fiscal Impact Statement

1. Bill Number: HB607

House of Origin Introduced ___ Substitute ___ Engrossed
Second House ___ In Committee ___ Substitute ___ Enrolled

2. Patron: Purkey

3. Committee: Science and Technology

4. Title: **Technology, Nanotechnology and Biotechnology Investment Fund created.**

5. Summary: The bill creates the Technology, Nanotechnology and Biotechnology Investment Fund to assist technology or biotechnology companies located in the Commonwealth. Moneys in the fund shall only be applied to qualified research expenses and basic research payments (as defined by § 41 of the Internal Revenue Code) for research conducted in the Commonwealth. Qualified research expenses are defined as in-house expenses or contract research expenses, paid by a technology or biotechnology company. Basic research payments are defined as payments made to companies and nonprofit research institutions and organizations located in the Commonwealth for research in technology and biotechnology. No grant to a company from the fund is to exceed \$500,000 per year. The Innovation and Entrepreneurship Investment Authority (IEIA) shall administer this fund.

6. Fiscal Impact Estimates: Indeterminant.

7. Budget Amendment Necessary: As the bill is currently stated, no dollars are appropriated to the fund. If and when this occurs, the IEIA will require a position and associated funding to manage the processes of application, approval, and distribution for grants requested and approved.

8. Fiscal Implications: Undetermined and would be predicated upon legislative goals for research project and company formation objectives.

9. Specific Agency or Political Subdivisions Affected: Innovation & Entrepreneurship Investment Authority

10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: 1/22/2010 dpb

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