



*Funded in part through a grant with the U.S. Small Business Administration*

## STATE TRADE EXPANSION PROGRAM FY '17

### - Program Guidelines -

#### **Section I – Program Information**

##### **A. Program Purpose**

The program goal of STEP FY '17 is to aid companies in expanding their export initiatives and to increase eligible Connecticut companies' export sales by spurring participation in export opportunities. Eligible activities include trade shows, trade missions, marketing and internationalization, U.S. Department of Commerce services (Gold Key, International Partner Search, International Company Profile), export training opportunities, and export B2B matchmaking.

Reimbursements will be made towards eligible small businesses' registration/service fees and event participation expenses. The Department of Economic and Community Development's (DECD) application process vets applicants for eligibility and follows all U.S. SBA STEP procedures. STEP FY '17 funding levels for Medica 2017, Hannover 2018, and Farnborough 2018 are designated on the respective activity's application page. With Export General Assistance Funds, STEP eligible small businesses may apply to receive assistance of 75% of your eligible expenses up to a maximum of \$7,000 during the current program year. **All applications are due no later than August 31, 2018.** Applications will be reviewed and funds will be distributed on a first-come, first-serve basis, pending Connecticut STEP FY '17 funding availability.

##### **B. Qualifications**

The STEP FY '17 funds are available to Connecticut companies that:

- Operate a registered business in Connecticut to manufacture, assemble and/or distribute a product, or provide an exportable service.
- Meet the criteria established in Section 503 of the Trade Facilitation and Trade Enforcement Act of 2015 that defines the term 'eligible small business concern,' as a business concern that:
  - 1) Is organized or incorporated in the United States;
  - 2) Is operating in the United States;
  - 3) Meets
    - a. The applicable industry-based small business size standard established under section 3 of the Small Business Act; or
    - b. The alternate size standard applicable to the program under section 7(a) of the Small Business Act and the loan programs under title V of the Small Business Investment Act of 1958 (15 U.S.C. 695 et seq.);The U.S. Small Business Administration (SBA) size standards are found at 13 C.F.R. Part 121. Use the following [sba.gov link](https://www.sba.gov/category/navigation-structure/contracting/contracting-officials//smallbusiness-size-standards) for information on size standards for your business (<https://www.sba.gov/category/navigation-structure/contracting/contracting-officials//smallbusiness-size-standards>);

- 4) Has been in business for not less than 1 year, as of the date on which assistance using a grant under this subsection commences; and
  - 5) Has access to sufficient resources to bear the costs associated with trade, including the costs of packing, shipping, freight forwarding, and customs brokers.
- Must not be presently debarred, suspended, proposed for disbarment, declared ineligible, or voluntarily excluded from participation in this transaction by any Federal department or agency.
  - Submit a completed application form and complete all other required documents with handwritten signatures, where applicable, prior to their proposed export activity, and **no later than August 31, 2018**.
  - Execute their proposed STEP FY '17 export activity **by September 29, 2018**.
  - Submit all reimbursement documentation to DECD within two (2) weeks of a completed activity and **no later than October 13, 2018**.
  - Agree to provide DECD with export sales resulting from the STEP-funded activity via post-activity reports/surveys and updates.

Additional Notes:

- DECD will accept applications for the minimum qualified amount of \$500 or greater.
- Companies may apply for reimbursement towards multiple activities within program budgetary limits. However, each application should contain one quantifiable activity. Applicants requesting assistance at multiple trade shows or trade missions should submit materials separately.
- STEP financial assistance for domestic export training/conference/seminar opportunities shall **not** exceed \$500 per attendee for up to 2 company employees (\$1,000 max) per training activity.
- Fees for shipping sample products (capped at \$2,000)
- Cost of compliance testing an existing product for entry into an export market (capped at \$2,000)
- Export research tool subscription used to assist STEP clients with market research (capped at \$1,000)
- Website translation into foreign language, search engine optimization, localization services (capped at \$3,000)
- STEP General Assistance Funds (GAF) shall not exceed 75% of eligible expenses up to \$7,000. All previous STEP FY '17 requests for GAF assistance shall be considered in calculating eligible funding limits.
- Participation in domestic trade show exhibits are allowed only if they are International Buyer Program ([IBP 2017](#) / [IBP 2018](#)) or IBP Select ([IBP Select 17-18 Schedule](#)) designated shows **or** the applicant must submit a demonstrated international strategy for exhibiting at a specific domestic trade show for approval.

**A. Qualifying Activities**

Qualifying activities include:

- Foreign Trade Mission Participation\*
- Export Trade Show Exhibit Participation\*
- US DOC Commercial Services
- International Marketing of Export Products (see note above)
- Translation of Websites into Foreign Languages (see note above)
- International Trade Training Workshops (see note above)
- B2B Matchmaking Opportunities

\* Registration/Event expenses for an individual company booth towards an event in which Connecticut sponsors a shared booth will not be accepted (i.e., Medica 2017 and Farnborough Air Show 2018).

## B. Eligible Expenses

Eligible expenses associated with the activities listed above are as follows:

- Trade Mission / Trade Show costs including but not limited to: registration fee, booth fee, furniture, graphics, signage, and shipping
- Translation / Interpreter Fees
- USDOC Commercial Service Fees
- International Material/Collateral Translation and Printing Cost
- Website Translation
- Export Training Registration Fees
- B2B Matchmaking Registration Fees
- Compliance Testing

## C. Ineligible Expenses

Expenses ineligible for reimbursement include, but are not limited to:

- Airfare, Ground Transportation, Lodging, etc.
- Meals, Beverages, Gratuity
- Compensation, wage, or salary of any employee
- Capital Goods, Product Samples, Supplies
- Product giveaways/Promotional Items
- Phone or Internet Usage
- Website Development
- Alcoholic Beverages
- Passport or Visa fees
- Immunization
- Expenses related to entertainment current or prospective clients or government officials
- New product development or alteration of existing products

\* Registration/Event expenses for an individual company booth towards an event in which Connecticut sponsors a shared booth will not be accepted (i.e., Medica 2017 and Farnborough Air Show 2018).

## Section II – Filing Procedures

Login to the STEP FY '17 [Application Portal](#). Create an account and follow the directions to submit your application. All applications must be submitted **no later than August 31, 2018**.

You will be asked to complete the following tasks:

- Complete and Sign the Connecticut STEP FY '17 Activity Application Form (*in Application Portal*)
- Review and Sign the SBA "Eligible Small Business Concern" [Self-Certification Form](#)
- Refer to your North American Industry Classification System ([NAICS Code](#)) to determine your SBA Size Standard
- Review and Sign the [Federal Debarment Form](#)
- Complete and Sign the [State of Connecticut Agency Vendor Form and the W-9 Form](#)  
(*Both forms should have a matching Social Security Number or Federal Employer Identification Number*)
- Complete and Sign a [Strategic Export Plan](#) on company letterhead (*not required for Export Training Opportunities*)

Note:

- While major qualifying activities from Section I, Part C may entail multiple qualifying expenses from Section I, Part D, one quantifiable activity should be submitted with each application. Example:
  - One application requesting assistance with Trade Show participation that includes a translator and a B2B event at the corresponding Trade Show **is acceptable**.
  - One application requesting assistance with participation in multiple Trade Shows or Trade Missions **is unacceptable**.

### **Section III – Program Reimbursement**

- **Reimbursements will be based on completion of approved activities by September 29, 2018 and the submission of all reimbursement request documentation to DECD within two (2) weeks of a completed activity and no later than October 13, 2018. No partial reimbursement requests will be accepted.**
- Once you receive an email notification that your application has been approved, complete your export event/activity as planned in accordance with your project budget.
- When your event/activity has been completed, login to your STEP FY '17 [Application Portal](#) account where you will be asked to submit the following:
  - Post-Activity Report/Survey;
  - Receipts documenting payment of all registration and/or service fees and other costs associated with your approved STEP FY '17 fund activity and;
  - STEP Grant Activity Invoice to request payment of your reimbursement from DECD;
  - Documentation of payments for STEP FY '17 activities (i.e., bank statements, check stubs).
- Requests will be reviewed and processed as they are received on a first-come, first-serve basis. Processing time for the State of Connecticut payment system can take anywhere from 2-4 weeks. STEP FY '17 participants should incorporate this lead time into their internal budgeting processes as DECD will be unable to expedite individual company payments.

### **Section IV – Contact**

For more information on the Connecticut STEP program, please contact Aaron Knight at 860-500-2359 or via email at [aaron.knight@ct.gov](mailto:aaron.knight@ct.gov).