



Department of Economic and
Community Development

Connecticut
still revolutionary

Catherine H. Smith
Commissioner

April 27, 2018

Elliot Ginsberg
President
Connecticut Center for Advanced Technology
222 Pitkin St # 101,
East Hartford, CT 06108

Dear Mr. Ginsberg:

We recently saw a copy of the AMC Success Stories. Based on review of the information outlined in that document we are concerned about how CCAT is utilizing state equipment. The document highlights non-defense companies and/or projects that don't appear to be eligible under the terms of our contract. This is particularly concerning, since we recently received correspondence from you (February 21, 2018 and April 23, 2018), where CCAT confirmed and certified that it had followed the conditions of the contract.

The Assistance Agreement Amendment dated January 21, 2016 between DECD and CCAT regarding the Regional Aerospace and Defense Exchange (RADE) Phase 2 Program, specifically states in Exhibit D, Statement of Work that "CCAT shall be responsible for the development, operation, and execution of the Innovation Technology Center (ITC) along with the Supplier Program targeting tier 1 and tier 2 suppliers in the defense aerospace supply chain. All equipment purchased by the State and installed at the ITC shall at all times remain assets of the State. Through the term of the Agreement, Applicant shall obtain DECD prior approval before any operation, maintenance, or other use of the equipment".

If CCAT has derived any revenue from the use of the equipment in non-eligible ways the proceeds must be returned to DECD. Until the issue is clarified and resolved, CCAT will cease and desist using the equipment. In addition, DECD will withhold payments on any contracts nor enter into a new contracts with CCAT. Based on your response, DECD may conduct future audits per the original agreement.

We appreciate your attention to this matter and response in writing by May 4th.

Sincerely,

Catherine Smith
Commissioner