

Michigan's State Trade Expansion Program (MI-STEP)

Program eligibility and application guidelines

GENERAL INFORMATION

The MI-STEP program is designed to spur job creation by empowering Michigan small businesses to export their products. The program has three primary objectives:

- Increase the number of Michigan small businesses that export
- Increase the dollar value of Michigan exports
- Increase the number of Michigan small businesses exploring significant new trade opportunities

ELIGIBILITY

Up to \$15,000 in assistance is available to offset 50 percent of approved expenses per fiscal year. Michigan companies must meet the following eligibility criteria to qualify for MI-STEP program funds:

- 1. Be in accordance with Small Business Administration (SBA) guidelines and size standards: www.sba.gov/content/small-business-size-standards
- Demonstrate an understanding of the costs associated with exporting and doing business with foreign purchasers, including the costs of freight forwarding, customs brokers, packing, and shipping, per SBA guidelines
- 3. Demonstrate potential for export success and positive impact on the regional economy
- 4. Provide an EIN number linked to a Michigan address
- 5. Be in good standing with the Michigan Department of Treasury and other regulatory agencies
- 6. Must be an export-ready U.S. company seeking to export goods or services of U.S. origin or have at least 51 percent U.S. content

ALLOWABLE USES OF MI-STEP PROGRAM FUNDS

Program funds may be approved for export marketing-related activities including:

- 1. Participation in foreign trade missions
- 2. U.S. Department of Commerce services

- 3. Website translation into foreign language, search engine optimization, and localization services capped at \$6,000 reimbursement per award year*
- 4. Design of marketing media (brochures, branded giveaways, social media, advertising, etc.) capped at \$6,000 reimbursement per award year
- 5. International trade show participation
- 6. Foreign sales trip
- 7. U.S.-based international trade show participation
- 8. Participation in export training workshops
- 9. Reverse foreign buyer missions (meeting space/audio visual)

EXPENSE/REIMBURSEMENT LIMITATIONS

- Meals, entertainment, cell phone charges, gifts, and personal expenses are ineligible
- Passport and visa fees are ineligible
- Immunization expenses are ineligible
- Travel reimbursement is limited to two (2) travelers who must be U.S. citizens
- Flights must adhere to Fly America/Open Skies agreements.
 Only economy flights are eligible for reimbursement
 —no upgrades
- Travel expenses for distributors or sales representatives not employed by the Michigan company are ineligible
- Fees for shipping products to be sold in market are ineligible
- Fees for shipping sample products cannot exceed \$4,000 reimbursement per award year
- Mileage is reimbursable at the federal per diem rate
 —no gas receipts, unless used with a rental car
- Export compliance testing expenses are ineligibe
- Printing materials/services are ineligible

*In response to COVID-19, international website development is now reimbursable up to 75% effective through 9/29/2020.

To get started, complete the online intake at http://michiganbusiness.org/export or contact your regional International Trade Manager!

Questions may be sent to export@michigan.org.



MICHIGAN ECONOMIC
DEVELOPMENT CORPORATION