Invitation to Apply to ESA Spark Funding Austria

Reference: ESA Spark Funding Austria Open Call

Thank you for your interest in ESA Spark Funding Austria.

The purpose and objective of ESA Spark Funding is to accelerate the product development process of a company that is integrating space technology/assets as well as to hone the commercialisation roadmap. This should result in an enhanced offer to their customers.

Together with its local partners, ESA manages a network of Space Solutions Centres (ESA SSCs), Business Incubation Centres (ESA BICs), Technology Broker (ESA TB), and Business Applications Ambassadors (ESA AP) across Europe. In Austria, Science Park Graz is the ESA SSC and is responsible for managing and implementing the ESA Spark Funding Call.

For ESA Spark Funding Austria, ESA Space Solutions, Science Park Graz / ESA SSC Austria and the Austrian Aeronautics and Space Agency (FFG/ALR) welcome applications addressing:

• the use of space technology such as space developed sensors, materials, or electronics in non-space markets such as transport, energy, or health.

and/or

the use of space assets/services such as Satellite Communications, Satellite
Positioning Navigation and Timing (PNT), Satellite Earth Observation, Satellite
Automatic Identification System (AIS), or Space Weather technologies within nonspace markets such as agriculture, environment, or safety.

Please note that in all further documentation the term 'Space Technology' is used in a potentially interchangeable manner with the term 'Space Assets/Services'. If you are unsure about the terminology or your eligibility, please contact the ESA SSC Austria Manager.

The specific objectives of the Call are:

- to determine the economic viability of the space derived products/services in meeting the needs and conditions of relevant customers, users and other stakeholders;
- to secure the buy-in and involvement of important customers, users and other stakeholders; and
- to prepare the implementation of sustainable product/service(s) via determination of next steps.

ESA Spark Funding Austria - Open Call

Science Park Graz / ESA SSC Austria hereby invites you to submit your application for ESA Spark Funding Austria. This document provides an introduction to the application and

evaluation process and contains references to the templates that should be used when

applying.

Please contact Science Park Graz for any further questions.

Yours sincerely,

Mag. phil. Martin Mössler, MSc (LSE)

General Manager ESA Space Solutions Austria

Managing Director Science Park Graz GmbH

2

#### Introduction

The purpose of this Open Call for ESA Spark Funding Austria is to inform about the opportunity for entities looking to integrate space technology into their product/service offering and to provide the material and guidance needed to apply

Selection and evaluation of applications are scheduled periodically, see <a href="https://www.sciencepark.at/">https://www.sciencepark.at/</a> for details.

The Call will be open for submissions from 01/09/2021 to 10/11/2021 12:00 CET, with an indicative project starting date in Q1 2022.

## Who can apply?

Spark funding is primarily targeted at SMEs or entities that generally already have existing product lines. These entities are looking to innovate and gain a competitive advantage through integrating space technology into their existing product lines or to create entirely new products/services.

Ideally, the project proposal should be led by the Product Developer as shown in the below flow diagram.



- The Product Developer:
  - is defined as the entity where the added-value product from the space technology/asset will be created;
  - has the connection to both the Space Technology Provider and the Customer;
    - As such this entity can subcontract elements of work to the Space Technology Provider and/or the Customer;
  - o is able to report on the socio-economic impact arising from the activity.

It is possible that the Product Developer and the Space Technology Provider may be the same entity.

However, some further formal criteria apply. To be eligible for contract award, applicants must fulfil all the requirements below:

- To be a legal entity (a public law company / a private law company / an association / a foundation, etc.) registered under the laws of Austria;
- To be headquartered in Austria;
- To be fully compliant with Austrian tax and social security obligations;

- To observe the remaining requirements stated in this document;
- When acting in collaboration with other national or foreign entities, the applicant will be the sole contractor and will be fully responsible for managing the funding.

# **Funding rate**

ESA Spark Funding Austria will provide funding of € 50,000.00 to awarded projects. The funded amount corresponds to 62.5% of the total costs for the project, which should thus amount to a total of € 80,000.00. The remaining amount should be provided by the Applicant or partners, preferably in cash but also possibly through in-kind contributions.

# **Project duration**

Projects funded under ESA Spark Funding Austria must have a duration of minimum 6 and maximum 12 months from the starting date. The exact duration of each project will be agreed upon between Science Park Graz and the Applicant prior to contract signature and shall be presented in the Application Documents.

## How to apply

Please make sure you have received the following templates, which are part of the Open Call documentation:

- ESA Spark Funding Austria Application Template
  - Executive Summary
  - o Business Case and Technical Proposal
  - Activity Proposal
  - Management Proposal
- Draft ESA Spark Funding Austria Contract

Fill in all required sections and pay particular attention to the following:

- Instructions inside the documents shall be followed in order to fulfil all pre-conditions of the Open Call and for the application to be accepted.
- Please read this document as well as the Draft ESA Spark Funding Austria Contract
  carefully. The Cover Letter shall include a clear, explicit and unambiguous statement
  declaring that the applicant has read, understood and accepted the terms and
  conditions contained in the contractual documentation (this is part of the template).
  Modifications or amendments to the ESA Spark Funding Austria Contract may be done
  in exceptional cases. Please contact the ESA SSC Austria Manager for guidance.

- Make sure the Cover Letter and the Requirement Checklist are signed by an authorised representative of the entity applying.
- As part of the application, an Activity Proposal must be submitted. This should include
  details on how you intend to spend the ESA Spark Austria Funding. Details on eligible
  costs can be found below. Note that, the funding should be primarily be spent in
  Austria. However, in cases where the Product Developer is based in Austria and the
  Technology Provider in another country up to 50% of the total ESA Spark Funding may
  be spent with the Technology Provider.

Please submit the completed ESA Spark Funding Application Template in electronic form as a single .pdf document to the following e-mail address: <a href="mailto:spacesolutions@sciencepark.at">spacesolutions@sciencepark.at</a> with subject "ESA Spark Funding Austria Open Call".

Any questions related to submission of proposals should be sent to the same e-mail address: <a href="mailto:spacesolutions@sciencepark.at">spacesolutions@sciencepark.at</a> .

## Eligible costs

In order to be eligible, all project costs must be:

- Necessary to the execution of the project;
- Incurred by the beneficiary and recorded in its accounts;
- Incurred during the contract term;
- Indicated in the cost planning in the proposal;
- Without VAT, interest owned, or duties.

Expenses incurred in the preparation and dispatch of the proposal will not be reimbursed.

The project may consider the following direct costs:

- a) Staff costs;
- b) Subcontracting costs;
- c) Access to data sources or intellectual property;
- d) Materials, equipment, and facilities;
- e) Travelling, subsistence, and accommodation costs

The following costs incurred are eligible:

- Train and plane costs in Economy Class, up to 700 Euro travelling in Europe and up to 1600 Euro travelling outside Europe;
- Taxi costs;
- Car rental and/or car mileage;
- Accommodation up to 250 Euro per person per night;
- Subsistence costs up to 100 Euro per person per day.

Information regarding all Travelling, Subsistence and Accommodation costs must be provided in the Mid-Term (where applicable) and Final Reports, and shall include the objectives of the occasion (event, meeting, etc.), contacts made and results.

- f) Business development and promotion (data sheets, flyers, trade shows etc.). Attendance to trade shows (or similar) should be agreed in advance with the ESA SSC Austria Manager / Science Park Graz.
- g) Other costs not included in the above categories but deemed critical to the execution of the project should be agreed in advance with the ESA SSC Austria Manager / Science Park Graz.

## The evaluation procedure

The evaluation of all received applications is managed locally by Science Park Graz and follows common ESA Spark Funding procedures.

Once a published submission deadline has passed, Science Park Graz first assess the formal aspects of applications received before the submission deadline. If a non-compliance of a minor nature is found, the applicant may be asked to address this in an updated proposal within 48 hours. If the proposal is found non-admissible, the applicant will be informed and the reason will be explained. In such a case an applicant is eligible to submit a revised proposal at a later date.

If the application is compliant with the formal requirements, applicants will be invited to hold a presentation to the ESA Spark Funding Austria evaluation board. The evaluation will typically take place a few weeks after the submission deadline. The evaluation board consists of representatives of Science Park Graz, ESA and other experts. There will also be an opportunity for the evaluation board to ask questions to the applicant.

The application and the presentation will be marked against the criteria in Table 1, taking weighting factors into account.

<b>Evaluation Criteria</b>	Sub-Criteria	Weighting Factor
Background and Experience	Team Composition	
	Partnerships	20%
	Vision	
Business Case	Targeted Market Segment	
	Targeted Product/Service	30%
	Target Customers/Users	
	Customer/User Needs or Pains	

	Value Proposition Socio-economic and Environmental Impact	
Technology	Justified Integration of Space Technology/Asset	
	Maturity of Technology	
	Access to Space Technology/ Asset/Knowhow	30%
	Technical Feasibility of Product/Service	
Activity Proposal	Work Breakdown	
	Milestones and Cost Planning	20%
	Management	

Table 1: ESA Spark Funding evaluation criteria and weighting factors.

All applicants will be notified in writing about the outcome of the evaluation. The applicant may require, within 10 calendar days from the receipt of the notification, an oral debriefing explaining the reason why the application was not successful.

Science Park Graz will enter into contract negotiations with successful applicants, taking the comments of the evaluation board into account. Science Park Graz has the right *not* to place a contract if, after three months following the notification to a successful applicant, no contract still has been signed, and this is because of a reason for which the applicant can be held accountable.

Furthermore, we kindly ask you to pay attention to the following:

- Please note that applications will be treated as confidential. However, in spite of the efforts undertaken by Science Park Graz to ensure full confidentiality, the applicant's idea may through this application fall into the public domain. Therefore, we strongly recommend that the applicant discusses the protection of his/her idea with a dedicated expert in this field prior to application, and if relevant takes appropriate steps to protect the idea (e.g. by applying for a patent).
- No expenses incurred in either stage of the application procedure will be reimbursed to the applicant by Science Park Graz, ESA, and/or any third party.
- This Open Call does not impose any obligation upon Science Park Graz to enter into negotiations with any applicant or to enter into any other specific arrangement.

## ANNEX A – DETAILS ON DELIVERABLES

Under an ESA Spark Funding project, the Contractor will be undertaking both technical and commercially focused activities and, as such, the Deliverables reflect this.

D1 is a standalone Deliverable

D2, D3, and D4 should be combined into a single document for final delivery to Science Park Graz.

#### D1 Prototype or mockup/demonstration delivered to Science Park Graz

The Contractor shall provide either a prototype or a mockup/demonstrator to Science Park Graz. A short description of the product/service shall be provided along with any instructions required for operation. This deliverable will mainly be used for promotional and outreach purposes by Science Park Graz and ESA. In cases where confidentially is critical, this shall still be delivered but Science Park Graz and ESA agree not to publicly disclose information relating to this.

#### **D2** Business Plan and Commercialisation Roadmap

(suggested length: 10 pages)

The contents of this section shall include:

- Presentation of the quantitative market analysis for the envisaged product/services including the size and attractiveness of the market/customer segment(s).
- Presentation of the competitive environment and of the main competitors including information on their products/services and value propositions.
- Presentation of the financial plan and financial projections for development and sales, including key financial indicators such as CAPEX, OPEX, Break Even Point, Net Present Value, financial projections for the next 5 years.
- A discussion of your market penetration projections (i.e. percentage of market share, etc.), including key assumptions.
- Presentation of the team, competences and capabilities required to implement and deliver the product/service. In case of missing competences and capabilities, presentation of the intended strategy to acquire them.
- Presentation of the conclusion concerning the feasibility and viability of the specified product/service and associated system, and wrap up of the critical success factors and risks for the implementation of the solution,
- Definition of the next steps for product/service implementation, taking into account potential success factors and showstoppers (e.g. technology maturity, lack of service provision history, capital requirements, etc.) and identification of critical milestones.
- Describe in detail what the next step shall be, highlighting any further support required.

# **D3 Socio Economic and Environmental Impact Analysis**

(suggested length: 2 pages)

The contents of this section shall include:

- Assessment of the current and potential socio-economic and environmental impact of resulting operational product/services regarding expected revenues, job creation across the value chain, export opportunities, the establishment of new markets, investment leverage, societal and environmental benefits.
- Analysis of the impact generated for the <u>UN Sustainable Development Goals</u> (SDGs), specifying which ones would be addressed and to what extent.

# if applicable:

## **D4 Space Technology Commercial Arrangement Document**

(suggested length: 1 page)

The contents of this section shall include:

- Details regarding the type of commercial arrangement that has been agreed/envisioned with the Space Technology/Asset provider
- Length of agreement
- Conditions of agreement
- Value of agreement