LRB9206261JMmbam02

1 AMENDMENT TO HOUSE BILL 3212

2 AMENDMENT NO. ____. Amend House Bill 3212 by replacing

3 line 23 on page 1 through line 28 on page 2 with the

4 following:

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5 "(b) Moneys in the Fund may be invested or expended by

6 the State Treasurer to provide venture capital to technology

businesses seeking to locate, expand, or remain in Illinois

8 by placing money with Illinois venture capital firms for

9 investment by the venture capital firms in technology

businesses. "Venture capital", as used in this Act, means

11 equity financing that is provided for starting up, expanding,

12 or relocating a company, or related purposes such as

financing for seed capital, research and development,

14 introduction of a product or process into the marketplace, or

15 similar needs requiring risk capital. "Technology business",

16 as used in this Act, means a company that has as its

principal function the providing of services including

18 computer, information transfer, communication, distribution,

19 processing, administrative, laboratory, experimental,

20 developmental, technical, testing services, manufacture of

21 goods or materials, the processing of goods or materials by

22 physical or chemical change, computer related activities,

23 robotics, biological or pharmaceutical industrial activity,

24 or technology oriented or emerging industrial activity.

- 1 "Illinois venture capital firms", as used in this Act, means
- 2 an entity incorporated in Illinois or that has a majority of
- 3 its employees in Illinois and that provides equity financing
- 4 for starting up or expanding a company, or related purposes
- 5 such as financing for seed capital, research and development,
- 6 introduction of a product or process into the marketplace, or
- 7 similar needs requiring risk capital.
- 8 (c) Any fund created by an Illinois venture capital firm
- 9 in which the State Treasurer places money pursuant to this
- 10 Act shall be required by the State Treasurer to invest an
- amount of the fund that equals or exceeds the amount of the
- 12 State Treasurer's investment, in technology businesses
- seeking to locate, expand, or remain in Illinois.
- 14 (d) The investment of the State Treasurer in any fund
- 15 created by an Illinois venture capital firm in which the
- 16 State Treasurer places money pursuant to this Act shall not
- 17 exceed 20% of the total investments in the fund.
- 18 (e) The State Treasurer's costs to administer the Fund
- 19 shall be paid from the Fund. The amount for this purpose may
- 20 not exceed \$200,000 in any fiscal year.
- 21 (g) Prior to investment or expenditure, moneys in the
- 22 Fund may be invested by the State Treasurer in the same
- 23 manner, in the same types of investments, and subject to the
- 24 same limitations provided for investments of other funds in
- 25 the State Treasury.".