

University twice the costs associated with space use and rental should that entity leave the State of Maryland within five years of being a tenant in this incubator to pursue expansion, production or manufacturing relative to the technology which the incubator space facilitated in development. Reimbursement shall apply only if 40% or more of the company's employment is transferred outside Maryland. Full reimbursement will apply to companies that leave the State of Maryland during the first two years after graduating from the incubator and shall be applied on a scale which declines to zero on the fifth anniversary of graduation. Such agreement is in addition to, not in lieu of, any existing contractual provision applicable to present users} PROVIDED THAT ALL ENTREPRENEURS OCCUPYING INCUBATOR SPACE SHALL AGREE IN WRITING TO REIMBURSE THE INCUBATOR SPONSOR 1.5 TIMES THE COSTS ASSOCIATED WITH SPACE USE AND RENTAL OR TO INCREASE THE INCUBATOR SPONSOR'S EQUITY HOLDING IN THE COMPANY OR THE ROYALTY OBLIGATION BY 50 PERCENT IF AT ANY TIME WITHIN 5 YEARS OF GRADUATION THE COMPANY VOLUNTARILY RELOCATES MORE THAN 40 PERCENT OF THE COMPANY'S TOTAL EMPLOYMENT OUTSIDE THE STATE OF MARYLAND. FULL REIMBURSEMENT SHALL APPLY TO COMPANIES THAT EXCEED THE OUT-OF-STATE LIMIT WITHIN TWO YEARS OF GRADUATION FROM THE INCUBATOR, 75 PERCENT IF WITHIN THE THIRD YEAR, 60 PERCENT IF WITHIN THE FOURTH YEAR, AND 25 PERCENT IF WITHIN THE FIFTH YEAR. PROVIDED, HOWEVER, THAT FOR EVERY TEN FULL-TIME RESIDENT EMPLOYEES ADDED AND MAINTAINED IN MARYLAND, THE SUBSIDY REPAYMENT OR INCREASE IN EQUITY HELD BY THE INCUBATOR SPONSOR OR INCREASE IN ROYALTY OBLIGATION SHALL BE REDUCED BY 20 PERCENT. THE STATE OF MARYLAND IS VITALLY INTERESTED IN ATTRACTING AND RETAINING NEW BUSINESSES THROUGH A NUMBER OF INNOVATIVE PROGRAMS SUCH AS INCUBATOR SUBSIDIES. THE INTENT IS NOT TO PENALIZE BUT TO PROVIDE INCENTIVES TO COMPANIES TO REMAIN IN MARYLAND (Prince George's County).....

5,602,000

**Chapter 310 of the Acts of 1995**

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That:

(1) The Board of Public Works may borrow money and incur indebtedness on behalf of the State of Maryland through a State loan to be known as the Somerset County - Ward Brothers Homeplace Loan of 1995 in a total principal amount equal to [the lesser of (i) \$50,000 or (ii) the amount of the matching fund provided in accordance with Section 1(5) below] \$0. This loan shall be evidenced by the issuance, sale, and delivery of State general obligation bonds authorized by a resolution of the Board of