



Sustainable New Agri-Food Products & Productivity (SNAPP) Program

Program Objective

In northern Ontario, many agriculture and food producers/businesses have difficulty funding equipment purchases for business expansions such as value-added processing, productivity enhancements and clean tech projects. The Sustainable New Agri-Food Products and Productivity (SNAPP) Program is for northern Ontario agriculture and food producers, businesses and collaborations to provide up to \$10,000 at 50% cost-share towards the purchase of equipment for eligible activities. Collaborations of three or more entities can be eligible for up to \$25,000 at 50% cost-share towards equipment purchases.

Eligible Applicants

- Eligible applicants must be a legal person with the authority to enter into a legal agreement. Examples of a legal person could include corporations, not-for-profit organizations, primary producers, processors, distributors, First Nations, Metis and Inuit.
- Collaborations will be accepted with three or more partners. Collaborations must be completed by a lead applicant and each applicant in the collaboration must be a legal person.
- Applicants must have at least one component of their business located in northern Ontario, and the project activity must occur in northern Ontario. For collaborations, at least two collaborators (legal entities) must be businesses, organizations or persons located in northern Ontario.
- Both start-up and existing businesses are eligible. Start-up (in first three years of operation) businesses are expected to provide a business plan with their application.

Program Goals

- Stimulate the development and expansion of the agriculture and food sector in northern Ontario. Catalyze sustainable jobs or increase agri-food employment.
- Address challenges specific to northern Ontario agri-food production such as a shorter production season, distance to markets and a lack of economies of scale.
- Promote value-added processing and innovative production and processing practices that increase scalability, profitability and competitiveness.
- Improve efficiency or resource use, reducing ecological impact and carbon footprint while enhancing profitability.

Project Review Criteria

Projects will be prioritized per the following criteria:

- How novel the products to be developed are relative to northern Ontario (New Products)
- What new efficiencies will be implemented to increase production and decrease operating expenses (Productivity Stream) *





- The project clearly demonstrates environmental and ecological benefits at an impacting scale (Clean Tech in Agri-Food Stream)
 - The use of innovative equipment or processes
- Definition of Innovation:** The process of generating and applying ideas to produce new or significantly improved products, processes, technologies or services.
- The scalability of the project (ability to expand production/sales)
 - The economic or sales impact of the project on the business and on northern Ontario
 - Jobs created or maintained as a result of the project
 - Strategic alliances created or maintained as a result of the project
 - A clear marketing or distribution plan
 - A sound business plan (start-ups only)
 - Application completeness

Eligible Project Activity Streams

Eligible projects may fall under the following streams:

- **New Products** – Projects that enable agriculture or food producers to create primary or processed products that are new to the business. Examples of potentially eligible projects include the creation of a new ready-to-eat processed product, or the ability to produce a new farm product. Project equipment may include food or fibre processing equipment or food production equipment.
- **Productivity Enhancement** – Projects that utilize innovative technologies or processes to increase efficiencies in their operations and improve processes or products. Project equipment may include greenhouse structures, production equipment, animal tracking (tag reading technology) meat processing equipment, or food packaging equipment.
- **Clean Tech in Agri-Food** – Projects that adopt clean technology at the farm/business level and support improved environmental performance while fostering productivity, growth and competitiveness. Eligible projects must improve environmental performance relative to standard/most commonplace technologies. Therefore, energy efficiency, remanufacturing, or productivity improvement initiatives do not necessarily include clean tech adoption/adaptation. Examples of potentially eligible projects include precision agriculture technology for irrigation and fertilization, composting and waste management, controlled environment greenhouse technology and gaining water or energy efficiencies.

Eligible Costs

All costs shall be limited to purchase equipment that directly allows eligible project activities to occur. Used equipment is eligible. Examples of eligible costs include but are not limited to:

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| • Food or fibre processing equipment | • Building materials |
| • High-tunnels or greenhouse structures | • Farm production equipment |
| • Food packaging or labelling equipment | • Equipment Delivery Costs |
| • Cold storage equipment | • Technology upgrades |





Ineligible Costs

- Equipment installation or servicing
- Rolling stock (definition attached)
- Inventory
- Labour costs
- Consumables (any non-permanent equipment, products or structures that cannot be used for multiple years)
- Purchase or lease of lands or buildings
- Gifts or incentives
- Computer software
- HST

Other Program Requirements

1. Applicant(s) will be required to attach a copy of their Articles of Incorporation, Farm Business Registration No., Master Business License, or Business Name Registration, whichever is applicable (some exceptions may apply).
2. Business start-ups (in first 3 years of operation) must submit a business plan with application form (a business plan template can be made available)
3. A completed Client Intake Form (required once an approval is received by the applicant(s))
4. **Projects approved under this program must be completed and invoice(s) and proof of payment(s) submitted to SSMIC by December 31, 2020 (for Intake 1).** Once invoices and proof of payments are received in full, a contract will be sent for review and signature. A signed contract is required in order to receive the approved grant. Once the purchase(s) is completed and all required documentation has been received, the recipient will be granted 90% of the approved funding. Approved applicants may submit ONE claim only per project.
5. A completed Final Results Report will be due six months after the Project Completion Deadline (June 30, 2021 for Intake 1). The final 10% of funding will be remitted after this report is submitted.
6. Applicants are eligible to submit one application per intake period. Successful applicants can receive a maximum of \$10,000 in SNAPP funding throughout the entirety of the current program (2019-2023). Previous successful applicants of the previous SNAPP programs are eligible to apply to the current program. All approved projects must be completed and closed prior to the applicant submitting a new application.
7. Clients are to refer to the reporting requirements stated in the application terms and conditions info sheet.

Please contact your regional representative (below).

Your representative will discuss the eligibility of your project and answer any questions you may have. They are also available to review your application prior to submission and to ensure application completeness.

Submitting your application without speaking to one of the following representatives is NOT recommended.

Algoma/Manitoulin:

Cathy Bouchard - snapp@rainalgoma.ca or (705)942-7927 ext. 3135

Sudbury/Nipissing/Temiskaming/Cochrane/Parry Sound/Muskoka:

Northern Ontario Farm Innovation Alliance – info@nofia-agri.com or (705)647-4782

Northwest - Thunder Bay/Kenora/Rainy River:

Northwestern Ontario Innovation Centre - ryan@nwoinnovation.ca or (807)768-6682





Rolling Stock Definition

Rolling stock is considered to be any general-purpose transportation equipment vehicle that would be used in transporting items or making deliveries from one place to another.

Examples of customized or ag-specific equipment:

INELIGIBLE COSTS	ELIGIBLE COSTS
Skid steer	Attachments, such as post auger
Tractor	Attachments with farm specific use, round baler, tillage equipment, harvester, GPS
Four-wheeler, wagon	Feed equipment
Multiple use equipment (ie, trailer)	Farm specific equipment with one intended use (ie trailer customized for cold storage)

*Productivity Definition

Productivity refers to how well a business converts input (such as labour, materials, machines and capital) into goods and services or output. Productivity is measured by comparing the amount of goods and services produced with the inputs which were used in production. This can be achieved by:

1. Using technology to improve a good or service. This usually includes significant improvements in technical specifications, components and materials, user friendliness or other functional characteristics
2. Reviewing existing setup and processes. This usually results in a new or significantly improved production or delivery method and could include significant changes in techniques and/or equipment