

INVEST GEORGIA 2014

BOD Members

- Governor appointed: (12/31/2016) or (12/31/2018)
 - David G. Hanna
 - Charles B. Thompson
 - William D. Young, Jr.
- Lt. Governor appointed:
 - Derek Smith (12/31/2016)
- Speaker appointed:
 - A. D. Frazier (12/31/2016)
- Non-voting Members:
 - Commissioner of Economic Development
 - Member of One Georgia Authority

BOD Powers

- Appoint, select, and employ:
 - officers
 - employees
 - agents
 - fiscal agents
 - Attorneys
- Enter into contracts
- Acquire property
- Accept grants and loans
- Any power that a private corporation can have
- Pay all costs of administration from assets of Invest Georgia

Invest Georgia Mission

➤ **Mission:**

- Increase amt of private capital avail in state of GA
- Create a lasting program w/ strong oversight and guidance
- Close the Competitive “Growth” Venture Funding Gap
- Job Creation: Present and Future
- Keeping & Creating Talent Pool in Georgia
- Stay ahead of other Competitive State Programs
 - Maryland, Florida, Arkansas, NC, et
- “ROI” based program
- Private Funding Match & Leverage

Fund: Current Status

- Invest Georgia Program legislation signed into law 2013
 - Allows a fund of up to \$100M
 - Lt. Gov. Cagle Championed
 - Georgia Venture Capital Coalition
- Initial Allocation in 2014/2015
 - \$10M FY2015 Appropriations, University of Georgia System
 - Legislative Allocations (annual): \$10M, \$15M, \$15M, \$25M, \$35M
- Add'l appropriations in 2016, 2017, etc

Structure

- “Fund of Funds”
 - LP is State of Georgia
- Allocations to Georgia based Venture Capital Funds
 - 60%: “Growth” stage funds (\$10M+)
 - 40%: “Early” stage funds (\$10M-\$15M)
 - Funding “match”: 50%, 10%
- Fund Administrator (FA) Reports to IG BOD
 - FA helps select Georgia venture funds
 - Due Diligence
 - Recommendations to IG BOD
- BOD has final approval of capital allocations & VC funds

Next Steps for IG Program:

1.) BOD to Select Fund Administrator (FA)¹

- RFP needed for the selection of FA¹
- FA will then establish guidelines/RFP for selection of VC Funds²
- FA will recommend (w/ BOD final approval) :
 - GA-based VC Funds
 - Allocations of capital

2.) Execute and oversee contracts¹ : fund subscription documentation, fund partnership agreements, agreements with Fund Administrator, agreements with service providers

3.) Establish policy to use capital and profits returned¹

¹ Ga. Code § 10-10-13

² Ga. Code § 10-10-14