SENATE SUBSTITUTE AMENDMENT 1,  
TO SENATE BILL 525

December 11, 2017 – Offered by Senator DARLING.

1 AN ACT to amend 20.536 (1) (k), 179.85, 180.1504 (2), 238.02 (4) and 238.04 (7);  
and to create 19.42 (10) (t), 19.42 (13) (q), 20.192 (1) (t), 20.192 (1) (y), 25.14  
(1) (a) 20., 25.17 (1) (hq), 25.17 (73), 25.90, 73.17, 178.0901 (3) (e), 178.1003 (6),  
179.11 (1) (e), 179.82 (9), 180.0202 (1) (j), 180.1503 (1) (k), 181.0202 (1) (h),  
181.1503 (1) (i), 182.01 (7), 183.0202 (7), 183.1004 (8), 185.05 (1) (n), 193.215  
(2) (a) 5. and subchapter III of chapter 238 [precedes 238.40] of the statutes;  
relating to: creating the innovation fund and economic development programs  
funded by that fund, establishing the Innovation Fund Council, authorizing the  
State of Wisconsin Investment Board to provide certain advice and services to  
the Wisconsin Economic Development Corporation, requiring certain
information to be included in business formation filings, and making appropriations.

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**Analysis by the Legislative Reference Bureau**

**Innovation fund**

This substitute amendment creates a nonlapsable fund to be known as the “innovation fund” (fund). From the interest and income of the fund, the Wisconsin Economic Development Corporation may provide financial assistance in various contexts, as set forth below. The State of Wisconsin Investment Board manages the fund.

In addition to any donations, gifts, or bequests made to the fund, any moneys transferred to the fund, any moneys deposited in the fund by WEDC, and any income or interest earned by the fund, the fund consists of moneys generated from tax revenue collected from a specific class of companies, referred to in the substitute amendment as “qualifying companies.” Under the substitute amendment, a qualifying company is identified by the company’s principal business activity code under the North American Industry Classification System (NAICS).

The substitute amendment directs the Department of Revenue to determine before May 1, 2019, the total amount of withholding taxes due and payable from qualifying companies for calendar year 2017. Then, on July 1, 2019, and on each July 1 thereafter, ending on July 1, 2033, DOR must deposit in the fund an amount equal to 95 percent of the withholding taxes due and payable from qualifying companies that exceeds the total amount calculated for calendar year 2017. DOR may not deposit more than $50,000,000 into the fund in any fiscal year and may not deposit more than $500,000,000 in total into the fund.

The substitute amendment also requires corporations, limited liability companies, limited partnerships, limited liability partnerships, and cooperatives to identify their NAICS codes when filing their business formation documents with the Department of Financial Institutions or, with respect to foreign entities, when filing with DFI for authorization to conduct business in this state. DFI must make these NAICS codes available to DOR upon request, which availability may be established by providing access to an electronic database.

**Innovation Fund Council**

The substitute amendment requires WEDC to establish an Innovation Fund Council to advise WEDC with respect to the use of fund moneys for the financial assistance provided under the substitute amendment and perform other duties as determined by WEDC. The advisory council consists of the following seven members:

1. One member of the board of directors of WEDC who serves as chairperson of the council and is appointed by the chairperson of the board of directors of WEDC.
2. The executive director of the Investment Board or his or her designee.
3. The managing director of the Wisconsin Alumni Research Foundation, Inc., or his or her designee.
4. Four members appointed by the chairperson of the board of directors of WEDC to serve terms of not more than four years, as determined by the chairperson. At least three of those members must have significant experience working in or with a key industry cluster in Wisconsin and at least one must have significant experience in early stage investing. All of those members must have access to national networks of stakeholders in their respective industries.

**Economic development programs supported by the fund**

Under the substitute amendment, subject to certain additional limitations and requirements set forth in the substitute amendment, WEDC administers the following economic development programs using interest and income of the fund:

1. WEDC may provide financial assistance to businesses and other entities headquartered in Wisconsin for the development or deployment of new technologies, components, systems, or processes to solve or significantly improve upon local problems identified by WEDC with the advisory council’s concurrence.

2. WEDC may provide financial assistance to businesses and other entities headquartered in Wisconsin for the development or deployment of a new technology, component, system, or process to solve or significantly improve upon a problem affecting a significant portion of Wisconsin or the nation identified by WEDC.

3. WEDC may provide financial assistance to early stage businesses for the purpose of facilitating rapid prototype development and pilot testing of potentially marketable new technologies, components, or products.

4. WEDC may provide financial assistance under contracts with industry cluster partnerships. WEDC may award a contract to an industry cluster partnership only if it meets certain conditions and may award only one contract per year.

The substitute amendment further authorizes WEDC to expend interest and income of the fund to partially fund any financial assistance WEDC provides under a program WEDC administers to support business accelerators in Wisconsin. The substitute amendment also authorizes WEDC to use interest and income of the fund to partially fund any financial assistance that WEDC provides to match or partially match grants made by the federal small business administration or under the federal Small Business Technology Transfer Program.

**Additional contracting authority for the Investment Board**

The substitute amendment authorizes the Investment Board to consult and provide advice and services to WEDC relating to the fund and economic development programs funded by it. The Investment Board may charge WEDC for any consultation, advice, or services the Investment Board provides.

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**The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:**

1. **SECTION 1.** 19.42 (10) (t) of the statutes is created to read:
19.42 (10) (t) The members of the innovation fund council established under s. 238.41.

**SECTION 2.** 19.42 (13) (q) of the statutes is created to read:

19.42 (13) (q) The members of the innovation fund council established under s. 238.41.

**SECTION 3.** 20.192 (1) (t) of the statutes is created to read:

20.192 (1) (t) *Innovation fund and programs; general program operations; financial assistance.* From interest and income of the innovation fund, a sum sufficient to provide financial assistance under ss. 238.42, 238.43, 238.44, and 238.45 and for general program operations and administrative expenses related to the innovation fund council and the programs administered under subch. III of ch. 238. Not more than the following amounts may be expended under this paragraph for general program operations and administrative expenses under subch. III of ch. 238:

1. In fiscal year 2019–20, 5 percent of the moneys in the innovation fund.
2. In fiscal year 2020–21, 5 percent of the moneys in the innovation fund.
3. In fiscal year 2021–22, 2 percent of the moneys in the innovation fund.
4. In fiscal year 2022–23 and in each fiscal year thereafter, 0.5 percent of the moneys in the innovation fund.

**SECTION 4.** 20.192 (1) (y) of the statutes is created to read:

20.192 (1) (y) *Innovation fund and programs; additional operational or administrative expenses.* From interest and income of the innovation fund, a sum sufficient equal to any amount authorized under s. 238.48 (2) for general program operations and administrative expenses.

**SECTION 5.** 20.536 (1) (k) of the statutes is amended to read:
20.536 (1) (k) General program operations. All moneys received from
assessments made under s. 25.187 (2) and from charges made under s. 25.17 (9), and
from assessments or charges made under s. 25.17 (73), for the purpose of conducting
general program operations.

SECTION 6. 25.14 (1) (a) 20. of the statutes is created to read:

25.14 (1) (a) 20. The innovation fund established under s. 25.90.

SECTION 7. 25.17 (1) (hq) of the statutes is created to read:

25.17 (1) (hq) Innovation fund (s. 25.90);

SECTION 8. 25.17 (73) of the statutes is created to read:

25.17 (73) Have authority to consult and provide advice and services to the
Wisconsin Economic Development Corporation relating to the innovation fund and
the economic development programs funded by the innovation fund. The scope of any
consultation, advice, or services under this subsection shall be defined by agreement
between the board and the Wisconsin Economic Development Corporation and shall
include the board’s consultation with the Wisconsin Economic Development
Corporation concerning the board’s investment of the fund. This agreement shall
require the cost of any consultation, advice, or services provided by the board to be
paid by the Wisconsin Economic Development Corporation, and the agreement may
authorize the board to make assessments against the money and property controlled
by the Wisconsin Economic Development Corporation or to charge the Wisconsin
Economic Development Corporation for the cost of any consultation, advice, or
services provided. All moneys received by the board under this subsection shall be
credited to the appropriation account under s. 20.536 (1) (k).

SECTION 9. 25.90 of the statutes is created to read:
25.90 **Innovation fund.** There is established a separate nonlapsible trust fund designated as the innovation fund. The fund shall consist of all moneys deposited in the fund under s. 73.17, together with all donations, gifts, or bequests made to the fund, all moneys transferred to the fund from other funds, and all income or interest earned by the fund.

**SECTION 10.** 73.17 of the statutes is created to read:

73.17 **Innovation fund.** (1) In this section, “qualifying company” means a person whose principal business activity code in the North American Industry Classification System, 2017 edition, published by the federal office of management and budget, is one of the following: 111, 112, 311, 424, 445, 481, 3121, 3364, 4244, 4245, 4881, 221111, 221112, 221113, 221114, 221115, 221116, 221117, 221121, 221122, 221210, 221310, 221330, 237990, 238210, 311221, 311224, 324110, 324191, 325193, 325199, 325220, 325311, 325312, 325314, 325320, 325411, 325412, 325413, 325414, 325998, 326122, 326199, 327331, 332410, 332420, 332911, 332913, 332999, 333111, 333249, 333241, 333242, 333318, 333413, 333414, 333415, 333611, 333612, 333613, 333618, 333991, 333993, 333994, 333995, 333996, 333999, 334111, 334290, 334412, 334413, 334416, 334418, 334419, 334510, 334511, 334512, 334513, 334514, 334515, 334516, 334517, 334519, 335110, 335121, 335122, 335129, 335210, 335220, 335311, 335312, 335313, 335314, 335911, 335912, 335921, 335929, 335931, 335999, 339112, 339113, 339114, 339115, 339116, 511210, 517410, 541320, 541330, 541370, 541380, 541511, 541512, 541519, 541620, 541713, 541714, 541715, 611512, 621491, 621493, 621511, 621512, 622110, or 811219.

(2) (a) Before May 1, 2019, the department of revenue shall determine the total amount of withholding taxes due and payable under subch. X of ch. 71 from qualifying companies for calendar year 2017.
(b) Subject to par. (d), on July 1, 2019, and on each July 1 thereafter, ending on July 1, 2033, the department of revenue shall deposit into the innovation fund an amount equal to 95 percent of the amount of withholding taxes due and payable under subch. X of ch. 71 from qualifying companies in the previous calendar year that exceeds the amount determined under par. (a).

(c) A person who is subject to withholding taxes under subch. X of ch. 71 shall indicate to the department of revenue whether it is a qualifying company for purposes of this section in the manner determined by the department. If the person has not identified the person’s principal business activity code in the North American Industry Classification System, 2017 edition, published by the federal office of management and budget, for purposes of registering with the department of financial institutions, the person shall provide the code to the department of revenue in the manner determined by the department of revenue.

(d) The department of revenue may not deposit into the innovation fund more than $50,000,000 in any fiscal year, and the total amount deposited may not exceed $500,000,000.

SECTION 11. 178.0901 (3) (e) of the statutes is created to read:


SECTION 12. 178.1003 (6) of the statutes is created to read:


SECTION 13. 179.11 (1) (e) of the statutes is created to read:
179.11 (1) (e) The limited partnership’s principal business activity code in the
North American Industry Classification System, 2017 edition, published by the
federal office of management and budget.

SECTION 14. 179.82 (9) of the statutes is created to read:

179.82 (9) The foreign limited partnership’s principal business activity code in
the North American Industry Classification System, 2017 edition, published by the
federal office of management and budget.

SECTION 15. 179.85 of the statutes is amended to read:

179.85 Amendments. If any statement in the application for registration of
a foreign limited partnership was false when made or any arrangements or other
facts described have changed, making the application inaccurate in any respect, the
foreign limited partnership shall promptly file with the department, together with
a filing fee of $15, a certificate, signed and sworn to by a general partner, correcting
the statement. This section does not apply with respect to changes in the foreign
limited partnership’s principal business activity and the codes specified in s. 179.82
(9).

SECTION 16. 180.0202 (1) (j) of the statutes is created to read:

180.0202 (1) (j) The corporation’s principal business activity code in the North
American Industry Classification System, 2017 edition, published by the federal
office of management and budget.

SECTION 17. 180.1503 (1) (k) of the statutes is created to read:

180.1503 (1) (k) The foreign corporation’s principal business activity code in
the North American Industry Classification System, 2017 edition, published by the
federal office of management and budget.

SECTION 18. 180.1504 (2) of the statutes is amended to read:
180.1504 (2) The requirements of s. 180.1503 (1) (a) to (h) and (k) and (2) for obtaining an original certificate of authority apply to obtaining an amended certificate under this section except that a foreign corporation is not required to deliver a certificate of status with an application solely to change a fictitious name.

SECTION 19. 181.0202 (1) (h) of the statutes is created to read:


SECTION 20. 181.1503 (1) (i) of the statutes is created to read:


SECTION 21. 182.01 (7) of the statutes is created to read:

182.01 (7) TRANSFER OF BUSINESS CODE INFORMATION. Upon request by the department of revenue, the department of financial institutions shall make available to the department of revenue, which availability may be established by providing access to an electronic database, the business activity codes under ss. 178.0901 (3) (e), 178.1003 (6), 179.11 (1) (e), 179.82 (9), 180.0202 (1) (j), 180.1503 (1) (k), 181.0202 (1) (h), 181.1503 (1) (i), 183.0202 (7), 183.1004 (8), 185.05 (1) (n), and 193.215 (2) (a) 5. identified by business entities in their filings with the department of financial institutions.

SECTION 22. 183.0202 (7) of the statutes is created to read:

SECTION 23. 183.1004 (8) of the statutes is created to read:
183.1004 (8) The foreign limited liability company's principal business activity
by the federal office of management and budget.

SECTION 24. 185.05 (1) (n) of the statutes is created to read:
185.05 (1) (n) If applicable, the cooperative's principal business activity code
the federal office of management and budget.

SECTION 25. 193.215 (2) (a) 5. of the statutes is created to read:
193.215 (2) (a) 5. If applicable, the cooperative's principal business activity
by the federal office of management and budget.

SECTION 26. 238.02 (4) of the statutes is amended to read:
238.02 (4) All powers and duties assigned to the corporation under this chapter
shall be exercised or carried out by the board, unless the board delegates the power
or duty to an employee of the corporation or a committee established by the board or
the innovation fund council.

SECTION 27. 238.04 (7) of the statutes is amended to read:
238.04 (7) Execute contracts and other instruments required for the operation
of the corporation, including the agreement with the investment board under s. 25.17
(73).

SECTION 28. Subchapter III of chapter 238 [precedes 238.40] of the statutes is
created to read:

CHAPTER 238
238.40 Definitions. In this subchapter:

(1) “Council” means the innovation fund council established under s. 238.41.

(1m) “Eligible regulatory applicant” means any of the following:

(a) An entity that has received financial assistance under s. 238.42 or 238.43.

(b) Any business, institution of higher education, technical college, or public utility that is a member of an industry cluster partnership.

(c) Any business, institution of higher education, technical college, or public utility that participates in a business accelerator, business incubator, or technology pilot program facilitated by an industry cluster partnership.

(2) “Fund” means the innovation fund.

(3) “Industry cluster partnership” means a nonprofit organization, including its subsidiaries and affiliates, whose primary purpose, or whose subsidiary's or affiliate's primary purpose, is to assist in developing and supporting a regional concentration of industry-specific private sector businesses in this state and to foster industry-specific research and development, worker skills training, and market development at institutions of higher education in this state, including technical colleges, for the purpose of transferring to the private sector, and commercializing, technology developed at those institutions that is related to relevant industries.

238.41 Innovation fund council. (1) Establishment. The corporation shall establish an advisory council to be called the “innovation fund council.” Except as otherwise provided under this section or in policies and procedures adopted by the corporation to govern the council's business, the council shall be subject to s. 15.09. The council shall advise the corporation concerning the use of fund moneys and the
economic development programs administered under this subchapter and shall
perform other duties, as determined by the corporation.

(2) Membership. The council shall consist of the following members:

(a) One member of the board who shall serve as chairperson of the council and
shall be appointed by the chairperson of the board.

(b) The executive director of the investment board or his or her designee.

(c) The managing director of the Wisconsin Alumni Research Foundation, Inc.,
or his or her designee.

(d) Four members appointed by the chairperson of the board to serve terms of
not more than 4 years, as determined by the chairperson. No member appointed
under this paragraph may serve more than 2 consecutive terms. At least 3 of the
members appointed under this paragraph shall have significant experience working
in or with a key industry cluster in this state. At least one of the members appointed
under this paragraph shall have significant experience in early stage investing. All
of the members appointed under this paragraph shall have, at the time of
appointment, demonstrable access to national networks of stakeholders in their
respective industries.

238.42 Innovation through competition. (1) Local challenges. (a) The
corporation, in collaboration with the council, may identify local problems affecting
one or more regions within the state that, in the corporation's opinion, are susceptible
to being solved over time through private sector innovation and the development and
use of new technologies, components, systems, or processes.

(b) The corporation may solicit applications for financial assistance from and
provide financial assistance to businesses headquartered in this state, or coalitions
of such businesses or of such businesses and institutions of higher education, for the
development or deployment of a new technology, component, system, or process to solve or significantly improve upon a local problem identified under par. (a).

(c) The financial assistance under par. (b) shall be provided from the appropriation under s. 20.192 (1) (t). In providing the financial assistance, the corporation shall give priority to applicants that, in the corporation’s opinion, present the most compelling potential solution to the problem and the most credible business case for eventually marketing a solution that solves or significantly improves upon the problem and that demonstrates a potential to increase jobs in this state or reduce costs to the state or a political subdivision of the state.

(2) Grand Challenges. (a) The corporation may identify problems affecting a significant portion of the state or nation that, in the corporation’s opinion, are susceptible to being solved over time through private sector innovation and the development and use of new technologies, components, systems, or processes.

(b) The corporation may solicit applications for financial assistance from and provide financial assistance to businesses headquartered in this state, or coalitions of such businesses or of such businesses and institutions of higher education, for the development or deployment of a new technology, component, system, or process to solve or significantly improve upon a problem identified under par. (a).

(c) The financial assistance under par. (b) shall be provided from the appropriation under s. 20.192 (1) (t). In providing the financial assistance, the corporation shall give priority to applicants that, in the corporation’s opinion, present the most compelling potential solution to the problem and the most credible business case for eventually marketing a solution that solves or significantly improves upon the problem and that demonstrates a potential to increase jobs in this state or reduce costs to the state or a political subdivision of the state.
(3) **Maximizing the Impact of Financial Assistance.** Using available and feasible mechanisms, such as matching funds, the corporation shall undertake to maximize the impact of financial assistance provided under this section with the understanding that financial assistance provided under this section might not immediately result in the development of a marketable technology, component, system, or process but that the financial assistance is an important contribution to future innovation and manufacturing growth in this state and an important method of fostering a culture of private sector collaboration and innovation.

**238.43 New product research and development. (1) Definition.** In this section, “early stage business” means a business that satisfies s. 238.15 (1) (a) to (g), (k), (kn), and (L), and for which all of the following are true at the time the business receives financial assistance under this section, as determined by the corporation:

(a) The business has less than 100 employees.

(b) The business has been in operation in this state for not more than 10 consecutive years.

(c) The business has not received aggregate private equity investment in cash of more than $10,000,000.

(2) **Financial Assistance.** (a) From the appropriation under s. 20.192 (1) (t), the corporation may provide financial assistance to early stage businesses for the purpose of facilitating rapid prototype development and pilot testing of potentially marketable new technologies, components, or products.

(b) The corporation may provide financial assistance to an early stage business under this section only if the early stage business is a member of an industry cluster partnership and agrees to consult with the industry cluster partnership concerning the early stage business’s use of the financial assistance provided.
(3) Maximizing the Impact of Financial Assistance. Using available and feasible mechanisms, such as matching funds, the corporation shall undertake to maximize the impact of financial assistance provided under this section with the understanding that financial assistance provided under this section might not immediately result in the development of a marketable technology, component, or product but that the financial assistance is an important contribution to future innovation and manufacturing and technology growth in this state and an important method of fostering a culture of private sector collaboration and innovation.

238.44 Capacity building through industry cluster partnerships. (1) Contract Application. Any industry cluster partnership in this state may apply for a contract under this section. In addition to any other information the corporation requires, the application shall include a business plan for the applicant that sets forth measurable economic development and business-related goals and the specific programming the applicant intends to implement to achieve those goals. The business plan shall demonstrate to the corporation’s satisfaction how the applicant plans to be without need of corporation assistance within 10 years after first receiving financial assistance under a contract under this section.

(2) Financial Assistance. From the appropriation under s. 20.192 (1) (t), the corporation may provide financial assistance to industry cluster partnerships subject to contracts under this section. The corporation may not enter into more than one contract per industry under this section each year.

(3) Award of Contract; Termination. (a) Subject to pars. (b) to (f), the corporation may award a contract under this section only to an industry cluster partnership that submits an application under sub. (1) and for which the corporation has evaluated all of the following:
1. Evidence that the industry cluster partnership will strongly support the further development of existing regional concentrations of industry-specific businesses in this state.

2. Evidence that the industry cluster partnership has raised funding or funding commitments from sources other than the corporation and the state that equal at least 10 percent of the annual amount of financial assistance the industry cluster partnership is requesting from the corporation, as determined by the corporation.

   (b) The corporation may not contract under this section with an industry cluster partnership unless the industry cluster partnership is headquartered in this state.

   (c) The corporation may not contract under this section with an industry cluster partnership unless the industry cluster partnership is governed by a board of directors with members from the public and private sectors who represent the businesses within the applicable industry, including businesses in the industry cluster partnership, and who represent the interests necessary to ensure a collaborative, strategic approach to supporting economic development, job growth, and the development of marketable products and services in the applicable industry.

   (d) The corporation may not contract under this section with more than one industry cluster partnership per industry at one time, unless every other industry cluster partnership in that industry with which the corporation is under contract is materially underperforming and the corporation determines that the public interest requires contracting with another industry cluster partnership within that industry.

   (e) If the corporation has more than one application pending under this section from industry cluster partnerships in the same industry, the corporation shall contract with the industry cluster partnership that the corporation determines is
likely to have the greatest overall impact on economic development in this state
within the applicable industry. In making that determination, and in making all
competitive funding decisions under this section, the corporation shall give
preference to the industry cluster partnership that best satisfies all of the following
conditions:

1. Has demonstrated strength in academic and industry relationships.
2. Has strong leadership from the applicable industry on its board of directors.
3. Was previously subject to a contract under this subsection, provided the
   industry cluster partnership met the goals outlined in the business plan submitted
   under sub. (1) and otherwise completed the contract to the corporation’s satisfaction.

(f) Each contract under this section shall provide, in addition to other bases for
contract termination, that the corporation may terminate the contract if the industry
cluster partnership fails to make satisfactory progress, as determined by the
corporation, toward the goals outlined in the industry cluster partnership’s business
plan. Before terminating a contract for lack of such satisfactory progress, the
corporation shall provide the industry cluster partnership notice of the pending
termination and an opportunity to cure.

238.45 Accelerators and small business innovation. The corporation may
expend moneys from the appropriation under s. 20.192 (1) (t) to partially fund any
of the following:

(1) Any financial assistance that the corporation provides under a program the
corporation administers to support business accelerators in this state.

(2) Any financial assistance that the corporation provides to match or partially
match grants made by the federal small business administration or under the federal
Small Business Technology Transfer Program.
238.46 Prioritization of funds. If the corporation determines that the amounts appropriated under s. 20.192 (1) (t) are not sufficient to fund all program activities under ss. 238.42 to 238.45 to the extent the corporation believes is necessary to accomplish its strategic economic development objectives under this subchapter, the corporation shall give priority to the program activities under ss. 238.43 to 238.45.

238.47 Regulatory fast track. If an eligible regulatory applicant requires a permit or other approval of a state agency for activities related to the potential development and deployment of a new technology, component, product, system, or process, including field testing potentially marketable new technologies, implementing new technologies or products in a pilot project, or completing projects consistent with the economic development goals of the applicable industry cluster partnership, the state agency shall provide priority, expedited service to the eligible regulatory applicant to ensure that the agency's determination concerning the permit or approval is made as quickly as practicable and, in any event, no later than 90 days after a complete application or request for the permit or approval is received by the agency. The state agency shall appoint a single point of contact within the agency to receive communications from the applicant and manage the approval process. To the maximum extent possible under the state agency's authority with respect to the required approval, the agency shall seek to facilitate the rapid approval and successful execution of the requested activities.

238.48 Operational or administrative costs. (1) The corporation shall cover its initial program operations and administrative expenses under this subchapter from the appropriation under s. 20.192 (1) (r).
(2) If the corporation determines that the amount provided under s. 20.192 (1) (t) 1., 2., 3., or 4. is not sufficient to cover the corporation’s actual general program operations and administrative expenses under this subchapter for a fiscal year, the corporation may notify the joint committee on finance in writing that the corporation proposes to exceed that amount for those purposes. That notice shall state the specific amount of additional moneys from the fund that the corporation proposes to use for general program operations and administrative expenses and the corporation’s reasons supporting its determination that its expenditure of that additional amount is necessary for those purposes. If, within 14 working days after the date of that notice, the cochairpersons of the committee do not notify the corporation that the committee has scheduled a meeting to review the corporation’s proposal, the corporation may expend the additional amount as proposed in the corporation’s notice. If, within 14 working days after the date of that notice, the cochairpersons of the committee notify the corporation that the committee has scheduled a meeting to review the corporation’s proposal, the corporation may expend the additional amount only upon approval of the committee.

(END)