



## State of Arizona

### Small Business Innovative Research (SBIR) and Small Business Technology Transfer Research (STTR)

Programs administer grants to small businesses for research and development of technology with commercialization potential. All federal agencies with research and development budgets greater than \$100 million must participate in SBIR, and those with budgets above \$1 billion must also participate in STTR, by setting aside a percentage of their budget for small businesses.

#### Benefits

- Encourage technological innovation in the private sector
- Strengthen small business participation in federal R&D Promote commercialization of federally-funded research
- Encourage participation of socially or economically disadvantaged and women-owned small technology businesses
- Can provide early-stage funding for risky business ventures
- Are grants, not loans, and there is no dilution of equity

#### Schedule

There are three phases to each of the programs:

##### Phase I

- Feasibility study
- Approximately \$70,000 - \$100,000
- 6 months to deliver the report

##### Phase II

- R&D to deliver a prototype
- Up to \$750,000
- Usually a two-year project

##### Phase III

- Commercialization stage
- Funding usually obtained outside of the program to commercialize to the sponsor agency and/or international markets