# SENATE, No. 553 STATE OF NEW JERSEY 220th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2022 SESSION

Sponsored by: Senator ANDREW ZWICKER District 16 (Hunterdon, Mercer, Middlesex and Somerset)

#### SYNOPSIS

Adds technology transfer duties to New Jersey Commission on Science, Innovation and Technology.

## **CURRENT VERSION OF TEXT**

Introduced Pending Technical Review by Legislative Counsel.



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AN ACT concerning technology transfer duties of the New Jersey 1 2 Commission on Science, Innovation and Technology and 3 amending P.L.1985, c.102 (C.52:9X-1 et seq.). 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. Section 4 of P.L.1985, c.102 (C.52:9X-4) is amended to read 9 as follows: 10 4. a. The commission shall consist of the following 17 11 members: 12 (1) four public members to be appointed by the Governor, with 13 each public member having a background in a field of science or 14 technology or in a business related to science and technology; 15 (2) two public members to be appointed by the Governor upon the recommendation of the President of the Senate and two public 16 17 members to be appointed by the Governor upon the recommendation of the Speaker of the General Assembly, with each 18 19 public member having a background in a field of science or technology, or in a business related to science and technology; 20 (3) two members of the Senate, who shall not be of the same 21 22 political party, to be appointed by the President of the Senate and 23 who shall serve as ex officio, non-voting members, and two 24 members of the General Assembly, who shall not be of the same political party, to be appointed by the Speaker of the General 25 26 Assembly and who shall as serve ex officio, non-voting members; 27 (4) the Secretary of Higher Education, ex officio, or the 28 secretary's duly authorized representative; 29 (5) the Commissioner of Education, ex officio, or the 30 commissioner's duly authorized representative; (6) the Executive Director of the New Jersey Economic 31 32 Development Authority, ex officio, or the executive director's duly 33 authorized representative; and 34 (7) two presidents from the State's public and private [research] 35 institutions of higher education, who shall be appointed annually by the Governor and who shall serve as ex officio, non-voting 36 37 members. 38 b. In the selection of public members, a strong effort shall be 39 made to appoint women and minorities to the commission. The 40 commission members who are not members of the Senate or the 41 General Assembly and who are not presidents from the State's 42 public and private [research] institutions of higher education shall 43 have a right to vote on the various matters considered by the 44 commission.

Matter underlined <u>thus</u> is new matter.

EXPLANATION – Matter enclosed in **bold-faced** brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

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c. The terms of office of any member of the commission that 1 2 served prior to the effective date of P.L.2018, c.91 shall expire on 3 June 30, 2018. 4 (cf: P.L.2018, c.91, s.5) 5 6 2. Section 9 of P.L.1985, c.102 (C.52:9X-9) is amended to read as 7 follows: 8 9. The commission shall: 9 a. Be responsible for the development and oversight of policies 10 and programs in science, innovation, and technology for New Jersey; 11 b. Ensure that the programs in science, innovation, and 12 technology are adequately funded to achieve their stated goals; 13 c. Stimulate academic-industrial collaboration through such 14 mechanisms as advanced technology centers, innovation partnership 15 grants, business incubation facilities, and technology extension 16 services; 17 d. Plan and assist in the establishment of new advanced 18 technology centers, business incubation facilities, and technology 19 extension services and adopt rules and regulations regarding the 20 operation of these activities; e. Coordinate activities of the advanced technology centers, 21 22 business incubation facilities, and technology extension services in 23 conjunction with designated public and private institutions of higher 24 education; 25 f. Recommend funding levels, determine eligible fields, and 26 supervise the process of making awards for innovation partnership 27 grants; 28 g. Continue to identify and to support research opportunities at 29 New Jersey academic institutions and other institutions that can 30 advance economic development and employment; 31 h. Encourage and coordinate activities to help entrepreneurs and 32 inventors; 33 i. Appoint an Innovation Council from the membership of the 34 commission, as the commission deems appropriate, which shall determine how to stimulate technology transfer between public and 35 36 private research institutions of higher education in this State and 37 industry, including the transfer of information available from various 38 federal agencies, and report, pursuant to subsection b. of section 10 of 39 P.L.1985, c.102 (C.52:9X-10), on how this State can better achieve 40 this effort; 41 j. Appoint a peer review committee, where warranted, for each of 42 the fields of technology, drawn from the academic, scientific, and 43 industrial communities to review all situations involving either 44 competitive applications for agency support or judgments on complex 45 scientific, innovation, or technological matters with the stipulation that 46 neither reviewers nor their affiliated institutions shall be eligible as 47 applicants;

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k. Monitor changes in national and international economic 1 2 conditions which might justify a recommendation of a reorientation of 3 the State's science, innovation, and technology programs; 4 1. Identify and support future fields of science, innovation, and 5 technology in New Jersey that offer potential for application or 6 commercialization, or both, in New Jersey and help to find funding 7 sources: 8 m. Adopt rules and regulations pursuant to the "Administrative 9 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to effectuate the 10 provisions of P.L.1985, c.102 (C.52:9X-1 et seq.), consistent with the 11 rules and regulations of the Secretary of Higher Education; 12 n. Adopt, amend, and repeal bylaws for the regulation of its 13 affairs and the conduct of its business; 14 o. Adopt and have a seal and alter the same at its pleasure; 15 p. Have the authority to sue and be sued; 16 q. Have the authority to conduct meetings and public hearings in 17 connection with the purposes of P.L.1985, c.102 (C.52:9X-1 et seq.); 18 r. Have the authority to enter into contracts, public and private, 19 with a person upon those terms and conditions as the commission 20 determines to be reasonable and to effectuate the purposes of 21 P.L.1985, c.102 (C.52:9X-1 et seq.); 22 s. Employ consultants and specialists in science, innovation, and 23 technology and any other employees as may be required in the 24 judgment of the commission to effectuate the purposes of P.L.1985, 25 c.102 (C.52:9X-1 et seq.), and to fix and pay their compensation from 26 funds available therefor, all without regard to the provisions of Title 27 11A of the New Jersey Statutes; t. Receive and disburse funds from non-State sources including 28 29 but not limited to federal funds; 30 u. Have the authority to receive a percentage of royalty payments 31 from any intangible property, as that term is defined in section 5 of 32 P.L.2002, c.40 (C.54:10A-4.4), awarded to any science, innovation, 33 and technology company that received assistance from the commission 34 and which assistance led to the awarding of the intangible property, as 35 appropriate, except that three-fourths of the amount of any royalty 36 payments received by the commission shall be remitted to the State 37 Treasurer for deposit in the General Fund pursuant to an agreement 38 with the State Treasurer; [and] 39 v. Have the authority to do any and all things necessary or 40 convenient to carry out its purposes and exercise the powers granted in 41 P.L.1985, c.102 (C.52:9X-1 et seq.) [.] ; and 42 w. Collaborate with technology transfer professionals at public 43 and private institutions of higher education to assist in transferring 44 technology and research knowledge developed at public and private 45 institutions of higher education to the private sector, with an emphasis 46 on start-ups, for the purpose of further development and 47 commercialization, which may include, but not be limited to,

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organizing events to showcase early-stage technologies and research. 1 2 (cf: P.L.2018, c.91, s.10) 3 4 3. Section 10 of P.L.1985, c.102 (C.52:9X-10) is amended to 5 read as follows: 6 10. a. The commission shall report to the Governor and, 7 pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), to the 8 Legislature on or before one year after the effective date of 9 P.L.2018, c.91 and annually thereafter. Each report shall set forth a 10 complete operating and financial statement covering the operations of the commission and all advanced technology centers within its 11 12 jurisdiction. The financial records of the commission shall be 13 audited annually by the State Auditor. 14 b. Within one year of the enactment of P.L.2018, c.91, and 15 every third year thereafter, the Innovation Council, appointed pursuant to subsection i. of section 9 of P.L.1985, c.102 (C.52:9X-16 17 9), shall report to the Governor and, pursuant to section 2 of 18 P.L.1991, c.164 (C.52:14-19.1), to the Legislature, on its 19 recommendations on how this State can better achieve technology transfer efforts between public and private [research] institutions of 20 21 higher education and industry, including the transfer of information 22 available from various federal agencies. 23 (cf: P.L.2018, c.91, s.11) 24 25 4. This act shall take effect immediately. 26 27 28 **STATEMENT** 29 30 This bill amends the existing duties of the New Jersey 31 Commission on Science, Innovation and Technology to include a 32 duty to collaborate with technology transfer professionals at public 33 and private institutions of higher education to assist in transferring 34 technology and research knowledge to the private sector, with an 35 emphasis on start-ups, for the purpose of further development and 36 commercialization, which may include, but not be limited to, 37 organizing events to showcase early-stage technologies and 38 research.