

TASK FORCE ON AMERICAN INNOVATION

Aerospace Industries Association

Agilent Technologies

Alliance for Science & Technology Research

American Association for the Advancement

American Astronomical Society

American Chemical Society

American Geophysical Union

American Institute for Medical and Biological Engineering

American Institute of Physics

American Mathematical Society

American Physical Society

American Society for Engineering Education

American Statistical Association

Applied Materials, Inc.

ASME

Association for Computing Machiner

Association of American Universities

Association of Public and Land-grant Universities

Association of University Research Parks

Autodesk

The Babcock & Wilcox Company

Battelle

Business Roundtable

Center for Policy on Emerging Technologies

Computing Research Association

Computing Technology Industry Association

Council for Chemical Research

Council of Graduate Schools

Council of Scientific Society Presidents

Council on Competitiveness

Cray Inc.

Dow Chemical Company

Federation of American Societies for Experimental Biology

The Geological Society of America

Google, Inc.

IBM Corporation

IEEE-USA

IPC - Association Connecting Electronics Industries

Industrial Research Institute

Infineon Technologies

Information Technology Industry Council

Innovation Advocates
Intel Corporation

Jellen Ventures

Luna Innovations, Inc.

Materials Research Society

Microsoft Corporation

National Association of Manufacturers

National Center for Manufacturing Sciences

National Center for Women & Information Technology

National User Facility Organization

Northrop Grumman Corp.

Procter & Gamble Company

Qualcomm

SEMI

Semiconductor Industry Association

Semiconductor Research Corporation

Silicon Valley Leadership Group

Society for Industrial and Applied Mathematics Southeastern Universities Research Association

Southeastern Universities Research Association

TechAmerica

TechNet

Technology CEO Council

Telecommunications Industry Association

Texas Instruments Incorporated

June 28, 2016

The Honorable Cory Gardner Committee on Commerce, Science, & Transportation United States Senate Washington, DC 20510

The Honorable Gary Peters Committee on Commerce, Science, & Transportation United States Senate Washington, DC 20510

Dear Senators Gardner and Peters:

The Task Force on American Innovation (TFAI), a coalition of companies, university associations and professional societies that support sustained and robust federal investment in scientific research, applauds your efforts to draft the American Innovation and Competitiveness Act. We believe this bipartisan legislation marks an important step in our nation's ability to lay claim to leadership in innovation.

In recent years, other nations have significantly increased their R&D funding, while U.S. investments have remained relatively stagnant. Without a renewed commitment to scientific research investments, our nation risks creating a deepening innovation deficit, which could cost us our ability to compete globally, to bolster our economy and to safeguard our national security.

The TFAI has advocated multi-year authorizations that provide a strong, predictable funding path for science agencies, and it encourages the Committee to address the need for longer-term authorizations in future legislation. The TFAI notes that the current bill would provide an increase of less than one percent for the National Science Foundation (NSF) in FY17, matching the appropriation level currently moving through the Senate. That increase falls far short of the level our nation needs to be the global innovation leader. By contrast, for FY18, the bill would provide the NSF and the National Institute of Standards and Technology (NIST) with a four percent increase, not including inflation. Such a funding level would set a reasonable FY18 target for these two key research agencies. It is close to the level identified in a recent call to action endorsed by more than 500 businesses, universities, scientific societies, and national organizations, *Innovation: An American Imperative*, which urges four percent real annual increases in funding for key federal research agencies.

The TFAI is also encouraged by this bill's reaffirmation of the merit-based peer review process for selecting research projects and the provisions that seek to alleviate significant regulatory burdens on research scientists. Similarly, the provisions to promote technology transfer, commercialization, and manufacturing would help strengthen the movement of ideas from the lab to the marketplace. All of those provisions would help maximize the return on taxpayer's investment in scientific research.

As you continue to engage with your colleagues in both the Senate and House, we urge you to emphasize robust funding increases for NSF, NIST, and the Department of Energy Office of Science, each of which significantly contributes to American innovation.

Thank you for bringing forward this important legislation. We are eager to continue working with you on these issues.

Sincerely,

Task Force on American Innovation