

## Union Calendar No. 41

115<sup>TH</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 1219

**[Report No. 115–70]**

To amend the Investment Company Act of 1940 to expand the investor limitation for qualifying venture capital funds under an exemption from the definition of an investment company.

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### IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 27, 2017

Mr. MCHENRY (for himself and Ms. VELÁZQUEZ) introduced the following bill;  
which was referred to the Committee on Financial Services

MARCH 29, 2017

Additional sponsors: Mr. HOLLINGSWORTH, Mr. SHERMAN, and Mr.  
GOTTHEIMER

MARCH 29, 2017

Committed to the Committee of the Whole House on the State of the Union  
and ordered to be printed

# **A BILL**

To amend the Investment Company Act of 1940 to expand the investor limitation for qualifying venture capital funds under an exemption from the definition of an investment company.

1       *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Supporting America’s  
5 Innovators Act of 2017”.

6 **SEC. 2. INVESTOR LIMITATION FOR QUALIFYING VENTURE**  
7 **CAPITAL FUNDS.**

8       Section 3(c)(1) of the Investment Company Act of  
9 1940 (15 U.S.C. 80a–3(c)(1)) is amended—

10           (1) in the matter preceding subparagraph (A),  
11       by inserting “(or, in the case of a qualifying venture  
12       capital fund, 250 persons)” after “one hundred per-  
13       sons”; and

14           (2) by adding at the end the following:

15                   “(C)(i) The term ‘qualifying venture cap-  
16                   ital fund’ means a venture capital fund that has  
17                   not more than \$10,000,000 in aggregate capital  
18                   contributions and uncalled committed capital,  
19                   with such dollar amount to be indexed for infla-  
20                   tion once every 5 years by the Commission, be-  
21                   ginning from a measurement made by the Com-  
22                   mission on a date selected by the Commission,  
23                   rounded to the nearest \$1,000,000.

24                   “(ii) The term ‘venture capital fund’ has  
25                   the meaning given the term in section

1           275.203(l)–1 of title 17, Code of Federal Regu-  
2           lations, or any successor regulation.”.



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