

Senate Bill No. 519

AN ACT concerning

Economic Development – Small Businesses – Equity Participation Investment Program

FOR the purpose of repealing the termination date of certain provisions relating to the scope of the Equity Participation Investment Program in the Maryland Small Business Development Financing Authority; expanding the scope of the Program to include investments in technology-based businesses under certain circumstances; imposing certain application requirements on the Program for investment in technology-based businesses; imposing certain restrictions on the Program for investment in technology-based businesses; defining a certain term; making stylistic changes; and generally relating to the Equity Participation Investment Program.

BY repealing and reenacting, with amendments,
Chapter 535 of the Acts of the General Assembly of 1989
Section 2

BY repealing and reenacting, with amendments,
Article – Financial Institutions
Section 13-235, 13-236, 13-237, 13-239, and 13-240
Annotated Code of Maryland
(1986 Replacement Volume and 1991 Supplement)

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

Chapter 535 of the Acts of 1989

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1989. [It shall remain effective for a period of three years and, at the end of June 30, 1992, and with no further action required by the General Assembly, this Act shall be abrogated and of no further force and effect.]

Article – Financial Institutions

13-235.

(a) In this section the following words have the meanings indicated.

(b) "Enterprise" means a business entity, including a sole proprietorship, a partnership, a limited partnership, a corporation, or a joint venture proposing to carry on a business within the State and meeting the requirements of § 13-231 of this subtitle.

(c) "Equity participation financing" means any financial assistance provided under the Program including investment or guaranty of investment in an enterprise.

(d) "Existing business" means a business whose board of directors or owners approve the sale of the business to an enterprise receiving equity participation financing.