# Maryland Defense Diversification Initiative Regional Projects:

Southern Maryland Tech
Commercialization Project
Northeastern Maryland Tech
Commercialization Project

Jennifer Chiasson, Grant Program Manager Office of Military & Federal Affairs Maryland Dept of Commerce



### Military Economic Impact

\$57.5 B

economic output from military installations **FY16** 

Jobs: 376,282

Payroll: \$23.1 B

MD GDP: 15.1%

#### Total Federal Spending:

- \$76.1 billion in federal obligations in FY19
- Maryland ranks #1 in federal R&D obligations

#### **Defense Spending**

- Maryland in top 5 states (#4 in FY18)
- Maryland 2<sup>nd</sup> for Army small business spending



Southern Maryland's economy is reliant on defense spending...

45% of Economic Output 30% of Total Employment 47% of Total Wages

Harford County in Northeast MD second most defense dependent county in MD behind St. Mary's County (in SoMd)

#### Both regions:

- Highly skilled workforce
- Technology commercialization potential
- Trouble aftracting young, skilled workers
- Lacked strong entrepreneurial ecosystem

### Components of SMTCPP Phase I

(2015 - 2017)

- 1. Online patent database
- 2. Assessment of IP readiness of commercialization
- 3. Methodology for implementing technology transfer
- 4. Review of whether contractors could commercialize IP
- 5. Evaluation of region's current and possible tech ecosystem
- 6. Planning for a tech commercialization-focused incubator
- 7. Target Market Analysis for the region
- 8. Updated Regional Diversification Plan

## Regional Technology Commercialization Program

2017 - 2019

#### **Joint Activities**

- Maryland Defense Patent Database
- Commercialization Programming (Innovation Outreach Discovery Events)

#### **Southern Maryland**

- Regional Strategic Doing Effort
- Online Innovation Portal
- Regional Expansion of Crab Pot Pitch Competition

#### Northeastern Maryland

 Defense Technology Commercialization Center (DefTech)

#### Links:

- Defpatmd.com MD Defense Patent Database
- Somdinnovates.com Online Innovation Portal
- <u>Deftechmd.com</u> Defense Technology Commercialization Center



#### Our Biggest Successes? What has worked?

#### The DefTech Center (Northern MD & beyond)

- 2019 metrics 44 clients served, 23 events held, 2 patent licenses, 3 CRADAs, 4 start ups created and 57 new jobs.
- EDA RIS i6 Challenge grant and 2020 FLC award.
- Expansion to Ft. Meade & Ft. Detrick areas.
- DefTech entrepreneur clients have a presence in local incubators/accelerators and are often receiving dual services (Ground Floor, MD Innovation Center, FITCI).
- County economic development and regional support is/was key. Matching fund requirements, letters of support for grant support. Client leads and promotion.
- Plans to expand to Montgomery County and Southern Maryland.

#### Regional Innovation Council (Southern MD)

- Signed an MOU for collaboration on Southern Maryland 2025.
- Came together to find common goals and make a plan. Breakdown of collaboration between tri-counties prior to effort.
- Regional relationships better than ever now working on their plan!

Getting regions to work together towards shared goal!

## Biggest Challenges? What hasn't worked well?

- Getting SoMd region to work collaboratively together.
  - Group therapy
  - Needed an independent, third-party entity with experience to lead region through strategic doing effort.
  - Getting the region to take ownership of these projects while working collaboratively. State stepped in as needed.
- Entrepreneurial events issues with attendance. Had to expand reach beyond region. Had to tweak formula for events.
  - Competition for people's time with other events/ resources engage/partner with existing orgs/event organizers to grow impact/reach.
- Getting time from DoD personnel in Technology Transfer Offices and labs who are time/resource strapped. Key to licensing/CRADA efforts. Can be a barrier if solutions aren't found.

### One Key Lesson Learned

- Think regionally! Do the work to understand your regions, especially if you are a Statewide entity.
  - Find commonalities to initiate regionalism and collaboration. The cause of your problem may differ but the solutions could be the same.
  - Get buy-in and ask them who to talk to, who to put on your committees or who needs to be involved.
  - If the counties/regions aren't on board with your project, your project will probably fail. Identify who is going to continue the work post-grant.

## How are we pivoting as a result of COVID 19?

- Online webinars/events to try to keep to business as usual. Opportunity to reach new people and offer new services. Bigger audiences at events.
- Focus on cybersecurity support topical with teleworking procedures.
- Get resources to MD small businesses.
- Transition support for manufacturers for pivoting for COVID19 PPE manufacturing.
  - Hardwire (face shields)
  - Marlin Wire Steel (test tube containers)
  - DiPole Materials (filters for face masks)



## QUESTIONS?