

# Industrial Research Assistance Program (IRAP)

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# National Research Council's Organizational Structure

#### **DIVISIONS**

**Engineering Life Sciences Industrial Research Emerging Technologies Assistance Program PORTFOLIOS** Information and Aerospace Aquatic and Pacific Region Communications Crop Resource Development **Technologies** Automotive West Region Measurement Science Human Health and Surface and Standards **Therapeutics** Transportation Ontario Region **National Science** Construction **Medical Devices** Infrastructure Quebec Region Security and Disruptive Energy, Mining **Technologies** and Environment Atlantic & Nunavut Ocean, Coastal and River Engineering National Office Common Services to support portfolios and IRAP

# Mandate:

Stimulate wealth creation in Canada through innovation.

## **Mission:**

Accelerate the growth of small and medium-sized enterprises (SMEs) by providing them with a comprehensive suite of innovative services and funding.

### **Vision**

Be the most impactful program of its kind in the world, where Canadian firms go first to transform their ideas into commercial success.

### **IRAP** business model

FUNDING (\$)

**IRAP** 

International

Youth

Youth Green

**CAIP** 

Concierge

**Business Advice** 

Linkages

Competitive Intelligence

Business Growth

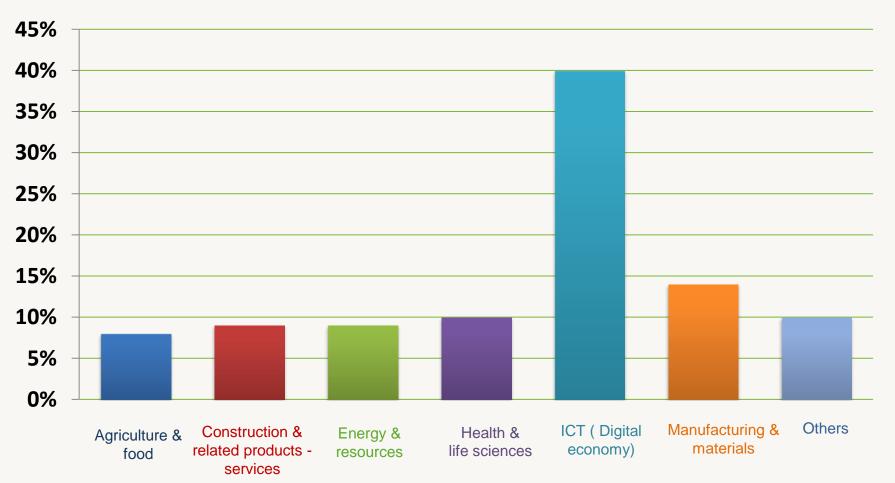
**Technology Expertise** 

**ADVISORY SERVICES** 

NRC-CNRC

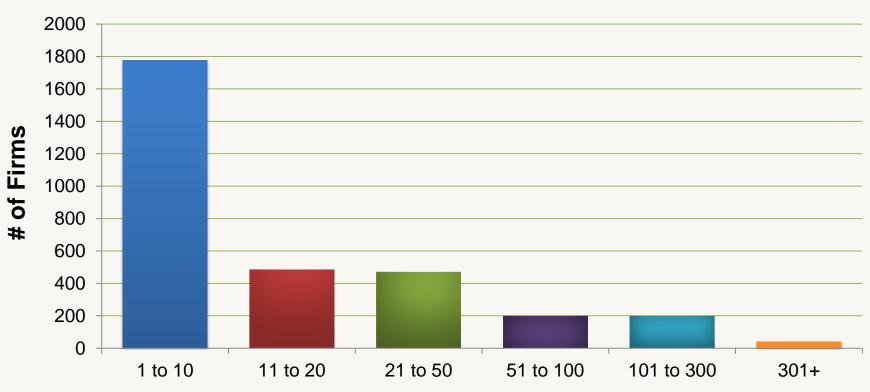
# IRAP clients by industry sector

Source: FY 2015-2016



# **IRAP** client profile

### Firms funded by size (# of employees) FY 2015-2016



# of Employees

# **Industrial Technology Advisors**

- Private sector experience.
- Later in career cycle (typical 20+ years experience);
- Senior managers and/or entrepreneurs
- Most have engineering or science background.
- Over 40% have less than three years with IRAP.



# **Advisory services**

IRAP ITAs work with clients through every aspect of the innovation process, providing:

- technical and business advice
- referrals to other programs and services
- linkages and networking to appropriate resources / expertise searches
- strategic intelligence

# **IRAP Funding Programs**

### IRAP R&D / Technology Development Projects

What's eligible? R&D projects that are novel, carry technical risks, have some degree of market validation, and provide benefits to Canada

#### **ARP (Accelerated Review Project)**

- Market Assessment Program: For a product, process, or technology being developed, to help companies understand the
  market into which they will be selling their product, how to enter the market and with what features
- **Technology Validation**: to work with an early adopter to measure the value proposition of their product or service and gather the "proof" and/or testimonials needed to help further customer adoption
- IRAP R&D Technology Development: feasibility, prototype development

### **Youth Employment Program** (YEP)

- to hire highly skilled, post-secondary recent <u>graduates</u> as <u>employees</u> science, engineering, technology, business, and liberal arts to work in a position <u>relevant to the field of their degree</u> for <u>at least 6-12 months</u>
- graduate must be first time YEP, 15-30 years old, Canadian citizen or Permanent Resident

### Youth-Green Program - for "Green" businesses or projects that will have environmental benefit

- to hire young people as <u>employees</u> science, engineering, technology, business, and liberal arts to work in a position for <u>at least 3-6 months</u>
- Candidate must be first time Green Youth, 15-30 years old, Canadian citizen or Permanent Resident, or Refugee

# **IRAP Funding**

IRAP Contributions serve to **accelerate** a funded business plan, **not** be the **main** funding of a business

	Amount	What IRAP contributes
<ul><li>IRAP Project</li><li>Core R&amp;D / Technology Development</li></ul>	\$50K- \$500K	Up to 80% base salaries Up to 50% contractor fees
ARP Project (Accelerated Review Project)	\$10K - \$50K	Same as above
Youth Employment Program	\$17K	Projects last 6-12 months
<b>Green Youth Employment Program</b>	\$10K	Projects last 3-6 months

## Additional IRAP funding programs for SMEs

### **Funding for International Collaborations**

- Canadian International Innovation Program (CIIP): Supports SMEs' R&D collaboration with international partners in China, India, Brazil and Korea.
- Eureka, Eurostars: Supports SMEs' R&D collaboration with European partners.
- CanExport (co-managed with GAC): Supports SMEs develop export markets.

# Federal Transfer Payments: Contributions vs. Grants

### Contribution

 Is a transfer payment. IRAP Funding is a Financial Contribution specified in a funding agreement. A contribution is to be <u>accounted</u> for and is <u>subject to audit</u>.

### Grant

 Is a transfer payment subject to pre-established eligibility and other entitlement criteria. A grant is not subject to being accounted for by a recipient nor normally subject to audit by the department. The recipient may be required to report on results achieved.

## • All IRAP funding is a Financial Contribution

# The Process — not to scale!

Canadian Operations; Technology; <500 employees; Incorporated **Eligibility** Meet **Usually at your site Project Defined Identify if suitable project / program** Follow the template When invited by ITA **Proposal Evaluation Clarifications**; additional information **Approval Business, Technical, & Financial Reviews \$\$\$\$\$\$\$\$\$ Monthly in arrears Claims** Final Report - Benefits to Canada Report

### **Proposal for IRAP Financial Support**

### Your proposal must:

- Provide an overview of your business
- Identify clear and measurable objectives
- Contain a clear description of the activities necessary to achieve the objectives
- Identify potential risks / uncertainties and mitigation strategies
- Elaborate a realistic budget that is coherent with your project's activities and resources
- Identify other sources of financing that will be used to pay your share of the project's costs
- Demonstrate that you understand IRAP's legal terms and conditions

Your ITA will provide you with a template at the right time

### **Proposal Evaluation Steps**

### Our process:

- 1. Understanding of business case /opportunity
- 2. Evaluation of the firm's capabilities and resources
- 3. Evaluation of the project content and technical risk
- 4. Approval

### **Project Management and Follow-up**

- Support throughout the life of your project
  - Monthly online claims
  - Monthly online status reports
  - Payroll and timesheets data to support claim
  - Post-project assessment
- Support to manage change
  - Amendments when change of resources, rates, costs, dates occur
- Follow-up complete a "snapshot" report
- Impact and benefits to Canada

### Takeaways - IRAP

- Contact your IRAP advisor (ITA) before you apply.
- Build a trusted relationship open, honest, your challenges.
- Use your ITA's advisory services guidance, connections
- Understand what metrics you need to meet to get funded.
- Demonstrate clarity, focus, path to market validation / profit
- When invited to fill a proposal be timely and accurate
- When executing an IRAP project be timely and accurate
- Make sure your accounting and legal are solid
- Keep in touch with your ITA throughout the project







linkages

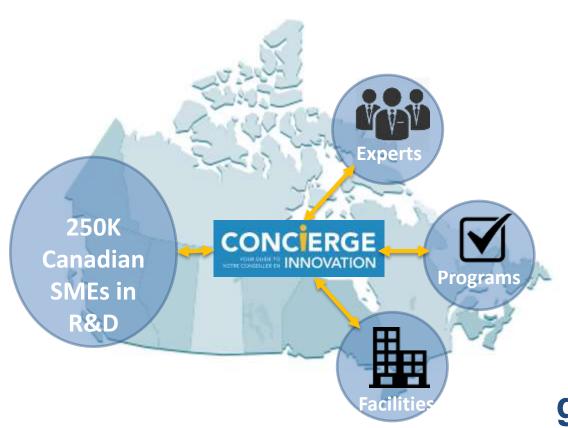






Helping SMEs grow their business through customized guidance, advice, and referrals to the most relevant programs and services

### Concierge



Concierge is a single access point to:

funding
expertise
facilities
global opportunities

### **How it works**

Contact an Innovation Advisor

One-on-one consultation

Follow-up e-mail & referrals

### Some Concierge partners...

















































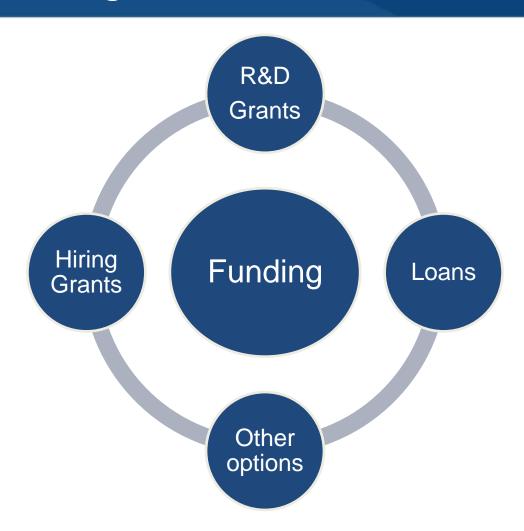








### **Types of Funding**





### **How to Get Connected**

1-855-534-8433

Hours of operation: 4:30am to 4:30pm PST Monday to Friday

or visit





# Thank you

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