107TH CONGRESS 1ST SESSION

## S. 429

To expand the Manufacturing Extension Program to bring the new economy to small and medium-sized businesses.

## IN THE SENATE OF THE UNITED STATES

March 1, 2001

Mrs. Clinton (for herself, Mr. Baucus, Mr. Bingaman, Mrs. Boxer, Mr. Corzine, Mr. Dayton, Mr. Dodd, Mr. Leahy, Mr. Lieberman, Ms. Mikulski, Mr. Rockefeller, and Mr. Schumer) introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

## **A BILL**

To expand the Manufacturing Extension Program to bring the new economy to small and medium-sized businesses.

- 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 "Technology Extension
- 5 Act of 2001".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:
- 8 (1) The Federal Government developed the Ag-
- 9 riculture Extension Program, and more recently, the

- Manufacturing Extension Program to help farmers and small manufacturers gain access to the latest technologies. Today's small and medium-sized businesses need a technology extension program that provides access to cutting edge technology.
  - (2) There is a need to create partnerships to cut the time it takes for new developments in university laboratories to reach the manufacturing floor, to help small and medium-sized businesses transform their innovations into jobs.
  - (3) There is a need to build upon the Manufacturing Extension Program to encourage the adoption of advanced technology.

## 14 SEC. 3. TECHNOLOGY EXTENSION PROGRAM.

- (a) Purpose.—It is the purpose of this section—
  - (1) to encourage meaningful use of the most advanced available technologies by small businesses and medium-sized businesses to the maximum extent possible to improve the productivity of those businesses and thereby to promote economic growth; and
  - (2) to promote regional partnerships between educational institutions and businesses to develop such technologies and products in the surrounding areas.

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1	(b) Grant Program.—To achieve the purpose of
2	this section, the Secretary of Commerce (in this section,
3	referred to as the "Secretary") shall carry out a program

- 4 to provide, through grants, financial assistance for the es-
- 5 tablishment and support of regional centers for the com-
- 6 mercial use of advanced technologies by small businesses
- 7 and medium-sized businesses.
- 8 (c) Eligibility.—An entity is eligible to receive a
- 9 grant as a regional center under this section if the
- 10 entity—
- 11 (1) is affiliated with a United States-based in-
- stitution or organization that is operated on a not-
- for-profit basis, or any combination of two or more
- of such institutions or organizations;
- 15 (2) offers to enter into an agreement with the
- 16 Secretary to function as a regional center for the
- 17 commercial use of advanced technologies for the pur-
- pose of this section within a region determined ap-
- 19 propriate by the Secretary; and
- 20 (3) demonstrates that it has the capabilities
- 21 necessary to achieve the purpose of this section
- through its operations as a center within that re-
- 23 gion.
- 24 (d) Selection of Applicants.—

- 1 (1) Competitive process.—The Secretary
  2 shall use a competitive process for the awarding of
  3 grants under this section and, under that process,
  4 select recipients of the grants on the basis of merit,
  5 with priority given to underserved areas.
- 6 (2) APPLICATIONS FOR GRANTS.—The Sec-7 retary shall prescribe the form and content of appli-8 cations required for grants under this section.
- 9 (e) Specific Activities of Regional Centers.—
  10 A regional center may use the proceeds of a grant under

11 this section for any activity that carries out the purpose

- 12 of this section, including such activities as the following:
- 13 (1) Assist small businesses and medium-sized 14 businesses to address their most critical needs for 15 the application of the latest technology, improvement 16 of infrastructure, and use of best business practices.
  - (2) In conjunction with institutions of higher education and laboratories located in the region, transfer technologies to small businesses and medium-sized businesses located in such region to create jobs and increase production in surrounding areas.
- 23 (f) Additional Administrative Authorities.—
- 24 (1) Cost-sharing.—The Secretary may re-25 quire the recipient of a grant to defray, out of funds

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- available from sources other than the Federal Government, a specific level of the operating expenses of
- 3 the regional center for which the grant is made.
- 4 (2) Additional terms and conditions.—
  5 The Secretary, in awarding a grant, may impose any
  6 other terms and conditions for the use of the pro7 ceeds of the grant that the Secretary determines ap8 propriate for carrying out the purposes of this sec9 tion and to protect the interests of the United
- 11 (g) Definitions of Small Business and Me-12 dium-Sized Business.—
- 13 (1) SECRETARY TO PRESCRIBE.—The Secretary
  14 shall prescribe the definitions of the terms "small
  15 business" and "medium-sized business" for the pur16 pose of this section.
- 17 (2) SMALL BUSINESS STANDARDS.—In defining 18 the term "small business", the Secretary shall apply 19 the standards applicable for the definition of the 20 term "small-business concern" under section 3 of 21 the Small Business Act (15 U.S.C. 632).
- 22 (h) Regulations.—The Secretary shall prescribe 23 regulations for the grant program administered under this 24 section.

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States.

- 1 (i) AUTHORIZATION OF APPROPRIATIONS.—There is
- 2 authorized to be appropriated for the Department of Com-
- 3 merce for carrying out this section \$125,000,000 for fiscal
- 4 year 2002, and such sums as are necessary for each fiscal

5 year thereafter.

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