## SUTL Innovation Grant Program

ECOSYSTEM
BUILDING GRANTS

## Agenda

Background

Program Structure

The Process

**Application Form** 

Questions

## Background

In June 2016, City Council unanimously approved the Innovation & Growth Fund Policy, Guidelines and Criteria – including a \$1M annual grant program

## Guiding Principles

The City of Sacramento's SUTL **Innovation Grant Program is** designed to catalyze innovation in the startup community and prepare Sacramento for the industries of the future

## Motivating Problems



Too few opportunities for startups to grow



Too little venture capital investment



Too little interest from big companies to come to Sacramento



Too much reliance on existing industries

#### 26 organizations in 2 cohorts

Accelerator Programs

**Maker Spaces** 

Incubator Programs Mentorship Organizations Talent Acquisition Organizations

Marketing Organizations



**Nearly \$2M in grants** 

## Program to Date

## What is SUTL?

TRANSFORMING SACRAMENTO INTO A LIVING LAB



## Please read the guidelines!

## 2020 Program Changes

#### Still \$1M!

#### Three processes

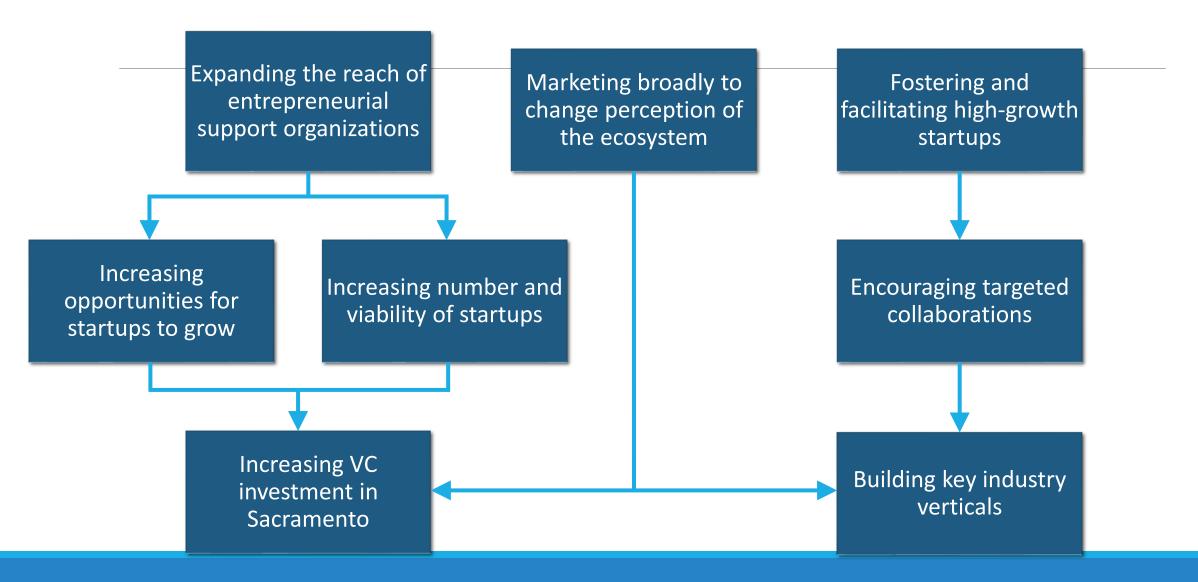
- Ecosystem Building Grants building workforce pipelines to specific industries for startups and individuals in Sacramento
- SUTL Ecosystem Marketing 2 RFPs + Co-Working Marketing Grants
- Startup Growth Competition help highgrowth scale-ups locate and grow in Sacramento

#### Vertical Focus

SUTL vertical focus for the next three annual grant cycles (beginning in 2020 and ending in 2022)

- Internet of Things (IoT) and Cybersecurity
- Mobility
- Health IT and Life Sciences

### Theory of Change



Expand the reach of entrepreneurial support organizations

Increase opportunities for startups to grow

Increase the number and viability of startups

Increase VC investment in Sacramento

Marketing broadly to change the perception of the ecosystem

Foster and facilitate high-growth startups

Encourage targeted collaborations

Build key industry verticals

### Objectives

#### IGF Guidelines

- 1. Create jobs
- 2. Make it easier to conduct business
- 3. Leverage funds with other private or public funds
  - Fill financial gaps in projects and programs
- 4. Increase revenue to the City
- 5. Accelerate growth
  - Promote formation and growth of businesses that engage in the commercialization of innovative research and products or promote emerging industries
- 6. Encourage diversity and inclusion in the innovation community



## Program Structure

ECOSYSTEM BUILDING GRANTS

## Basic Information

12-month grant period

Building workforce pipelines to the IoT, cybersecurity, mobility, health IT, and life science industries for startups and individuals in Sacramento

Grants up to \$100,000

#### **Potential Activities**

- Physical space
- Staffing
- Marketing & market research
- Curriculum development
- Technology entrepreneurship, or business development training programs

## Training Programs

Must provide entrepreneurial skill development or work with an employer (formally or informally) to create a pathway to jobs or internships



#### Primarily youth-serving programs

Must explicitly connect to jobs or internships or

Provide an accredited certificate, badge, or certification



Expected program outcomes stated and metrics documented

#### Goals & Metrics



Connection between program goals and activities expressed



Milestones and benchmarks

Quarterly reports

## The Process

### Who can apply

#### **INELIGIBLE ORGANIZATIONS**

Property Business Improvement Districts (PBIDs)

Chambers of Commerce

Public agencies

**Schools** 

Mayor's Tech Council Organizations

#### **ELIGIBLE ORGANIZATIONS**

Co-working spaces

Accelerators

**Incubators** 

Makerspaces

Community-based organizations

Private companies

Sole Proprietors

Startups



## Minimum Eligibility



Projects must be located in the City of Sacramento



Previous RAILS grant recipients are eligible for funding under this program



Must be compliant with current or past City grants

### Timeline

#### November 25<sup>th</sup>, 3pm

- Application Deadline
- Questions accepted until November 18<sup>th</sup>, 11:30pm

#### December 6<sup>th</sup>

Pre-screening complete

#### **January 13**th, 2020

Judging complete

#### **January 13**th – **17**th

Awardees notified

#### **Expected Dates**

- February 4, 2020 Awardees to Council for approval
- Mid-February 2020 Projects begin

## Submission Requirements

Applications due on Screendoor by 3pm on November 25th

#### 1. Application Form

Answer all required questions

#### 2. Project Budget

- Budget will outline how grant funds will be used
- Not entire project budget

## Selection Process

#### City staff review for minimum criteria

Applicants may be asked to revise proposals or supply additional information

Mayor's Tech Council will review and score applications using scoring criteria

• Applicants may be asked to supply additional information via interviews

Mayor's Tech Council will conduct a final review to nominate top projects and recommend preliminary awards and amounts to the City Council

The City Council will amend or adopt preliminary awards and amounts

## Prescreening Criteria

- Proven track record
- Clear, actionable plans that achieve program objectives
- Fills an industry gap or local market need
- City funds "catalytic" to project implementation
- Stated, realistic program deliverables and metrics
- Application completeness

## Judges Scoring Criteria



20% - Potential Impact



20% - Capacity

Financial Personnel

Expertise & credentials

Sufficient lead time



30% - Financial Sustainability



20% - Equity & Inclusion



10% - Community Partnerships & Collaboration



+10 points – 100% Cash Match Funding

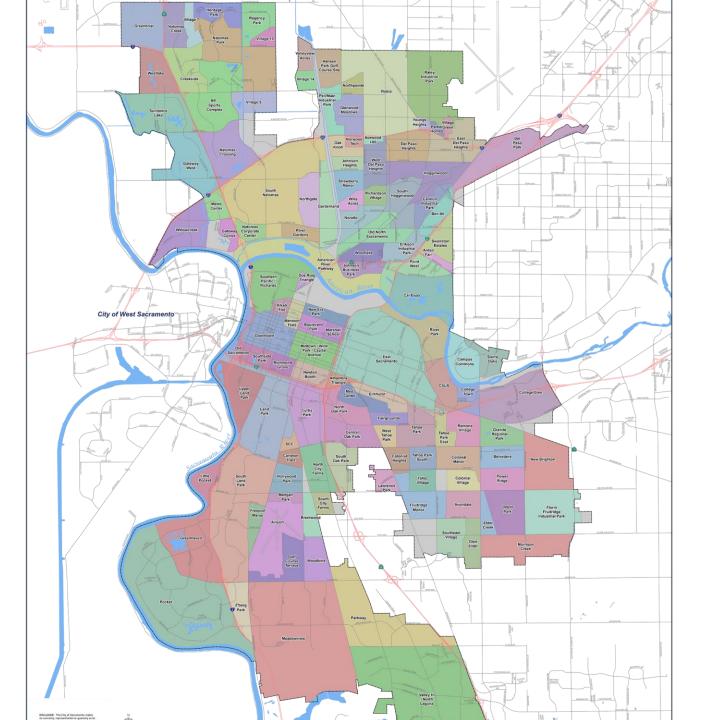
## Application Form

APPLICATION QUESTIONS INCLUDED IN THE GUIDELINES

# Inclusive Economic and Community Development

The City of Sacramento is committed to ensuring fair and just treatment, access, opportunity, and advancement for all people, while identifying and eliminating barriers that have prevented the full participation of some groups.

In alignment with the City's Inclusive Economic Development priorities, SUTL aims to expand economic opportunities that benefit underserved and underrepresented communities, thereby reducing social, racial, health, and economic disparities in these communities



#### Priority Neighborhoods:

Strawberry Manor Del Paso Heights/Nuevo Wills Acres Richardson Village South Hagginwood Noralto Old North Sacramento Twin Rivers Alkali Flat Marina Vista-Alder Grove Oak Park Lemon Hill Woodbine Meadowview Parkway Valley Hi/North Laguna

## FAQ

## Can I put up the funds for the 1:1 cash match myself?

ANSWER: YES, YOU WILL ELABORATE ON WHO IS PUTTING UP FUNDS AND WHAT THEY WILL COVER IN THE QUESTION "PLEASE LIST THE SOURCES AND AMOUNTS OF ANY ADDITIONAL FUNDS THAT WILL BE PROVIDED TO THE PROJECT"

## Can matching funds come from multiple sources?

ANSWER: YES

# If my organization is not based in City limits, can we apply for a grant?

ANSWER: YES, BUT YOUR PROJECT MUST BE BASED IN OR PRIMARILY SERVE RESIDENTS IN CITY LIMITS

## Can my organization submit multiple applications for different projects?

ANSWER: YES, THERE ARE NO LIMITS TO THE NUMBER OF APPLICATIONS THAT CAN BE SUBMITTED FOR AN ORGANIZATION

#### Resources

Guidelines, Application Portal, Q&A

Innovatesac.org/innovation-grants/ecosystem-building

Please read the guidelines!

Contact: team@innovatesac.org