INL Licensing Process

LICENSING AGREEMENTS

licensing INL technologies allows a business to reproduce, manufacture, sell or use INL-developed or owned intellectual property. INL licenses intellectual property on much of the same terms as universities, other research organizations and industrial firms. Our licensing opportunities are available to both small and large businesses — from startups to Fortune 500 companies.

PROCESS

The licensing agreement process includes seven steps.

1. Identify and Qualify Opportunity

To identify an opportunity, a company can browse the technologies available for licensing. Contact information for INL’s commercialization managers is also listed and can help you learn more about INL technologies. INL’s commercialization managers can also assist you through the process.

INL may require the potential licensee to provide a commercialization plan to evaluate the opportunity for both parties. This plan typically contains details about the general business, opportunity, market, set of commercialization milestones and resources required to achieve those milestones. In many cases, the commercialization plan provided by the licensee supports and justifies license terms such as the performance requirements of the license, the type of exclusivity and the scope of the field of use for the license.

If the licensing opportunity is deemed mutually beneficial, INL asks the potential licensee to review its mandatory license clauses to see if they are acceptable before investing time developing a license. If the company finds them acceptable, negotiations may begin.

2. Assess Need for Nondisclosure Agreement

At the beginning of the negotiation process, INL and the company will assess whether they need a nondisclosure agreement.
3. Negotiate Terms  
The next step involves negotiating the business terms of the license, such as field of use, the intellectual property that is being licensed, fees, royalties, milestones and restrictions.

4. Develop Draft License Agreement  
After the company and INL agree on the terms, INL will draft a license agreement and present terms and conditions that are appropriate for the technology.

5. Negotiate License Language  
The company then reviews and comments on the license agreement draft. If needed, the company and INL negotiate the license’s language. Many aspects of INL licenses are negotiable, but some are not. Nonnegotiable items include some provisions required under our operating contract with the U.S. Department of Energy. INL is also sometimes limited on flexibility with other items. The INL can provide a sample terms and conditions upon request.

6. Execute License  
When the negotiation process ends, INL and the company execute the license under the terms of the agreement.

7. Manage Commitments  
Both INL and the company manage their performance milestones for achieving the license’s commercialization goal.

TIMELINE  
The timeline varies greatly depending on the complexity of the license agreement and the types of grants desired. Our goal is to execute nonexclusive licenses within 90 days of the commencement of term negotiations.

SAMPLE AGREEMENTS  
A sample licensing agreement can be found here. Licensing terms may be negotiated or modified from the sample agreements. Terms will vary depending on the number of patents licensed, the demand for the technology and the exclusivity of the license.

OMBUDSMAN  
INL strives to quickly resolve issues or concerns regarding its technology partnership agreement activities. Email td@inl.gov for more information about INL’s informal resolution process.