109TH CONGRESS 2D SESSION

## H. R. 5971

To establish the Health Information Technology Loan Program within the Small Business Administration.

## IN THE HOUSE OF REPRESENTATIVES

July 28, 2006

Mrs. Kelly (for herself and Mrs. Johnson of Connecticut) introduced the following bill; which was referred to the Committee on Small Business

## A BILL

To establish the Health Information Technology Loan Program within the Small Business Administration.

- 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 "HIT for Small Busi-
- 5 ness Health Care Providers Act of 2006".
- 6 SEC. 2. HEALTH INFORMATION TECHNOLOGY LOAN PRO-
- 7 GRAM.
- 8 (a) Program Established.—For each of fiscal
- 9 years 2007 and 2008, the Administrator of the Small
- 10 Business Administration shall ensure that a portion of the

total loan amounts secured by the Administration under the Microloan program and under the 504 loan program, 3 respectively, are secured by guarantees that comply with 4 this section. The portion shall be not less than— 5 (1) \$1,250,000, for the Microloan program; and 6 (2) \$10,000,000, for the 504 loan program. 7 (b) DEFINITIONS.—In this section: (1) The term "Microloan program" means the 8 9 Microloan program carried out under section 7(m) 10 of the Small Business Act. 11 (2) The term "504 loan program" means the 12 program (commonly referred to as the 504 loan pro-13 gram) to provide financing to small business con-14 cerns by guarantees of loans under title V of the 15 Small Business Investment Act of 1958 (15 U.S.C. 16 695 et seq.). 17 (c) REQUIREMENTS.—A guarantee complies with this section if— 18 19 (1) the purpose of the guarantee is to help a 20 small business acquire capital for the purchase of 21 materials relating to health information technology; 22 (2) that purchase of materials described in 23 paragraph (1) is made pursuant to a plan that has 24 been certified by the Certification Commission for 25 Healthcare Information Technology; and

1	(3) the guarantee otherwise complies with the
2	requirements of the loan program, except that the
3	amount of the guarantee, in the case of a guarantee
4	under the 504 loan program, may not exceed
5	\$75,000.
6	(d) Periodic Review.—The Inspector General of
7	the Administration shall periodically review a representa-
8	tive sample of loans guaranteed under this section to miti-
9	gate the risk of fraud and ensure the safety and soundness
10	of the implementation of this section.
11	(e) Report.—Not later than January 31 of each
12	year, the Administrator shall submit to the Committee on
13	Small Business of the House of Representatives and the
14	Committee on Small Business and Entrepreneurship of
15	the Senate a report on the activities carried out under this
16	section during the most recently completed fiscal year. The
17	report shall include information relating to—
18	(1) the total number of loans guaranteed under
19	this section; and
20	(2) for each loan guaranteed under this sec-
21	tion—
22	(A) the amount of the loan;
23	(B) the geographic location, size, and type
24	of small business of the borrower; and

1	(C) the materials relating to health infor-
2	mation technology that were purchased through
3	the loan.
4	(f) Guidelines.—The Administrator shall issue
5	guidelines for the implementation of this Act. The initial
6	guidelines shall be issued not later than 60 days after the
7	date of the enactment of this Act.

 $\bigcirc$