

HR 1020

New Business Preservation Act

Congress: 117 (2021–2023, Ended)

Chamber: House

Policy Area: Commerce

Introduced: Feb 11, 2021

Current Status: Referred to the House Committee on Financial Services.

Latest Action: Referred to the House Committee on Financial Services. (Feb 11, 2021)

Official Text: <https://www.congress.gov/bill/117th-congress/house-bill/1020>

Sponsor

Name: Rep. Phillips, Dean [D-MN-3]

Party: Democratic • **State:** MN • **Chamber:** House

Cosponsors (4 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Sewell, Terri A. [D-AL-7]	D · AL		Feb 26, 2021
Rep. Khanna, Ro [D-CA-17]	D · CA		Mar 10, 2021
Rep. Foster, Bill [D-IL-11]	D · IL		Mar 16, 2021
Rep. Neguse, Joe [D-CO-2]	D · CO		May 25, 2021

Committee Activity

Committee	Chamber	Activity	Date
Financial Services Committee	House	Referred To	Feb 11, 2021

Subjects & Policy Tags

Policy Area:

Commerce

Related Bills

No related bills are listed.

New Business Preservation Act

This bill establishes and provides funding for the Innovation and Startups Equity Investment Program, through which the Department of the Treasury must work with states to invest in new businesses and startups.

Specifically, the bill requires Treasury to provide certain funds to participating states, which these states must use to administer specified approved programs that provide equity investment in new businesses. Treasury must also award funds to approved state programs to provide follow-on investments.

If a state receives funds from an exit, the state shall use such funds to further invest in startups under the approved program. An *exit* is defined as the (1) acquisition of a startup in which a state has invested under the program; (2) sale of a share of such startup following an initial public offering; or (3) voluntary purchase of a state's ownership interest by the startup, investors, or existing shareholders.

Actions Timeline

- **Feb 11, 2021:** Introduced in House
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