

107TH CONGRESS
1ST SESSION

S. 432

To provide for business incubator activities, and for other purposes.

IN THE SENATE OF THE UNITED STATES

MARCH 1, 2001

Mrs. CLINTON (for herself, Ms. SNOWE, Mr. BAUCUS, Mr. BINGAMAN, Mrs. BOXER, Mr. CORZINE, Mr. DAYTON, Mr. DODD, Mr. KENNEDY, Mr. LIEBERMAN, Ms. MIKULSKI, Mr. ROCKEFELLER, and Mr. SCHUMER) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

A BILL

To provide for business incubator activities, and for other purposes.

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 “Entrepreneurial Incu-
5 bators Development Act of 2001”.

6 **SEC. 2. FINDINGS.**

7 Congress finds the following:

8 (1) While small businesses have been an engine
9 of economic growth over the past decade, they often

1 lack access to the technology available to larger busi-
2 nesses.

3 (2) Business incubators have proven an effec-
4 tive source of economic growth in the States.

5 (3) Scientific discoveries need to be quickly con-
6 verted into job and community ventures.

7 **SEC. 3. GRANTS FOR SUPPORT OF BUSINESS INCUBATOR**

8 **ACTIVITIES.**

9 (a) PURPOSE.—It is the purpose of this section to
10 encourage entrepreneurial creativity and risk taking
11 through the support of the furnishing of business incu-
12 bator services for newly established small businesses and
13 medium-sized businesses.

14 (b) GRANT PROGRAM.—To achieve the purpose of
15 this section, the Secretary of Commerce (in this section,
16 referred to as the “Secretary”) shall carry out a program
17 to provide, through grants, financial assistance for the es-
18 tablishment and support of entities that provide business
19 incubator services in support of the initiation and initial
20 sustainment of business activities by newly established
21 small businesses and medium-sized businesses.

22 (c) AWARDS OF GRANTS.—

23 (1) ELIGIBILITY REQUIREMENTS.—The Sec-
24 retary shall prescribe the eligibility requirements for
25 the awarding of grants under this section.

10 (d) ADDITIONAL ADMINISTRATIVE AUTHORITIES.—

1 (e) DEFINITIONS.—

2 (1) BUSINESS INCUBATOR SERVICES.—In this
3 section, the term “business incubator services” in-
4 cludes professional and technical services necessary
5 for the initiation and initial sustainment of oper-
6 ations of a newly established business, including
7 such services as the following:8 (A) LEGAL SERVICES.—Legal services, in-
9 cluding aid in preparing corporate charters,
10 partnership agreements, and basic contracts.11 (B) INTELLECTUAL PROPERTY SERV-
12 ICES.—Services in support of the protection of
13 intellectual property through patents, trade-
14 marks, or otherwise.15 (C) TECHNOLOGY SERVICES.—Services in
16 support of the acquisition and use of advanced
17 technology, including the use of Internet serv-
18 ices and web-based services.

19 (D) PLANNING.—Advice on—

20 (i) strategic planning; and
21 (ii) marketing, including advertising.22 (2) SMALL BUSINESS AND MEDIUM-SIZED BUSI-
23 NESS.—24 (A) SECRETARY TO PRESCRIBE.—The Sec-
25 retary shall prescribe the definitions of the

1 terms “small business” and “medium-sized
2 business” for the purpose of this section.

3 (B) SMALL BUSINESS STANDARDS.—In de-
4 fining the term “small business” for the pur-
5 pose of this section, the Secretary shall apply
6 the standards applicable for the definition of
7 the term “small-business concern” under sec-
8 tion 3 of the Small Business Act (15 U.S.C.
9 632).

10 (f) REGULATIONS.—The Secretary shall prescribe
11 regulations for the grant program administered under this
12 section.

13 (g) AUTHORIZATION OF APPROPRIATIONS.—There is
14 authorized to be appropriated for the Department of Com-
15 merce for carrying out this section \$50,000,000 for fiscal
16 year 2002, and \$200,000,000 for each fiscal year there-
17 after.

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