THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2559 Session of 2000

INTRODUCED BY HASAY, CALTAGIRONE, GORDNER, STABACK, BASTIAN, FLICK, BAKER, ROBERTS, KENNEY, GEIST AND SATHER, MAY 16, 2000

REFERRED TO COMMITTEE ON COMMERCE AND ECONOMIC DEVELOPMENT, MAY 16, 2000

AN ACT

- Amending the act of July 2, 1993 (P.L.439, No.64), entitled "An act creating the Ben Franklin/IRC Partnership and providing 2 3 for its powers; establishing the Ben Franklin/IRC Partnership 4 Fund; providing for certification of industrial resource centers, for certification of Ben Franklin technology centers and for certain transfers; and making repeals, " further 6 7 providing for policy, for definitions, for the Ben 8 Franklin/IRC Partnership and Advisory Board, for industrial resource centers, for technology centers, for certification, 9 for grants, for matching funds, for reporting, for transfer 10 11 of functions and for expiration. 12 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 13 14 Section 1. Sections 2, 3, 4, 5, 6, 8, 9, 10, 11, 12, 13, 14, 16, 18 and 21 of the act of July 2, 1993 (P.L.439, No.64), known 15 16 as the Ben Franklin/IRC Partnership Act, are amended to read: 17 Legislative findings and policy. 18 Findings. -- The General Assembly finds as follows: 19 A growing base of successful, small-to-medium-sized
 - (2) The existence and growth of small-to-medium-sized

Commonwealth manufacturing companies is essential to the

economic strength and vitality of this Commonwealth.

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- Commonwealth manufacturing companies depends on the ability of these companies to:
- (i) Reorient management practices toward modernmanufacturing techniques and technologies.
- 5 (ii) Successfully compete in both domestic and 6 foreign markets.
- 7 (iii) Identify, bench mark and adopt the best and 8 most efficient practices and technologies.
- 9 (iv) Locate and hire a trained work force.
- 10 (3) There is a need to inform the body politic, the
 11 press, the academic and business communities and the
 12 population at large about the significance of a successful,
 13 competitive United States manufacturing industry to the
 14 quality of life, security and economic strength.
 - (4) There is a continuing need to promote, stimulate and encourage within this Commonwealth basic and applied scientific research and development and scientific and technological education.
 - (5) University-based consortia between business, universities and government provide these entities with the advanced technology research and development, training and education necessary to diversify this Commonwealth's economy and thereby stimulate this Commonwealth's economic growth.
 - (6) The industrial resource centers were created to support the modernization efforts of this Commonwealth's small-to-medium-sized manufacturing companies through collaborative initiatives and individual projects that apply and deploy advanced manufacturing management and production philosophies and techniques in such areas as:
- 30 (i) Production, planning and inventory control.

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1 (ii) Quality improvement. (iii) Plant layouts. 2. 3 (iv) Factory and office automation. 4 (v) Technology improvements. (vi) Work force development and other training 5 6 programs. (vii) Manufacturing strategies. 7 (7) The Ben Franklin technology centers were created to 8 9 build partnerships and provide direct assistance to help firms develop and creatively apply techniques and related 10 practices to such activities as: 11 12 (i) Help companies to form and grow through the 13 development and commercialization of innovative products and services. 14 15 (ii) Help manufacturers to develop and innovatively 16 apply new technologies and practices that make them more 17 competitive in the global market economy. 18 (iii) Facilitate and support consortia of private 19 companies, academic institutions and government agencies 20 to collaboratively advance the state of knowledge and practices. 21 22 (iv) Facilitate and support the availability of 23 services and collaborative activities throughout this Commonwealth to provide business and technical 24 25 assistance. 26 (v) Select firms with potential for growth and facilitate and support collaborative activities and 27 28 individual initiatives designed to address the needs of manufacturing and technology-oriented companies for a 29 well-trained work force. 30

1 (b) Policy.--

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- (1) It is hereby declared to be the policy of the 2. Commonwealth to promote the health, safety and general 3 4 welfare of its inhabitants through its Department of Commerce 5 by:
- The creation of the Ben Franklin/IRC Partnership, which shall exist for the purpose of 7 promoting competitiveness of Commonwealth companies through interaction of technology development, 9 10 modernization and training programs.
 - The certification of industrial resource centers, which shall exist for the purpose of strengthening the competitive position of small-tomedium-sized Commonwealth manufacturing companies through the promotion, demonstration and transmission of modern manufacturing techniques and technologies.
 - (iii) The certification of Ben Franklin technology centers, which shall exist for the purpose of identifying, generating, developing and refining technology innovation opportunities for Commonwealth businesses. 1
 - (1) A growing base of companies which leverage advanced technology and innovation to achieve leading positions in their markets and industries is essential to the economic strength and vitality of this Commonwealth in the global, knowledge-based economy.
 - (2) The ability of innovative, advanced technology companies to thrive depends upon the Commonwealth fostering a strong entrepreneurial business environment with adequate and appropriate people, technology and capital resources and the

Τ	collaborative capacity to link these elements together in
2	response to market opportunities.
3	(3) A growing base of productive and profitable small-
4	to-medium-sized manufacturing companies is essential to the
5	economic strength and vitality of this Commonwealth.
6	(4) The competitive success of Commonwealth companies
7	depends on the ability of each company to:
8	(i) identify, understand and serve demanding
9	domestic and foreign markets;
LO	(ii) employ modern management methods in all aspects
L1	of the enterprise;
L2	(iii) educate, empower, reward, recruit and retain a
L3	skilled work force;
L4	(iv) select, implement and optimize the most
L5	advanced technologies appropriate to the enterprise;
L6	(v) perform as a resourceful supplier and responsive
L7	<pre>customer; and</pre>
L8	(vi) master the dynamic requirements for robust
L9	participation in electronic business as information
20	technologies transform commerce.
21	(5) There is a need to inform the body politic, the
22	press, the academic and business communities and the
23	population at large about the significance of a successful,
24	competitive United States manufacturing industry and the
25	importance of an entrepreneurial environment to the quality
26	of life, security and economic strength.
27	(6) There is a continuing need to promote, stimulate and
28	encourage within this Commonwealth basic and applied
29	scientific research and development; scientific and
30	technological education; an appropriate infrastructure to

1	support high risk, technology-oriented entrepreneurship; and
2	a dynamic, cooperative network of organizations dedicated to
3	deploying new technologies and methods to the industrial
4	foundation of this Commonwealth.
5	(7) Consortia and other forms of collaboration between
6	business, associations, universities, nonprofit research
7	institutes and government provide these entities with the
8	advanced technology research and development, training and
9	education, and deployment of technologies and techniques
10	necessary to diversify and grow the economy of this
11	Commonwealth.
12	(8) The industrial resource centers were created to
13	support the modernization efforts of this Commonwealth's
14	manufacturing companies through collaborative initiatives and
15	individual projects which apply and deploy advanced
16	manufacturing management and production philosophies and
17	techniques in such areas as:
18	(i) market analysis and development;
19	(ii) selection, implementation and optimization of
20	available technologies;
21	(iii) production planning and inventory control;
22	(iv) factory and office automation;
23	(v) quality assurance and improvement;
24	(vi) lean manufacturing;
25	(vii) supply chain development;
26	(viii) work force development;
27	(ix) enterprise management; and
28	(x) electronic business and information technology.
29	(9) The Ben Franklin Technology Partners were created to
3 ()	serve as the Commonwealth's key regional partner to reach out

Т	to and assist companies and communities in identifying,
2	developing, adapting and implementing advanced technology and
3	innovation opportunities within an entrepreneurial business
4	environment. The Ben Franklin Technology Partners build
5	partnerships and provide direct assistance to help firms
6	develop and creatively apply techniques and related practices
7	through such activities as:
8	(i) Helping companies to form and grow through the
9	development and commercialization of innovative products
LO	and services.
L1	(ii) Helping manufacturers to develop and
L2	innovatively apply new technologies and practices which
L3	make them more competitive in the global market economy.
L4	(iii) Facilitating and supporting consortia,
L5	initiatives and strategies involving private companies,
L6	academic institutions, government agencies and other
L7	organizations to collaboratively advance the state of
L8	knowledge and practices and the ability of communities to
L9	support innovative, advanced technology companies.
20	(iv) Facilitating and supporting the availability of
21	services and collaborative activities throughout this
22	Commonwealth to provide business and technical
23	assistance.
24	(v) Selecting firms with potential for growth and
25	facilitating and supporting collaborative activities and
26	individual initiatives designed to address the needs of
27	manufacturing and technology-oriented companies for a
28	well-trained work force.
29	(vi) Providing forms of risk and growth capital to
3.0	technology-based enterprises both directly and through

Τ	the support and creation of alternative funding
2	mechanisms.
3	(b) Policy
4	(1) It is declared to be the policy of the Commonwealth
5	to promote the health, safety and general welfare of its
6	inhabitants through the department by:
7	(i) The creation of the partnership board, which
8	shall exist for the purpose of promoting, stimulating,
9	encouraging and coordinating programs, actions, services
LO	and investments which advance the competitiveness of
L1	Commonwealth companies in the global economy through
L2	innovation; through an entrepreneurial business
L3	environment; and through the interaction of technology
L4	development, industrial modernization and work force
L5	training programs. The partnership board shall be
L6	responsible for directing policy development and
L7	coordinating the activities of all of the industrial
L8	modernization and technology-related programs in this
L9	Commonwealth.
20	(ii) The certification of industrial resource
21	centers, which shall exist for the purpose of promoting
22	the competitiveness of Commonwealth manufacturing
23	companies through interaction of technology deployment,
24	market analysis, management modernization, work force
25	development and training programs.
26	(iii) The certification of the partners, which shall
27	serve as the Commonwealth's key regional partner to
28	foster an entrepreneurial environment and to grow
29	communities of companies and institutions within their
30	regions which leverage advanced technologies and

- innovation to achieve leading roles in their markets.
- 2 These purposes are hereby declared to be public purposes for
- 3 which public money may be spent.
- 4 (2) It is also the policy of the Commonwealth not to
- 5 duplicate or to mandate the delivery of technical and
- 6 professional economic development services currently being
- 7 provided or those which may be provided in the future by
- 8 other economic development organizations throughout this
- 9 Commonwealth.
- 10 Section 3. Definitions.
- 11 The following words and phrases when used in this act shall
- 12 have the meanings given to them in this section unless the
- 13 context clearly indicates otherwise:
- 14 ["Advisory board." The Ben Franklin/IRC Partnership Advisory
- 15 Board.
- 16 "Ben Franklin technology center." A nonprofit corporation,
- 17 incorporated for the purposes of identifying and generating
- 18 technology innovation opportunities among Commonwealth
- 19 businesses.]
- 20 "Ben Franklin Technology Partners." One of four regional
- 21 nonprofit corporations, incorporated for the purposes of serving
- 22 as the Commonwealth's key regional partners to reach out to and
- 23 assist companies and communities in identifying, developing,
- 24 <u>adapting and implementing advanced technology and innovation</u>
- 25 opportunities within an entrepreneurial business environment, in
- 26 <u>collaborating as a Statewide network.</u>
- 27 "Centers." The Ben Franklin [technology centers] Technology
- 28 Partners and the industrial resource centers.
- 29 "Commonwealth manufacturing company." A Pennsylvania
- 30 manufacturing company.

- 1 "Department." The Department of [Commerce] Community and
- 2 Economic Development of the Commonwealth.
- 3 "Industrial resource center." A nonprofit corporation,
- 4 incorporated for the purposes of enhancing and supporting the
- 5 competitive ability of Commonwealth manufacturers by helping
- 6 them [take advantage of and benefit from the transmission of
- 7 production] to identify, assess, select, implement and optimize
- 8 techniques and technologies.
- 9 "Manufacturing." The giving of new shapes, new qualities or
- 10 new combinations to matter by the application of skill and labor
- 11 thereto.
- 12 <u>"Partners." The Ben Franklin Technology Partners.</u>
- 13 "Partnership." The Ben [Franklin/IRC] Franklin Technology
- 14 <u>Partners/Industrial Resource Centers</u> Partnership.
- 15 "Partnership board." The board of directors of the Ben
- 16 [Franklin/IRC] Franklin Technology Partners/Industrial Resource
- 17 Centers Partnership.
- 18 "Private sector funds." Monetary or in-kind support from
- 19 private businesses, corporations, individuals, trade
- 20 associations, foundations [and], federally and locally supported
- 21 grant programs and other non-Commonwealth sources.
- 22 "Secretary." The Secretary of [Commerce] Community and
- 23 Economic Development of the Commonwealth.
- 24 ["Small-to-medium-sized Commonwealth manufacturing company."
- 25 A Pennsylvania manufacturing company which meets the small
- 26 business size standards established by the United States Small
- 27 Business Administration.]
- 28 Section 4. Ben [Franklin/IRC] Franklin Technology
- 29 <u>Partners/Industrial Resource Centers</u> Partnership.
- 30 (a) Creation.--A body corporate and politic, to be known as

- 1 the Ben [Franklin/IRC] Franklin Technology Partners/Industrial
- 2 Resource Centers Partnership, is hereby created as a public
- 3 authority and instrumentality of the Commonwealth. [This
- 4 authority shall exercise the powers of the Commonwealth as an
- 5 agency of the Commonwealth.]
- 6 (b) Members.--The partnership board shall be composed of the
- 7 following members:
- 8 (1) The secretary.
- 9 (2) A representative of the Governor's Office with
- 10 responsibilities for technology, to be appointed by the
- 11 Governor.
- 12 (3) [Five] <u>Ten</u> representatives from the <u>private</u>
- manufacturing or advanced technology business sector to be
- appointed by the Governor, at least [two] four of whom [shall
- be representatives of small-to-medium-sized businesses.] <u>must</u>
- 16 represent regional Ben Franklin Technology Partners boards
- 17 and at least four of whom must represent industrial resource
- 18 center boards. One of these ten should come from the private
- 19 capital community.
- 20 [(4) Two representatives from the education sector to be
- 21 appointed by the Governor, one of whom shall be a president
- or board member of a four-year college or university and one
- of whom shall be a president or board member of an
- institution that provides vocational instruction.]
- 25 <u>(4) Two representatives from the education sector in</u>
- 26 <u>positions that are reflective of the programs assigned to the</u>
- board to be appointed by the Governor.
- 28 (5) A representative from organized labor to be
- appointed by the Governor.
- 30 [(6) The chairman of the Milrite Council.]

1 (7) Four representatives of the General Assembly 2 appointed as follows: 3 (i) One representative appointed by the President 4 pro tempore of the Senate. 5 (ii) One representative appointed by the Minority Leader of the Senate. 6 One representative appointed by the Speaker of 7 the House of Representatives. 8 (iv) One representative appointed by the Minority 9 Leader of the House of Representatives. 10 11 (b.1) Ethics.--(1) No individual who is an officer or employee of the 12 13 partners, who is an officer or employee of an industrial resource center or who is in a position to benefit 14 financially from any decision or undertaking of the 15 partnership board may be a member of the partnership. 16 (2) Each member under subsection (b)(1), (2) and (7) 17 18 shall be deemed a "public official" for purposes of 65 Pa.C.S. Ch. 11 (relating to ethics standards and financial 19 20 disclosure). (c) Chair. -- The secretary shall chair the partnership board 21 and shall be authorized to designate an officer or employee with 22 23 broad policy responsibility within the department in accordance with section 6(c) to chair partnership board meetings in his 24 25 absence. 26 (d) Terms. --27 The secretary and the representative of the Governor's Office with responsibilities for technology shall, 28 for as long as they hold their respective positions, serve on 29

the partnership board for terms of four years, the terms to

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- 1 run concurrently with that of the Governor.
- 2 (2) Those remaining members of the partnership board
- 3 initially appointed by the Governor shall serve for the
- 4 following term of years:
- 5 (i) [Two] Four representatives from the private
- 6 sector, one representative from the education sector and
- 7 the labor representative shall serve terms of four years.
- 8 (ii) [Two] <u>Three</u> representatives from the private
- 9 sector and one representative from the education sector
- shall serve for terms of three years.
- 11 (iii) [One representative] <u>Three representatives</u>
- from the private sector shall serve a term of two years.
- 13 (3) The representatives of the General Assembly shall
- serve terms of two years, such terms to run concurrently with
- 15 the term of the legislative session.
- 16 All of their respective successors shall serve for terms of four
- 17 years or until their respective successors shall be duly
- 18 appointed by the Governor. Any [member] members appointed to
- 19 fill a vacancy created otherwise than by expiration of term
- 20 shall be appointed for the unexpired term of the member whom he
- 21 is to succeed.
- 22 (e) Compensation. -- The members shall receive no compensation
- 23 for their services but shall be reimbursed for their expenses
- 24 actually incurred by them in the performance of their duties
- 25 under this act.
- 26 Section 5. Powers and duties of partnership.
- 27 (a) General rule. -- The partnership shall have the following
- 28 powers and duties:
- 29 [(1) To promote, stimulate and encourage competitiveness
- through interaction of technology development, deployment,

- 1 modernization and education and training programs.
- 2 (2) To monitor the development of State and regional
- 3 plans to maximize coordination and cooperation between the
- 4 centers.
- 5 (3) To ensure that the activities of the centers are
- 6 coordinated to the greatest possible extent with other
- 7 organizations responsible for these four spheres of business
- 8 assistance:
- 9 (i) Technology assistance.
- 10 (ii) Business finance.
- 11 (iii) Business development.
- 12 (iv) Education and training.
- 13 (4) To coordinate efforts to identify and pursue Federal
- and State funding opportunities, including opportunities to
- assist defense-based firms in converting to nondefense
- 16 activities.
- 17 (1) To promote, stimulate, encourage and coordinate
- 18 programs, actions, services and investments which advance the
- 19 competitiveness of Commonwealth companies in the global
- 20 economy through innovation; an entrepreneurial business
- 21 <u>environment and the interaction of technology development</u>,
- 22 technology deployment, industrial modernization, market
- analysis and development; and work force development and
- 24 <u>training programs</u>.
- 25 (2) To take responsibility for overall funding
- 26 <u>allocations</u>, <u>direct policy development and foster</u>
- 27 coordination among all technology-related programs in the
- 28 <u>Commonwealth.</u>
- 29 (3) To advise the Governor and the executive agencies,
- 30 upon request, concerning matters of science, technology,

- 1 engineering, innovation, entrepreneurship, industrial
- 2 <u>modernization and manufacturing competitiveness, which relate</u>
- 3 to economic growth and the health, safety and welfare of this
- 4 <u>Commonwealth and its citizens.</u>
- 5 (4) To monitor the development of State and regional
- 6 plans to advance the economy of this Commonwealth in relation
- 7 <u>to technology, innovation, an entrepreneurial business</u>
- 8 environment and manufacturing performance and to promote
- 9 <u>collaboration between regional entities and Commonwealth</u>
- 10 agencies in the preparation and execution of such plans.
- 11 (4.1) To encourage and assist efforts to identify and
- 12 <u>pursue Federal and other funding opportunities, particularly</u>
- those leading to or supporting Statewide strategic
- 14 initiatives.
- 15 (5) To adopt bylaws[, regulations] and guidelines
- dealing with the organization, meetings, activities and other
- 17 considerations as it may deem appropriate and consistent.
- 18 (6) To make contracts of every name and nature and to
- 19 execute all instruments necessary or convenient for the
- 20 carrying on of its business.
- 21 (7) To conduct examinations and investigations on any
- 22 relevant material for its information.
- 23 (8) To review the financial and disclosure information
- submitted by the centers and [request an independent audit of
- 25 the center's records.] insure that independent audits and
- 26 <u>regional board oversight are in place which should reasonably</u>
- 27 be able to detect and respond to any matters of impropriety
- 28 <u>at the centers.</u>
- 29 (9) To appoint subcommittees, as needed.
- 30 (10) To sue and be sued, implead and be impleaded,

- 1 complain and defend in all courts.
- 2 (11) To approve funding allocations to centers <u>and other</u>
- 3 programs and entities assigned to the board.
- 4 (12) To accept funds from various sources, including,
- 5 but not limited to:
- 6 (i) Separate [State] <u>Commonwealth</u> appropriations to
- 7 [the Ben Franklin technology centers] programs and
- 8 <u>entities assigned to the board, including, but not</u>
- 9 <u>limited to, the Ben Franklin Technology Partners and the</u>
- 10 <u>industrial resource centers</u>.
- 11 [(ii) Separate State appropriations to the
- industrial resource centers.]
- 13 (iii) Any other State appropriations, Federal funds,
- 14 <u>funds established under official orders and other</u>
- 15 <u>statutes</u>, royalties, gifts, grants, bequests, devises and
- 16 private funds.
- 17 (13) To comply with Federal legislation and regulations.
- 18 (b) Debt restriction.--Notwithstanding any other provisions
- 19 of this act, the partnership shall not have the authority to
- 20 issue any bonds, notes or any other obligation evidencing a debt
- 21 or liability of the partnership, the Commonwealth or any of its
- 22 political subdivisions.
- 23 Section 6. Partnership board.
- 24 (a) Organization. -- The powers of the partnership shall be
- 25 exercised by a board consisting of the members of the
- 26 partnership. Within 90 days after the effective date of this
- 27 act, the partnership board shall meet and organize. The
- 28 secretary shall be the chair and chief executive officer. The
- 29 partnership board shall elect a secretary and treasurer from
- 30 their number. At the first meeting in each year thereafter, they

- 1 shall elect from their number a secretary and treasurer.
- 2 (b) Quorum. -- A majority of the members shall constitute a
- 3 quorum of the partnership board for the purpose of organizing
- 4 the partnership and conducting the business thereof, and all
- 5 action shall be taken by a vote of a majority of the members
- 6 present, unless specified otherwise in the bylaws of the
- 7 partnership or in this act. Only members or their designees who
- 8 are physically present at a meeting or able to participate fully
- 9 <u>in the deliberations by appropriate telecommunications means</u>
- 10 shall count toward a quorum of the partnership board.
- 11 (c) Designees.--Each public officer of the partnership board
- 12 may designate an officer or employee of the Commonwealth to
- 13 represent him at meetings of the partnership board. Each
- 14 designee may lawfully vote and otherwise act on behalf of the
- 15 member of the partnership board for whom he constitutes the
- 16 designee. The designation shall be in writing delivered to the
- 17 partnership and shall continue in effect until revoked or
- 18 amended in writing delivered to the partnership.
- 19 (d) Staff services.--The department shall provide an
- 20 executive director and staff services to the partnership for its
- 21 administration of this act[, including review of the proposals
- 22 submitted to the partnership by the advisory board].
- 23 Section 8. Ben Franklin/IRC Partnership Advisory Board.
- 24 (a) Creation. -- There is hereby created within the department
- 25 the Ben Franklin/IRC Partnership Advisory Board.
- 26 (b) Members.--The advisory board shall be composed of the
- 27 following members:
- 28 (1) The chair of the board of each industrial resource
- 29 center.
- 30 (2) The chair of the board of each of the Ben Franklin

- 1 technology centers.
- 2 (3) The chair of the board of the Economic Planning and
- 3 Development Council.
- 4 (4) The State director of the small business development
- 5 centers.
- 6 (5) The president of the Pennsylvania Economic
- 7 Development Association.
- 8 (c) Chair.--The advisory board shall be chaired by two
- 9 representatives, one of whom shall be selected by the chairs of
- 10 the boards of the industrial resource centers and one of whom
- 11 shall be selected by the chairs of the boards of the Ben
- 12 Franklin technology centers. These cochairs shall attend and
- 13 fully participate in the discussions held at all partnership
- 14 board meetings, in order to convey to the partnership board the
- 15 views of the advisory board.
- 16 (d) Votes.--For voting purposes, there shall exist 11 total
- 17 votes. Four of the votes shall be equally divided among the
- 18 industrial resource center chairs. Four of the votes shall be
- 19 equally divided among the Ben Franklin technology center chairs.
- 20 The three remaining votes shall be equally divided among the
- 21 chair of the board of the Economic Planning and Development
- 22 Commission, the State director of the small business development
- 23 centers and the president of the Pennsylvania Economic
- 24 Development Association.
- 25 (e) Term.--All members of the advisory board shall serve for
- 26 as long as they continue to hold the positions outlined above.
- 27 (f) Compensation. -- The advisory board members shall receive
- 28 no compensation for their services but shall be reimbursed for
- 29 their expenses actually incurred by them in the performance of
- 30 their duties under this act.

- 1 (g) Purpose. -- The advisory board shall facilitate discussion
- 2 among the organizations represented to promote better
- 3 coordination of services and opportunities.
- 4 (h) Staff support.--The staff to the partnership shall
- 5 provide staff support to the advisory board.
- 6 Section 9. Duties of advisory board.
- 7 The advisory board shall:
- 8 (1) Make recommendations to the partnership.
- 9 (2) Issue periodic reports.
- 10 (3) Sponsor and conduct conferences and studies.
- 11 (4) Collect and disseminate information.
- 12 (5) Develop strategies designed to coordinate the
- efforts of the centers, promote joint funding proposals for
- each of the centers and develop strategies designed to
- 15 facilitate the sharing of information and the best and most
- 16 efficient manufacturing practices.
- 17 The duties of the advisory board shall not include the review
- 18 and approval of annual funding proposals and allocations for
- 19 each of the centers.]
- 20 Section 10. Industrial resource centers.
- 21 An industrial resource center shall:
- 22 (1) Serve manufacturing industries in this Commonwealth.
- 23 (1.1) Work with companies, such as engineering design,
- 24 <u>software engineering, accounting, educational corporations</u>
- 25 <u>and institutions and distribution centers, to help specific</u>
- 26 <u>manufacturing firms serviced by those companies modernize</u>
- their manufacturing techniques and technologies.
- 28 (2) Offer manufacturers comprehensive assistance which
- 29 may include, but is not limited to:
- 30 (i) The capacity to help manufacturing firms

1 evaluate those elements which are critical to their competitive ability, such as [the need for] 2 3 implementation of <u>commercially available</u> process 4 [technology, the need for] technologies, continuous improvement in quality, development of work force skills 5 and understanding the nature of [existing and future] 6 global markets. 7 The ability to assist companies in identifying 8 and applying appropriate technologies. 9 (iii) The ability to transmit products and 10 11 techniques to improve [the] manufacturing [process] 12 processes. 13 (iv) [An information service designed to] 14 <u>Information services which</u> provide manufacturers with 15

- practical data on <u>business issues and</u> the availability and capability of commercially available processes and technologies and assistance with implementation.
- (v) The development of demonstration sites which manufacturers can visit to learn about and evaluate technologies.
- (vi) Providing manufacturers with services designed to help them better understand [as well as] and apply modern manufacturing techniques and concepts.
- (vii) Working with the department and other State agencies and local or regional organizations in the implementation of economic development plans.
- (viii) Providing manufacturers with marketing strategies and assistance in training and [workforce] work force development.
- 30 (3) Represent a consortium of interest designed to meet

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- the needs of [industry in its particular region.]
- 2 <u>manufacturers in their particular regions.</u>
- 3 (4) Be an independent nonprofit institution overseen by
- 4 a regional board of directors comprising private industry,
- 5 economic development <u>organization</u> and university <u>and</u>
- 6 <u>educational institution</u> representatives, with at least 50%
- 7 representation from private industry.
- 8 (5) Complement and cooperate with every other center and
- 9 [shall] make every effort to share expertise and clientele to
- 10 develop a strong Statewide network.
- 11 [Section 11. Ben Franklin technology centers.
- 12 A Ben Franklin technology center shall:
- 13 (1) Act to assist companies and regions to identify and
- 14 develop local technology opportunities which make significant
- contributions to this Commonwealth's economy.
- 16 (2) Offer businesses comprehensive assistance which may
- include, but not be limited to:
- 18 (i) Development and strengthening of joint research
- 19 and development efforts, including facilities for
- 20 advanced technologies activities, equipment, personnel,
- land and related activities, which will lead to new
- technologies which will create or preserve jobs.
- 23 (ii) Providing training and curriculum development
- related to advanced technology in order to provide a
- 25 skilled work force to secure employment in advanced
- technology industries.
- 27 (iii) Technical assistance and technology transfer
- 28 activities on an areawide or Statewide basis to transfer
- research and development activities into the marketplace.
- 30 (iv) Assistance through small business incubators,

- including, but not limited to, space services and technical assistance.
- 3 (v) Market development, feasibility studies and 4 other activities related to increasing jobs in advanced 5 technology industries.
- (vi) Staff support for advanced technology councils
 or other mechanisms to encourage labor, business,
 university and government linkages in promoting advanced
 technology industrial diversification.
- 10 (vii) Facilitate establishment of technology parks,
 11 which will serve as locations for facilities devoted to
 12 research and development and technology-intensive light
 13 manufacturing.
- 14 (3) Represent a consortium of interest designed to meet 15 the needs of businesses in their particular regions.
- 16 (4) Be an independent nonprofit institution overseen by
 17 a regional board of directors comprising economic
 18 development, university and private industry participants,
 19 with at least 50% representation from private industry.
- 20 (5) Complement and cooperate with every other center and 21 shall make every effort to share expertise and clientele to 22 develop a strong Statewide network.]
- 23 Section 11.1. Ben Franklin Technology Partners.
- 24 The Ben Franklin Technology Partners shall do all of the
- 25 following:
- 26 (1) Serve as the Commonwealth's key regional partners to
- 27 reach out to and assist companies and communities in
- 28 <u>identifying, developing, adapting and implementing advanced</u>
- 29 <u>technology and innovation opportunities within an</u>
- 30 entrepreneurial business environment.

1	(2) Coordinate and provide comprehensive assistance to
2	the growing base of innovative, advanced technology companies
3	and their communities, examples of which include:
4	(i) Development and strengthening of joint research
5	and development efforts, including facilities for
6	advanced technologies activities, equipment, personnel,
7	land and related activities which will lead to new or
8	improved technologies to create or preserve jobs.
9	(ii) Providing, stimulating and opening access to
10	multiple forms of seed capital and growth financing,
11	which are needed at various stages to support innovative,
12	advanced technology businesses and an entrepreneurial
13	business environment.
14	(iii) Facilitating and supporting education and
15	training activities and innovative approaches which
16	complement and leverage the efforts of primary education
17	providers and programs in order to provide a skilled work
18	force needed by advanced technology industries.
19	(iv) Technical assistance and technology transfer
20	activities on a regional or Statewide basis to transfer
21	research and development activities into the marketplace.
22	(v) Assistance through small business incubators,
23	including space, services and technical assistance.
24	(vi) Market development, market positioning,
25	feasibility studies and other activities related to
26	increasing jobs in innovative, advanced technology
27	<u>industries.</u>
28	(vii) Support for councils or other mechanisms to
29	encourage labor, business, university and government
30	linkages in promoting advanced technology, technology-

- 1 <u>based entrepreneurship and industrial diversifications.</u>
- 2 (viii) Facilitating establishment of technology
- 3 parks and other site developments which will serve to
- 4 <u>foster and support the growth and retention of</u>
- 5 <u>innovative</u>, advanced technology companies in a given
- 6 <u>community.</u>
- 7 (3) Represent a consortium of interest designed to meet
- 8 the needs of innovative, advanced technology businesses in
- 9 <u>their particular regions by linking people, technology and</u>
- capital in response to market opportunities.
- 11 (4) Be independent nonprofit institutions overseen by
- regional boards of directors comprising economic development,
- 13 <u>university or nonprofit research institutions and private</u>
- industry participants, with at least 50% representation from
- 15 <u>private industry.</u>
- 16 (5) Complement and cooperate with every other center and
- 17 <u>make every effort to share expertise and clientele to develop</u>
- 18 a strong Statewide network.
- 19 Section 12. Certification.
- 20 (a) Power to review and certify. -- The partnership shall have
- 21 the power to review and certify all applications for regional
- 22 industrial resource centers, industry-specific industrial
- 23 resource centers and [Ben Franklin technology centers] partners.
- 24 The standards for certification of each type of center shall be
- 25 developed by the partnership [by regulation].
- 26 (b) Existing centers.--Centers in existence and in receipt
- 27 of funds from the department as of the date this act becomes
- 28 effective are hereby deemed certified.
- 29 (c) Modification or revocation. -- The partnership shall have
- 30 the power to certify centers or to modify or revoke their

- 1 certifications consistent with the [rules and] regulations to be
- 2 promulgated by the partnership. The partnership also shall have
- 3 the power to change the number of regions or change the minimum
- 4 service boundary within a given region. These actions shall
- 5 require a two-thirds majority vote of the partnership board.
- 6 Section 13. Applications for and approval of grants to centers.
- 7 The partnership is hereby authorized to make grants to
- 8 certified centers[; however, before any grant may be made, the
- 9 certified center shall submit a funding proposal to the
- 10 partnership, and the partnership shall determine whether the
- 11 funding proposal is consistent with the purposes of this act.
- 12 Approval by the partnership of a certified center's individual
- 13 research and development or consulting projects or financial
- 14 assistance will not be required, provided such projects or
- 15 financial assistance are approved by the board of the certified
- 16 center and meet the requirements set forth in this act and in
- 17 regulations and guidelines established by the partnership.] and
- 18 to monitor that those grants are utilized in compliance with
- 19 broad policies and quidelines established by the partnership.
- 20 The certified centers shall submit a funding proposal to the
- 21 partnership according to guidelines specified by the partnership
- 22 to facilitate the partnership's oversight. However, once an
- 23 overall center grant or allocation is made by the partnership,
- 24 responsibility for specific center strategies, programs,
- 25 <u>initiatives</u>, projects, staffing and other spending shall rest
- 26 solely with the center's regional board of directors as long as
- 27 those activities adhere to the policies and guidelines of the
- 28 partnership. This sole responsibility of the center boards shall
- 29 apply to all funding received by the center from the
- 30 Commonwealth or derived from Commonwealth funds, such as

- 1 paybacks, reimbursements, investment returns, fees for services
- 2 and any other similar forms of income. The centers shall make a
- 3 <u>full accounting of all such sources and uses of funds to the</u>
- 4 partnership on an annual basis and upon request.
- 5 Section 14. Requirement of matching funds.
- 6 Funds in the form of a grant made to an industrial resource
- 7 center or to [a Ben Franklin technology center] regional
- 8 partners by the partnership pursuant to this act shall be
- 9 matched by private sector funds on a minimum basis to be
- 10 established by [regulation] the partnership. Private matching
- 11 funds shall include, but not be limited to, monetary or in-kind
- 12 support from private businesses, corporations, individuals,
- 13 trade associations, foundations [and], federally and locally
- 14 subsidized grants and other forms of non-Commonwealth support.
- 15 For [Ben Franklin technology centers] partners only, private
- 16 matching funds shall also include machinery and equipment.
- 17 [Private matching funds shall not include any fees received by
- 18 an industrial resource center or a Ben Franklin technology
- 19 center for direct business services relating to a project
- 20 subsidized by the partnership or interest accrued on proceeds
- 21 from any State grant.]
- 22 Section 16. Reporting requirements.
- 23 Centers shall be required to annually submit to the
- 24 partnership the following:
- 25 (1) The center's current mailing address and telephone
- 26 number.
- 27 (2) A copy of the center's current articles of
- incorporation and bylaws if they are amended during the
- 29 previous year.
- 30 (3) A list of the center's current officers and

- directors.
- 2 (4) Financial information as the partnership may
- 3 [require.] request. However, at a minimum, centers shall
- 4 <u>submit an independent audit which covers all funds received</u>
- 5 directly from the Commonwealth and funds derived from
- 6 Commonwealth support, such as paybacks, reimbursements,
- 7 <u>investment returns, fees for services and any other similar</u>
- 8 forms of income which result at least partially from initial
- 9 <u>expenditure of Commonwealth funds. Upon request, centers</u>
- 10 <u>shall also furnish general financial and program information</u>
- 11 <u>about activities at the center supported entirely by non-</u>
- 12 Commonwealth sources, such as Federal or foundation grants
- arranged directly by the center.
- 14 (5) Disclosure information of the center's officers and
- directors as the partnership may require to ensure the
- 16 integrity of this act.
- 17 Section 18. Transfers.
- 18 All allocations, appropriations, equipment, files, records,
- 19 contracts, agreements, obligations and other materials which are
- 20 used, employed or expended in connection with the powers, duties
- 21 or functions of the board of the Ben [Franklin] Franklin/IRC
- 22 Partnership Fund under the provisions of the act of April 9,
- 23 1929 (P.L.177, No.175), known as The Administrative Code of
- 24 1929, [and the department in connection with the industrial
- 25 resource centers] are hereby transferred to the partnership
- 26 created by this act with the same force and effect as if the
- 27 allocations and appropriations have been made to and the items
- 28 had been the property of the partnership in the first instance
- 29 and as if the contracts, agreements and obligations had been
- 30 incurred or entered into by the partnership.

- 1 Section 21. Sunset.
- The Ben Franklin/IRC Partnership, together with its statutory
- 3 functions and duties, shall terminate and go out of existence on
- 4 December 31, [2000] 2006, unless reestablished or continued by
- 5 the General Assembly. The Legislative Budget and Finance
- 6 Committee shall be required to present to the General Assembly a
- 7 report evaluating the partnership by December 31, 1999. This
- 8 report shall provide the General Assembly with a recommendation
- 9 as to whether the partnership is to be continued and, if so, the
- 10 changes which are suggested by the committee to improve the
- 11 operation of the partnership.
- 12 Section 2. This act shall take effect in 60 days.