Providing our customers with structurally integrated electronics for advanced sensing, communications, and signals intelligence.





"Our experience with SBIR/STTR Grants & Contracts"

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<u>Disclaimer</u>: The content and opinions expressed in this briefing are not those of the US Government nor SBDC but solely reflect the views of J.Brogan.



About MesoScribe Technologies

- High technology company, founded in 2002
- Spin-off from Stony Brook University, 4 exclusive patent licenses
- Provider of Direct Write products and additive printing services for aerospace, energy, and military markets



Formerly located at the Long Island High Technology Incubator (SBU)

Corporate Office, R&D Center

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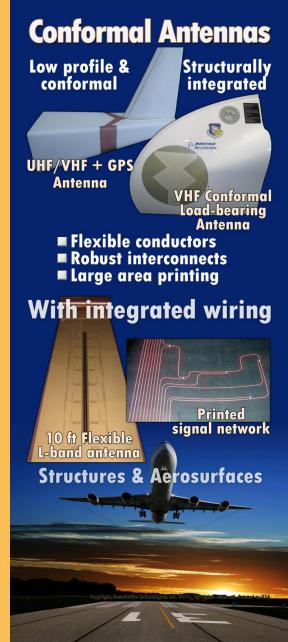
MESOS CRIBE

Direct Write™ Printed Electronics



- High-precision automation
- Direct fabrication onto parts
- Broad feedstock library
- Proven manufacturing process







MesoScribe: The Early Days....

- 2002 1st Phase I SBIR grant award
 - ♦ Department of Energy, \$100k, 12 month POP
 - ♦ Leased 500 sf at LIHTI (expanded to 2,000 sf by 2008)
 - → Hired 1st full-time employee (other than Founders)
 - ♦ Executed a facilities-use agreement with SBU
 - ♦ Began sensor product development
 - ♦ Wrote more proposals....
 - ♦ Engaged gas turbine engine OEM (led to a NIST ATP in 2005)
- 2003 Successfully converted the Phase I into a Phase II grant
 - ♦ Department of Energy, \$600k, 24 POP
 - Hired 2 more employees
 - Leveraged SPIR cost-matching opportunities (Strategic Partnership for Industrial Resurgence)
 - ♦ 3 more SBIR Phase I awards



MesoScribe Technologies

- 10 years later, cumulative Government funding totals:
 - ♦ 56 Government grants & contracts
 - ♦ 44 SBIR/STTR awards: 27 Ph I and 17 Ph II
 - ♦ ~ \$18M in funding
 - ♦ Army, Navy, Air Force, DARPA, MDA, NASA, NIST, DOE





Our SBIR/STTR Funding

- Launched MesoScribe, enabled gradual expansion
 - ♦ 500 sf increase per year at LIHTI
 - ♦ 1-2 new employees per year
 - ♦ We needed time to develop technology, products, & applications
- Enabled the purchase of laboratory facilities, test equipment, instrumentation, robotics, etc. for 14,000 sf (Direct Costs & on OH)
- Retain patent rights (FAR 52.227-11)
- Provides 4 years of data rights per contract (Ph I, Ph II, each Ph III)
- No loss of equity
- Not a loan, nothing to pay back
- No cost share required
- Enabled us to transition technology to other markets
 - Capabilities developed from a NASA SBIR allowed us to manufacture a product for commercial aircraft, currently in production



Starting Out: Some Lessons Learned

- Keep your overhead low, minimize your expenses, stretch your cash, utilize available resources at universities, etc.
- Carefully manage expectations and adoption of required procedures as a government contractor
 - ♦ Proper government cost accounting system is needed ASAP from Day 1
 - ♦ You need to be compliant and satisfy DCMA/DCAA regulations but large cookie-cutter plans could suffocate your fledgling business
- Commercialization strategy is critical, even as you develop your
 Ph I proposal
 - ♦ License or manufacture?
 - ♦ Who is going to buy your product or service and how do you sell it?
 - ♦ Understand the acquisition platform/procurement cycle
- SBIR/STTR funding is not sustainable
 - ♦ Getting an SBIR/STTR is not easy; but transition is far more difficult
 - → Have a strategic plan



SBIR/STTR Grants are a great way to launch a business, and to develop and commercialize new cutting edge technologies.

I wish you all success!

Contact Information

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