March 21, 2023

The Honorable Jeanne Shaheen
Chair
Subcommittee on Commerce, Justice, Science
& Related Agencies
Committee on Appropriations

The Honorable Hal Rogers
Chair
Subcommittee on Commerce, Justice, Science & Related Agencies
Committee on Appropriations

The Honorable Jerry Moran
Ranking Member
Subcommittee on Commerce, Justice, Science
& Related Agencies
Committee on Appropriations

The Honorable Matt Cartwright
Ranking Member
Subcommittee on Commerce, Justice, Science
& Related Agencies
Committee on Appropriations

Dear Chairs Shaheen and Rogers and Ranking Members Moran and Cartwright:

Thank you for your ongoing support for initiatives that strengthen regional economies through investments in science, technology, innovation and entrepreneurship. We particularly want to share our appreciation for the Regional Technology and Innovation Hubs program at the U.S. Department of Commerce receiving a \$500 million appropriation in the Fiscal Year 2023 funding bill.

As envisioned in the bipartisan *CHIPS and Science Act*, Regional Technology and Innovation Hubs enables Commerce to make investments that will catalyze significant improvements in the capacity of regions to compete in the global, technology-focused economy. The U.S. has a few regions that already are world-leading in their sectors; Silicon Valley and software or Boston and biotechnology are two examples. Many regions of the country have strengths in one or more elements of a thriving regional innovation economy, such as commercially-relevant research or a tech-focused industry cluster, but need a catalyst this program can provide to fully-realize their potential as they compete against China and other countries in the global economy.

The need for Regional Technology and Innovation Hubs can be seen from the national response to the Build Back Better Regional Challenge. This initiative, funded through a one-time appropriation in the *American Rescue Plan Act*, asked a coalition of organizations to propose multiple projects organized around a single industry sector in their region. As evidence of the strong interest in a region-wide model like that envisioned for Regional Technology and Innovation Hubs, Commerce received 529 initial applications (of which just 21 received Phase 2 awards) for the Build Back Better Regional Challenge.

As described in the legislation, Commerce will accept proposals from regional consortia of industry, public and nonprofit organization — a mix of partners that will ensure broad buy-in and market relevance — to first be designated as a hub and then to provide funding that is both substantial and covers multiple years. The scale of the funding to be provided is integral to the program's success, as funding levels and duration are critical to encouraging complementary and follow-on investment and activity from industry, as well as foundations, state governments and other institutions.

The \$500 million investment Congress made last year in Regional Technology and Innovation Hubs was an important down payment for the program. This appropriation enables EDA to fully-fund strategy development activities (authorized at \$50 million) and to begin making implementation awards.

Achieving the *CHIPS and Science Act*'s vision of a program that will catalyze a new wave of globally-competitive regions, however, requires investment on the scale of the program's \$10 billion authorization.

As you develop the Commerce, Justice, Science and Related Agencies appropriations bills for FY 2024, we ask you to prioritize Regional Technology and Innovation Hubs and provide an appropriation that matches the program's authorized level. The U.S. needs to see more regions leading in the global economy, and this requires more regions at the cutting-edge of important technology sectors. The earlier we make an investment in our regions, the sooner we can see the benefits.

We thank you again for your continued support and consideration.

#### **Nationwide**

Angel Capital Association

Association of Public & Land-grant Universities (APLU)

Association of University Research Parks (AURP)

Center for American Entrepreneurship Clean Energy Business Network Council on Competitiveness Economic Innovation Group

#### Alaska

Launch Alaska

## **Arkansas**

Arkansas Research Alliance (ARA) Science Venture Studio

## Colorado

Innosphere Ventures

## **Delaware**

The Innovation Space

## Florida

Florida High Tech Corridor

## Illinois

Evergreen Climate Innovations
Illinois Science & Technology Coalition

#### Iowa

BioConnect Iowa

Engine

Federation of American Scientists Information Technology and Innovation

Foundation

International Business Innovation Association SSTI (State Science & Technology Institute)

TechNet
Third Way
US Ignite

#### Kansas

K-State Innovation Partners

#### Louisiana

Louisiana Tech University
LSU Office of Innovation and Ecosystem
Development

# Maryland

**BioHealth Innovation** 

# Massachusetts

Mass Ventures
The Engine

## Michigan

BBC Entrepreneurial Training and Consulting Invest Detroit Ventures Michigan Economic Development Corporation

## Missouri

**BioSTL** 

Missouri Technology Corporation

## Nevada

NV Governor's Office of Economic Development

# **New Hampshire**

Manchester Community College

## **New York**

Launch NY

## **North Carolina**

North Carolina Biotechnology Center

# Ohio

JumpStart Inc.

Lorain County Community College District

Ohio University

Rev1 Ventures

TechGROWTH Ohio Fund, Inc.

University of Cincinnati

## Oklahoma

Oklahoma Center for the Advancement of Science and Technology Oklahoma Manufacturing Alliance

# Pennsylvania

Ben Franklin Technology Partners Innovation Works Regional Industrial Development Corp of Southwest Pennsylvania Riverfront Ventures University City Science Center

#### Tennessee

AgLaunch Initiative

Aviation Resources and Consulting Services, LLC (ARCS)

Endeavor Composites, Inc.

Enexor BioEnergy

Infusense Corp

**Ultrasonic Technology Solutions** 

Winter Innovations, Inc.

Yaya Scientific, LLC

#### **Texas**

University of Texas at Austin Waymaker Group

# Virginia

The Launch Place University of Virginia Verge

# West Virginia

West Virginia University

## Wisconsin

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StartingBlock Madison

The Water Council