## HOUSE BILL 521

By: Delegates Qi, Boyce, Buckel, Cardin, Fraser-Hidalgo, Hettleman, R. Lewis, Lierman, McComas, Smith, Solomon, and Valderrama Valderrama, D. Barnes, Boteler, C. Branch, Cain, Ebersole, Feldmark, Guyton, Hartman, Hornberger, Ivey, Kaiser, Lisanti, Long, Luedtke, Mosby, Palakovich Carr, Patterson, Rose, Shoemaker, Washington, and Wilkins

Introduced and read first time: January 27, 2020 Assigned to: Ways and Means

Committee Report: Favorable with amendments House action: Adopted Read second time: March 7, 2020

### CHAPTER \_\_\_\_\_

#### 1 AN ACT concerning

# Maryland Small Business Innovation Research Technical Assistance Program – Establishment

- 4 FOR the purpose of establishing the Maryland Small Business Innovation Research Technical Assistance Program in the Maryland Technology Development  $\mathbf{5}$ 6 Corporation; establishing the purpose of the Program; requiring small businesses to 7 meet certain qualifications for participation in the Program; authorizing the Corporation to adopt certain regulations; requiring authorizing the Corporation, in 8 9 accordance with certain provisions of law, to procure a certain entity to provide services under the Program; defining certain terms; and generally relating to the 10 Maryland Small Business Innovation Research Technical Assistance Program. 11
- 12 BY adding to
- 13 Article Economic Development
- Section 10-4A-01 to be under the new subtitle "Subtitle 4A. Maryland Small
  Business Innovation Research Technical Assistance Program"
- 16 Annotated Code of Maryland
- 17 (2018 Replacement Volume and 2019 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 19 That the Laws of Maryland read as follows:

#### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



C8

	2 HOUSE BILL 521
1	Article – Economic Development
$\frac{2}{3}$	SUBTITLE 4A. MARYLAND SMALL BUSINESS INNOVATION RESEARCH TECHNICAL Assistance Program.
4	10-4A-01.
$5\\6$	(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
7 8	(2) "CORPORATION" HAS THE MEANING STATED IN § 10–401 OF THIS TITLE.
9 10 11	(3) "PHASE 0" MEANS THE INITIAL APPLICATION PROCESS FOR THE FEDERAL SMALL BUSINESS INNOVATION RESEARCH GRANT PROGRAM OR THE FEDERAL SMALL BUSINESS TECHNOLOGY TRANSFER GRANT PROGRAM.
$12 \\ 13 \\ 14 \\ 15$	(4) "PHASE I" MEANS A SMALL BUSINESS HAS RECEIVED UP TO \$150,000 IN FEDERAL SMALL BUSINESS INNOVATION RESEARCH FUNDING FOR APPROXIMATELY 6 MONTHS OR FEDERAL SMALL BUSINESS TECHNOLOGY TRANSFER FUNDING FOR 1 YEAR, WITH THE MEANING STATED IN 15 U.S.C. § 638.
16 17 18	(5) "PHASE II" MEANS A SMALL BUSINESS HAS RECEIVED UP TO \$1,000,000 IN FUNDING FOR UP TO 2 YEARS TO EXPAND PHASE I RESULTS, WITH THE MEANING STATED IN 15 U.S.C. § 638.
19 20	(6) "Program" means the Maryland Small Business Innovation Research Technical Assistance Program.
$\begin{array}{c} 21 \\ 22 \end{array}$	(B) THERE IS A MARYLAND SMALL BUSINESS INNOVATION RESEARCH TECHNICAL ASSISTANCE PROGRAM IN THE CORPORATION.
$\frac{23}{24}$	(C) THE PURPOSE OF THE PROGRAM IS TO PROVIDE TECHNICAL ASSISTANCE TO SMALL BUSINESSES IN THE STATE BY:
$25 \\ 26 \\ 27 \\ 28$	(1) ENCOURAGING SMALL BUSINESSES, INCLUDING ECONOMICALLY DISADVANTAGED SMALL BUSINESSES, TO APPLY FOR GRANTS UNDER THE FEDERAL SMALL BUSINESS INNOVATION RESEARCH GRANT PROGRAM AND THE FEDERAL SMALL BUSINESS TECHNOLOGY TRANSFER GRANT PROGRAM; AND
29 30 31	(2) PROVIDING GRANT APPLICANTS WITH TECHNICAL ASSISTANCE, INCLUDING TRAINING ASSISTANCE AND ASSESSMENTS THROUGH PHASES 0, I, AND II OF DEVELOPMENT.

HOUSE BILL 521

1 **(D)** TO QUALIFY FOR PARTICIPATION, A SMALL BUSINESS SHALL:  $\mathbf{2}$ HAVE ITS PRINCIPAL BUSINESS OPERATIONS LOCATED IN THE (1) 3 STATE, HAVE OVER HALF OF ITS WORKFORCE WORKING IN THE STATE, AND INTEND 4 TO MAINTAIN ITS PRINCIPAL BUSINESS OPERATIONS IN THE STATE; AND HAVE A SUBSTANTIAL ECONOMIC IMPACT IN THE STATE  $\mathbf{5}$ (2) THROUGH THE STATE'S TECHNOLOGY ECOSYSTEM; AND 6 7 <del>(3)</del> HAVE NOT MORE THAN 250 50 EMPLOYEES. 8 **(E)** THE **CORPORATION MAY ADOPT REGULATIONS ESTABLISHING** 9 ADDITIONAL CRITERIA FOR ELIGIBILITY AND ALLOCATION OF ASSISTANCE. IN ACCORDANCE WITH THE REQUIREMENTS OF DIVISION II OF THE 10 **(F)** STATE FINANCE AND PROCUREMENT ARTICLE, THE CORPORATION SHALL MAY 11 PROCURE A NONPROFIT ORGANIZATION LOCATED IN THE STATE TO PROVIDE 12 SERVICES UNDER THE PROGRAM. 1314SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 15October 1, 2020.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.