

115TH CONGRESS  
1ST SESSION

# H. R. 1219

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

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## 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”.

1 **SEC. 2. INVESTOR LIMITATION FOR QUALIFYING VENTURE**  
2 **CAPITAL FUNDS.**

3 Section 3(c)(1) of the Investment Company Act of  
4 1940 (15 U.S.C. 80a-3(c)(1)) is amended—

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

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

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

19 “(ii) The term ‘venture capital fund’ has  
20 the meaning given the term in section  
21 275.203(l)-1 of title 17, Code of Federal Regu-  
22 lations, or any successor regulation.”.

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