117TH CONGRESS 1ST SESSION

H. R. 4681

To amend the Immigration and Nationality Act to establish a new class of nonimmigrant visas for entrepreneurs and essential employees affiliated with start-up entities, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

July 26, 2021

Ms. Lofgren introduced the following bill; which was referred to the Committee on the Judiciary

A BILL

To amend the Immigration and Nationality Act to establish a new class of nonimmigrant visas for entrepreneurs and essential employees affiliated with start-up entities, and for other purposes.

- 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 "Let Immigrants
- 5 Kickstart Employment Act of 2021" or the "LIKE Act".
- 6 SEC. 2. W VISAS.
- 7 Section 101(a)(15) of the Immigration and Nation-
- 8 ality Act (8 U.S.C. 1101(a)(15)) is amended—

1	(1) in subparagraph (U)(iii), by striking "or"
2	at the end;
3	(2) in subparagraph (V)(ii)(II), by striking the
4	period at the end and inserting "; or"; and
5	(3) by adding at the end the following:
6	"(W) START-UP ENTITIES.—
7	"(i) Entrepreneurs.—Subject to
8	section 218A(a), an alien who is an entre-
9	preneur with an ownership interest in a
10	start-up entity.
11	"(ii) Employees.—Subject to section
12	218A(b), an alien who is or will be an es-
13	sential employee of a start-up entity.
14	"(iii) Derivatives.—Subject to sec-
15	tion 218A(c), the spouse or child of an
16	alien described in clause (i) or (ii) who is
17	accompanying, or following to join, the
18	alien.".
19	SEC. 3. START-UP ENTITIES; NONIMMIGRANT ENTRE-
20	PRENEURS AND EMPLOYEES.
21	Chapter 2 of title II of the Immigration and Nation-
22	ality Act (8 U.S.C. 1181 et seq.) is amended by adding
23	after section 218 the following:

1	"SEC. 218A. START-UP ENTITIES; ADMISSION OF NON-
2	IMMIGRANT ENTREPRENEURS AND EMPLOY-
3	EES.
4	"(a) Nonimmigrant Entrepreneurs.—
5	"(1) In general.—The Secretary shall estab-
6	lish procedures for an alien to self-petition for classi-
7	fication as a nonimmigrant under section
8	101(a)(15)(W)(i). Status under such section shall be
9	valid for an initial period of 3 years and may be ex-
10	tended thereafter in accordance with this subsection.
11	The Secretary may approve the petition of an alien
12	for initial classification as such a nonimmigrant if
13	the Secretary determines—
14	"(A) the alien possesses an ownership in-
15	terest in a start-up entity of not less than 10
16	percent;
17	"(B) the alien will play a central and ac-
18	tive role in the management or operations of
19	the start-up entity;
20	"(C) the alien possesses the knowledge,
21	skills, or experience to substantially assist the
22	start-up entity with the growth and success of
23	its business; and
24	"(D) subject to paragraph (4), the start-up
25	entity, during the 18-month period preceding
26	the filing of the petition, received—

1	"(i) at least \$250,000 in qualifying
2	investments from one or more qualified in-
3	vestors; or
4	"(ii) at least \$100,000 in qualifying
5	government awards or grants.
6	"(2) 3-YEAR EXTENSION ELIGIBILITY CRI-
7	TERIA.—The Secretary may approve a petition to
8	extend the status of an alien as a nonimmigrant
9	under section 101(a)(15)(W)(i) for an additional 3-
10	year period, if the Secretary determines—
11	"(A) the alien—
12	"(i) possesses an ownership interest of
13	not less than 5 percent in the start-up en-
14	tity that formed the basis for the alien's
15	initial petition for classification as a non-
16	immigrant under section $101(a)(15)(W)(i)$;
17	and
18	"(ii) will continue to play a central
19	and active role in the management or oper-
20	ations of the start-up entity; and
21	"(B) subject to paragraph (4), during the
22	alien's initial period of status as a non-
23	immigrant under section $101(a)(15)(W)(i)$, the
24	start-up entity—

1	"(i) received at least \$500,000 in ad-
2	ditional qualifying investments from one or
3	more qualified investors, qualifying govern-
4	ment awards or grants, or a combination
5	of such funding;
6	"(ii) created at least 5 qualified jobs;
7	or
8	"(iii) generated not less than
9	\$500,000 in annual revenue in the United
10	States and averaged 20 percent in annual
11	revenue growth.
12	"(3) Additional extensions in 1-year in-
13	CREMENTS.—With respect to an alien whose status
14	as a nonimmigrant under section 101(a)(15)(W)(i)
15	was extended under paragraph (2), the Secretary
16	may approve a petition to further extend such status
17	in 1-year increments, for up to 2 years, if the Sec-
18	retary determines—
19	"(A) the alien—
20	"(i) possesses an ownership interest in
21	the start-up entity that formed the basis
22	for the alien's initial petition for classifica-
23	tion as a nonimmigrant under section
24	101(a)(15)(W)(i); and

1	"(ii) will continue to play a central
2	and active role in the management or oper-
3	ations of the start-up entity; and
4	"(B) the start-up entity has made substan-
5	tial progress in satisfying the requirements
6	under paragraphs (2) and (3) of section
7	218B(c) and is reasonably expected to satisfy
8	such requirements within the 1 year period fol-
9	lowing the expiration of the alien's status as a
10	nonimmigrant under section 101(a)(15)(W)(i).
11	"(4) OTHER COMPARABLE EVIDENCE.—The
12	Secretary may grant a petition to classify an alien
13	as a nonimmigrant under section 101(a)(15)(W)(i) if
14	the start-up entity partially meets one or more of
15	the criteria described in paragraphs (1)(D) or (2)(B)
16	and the Secretary determines, based on other reli-
17	able and compelling evidence, that the start-up enti-
18	ty has substantial potential for rapid growth and job
19	creation.
20	"(5) Reporting of material changes.—
21	"(A) In General.—An alien with status
22	under section $101(a)(15)(W)(i)$ shall imme-
23	diately notify the Secretary in writing, in ac-
24	cordance with procedures established by the

Secretary, if he or she will no longer play a cen-

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1	tral and active role in the management or oper-
2	ations of the start-up entity or ceases to possess
3	a qualifying ownership interest in the start-up
4	entity.
5	"(B) Qualifying ownership inter-
6	EST.—For purposes of subparagraph (A), the
7	alien will cease to possess a qualifying owner-
8	ship interest in the start-up entity if—
9	"(i) during the initial 3-year period of
10	status described under paragraph (1), the
11	alien's ownership interest falls below 5 per-
12	cent; or
13	"(ii) during the periods of status de-
14	scribed under paragraphs (2) or (3), the
15	alien ceases to maintain any ownership in-
16	terest.
17	"(6) CLARIFICATION.—With respect to an alien
18	who establishes a qualifying ownership interest in a
19	start-up entity and is otherwise eligible for status
20	under section 101(a)(15)(W)(i) based on such own-
21	ership, the Secretary shall grant the alien such sta-
22	tus in accordance with this subsection notwith-
23	standing any time previously spent in such status
24	with a different start-up entity.
25	"(b) Nonimmigrant Essential Employees.—

1	"(1) In General.—The Secretary shall estab-
2	lish procedures for a start-up entity that serves as
3	the basis for an approved petition under subsection
4	(a) to file a petition to classify an alien as a non-
5	immigrant under section 101(a)(15)(W)(ii). Status
6	under such section shall be valid for an initial period
7	of 3 years and may be extended thereafter in accord-
8	ance with paragraph (3). The Secretary may ap-
9	prove the petition of an alien for initial classification
10	as such a nonimmigrant if the Secretary determines
11	the alien—
12	"(A) has an offer from the start-up entity
13	for employment in an executive capacity or
14	managerial capacity; and
15	"(B) possesses knowledge, skills, or experi-
16	ence that are essential to the growth and suc-
17	cess of the start-up entity.
18	"(2) Numerical limitations.—The number
19	of aliens with status under section 101(a)(15)(W)(ii)
20	that may be employed by a start-up entity at any
21	one time may not exceed—
22	"(A) 2 such aliens if such entity has 10 or
23	fewer full-time employees in the United States.

1	"(B) 3 such aliens if such entity has at
2	least 11 and not more than 30 full-time employ-
3	ees in the United States;
4	"(C) 4 such aliens if such entity has at
5	least 31 and not more than 70 full-time employ-
6	ees in the United States; and
7	"(D) 5 such aliens if such entity has more
8	than 70 full-time employees in the United
9	States.
10	"(3) 3-YEAR EXTENSION.—The Secretary may
11	approve a petition to extend the status of an alien
12	as a nonimmigrant under section $101(a)(15)(W)(ii)$
13	for an additional 3-year period, if the Secretary de-
14	termines the alien continues to meet the criteria for
15	initial classification as such a nonimmigrant de-
16	scribed in paragraph (1).
17	"(4) Termination of eligibility to peti-
18	TION FOR W-2 NONIMMIGRANTS.—A start-up entity's
19	eligibility to submit new petitions for aliens under
20	paragraph (1) shall terminate on the date the start-
21	up entity no longer serves as the basis for status of
22	nonimmigrants under section $101(a)(15)(W)(i)$.
23	"(c) Spouses and Children.—
24	"(1) In General.—The spouse and children
25	accompanying or following to join an alien with sta-

1	tus as a nonimmigrant under clause (i) or (ii) of sec-
2	tion 101(a)(15)(W) shall be entitled to classification
3	as nonimmigrants under clause (iii) of such section.
4	"(2) Employment authorization.—In the
5	case of an alien spouse with status as a non-
6	immigrant under section 101(a)(15)(W)(iii), the
7	Secretary shall authorize such spouse to engage in
8	employment in the United States and provide the
9	spouse with an 'employment authorized' endorse-
10	ment or other appropriate work permit.
11	"(d) Termination of Nonimmigrant Status.—
12	"(1) IN GENERAL.—The Secretary shall provide
13	written notice of the Secretary's intent to terminate
14	status under clause (i) or (ii) of section
15	101(a)(15)(W) if the Secretary has reasonable
16	grounds to believe that—
17	"(A) the facts or information contained in
18	the petition for such status were not true and
19	accurate;
20	"(B) the alien failed to timely file or other-
21	wise comply with the material change reporting
22	requirement in subsection (a)(5), if applicable;
23	or
24	"(C) the petition was erroneously granted.

- 1 "(2) Notice and decision.—A notice of in-
- tent to terminate issued under paragraph (1) shall
- 3 identify the grounds for termination and provide at
- 4 least 60 days for the alien to submit rebuttal evi-
- 5 dence.
- 6 "(e) Grace Period.—An alien admitted or other-
- 7 wise provided status under section 101(a)(15)(W) shall be
- 8 considered to be maintaining such status for a period of
- 9 not less than 60 days upon expiration or termination of
- 10 such status.
- 11 "(f) Dual Intent.—Notwithstanding section
- 12 214(b), an alien may obtain a visa or be granted status
- 13 under section 101(a)(15)(W) even if such alien intends to
- 14 seek lawful permanent resident status in the United
- 15 States.
- 16 "(g) Definitions.—In this section:
- 17 "(1) EXECUTIVE CAPACITY.—The term 'execu-
- 18 tive capacity' has the meaning given such term in
- 19 section 101(a)(44)(B).
- 20 "(2) Full-time employee.—The term 'full-
- 21 time employee' means an individual performing serv-
- ices in a position that requires a minimum of 35
- working hours per week, and does not include inde-
- 24 pendent contractors or combinations of part-time
- employees.

1	"(3) Managerial capacity.—The term 'man-
2	agerial capacity' has the meaning given such term in
3	section $101(a)(44)(A)$.
4	"(4) Qualified investor.—
5	"(A) In general.—Except as provided in
6	subparagraph (B) and consistent with subpara-
7	graph (C), the term 'qualified investor'
8	means—
9	"(i) an individual who is a United
10	States citizen or lawful permanent resident
11	of the United States; or
12	"(ii) an organization that is located in
13	the United States and operates through a
14	legal entity that has its principal place of
15	business in the United States, that is ma-
16	jority owned and controlled by United
17	States citizens or lawful permanent resi-
18	dents of the United States,
19	which individual or organization regularly
20	makes substantial investments in start-up enti-
21	ties that subsequently exhibit substantial
22	growth in revenue generation or job creation.
23	"(B) Exceptions.—The term 'qualified
24	investor' does not include an individual or orga-
25	nization that has been—

1	"(i) permanently or temporarily en-
2	joined from participating in the offer or
3	sale of a security or in the provision of
4	services as an investment adviser, broker,
5	dealer, municipal securities dealer, govern-
6	ment securities broker, government securi-
7	ties dealer, bank, transfer agent or credit
8	rating agency;
9	"(ii) barred from association with any
10	entity involved in the offer or sale of secu-
11	rities or the provision of such services; or
12	"(iii) otherwise found to have partici-
13	pated in the offer or sale of securities or
14	the provision of such services in violation
15	of law.
16	"(C) Substantial investment his-
17	TORY.—An individual or organization shall be
18	considered to regularly make substantial invest-
19	ments in start-up entities that subsequently ex-
20	hibit substantial growth in revenue generation
21	or job creation if—
22	"(i) during the preceding 5 years, the
23	individual or organization invested a total
24	of not less than \$600,000 in start-up enti-
25	ties in exchange for equity, convertible

debt, or other security convertible into equity commonly used in financing transactions within their respective industries;
and

- "(ii) subsequent to such investment, at least 2 such entities each created at least 5 qualified jobs or generated at least \$500,000 in revenue with average annualized revenue growth of at least 20 percent.
- "(5) QUALIFIED JOB.—The term 'qualified job' means a job located in the United States that requires a minimum of 35 working hours per week that has been filled for at least 1 year by one or more qualifying employees.
- "(6) QUALIFYING EMPLOYEE.—The term 'qualifying employee' means a United States citizen, a lawful permanent resident, or other immigrant lawfully authorized to be employed in the United States. Such term does not include independent contractors, nonimmigrant entrepreneurs or essential start-up employees of the start-up entity, or the parents, spouses, brothers, sisters, sons, or daughters of such nonimmigrant entrepreneurs.

"(7) QUALIFYING GOVERNMENT AWARD OR GRANT.—The term 'qualifying government award or grant' means an award or grant for economic development, research and development, or job creation (or other similar monetary award typically given to start-up entities) made by a Federal, State, or local government entity (not including foreign government entities) that regularly provides such awards or grants to start-up entities. The term does not include any contractual commitment for goods or services.

"(8) Qualifying investment.—

"(A) IN GENERAL.—The term 'qualifying investment' means an investment of lawfully derived capital made in good faith in a start-up entity that is a purchase from such entity of its equity, convertible debt, or other security convertible into its equity that is or becomes commonly used in financing transactions within such entity's industry.

"(B) EXCLUSIONS.—The term 'qualifying investment' does not include a direct or indirect investment from the entrepreneur, the parents, spouse, brother, sister, son, or daughter of such entrepreneur, or any corporation, limited liabil-

ity company, partnership, or other entity in which such entrepreneur or the parents, spouse, brother, sister, son, or daughter of such entrepreneur has any direct or indirect ownership interest.

- "(9) Secretary.—The term 'Secretary' means the Secretary of Homeland Security.
- "(10) START-UP ENTITY.—The term 'start-up entity' means a United States business entity that has lawfully conducted business during any period of operation since its formation, and that was formed within the 5-year period immediately preceding the date the alien files a petition for classification under section 101(a)(15)(W)(i).
 - "(11) United States business entity' means any corporation, limited liability company, partnership, or other entity that is organized under Federal law or the laws of any State, and that conducts business in the United States, that is not an investment vehicle primarily engaged in the offer, purchase, sale or trading of securities, futures contracts, derivatives or similar instruments.

1	"SEC. 218B. ADMISSION OF IMMIGRANT ENTREPRENEURS.
2	"(a) In General.—The Secretary shall establish
3	procedures for an alien who is eligible under subsection
4	(c) to self-petition for classification as an immigrant entre-
5	preneur.
6	"(b) Exclusion From Numerical Limitations.—
7	An alien classified as an immigrant entrepreneur under
8	this section, and the spouse and children of such alien,
9	shall be immediately eligible for immigrant visas and such
10	visas shall not be subject to or counted against the numer-
11	ical limitations under section 201, 202, or 203.
12	"(c) Eligibility Criteria.—The Secretary may ap-
13	prove a petition filed by an alien for classification as an
14	immigrant entrepreneur under this section if the Secretary
15	determines—
16	"(1) the alien—
17	"(A) is present in the United States and
18	has maintained status as a nonimmigrant under
19	section $101(a)(15)(W)(i)$ or other non-
20	immigrant status that forms the basis for em-
21	ployment with a start-up entity (as such term
22	is defined in section $218A(g)(10)$;
23	"(B) has maintained an ownership interest
24	in the start-up entity since its formation; and

1	"(C) plays an active and central role in the
2	management or operations of the start-up enti-
3	ty;
4	"(2) the start-up entity has created at least 10
5	qualified jobs (as such term is defined in section
6	218A); and
7	"(3) the start-up entity has—
8	"(A) raised not less than a total of
9	\$1,250,000 in qualifying investments, quali-
10	fying government grants or awards, or a com-
11	bination of such funding; or
12	"(B) generated not less than \$1,000,000
13	in annual revenue in the United States in the
14	2-year period preceding the filing of the peti-
15	tion.
16	"(d) Immigrant Visa Processing or Adjustment
17	OF STATUS.—An alien classified as an immigrant entre-
18	preneur under this section, and the spouse and children
19	of such alien, may apply for an immigrant visa in accord-
20	ance with the procedures described in section 221 or for
21	adjustment of status under section 245 if such individuals
22	are otherwise eligible for adjustment of status.
23	"SEC. 218C. INFLATION ADJUSTMENT; FEES.
24	"(a) Inflation Adjustment.—The Secretary may
25	adjust the monetary amounts described in paragraphs

- 1 (1)(D) and (2)(B) of section 218A(a) and section
- 2 218B(c)(3) on a biennial basis by the percentage (if any)
- 3 by which the Consumer Price Index for All Urban Con-
- 4 sumers for the month of June preceding the date on which
- 5 such adjustment takes effect exceeds the Consumer Price
- 6 Index for All Urban Consumers for the same month of
- 7 the second preceding calendar year. Any such increase
- 8 shall apply to aliens filing petitions on or after the date
- 9 on which the increase takes effect.
- 10 "(b) Fees.—
- 11 "(1) IN GENERAL.—The Secretary may require
- an alien petitioning or applying for any benefit
- under section 218A or 218B to pay a reasonable fee
- that is commensurate with the cost of processing the
- 15 petition or application.
- 16 "(2) Supplemental fee for stem scholar-
- 17 SHIPS.—In addition to any required processing fee,
- the Secretary shall collect a \$1,000 fee in connection
- 19 with each petition for classification as a non-
- immigrant under section 101(a)(15)(W)(i) or as an
- 21 immigrant under section 219B. Such funds shall be
- 22 made available to programs described in section
- 23 286(s)(3).
- 24 "(3) Premium processing.—Subject to any
- reasonable conditions, the Secretary shall establish

- 20 1 premium processing procedures for petitions or ap-2 plications filed under sections 218A and 218B in ac-3 cordance with section 286(u) and the Emergency Stopgap USCIS Stabilization Act (Public Law No. 5 116–159, Div. D, Title I).". 6 SEC. 4. RULEMAKING. 7 (a) IN GENERAL.—Not later than 180 days after the 8 date of the enactment of this Act, the Secretary, in consultation with the Secretary of State and the Secretary 10 of Commerce, shall publish in the Federal Register, an interim final rule implementing the provisions of this Act.
- 12 Notwithstanding section 553 of title 5, United States
- 13 Code, the rule shall be effective, on an interim basis, im-
- 14 mediately upon publication, but may be subject to change
- 15 and revision after public notice and opportunity for com-
- 16 ment. The Secretary shall finalize such rule not later than
- 17 1 year after the date of the enactment of this Act.
- 18 (b) Designated Qualified Investors.—The rules
- 19 described in subsection (a) shall include—
- 20 (1) procedures for individuals and organizations
- 21 to request designation as qualified investors (as such
- term is defined in section 218A(g) of the Immigra-
- 23 tion and Nationality Act); and
- 24 (2) streamlined filing procedures for petitions
- 25 to classify an alien as an nonimmigrant under sec-

tion 101(A)(15)(W)(i) of the Immigration and Nationality Act (8 U.S.C. 1101(a)(15)(W)(i)) or as an immigrant under section 218B of such Act based on such alien founding a start-up entity that has received investment capital from one or more qualified investors that have been designated as such pursuant to the procedures described in paragraph (1).

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