The New Hampshire State Trade Expansion Program (NH-STEP)

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What is NH-STEP?

- NH-STEP provides Financial Assistance Award (FAA) grants to small businesses to promote export related activities.
- FAA grants range from \$1,000 to \$6,500 per award and provide up to 80% reimbursement for a project's total activity cost.
- All grant activities and reporting must be completed by September 29, 2024.
- An individual company that receives a FAA grant may receive a second one, if funds are available.
- NH-STEP is funded in part by a grant from the US Small Business Administration (SBA) and managed by the NH Office of International Commerce, Department of Business and Economic Affairs.

Qualifications for a FAA grant from NH-STEP

- To qualify for a grant, your company must:
 - Be doing business in New Hampshire.
 - Qualify as an eligible small business concern per: <u>Table of size</u> <u>standards (sba.gov)</u>
 - Have been in business for at least one year.
 - Have profitable US operations.
 - Have at least 51% US content for your product or service.
 - Be in good standing with the New Hampshire Department of Revenue and the IRS.
 - Agree to a limited media release.

How do I apply for a FAA grant?

- Fill out a Financial Assistance Award application providing information on:
 - Your company
 - Product or service to export
 - Proposed international market activity
 - Anticipated results
 - Project budget
- Sign a Letter of Commitment outlining your company's obligations if you receive a grant.
- Sign a limited media release form.
- Sign SBA Eligible Small Business Concern Self-Certification Form
- Sign SBA Form 1624, Certification Regarding Debarment

Funding Criteria

- Funding decisions will be made on a competitive basis, based on:
 - Likelihood the company's export efforts will be sustained or expanded beyond the grant period.
 - The potential economic impact for the company and for job creation in New Hampshire.

Application Deadline

- Application materials will be available online after this presentation on the Granite State District Export Council's website https://nhexportassistance.com/export-promotion-grants/step-program-overview/step-faa-application
- Submit completed application materials to <u>Alan.J.Dillingham@livefree.nh.gov</u> with the Office of International Commerce (OIC), by 3:00 pm on Friday, October 21, 2022.
- If funds are available, applications received after the deadline will be reviewed on a rolling basis.

Reporting Requirements

- All grant activities and reporting must be completed by September 29, 2024.
- Successful applicants must provide quarterly progress reports during the entire grant period from September 30, 2022 – September 29, 2024, even after they have been reimbursed.
- Companies failing to meet this requirement may not be eligible for future FAA grants.
- Quarterly progress reports must provide details regarding export successes such as joint ventures, actual sales, contract agreements, and/or partnerships with distributors/agents.

Qualified Expenses

- Export related enhancements to websites, apps or e-commerce platforms, including translation.
- Department of Commerce subscription services.
- Export-related training and education courses.
- Design of international marketing materials, including digital materials and ad placement.
- Costs relating to foreign product certifications/compliance testing.
- Costs associated with international intellectual property protection.
- Fees for shipping sample products.

Qualified Expenses (continued)

- Virtual or in person international trade shows, foreign trade missions or foreign market sales trips
- Airfare (limited to one person, economy class on a US air carrier, and compliance with <u>Airline Open Skies Agreements (Fly America Act)</u> <u>provisions)</u>
- Hotel (limited to one person subject to US State Department Foreign Federal Hotel Per Diem Rates found <u>here</u>. For reimbursement of hotel accommodations submit invoices containing only room rates, taxes and/or hotel fees; amenities are not eligible for reimbursement.)
- Premiums on trade insurance (i.e. Ex-Im Bank premiums)
- Any other eligible expenses, subject to review

Non-qualified Expenses

- Activities that occur outside the grant period of September 30, 2022 September 29, 2024.
- Compensation, wages, or salary of any employee of the grant recipient.
- Alcoholic beverages, meals and incidentals.
- Phone and internet usage.
- Passport or visas fees; immunizations (including Covid vaccinations and tests).
- New product development or alteration of existing products.

Non-qualified Expenses (continuing)

- Printing of international marketing materials (brochures, flyers, posters, etc.).
- Television and radio production costs.
- Capital goods, product samples, giveaways, supplies and conference registrations.

Reimbursements

- Awardees will recover authorized funds only after their activity is completed and all documentation and receipts are submitted in a single package to the Office of International Commerce.
 - No partial reimbursements will be made.
- The FAA Reimbursement Form and Instructions for completing the Form available at <u>STEP FAA Reimbursement | Granite State District Council</u> (nhexportassistance.com).
- Only itemized receipts or invoices with eligible expenses and proof of payment will be reimbursed.
- If an award activity is not executed for any reason, the applicant is responsible for all activity costs; no pre-paid activity costs for nonexecuted activities will be reimbursed.

Further Questions?

Contact

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