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**By: Senators Teitelbaum, Sfikas, Stoltzfus, and McCabe**

Introduced and read first time: January 31, 1997

Assigned to: Economic and Environmental Affairs

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A BILL ENTITLED

1 AN ACT concerning

2 **Economic Development - Higher Educational Institutions - State Licensed Technology**

3 FOR the purpose of requiring a public senior higher educational institution that licenses  
4 technology to a business in the private sector to provide a certain reduction in  
5 royalties or other payments made by the licensee to the institution under certain  
6 circumstances; and generally relating to the promotion of economic development in  
7 the State.

8 BY adding to

9 Article - Education  
10 Section 15-108  
11 Annotated Code of Maryland  
12 (1997 Replacement Volume)

13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
14 MARYLAND, That the Laws of Maryland read as follows:

15 **Article - Education**

16 15-108.

17 TO PROMOTE THE ECONOMIC DEVELOPMENT OF THE STATE, EACH PUBLIC  
18 SENIOR HIGHER EDUCATIONAL INSTITUTION THAT LICENSES TECHNOLOGY TO A  
19 BUSINESS IN THE PRIVATE SECTOR SHALL PROVIDE A 25% REDUCTION IN THE  
20 AMOUNT OF ROYALTIES OR OTHER PAYMENTS OWED BY THE LICENSEE TO THE  
21 INSTITUTION FOR EACH YEAR, UP TO A MAXIMUM OF 3 YEARS, THAT THE LICENSEE  
22 AGREES TO REMAIN AND MANUFACTURE IN THE STATE A PRODUCT THAT RESULTS  
23 FROM OR RELATES TO THE TECHNOLOGY LICENSED FROM THE INSTITUTION.

24 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
25 October 1, 1997.