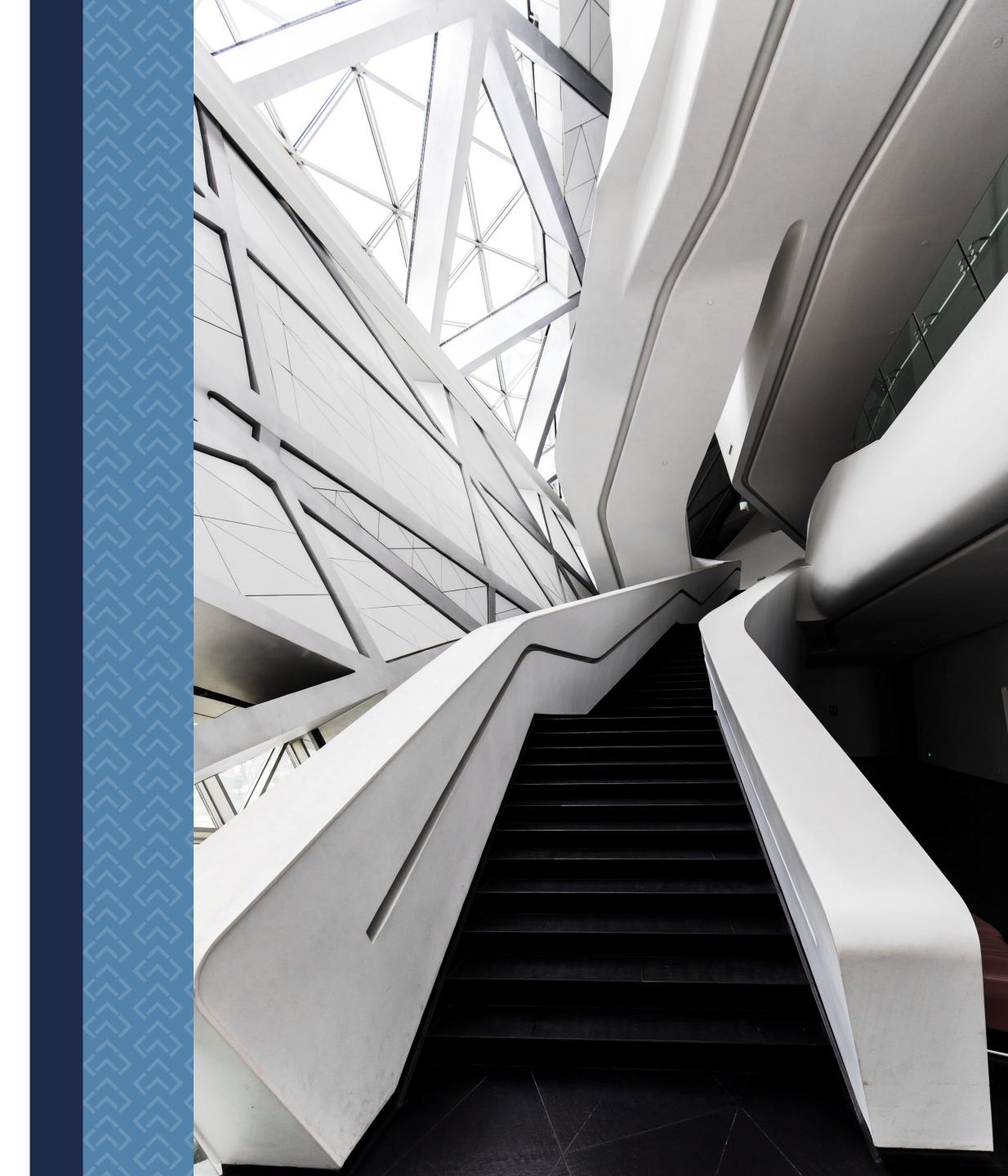




#### **Building Resilience through** Innovation: EDA's SPRINT Challenge

October 29, 2020





# **SST**



### Welcome

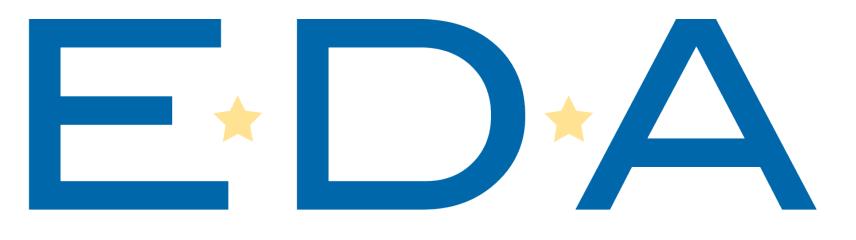
### **Brett Schwartz** Associate Director, NADO Research Foundation www.nado.org

#### **Jason Rittenberg** Policy and Development Director SSTI www.ssti.org





### Welcome



**U.S. ECONOMIC DEVELOPMENT ADMINISTRATION** 

#### Dana Gartzke

Performing the delegated duties of the Assistant Secretary of Commerce for Economic Development

www.eda.gov







#### **Objective:**

Learn about the SPRINT Challenge and better understand EDA's grant process

- OIE Overview
- CARES Act
- Strategic Focus Areas
- Application Checklist
- FAOs and Q+A





### Amanda Kosty Economic Development Specialist



### **Meet the Team**

### Emily Miller Acting Director, OIE



The Office of Innovation and Entrepreneurship (OIE) aims to empower communities so that entrepreneurs can launch companies, scale technologies and create the jobs of tomorrow.

#### Grant Programs

#### Federal Collaboration

## Promote thought leadership through NACIE





### The CARES Act

### EDA was awarded \$1.5 Billion of CARES Act Funding

economic development through:

- Planning and Technical Assistance
- Capitalization and Recapitalization of Revolving Loan Funds (RLFs), which provide access to capital for businesses
- Construction of infrastructure and other economic development projects
- Innovation grants

The SPRINT Challenge is awarded under the Economic Adjustment Assistance (EAA) program and authorized through the Public Works and Economic Development Act of 1965 (PWEDA).

- EDA works directly with communities to build capacity for



## SCALNG PANDEMC ECHNOLOGY



# \$25 Million for the SPRINT Challenge

The FY2020 SPRINT Challenge aims to enable regional innovation economies to rapidly address the **economic**, **health**, and **safety** risks caused by the coronavirus pandemic <u>through</u> <u>entrepreneurship and innovation</u>.

## SPRINT CHALLENGE

### Program Intent

Applicants should show:

- economic injury from Coronavirus
- innovative approach to build resilient regional economies
- Short term rapidly develop the technologies and supply chains needed to prevent, prepare for, and respond to coronavirus
- Mid term -bolster the support networks and resources entrepreneurs need to pivot and excel in this new operating environment
- Long term –build more resilient regional economies for the future

Focus on recovery & resilience from the pandemic.

### **Eligible Entities**

District Organization of an EDA- Designated Economic Development District

association

Acting in cooperation with officials of a political subdivision of a State

### State, county, city, or other political subdivision of a State

Including a special purpose unit of a State or Local Government engaged in economic or infrastructure development activities, or a consortium of political subdivisions

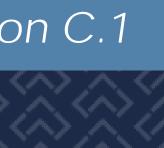
### Public or Private Nonprofit organizations or

### Institution of higher education

Or a consortium of institutions of higher education

Indian Tribe

Or a consortium of Indian Tribes



### **Entrepreneurial Support**



#### ENTREPRENEURS

#### INDIVIDUALS

#### SUPPORT ORGANIZATIONS

#### SCALABLE STARTUP COMPANIES





### The **SPRINT Challenge**

SCALING PANDEMIC RESILIENCE THROUGH INNOVATION AND TECHNOLOGY.

> Biotechnology, Health Security & Supply Chain

Regional, National, **δ** Government Connectivity

Access to Capital

Entrepreneurship Support

OR

### Funding Opportunity

- up to \$500,000 for a 12-month Period
  - Performance

• up to \$750,000 for an 18-month Period of Performance

- 80:20 match requirement
  - **APPLICATIONS DUE DECEMBER 3, 2020 @ 11:59PM ET**

www.eda.gov/oie/sprint





### 1. Biotechnology, Health Security, & **Supply Chain Innovation**

Promote innovation and commercialization of technologies and supply chain resources

- including respiratory protective devices (N95)
- ancillary supplies

 Repurposing of existing small to medium manufacturing facilities and maker spaces to expedite production of essential shortages, such as medical devices, ancillary supplies (needles and syringes), PPE

 Connecting scientific, research, and governmental assets with entrepreneurs and technologists to provide insight and expedite regulatory approval and bring products to market quickly, particularly in bioscience development (e.g., vaccines, therapeutic drugs, discovery programs, etc.) and/or medical devices, diagnostics, and



### 2. Entrepreneurship Support

Promote entrepreneurialism to help diversify regional economies so they are more resilient to economic shocks.

- resources and opportunities
- businesses

 Pivoting business models to virtual and remote programming through the use of collaborative, digital platforms to continue convening and supporting entrepreneurs through mentorship, partnership development, and matching of technical talent and/or businesses with

 Equipping entrepreneurs and researchers with the knowledge and resources to strongly protect their IP, pivot their business models to address anticipated conditions, build teams, enter markets, and scale



### 3. Regional, National, & Government Connectivity

Promote general regional, national, and government connectivity to address the shortages of entrepreneurship and innovation resources.

- groups and product development
- new collaborations
- into the local business community

 Forging new and reinforcing existing relationships among regional and national stakeholders, to include partnerships with manufacturing

 Hosting special events to showcase inventions, research, technologies, and/or entrepreneurs to promote the exchange of ideas that leads to

 Engaging local business associations and governments to ensure that high growth entrepreneurs and companies are more fully integrated



### 4. Access to Capital

Promote access to capital to address urgent capital needs entrepreneurs and startups are facing during the economic crisis.

- (debt, equity, hybrid, & philanthropic funding)
- for startups
- expedite fundraising

 Implementing and supporting innovative investment models to increase access to capital for businesses across the capital spectrum

 Addressing critical gaps and shortcomings in the financing landscape, to include launching hybrid financing mechanisms that remove barriers

Developing platforms or tools to allow for virtual due diligence to



## Don't get knocked out by a <u>TECHNICAL MISTAKE!</u>



### **Pre-Application Actions**



### **Obtain an EIN**

- Allow up to 5 weeks
- Optional input for DUNS registration
- Required input for System for Award Management (SAM) registration

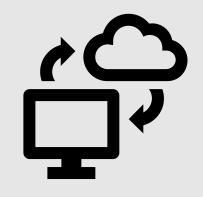


#### **Obtain a UEI**

- Allow 2 business days to
  complete the online
  request
  Required input for SAM
  Once the EIN is obtained, allow an additional 2
  weeks to complete
  registration
- Required input for SAM registration
- Formerly DUNS number
- https://fedgov.dnb.com/ webform/



- Renew SAM registration annually
- Designate EBiz POC
- <u>https://sam.gov/SAM/</u>



#### Create a Grants.gov Username & Password

- Allow 1 business day for SAM updates
- EBiz POC assigns
   Authorized Organization
   Representative (AOR)
- AOR initiates and submits the application



### Application Checklist



• Check eligibility requirements; SF - 424

• CEDS alignment

Project Narrative

• Budget Narrative; SF - 424A

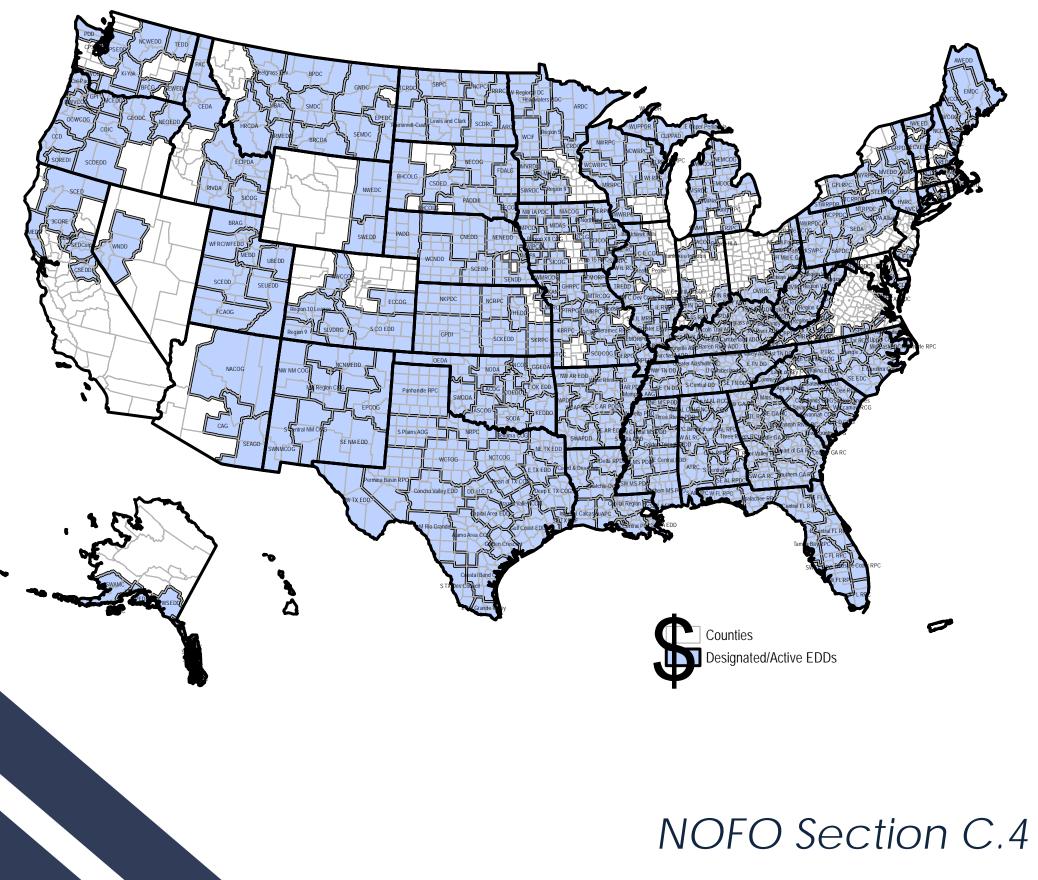
Required attachments Commitment Letters to show Match

Applicant-Specific Details CD-511; SF -LLL; SPOC; Bylaws, etc.



### **CEDS Alignment**

Economic Development Districts (EDDs) March 2019



MUST be consistent with the region's current **Comprehensive Economic Development Strategy** (CEDS) or equivalent EDA-accepted regional economic development plan

• Good economic development starts with good economic development planning

Economic Development Districts (EDDs)

• CEDS as a "regional blueprint"

#### • KEY QUESTIONS:

- 1. How do you make sure your proposed project aligns with the CEDS?
- 2.What if your region doesn't have an EDD and/or a CEDS?
- 3. What if your proposed project encompasses multiple EDDs or is state-wide?

• State points of contact/EDRs: https://www.eda.gov/contact

• CEDS information: <u>https://www.eda.gov/ceds</u>





### **CEDS Requirement**

economic needs and objectives outlined in the project narrative or through a letter of <u>support</u> from an authorized representative of the relevant Economic Development equivalent EDA-accepted regional economic

- The applicant must detail how the project will support the
- applicable region's CEDS or equivalent EDA-accepted
- regional economic development strategy either in
- District (EDD). The applicant should identify the CEDS or
- development strategy and provide a copy of this
- planning document, either by attaching the document to the application or including a web link for the document.

NOFO Section D.2.a.i



### Project Narrative

- Executive Summary
- Location and Regions served
- Proposed Project Description
- Scope of Work
- Project Timeline
- Evidence-based anticipated impacts (outputs and outcomes)
- Address Recovery and Resilience
- Fund information

NOFO Section D.2.a.i





### **Project Narrative**

#### Formatting:

- no more than ten (10) total pages
- margins no less than one-half inch (0.5")
- using Arial, Calibri, Times New Roman, or a similar font of
- Font size no less than eleven (11) points



Material beyond the tenth page will not be read or considered.

NOFO Section D.2.a.i

### **Budget Narrative**

- Description of intended use of funds for each line item
- Corresponding budget category
- Federal share allocation per line item
- Matching non-Federal share allocations

#### **Staffing Plan:**

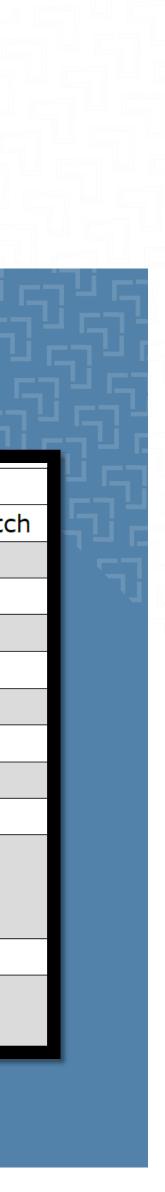
- Identify and describe personnel and roles
- % of time devoted to the project
- Total amount charged
  - Federal share vs. Non-Federal share

Suggested page length: 4 pages

### **Optional Budget Template**

Form SF-424A	Yea	ar 1	Yea	ar 2	Tot	al
Budget Categories	Federal	Match	Federal	Match	Federal	Mato
a. Personnel						
b. Fringe Benefits						
c. Travel						
d. Equipment						
e. Supplies						
f. Contractual						
g. Construction						
h. Other						
i. Total Direct Charges (sum of 6a-6h)						
j. Indirect Charges						
k. Totals (sum of 6i and 6j)						

NOFO Section D.2.a.ii





## 80:20

Most grantees are required to provide an 20% match. Meaning the grant can cover up to 80% of total project budget.



### **Match Requirements**

but must:

- 1. Be committed to the project for the period of performance
- 2. Be available as needed
- 3. Not be conditioned or encumbered in any way that may preclude its use consistent with the requirements of EDA investment assistance

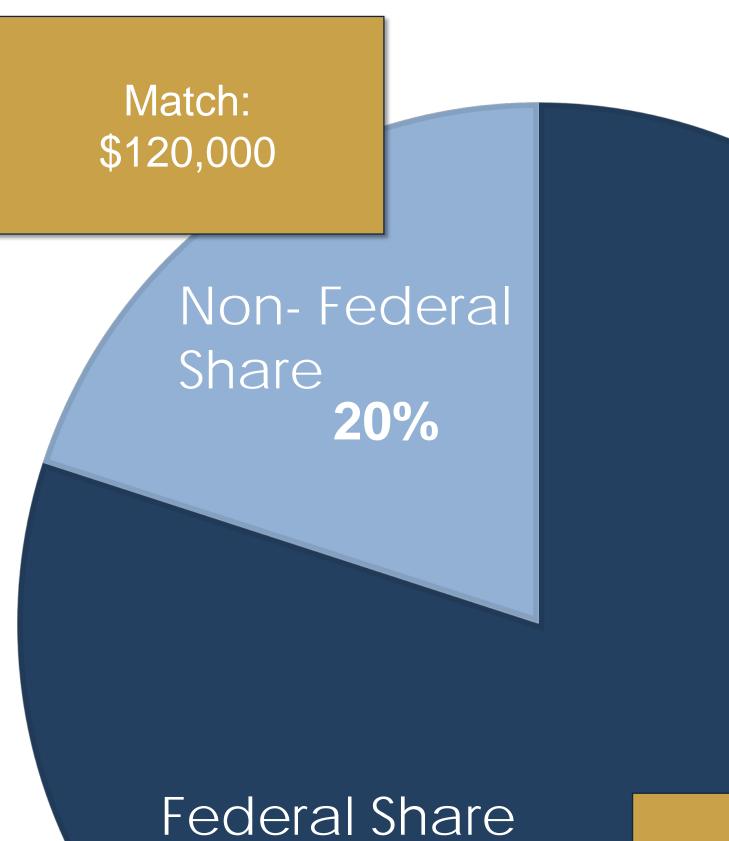
Matching shares (20%) can be cash or in-kind,





### 80:20 Match



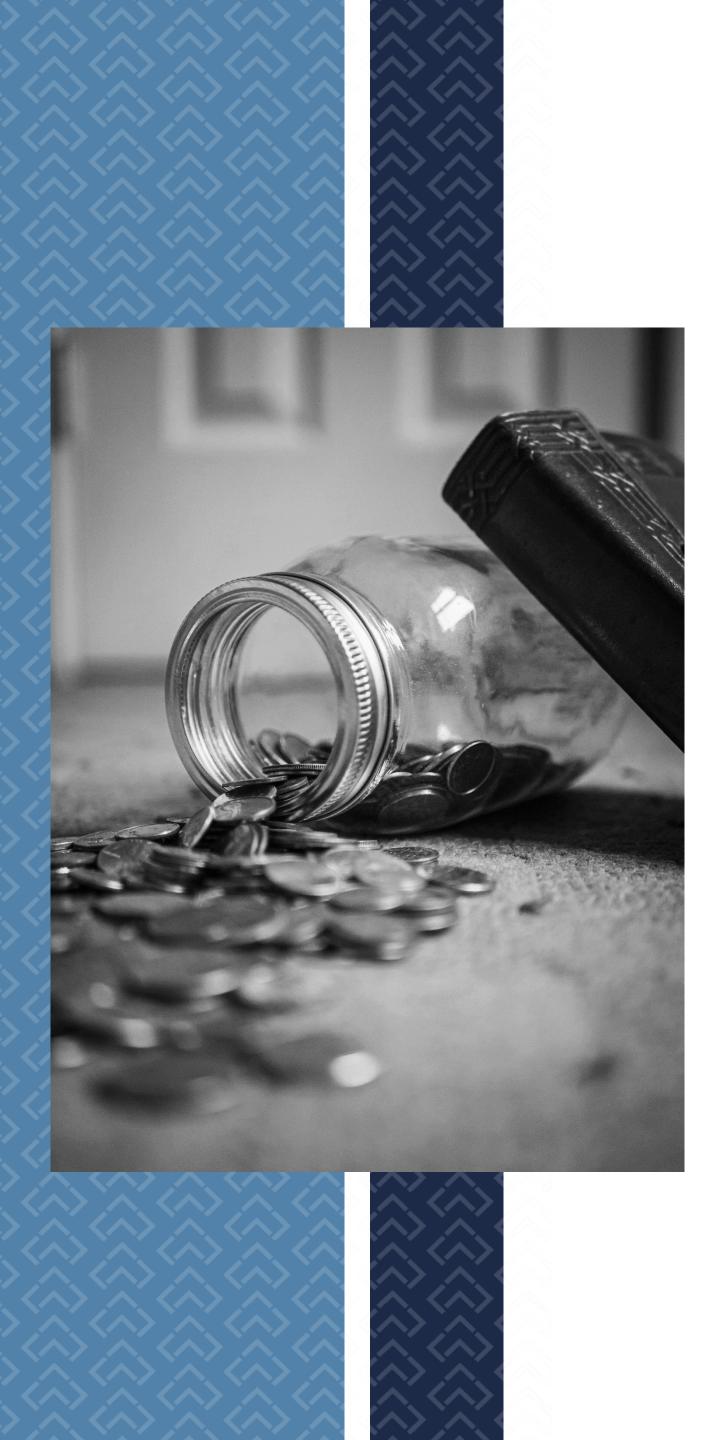


80%

Grant Request: \$480,000

**Total Project** Budget: \$600,000





projects for:

- Indian Tribes

capacity

## Exceptional Circumstances

EDA may establish a maximum investment rate of up to 100% for

• Projects where the Assistant Secretary determines the

applicant has exhausted its effective taxing or borrowing

NEITHER FEDERAL NOR MATCHING SHARE FUNDS CAN BE **INVESTED IN STARTUPS OR OTHER COMPANIES**, whether through equity, debt, or hybrid mechanisms.







### Letters of Support vs. Commitment Letters

#### Letter of Support

Highlights collaborative relationship with the partner entity

Shows commitment to applicant project

One letter per partner

Signed

#### **Commitment Letter**

Highlights specific financial commitment (cash or in-kind)

Details of commitment, including itemized valuations

Confirms meets match requirements (unencumbered, available, committed)

> Signed by an Authorized Representative

> > NOFO Section D.2.a.iii



### **Technical Forms**

- <u>SF-424</u>: Application for Federal Assistance
- <u>SF-424A</u>: Budget Information Non-**Construction Programs**
- <u>CD-511</u>: Certification Regarding Lobbying

#### If applicable:

- <u>SF-LLL</u>: Disclosure Regarding Lobbying
- Exec Order 12372 Compliance Documentation (SPOC)
- Organizational Documentation
- Indirect Cost Rate Documentation



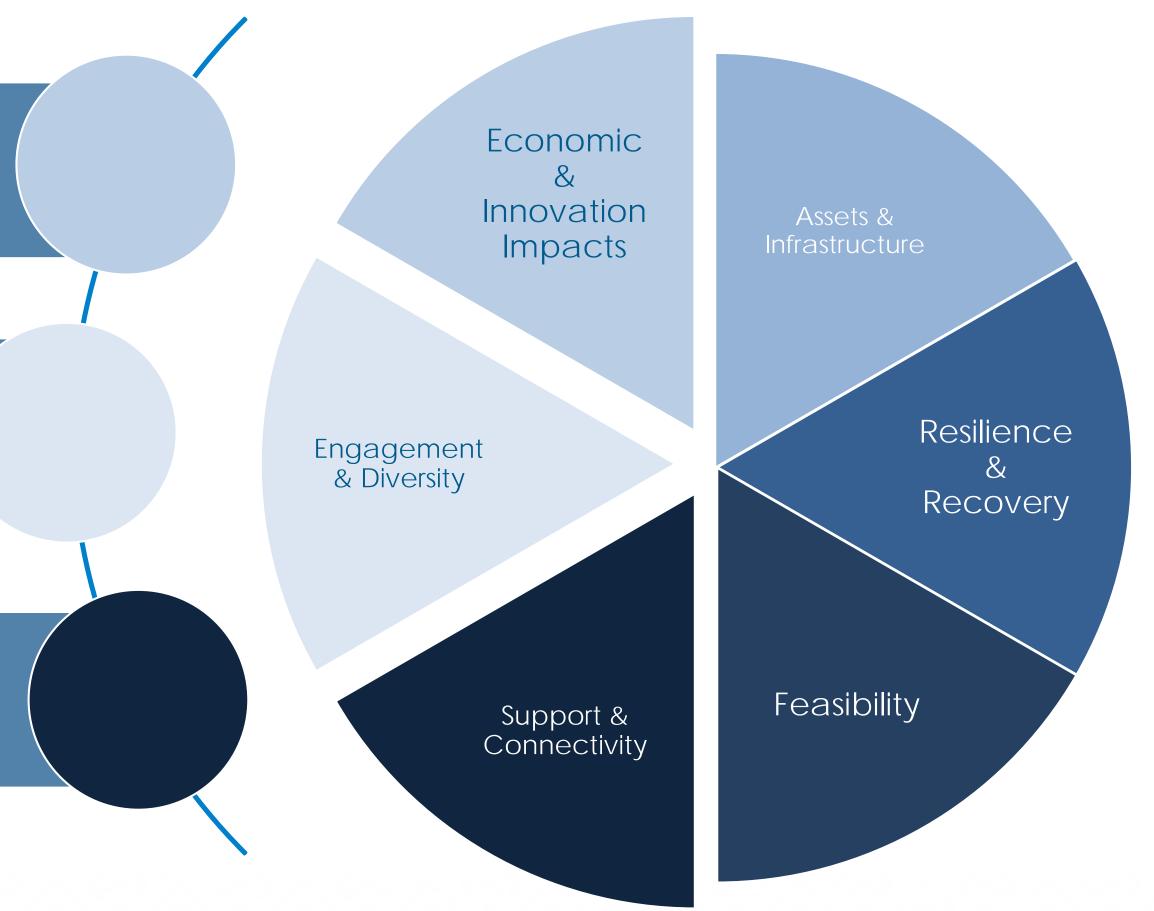
## **Evaluation Criteria**

# Each section is weighted equally (10 points each)

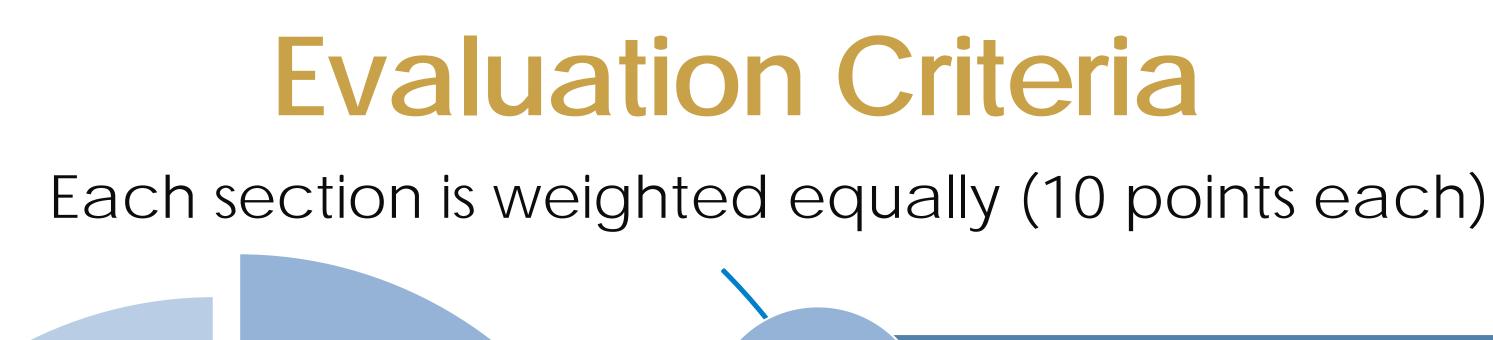
Project rapidly address the economic, health, and safety risks caused by the pandemic

Encourages participation from an inclusive group of regional stakeholders including newly formed entities, rival existing participants, and underrepresented or unconnected populations and organizations, including those in Opportunity Zones and across socioeconomic or geographic categories

Supported by and connected to local and regional partners, to provide a holistic and strategic approach to the region's entrepreneurship and innovation-related challenges and needs







Economic & Innovation Impacts

Assets & Infrastructure

Engagement & Diversity

> Support & Connectivity

Resilience & Recovery

Feasibility

Whether the project has access to / will leverage assets and infrastructure such as technology infrastructure, innovation pipelines, and sources of early-stage capital

The extent to which the project is likely to assist with economic resilience (including business continuity and preparedness) and long-term recovery from economic shocks due to the pandemic

The ability to execute the proposed project successfully, including if the proposed project's budget and narrative reasonably and realistically correspond to costs & activities



## Tips for a Strong Application

#### Start early!

Be clear in how the proposed project meets program objectives and evaluation criteria.

#### Data

Provide data to support your claims.

Propose relevant outcome metrics and provide documentation and data that support how your project will achieve them.

#### Value Proposition

Demonstrate any novel and innovative aspects of your approach and be clear about your value proposition and the program impact for your community. Show how the project will be sustained.

### Show Support

Show strong community support and commitment to the project.

Be specific!



### Applicant Resources! eda.gov/oie/sprint

- ✓ Tutorials:
- SF-424
- SF-424A
- Budget narrative

### ✓ Template

Optional federal budget template

#### Frequently Asked Questions

### Applicant checklist



- FY 2020 SPRINT Challenge NOFO (PDF)
- FY 2020 SPRINT Challenge FAQs (PDF)
- SPRINT Challenge Overview (PDF)
- SPRINT Informational Webinar
- Optional Budget Template (PDF)
- FY 2020 SPRINT Challenge Full Application on Grants.gov
- SPRINT Challenge Application Checklist (PDF)

#### **APPLICANT TUTORIALS**

- Form SF-424 Tutorial
- Form SF-424A Tutorial
- Budget Narrative Tutorial



### **Application Process Overview**

#### APPLICATION PERIOD OPENS

October 14, 2020

#### **LIVE WEBINAR**

October 28, 2020 @ 2:00pm ET

#### REVIEW AND SCORING

December 2020 – February 2021

#### APPLICATION PERIOD CLOSES

December 3, 2020 @ 11:59pm ET

#### AWARD ANNOUNCMENTS

Spring 2021





### Important Reminders

Application Deadline: December 3, 2020 @ 11:59 pm EST

#### Grants.gov Funding Opportunity Number: EDA-HDQ-OIE-2020-2006705

Website: eda.gov/oie/sprint Email: <u>oie@eda.gov</u>





## Questions?





# My organization is a for-profit entity. Can I apply for a grant?

All categories of eligible entities are identified in the NOFO. Individual for-profit startups or businesses are not eligible. Eligible applicants for the FY2020 SPRINT Challenge include a(n):

- Indian Tribe or a consortium of Indian Tribes;
- with officials of a political subdivision of a State.

- District Organization of an EDA-designated Economic Development District;

- State, county, city, or other political subdivision of a State, including a special purpose unit of a State or local government engaged in economic or infrastructure development activities, or a consortium of political subdivisions; - Institution of higher education or a consortium of institutions of higher education; - Public or private non-profit organization or association acting in cooperation



## I'm not sure if my region has a CEDS? Is this a requirement to apply?

Yes, consistency with the region's CEDS is an application requirement. Each applicant must detail how the project will support the economic needs and objectives outlined in the applicable region's CEDS or equivalent EDA-accepted regional economic development strategy. The applicant should identify the CEDS or equivalent EDA-accepted regional economic development strategy and provide a copy of this planning document, either by attaching the document to the application or including a web link for the document. In accordance with 13 CFR § 303.7(c)(1), in certain circumstances EDA may accept a non-EDA-funded CEDS that does not contain all the elements EDA requires of a CEDS.

Please reach out to OIE for help identifying the Economic Development District of the relevant project region since the EDD is generally responsible for developing and maintaining the region's CEDS. Some regions may not be covered by an EDD, and in these cases, EDA can help identify the relevant economic development strategy. Additional resources can also be found here: https://www.eda.gov/edd/



1

### My organization has a national footprint. Will I be competitive?

Applicants should seek to support entrepreneurship and accelerate company growth in their community, region, or combination of regions. Please note that applicants must align with their region's current Comprehensive Economic Development Strategy (CEDS) or equivalent EDA-accepted regional economic development strategy that meets EDA's CEDS or strategy requirements. Additionally, non-profit applicants will be required to work in conjunction with the officials of a political subdivision of a state.



# Will I be more competitive if I focus on one specific program focus area (of the 4 named earlier) over another?

No. EDA will not limit awards by type of project or focus area. All applications will be evaluated on the six evaluation criteria in section E.1 of the SPRINT Challenge notice of funding opportunity (NOFO). EDA encourages applicants to be thoughtful about the needs of their communities and the unique assets of their communities that can be leveraged to address economic injury from the pandemic through innovation & entrepreneurship.



We are working hard to identify the best type of match for a strong proposal. What recommendations do you have? Do you prefer cash or in-kind?

The nature of matching share funds is not a factor in the competitiveness of a project. This means that EDA will not find applications more or less competitive based on whether matching share funds are provided as cash, in-kind contributions, or a combination of the two. The best types of matching share contributions are those that most effectively advance the proposed project.



## If I bring more than the required match, will that make me more competitive?

Whether extra matching share funds are provided is not a factor in the competitiveness of a project. This means that providing more than the required matching share will not necessarily make an application more competitive. It is possible that extra matching share could somehow expand project activities to make the application more competitive based on the six evaluation factors articulated in section E.1. of the SPRINT Challenge NOFO.

Most important is to ensure that matching share, whether cash or in-kind contributions, is committed, available as needed, and not conditioned or encumbered in any way that may preclude its use consistent with the requirements of EDA investment assistance and advances the goals of the proposed project.



# Can innovation prizes or grants to startup companies be funded under the SPRINT Challenge?

No. SPRINT Challenge award funds may not be passed directly to forprofit companies receiving program services, including through innovation prizes or grants to startup companies. Further, as discussed in section A.3. of the SPRINT Challenge NOFO, neither federal share nor matching share funds can be used for investments in startups or other companies, whether through equity, debt, or hybrid mechanisms.

It may be permissible to subaward funds to entities that would be eligible for funding under the SPRINT Challenge NOFO or to contract for goods and services for use in performing the scope of work of an award.



### Can I include subawardees in my application?

Yes. Sub-awardees may be included in the scope of work and budget. For more information on the requirement for sub-awarding, see 2 CFR § 200.331 (Requirements for pass-through entities).

The following table further explains the various roles and obligations of co-applicants, sub-awardees, and contractors Need

May b awa d

Must b desc

Perfor pro genera

İ

Cos attribu consis inclu

	Co-Applicant	Sub-Awardee	Contrac
ds to complete a full application		X	X
be eligible to receive ard disbursements directly from EDA		X	X
be an eligible entity as scribed in the NOFO			X
rms all or a portion of oject activities and rally has responsibility for program implementation			X
sts incurred may be uted to the award (as istent with the award, luding the scope of work)			



## May funds from other federal awards be used as matching share?

In general, funds received from other federal awards may <u>not</u> be used as matching share. Funds from other federal awards may only be used as matching share if there is specific language in the statute governing the other award which allows such use (e.g., HUD CDBG grants). See 2 CFR § 200.306(b)(5). Questions regarding whether federal award funds may be used as matching share should be addressed to EDA as early as possible, preferably prior to submitting a full application.







## SPRINT CHALLENGE

### Contact Us

Website: eda.gov/oie/sprint Email: <u>oie@eda.gov</u>

Applications due December 3, 2020 by 11:59pm ET





