



The USAID Economic Security Program:

Mechanisms to Support Opportunities in Targets Sectors and Value Chains





Program Demographics

- 5 years
- \$17.8 million
- Builds competitiveness and increases livelihoods through a focus on target sectors/value chains that have the most potential for growth of high(er)-value employment, investment, and sales/revenue increases
- Opportunity-Based
- Can engage in opportunities throughout the country
- Seeks to Promote Self-Reliance





Target Sectors and Value Chains

- Tourism (Mountain/Adventure; Gastronomic; Cultural)
- Creative Industries (Film/Television Production, Post-Production, and High-Value Artisans)
- Shared Intellectual Services (Business Process Outsourcing, ICT)
- Light Manufacturing (Furniture; Packaging)

ICT and Logistics/Shipping are cross-cutting sectors that will be supported based on their linkage to target opportunities.



Mechanisms for Participating in Opportunities

- Technical Assistance
- Partnership Development Fund
- Grant Program

Opportunities should focus on providing significant return on investment (ROI) in one or more of the Program's focal impact areas.





Technical Assistance

- Typically utilized when a client needs support in terms of expertise that can be sourced by or through the Program.
- May be utilized by public, private, and organizational entities.
- May involve consulting expertise, procured services, and/or institutional capacity building utilizing Program or third-party talent.





Partnership Development Fund

- The PDF is typically used for larger, more complex opportunities.
- The Program has \$1.5 million in this fund to leverage opportunities over the next 5 years.
- PDF opportunities are designed through co-creation
- Concepts for consideration under the PDF may be submitted on a rolling basis



Partnership Development Fund Process

- Submission of Concept Note
- Evaluation of Concept Note
- Co-Creation Process
 - Negotiation of Specific Deal Points and Details
 - Due Diligence
 - Creation of a Deal Note
- Submission of Deal Note to USAID
- Decision by USAID
- Begin Relevant Contract and Implementation



Partnership Development Fund

What Can Be Considered

- Workforce/Skills Development
- Marketing/Communications Opportunities
- Product Development
- Market Linkages
- Opportunities within the Program's Priority Sectors and Value Chains or Cross-Cutting Sectors
- Opportunities that Offer Significant ROI
- Opportunities that result in a PPP or GDA

• What Cannot Be Considered

- Construction/Refurbishment of Facilities
- Opportunities with Negative Environmental Impact
- Opportunities Outside the Program's Sector/Value Chain Priorities (e.g. Agriculture, Apparel, et al.)
- Opportunities that Would Likely Happen Without the Program's Support
- Opportunities that do not create a PPP or GDA.



Grants Fund

Under the first, second, and third components, the Program provides technical assistance and cost-share grants. The total value of the grants fund that supports the Program is \$4 million.

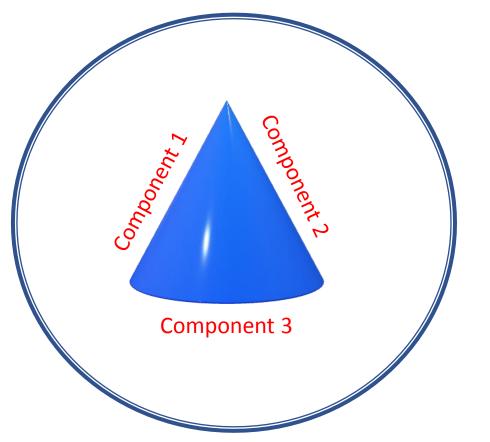
THE USAID ECONOMIC

SECURITY PROGRAM





Grants Fund



The maximum grant size must not exceed \$100,000 per recipient



Eligible Local Organizations (legally registered and recognized under the laws of Georgia)





Industry/sector, trade, or other private sector associations



Local government or government entities (state universities and research centers)



Cost-Share Requirement







MSMEs

60% cash costshare required (loans may be used) No in-kind contribution! <u>Non-profit</u> <u>entities,</u> <u>associations,</u> <u>cooperatives</u>

30% cash costshare required (loans and in-kind contribution may be used) Finance training and educational improvements

30% cash costshare required (loans and in-kind contribution may be used)

Third-party private sector contribution



Grant Types Fixed In-Kind Amount Grants Awards Standard Simplified Grants Grants



Grants Types

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Type of Organization	In-Kind Grant (GIK)	Fixed Amount Award (FAA)	Simplified Grant	Standard Grant
Local non-governmental non-profit organization (NGO)			\checkmark	
Local government or government entities (including state universities and research centers)				
Associations		\checkmark	\checkmark	\checkmark
Private sector micro, small and medium sized businesses/enterprises				
Maximum value and limitations		Three year max period	Simplified Acquisition Threshold	





Current Grant Solicitations

- APS-001 Training for Life (T4L) Industry-Led Workforce Development
- RFA-001 Introduction of Quality and Safety Management/International Certification & Standardization Systems
- RFA-002 Improving Firm Productivity, Productive Capacity and Business Process Management



Summary



- The Program welcomes concepts for consideration under any of its mechanisms.
- Each concept will be evaluated on its merits based on ROI in terms of high(er)-value employment creation, investment potential, and/or sales/revenue increases.
- The Program's available budget will also be a consideration for evaluation of opportunities.