

# SAME San Diego Small Business Outreach Event NAVFAC SW Initiative and Opportunities

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### **NAVFAC Core Competencies**



#### **NAVFAC Delivers Facilities & Expeditionary Solutions:**

- Facilities Planning, Operations & Sustainment
- Environmental Compliance & Restoration
- Shore Anti-Terrorism Force Protection
- Utilities and Energy Management
- Specialized Technical Services



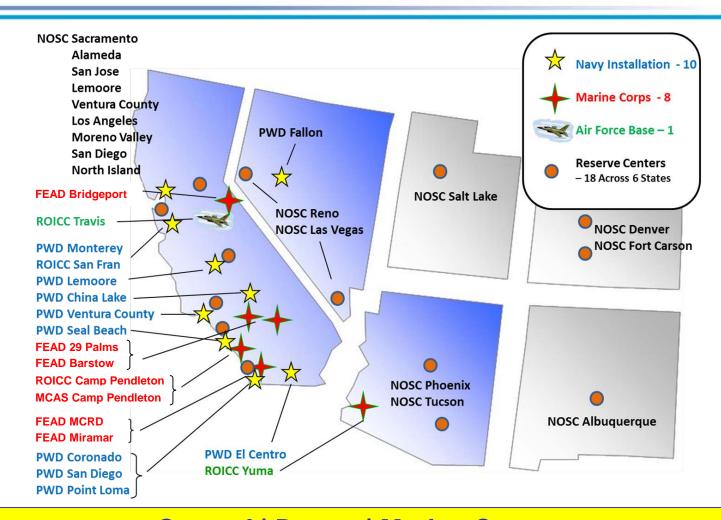


- Design, Repair & Construction
- Expeditionary Equipment
- Contingency Support
- Ocean Facilities
- Real Estate
- BRAC



### **Area of Responsibility**





Coastal | Desert | Marine Corps

19 offices assigned to three Integrated Project Teams (IPTs)

# Office of Small Business Mission Statement



- •The Navy Office of Small Business Programs promotes acquisition opportunities where small business can best support the needs of our Sailors and Marines.
- •Through policy, advocacy, and training we foster industry innovation, technology development, and the acquisition of quality products, services, and solutions from small business providers.



# Office of Small Business Programs Functions



- Advocate for small business
- Assist in acquisition planning / acquisition strategy
- Member of source selection board
- Small Business Subcontracting Plan Reviews
- Education / Training
- Large Business Prime Contractor Reviews / Audits
- Outreach
- Counseling / Advice / Guidance
- Ensure SB missions and Command objectives are met.

# **Navy Buying Commands**



There are 10 major Naval Commands that support Small Business Contracting.

Acquaint yourself with the type of products and services they provide to the naval warfighter and see if they align with the products and services your company can provide.

Each buying command has a specific procurement authority.

Know where you fit.

- Marine Corps Systems Command
- Naval Air Systems Command
- Naval Sea System Command
- Office of Naval Research
- Strategic Systems Program
- HQ Marine Corps Installations and Logistics
- Space and Naval Warfare
- Naval Supply Systems Command
- Military Sealift Command
- Naval Facilities Engineering Command (NAVFAC)

### What NAVFAC Southwest Buys



#### Capital Improvements

- Construction Services
- Architect & Engineering Services
- Design In-House
- Specialized Technical Services
- Ocean Engineering

#### Environmental

- Environmental Planning/NEPA
- Environmental Compliance & Conservation
- Environmental Restoration
- Sustainable Solid Waste Management

#### Public Works

- Facility Sustainment
- Utility & Energy Management
- Base Operation and Maintenance
- Facility Services

#### Asset Management

- Real Estate
- Land & Installation Planning
- Facilities Planning
- Encroachment Management
- Facilities Integrated Logistics
   Support
- Real Property Acq, Mgmt & Disposal

# **Types of Contracts**



- Basic Ordering Agreements (BOA) (Construction only)
- Job Order Contracts (JOC) (Construction)
- Base Operation and Support (BOS) (Services)
- Multiple-Award Contracts
   (Construction, Environmental, and Services)
- Indefinite Delivery Indefinite Quantity (IDIQ)
   (Construction, Architectural & Engineering, Environmental, Services)
- Stand-Alone, Single Award Procurement
   (All types of services) (Competitive or Sole Source)



#### Rules for A/E Procurements



- If the services of a registered or licensed architect or engineer are required, <u>Brooks Act</u> procedures must be followed.
- The acquisition of A/E services shall be issued on a competitive basis. No sole source awards.
- Market research used to determine acquisition strategy and possible SB set-aside.
- No SB set-aside for MILCON projects
- Must be able to slate THREE highly qualified firms
- Award to the most highly qualified firm at negotiated price that is fair and reasonable.



#### **Brooks Act and Small Business**



Except for Military Construction, market research will be conducted during the acquisition planning phase of the procurement to determine if the requirement can be set-aside for 8(a), HUBZone, EDWOSB, SDVOSB, or SB.

#### Market Research Includes...

- Sources Sought Announcement analysis of responses
- Dynamic Small Business Search database
- Historical information
- Industry forums
- SBA, PTAC, and Other Agency information
- Other innovative strategies

### **Planned NAVFAC SW A/E Contracts**



	Contract	Capacity	TO Range
UR	Mechanical Engineering/Plumbing/FP	\$30M	\$500K - \$2.5M
SB	Facility Planning	\$15M	\$10K - \$750K
SB	Interior Design	\$5M	\$5K - \$500K
UR	Architect (Multi-Disc) MILCON only	\$100M	\$300K - \$5M
SB	Structural	\$30M	\$5K - \$3.5M
8a	Civil	\$15M	\$5K - \$500K
UR	Civil	\$30M	\$300K - \$5M
TBD	Fire Protection	TBD	TBD



# **Environmental Industry Day Forums**



- Environmental Business Line has been holding Industry Days for larger procurements.
- Provides opportunity to have an open dialog with industry experts prior to issuance of Request for Proposals (RFP).
- Provides opportunity for Government to receive industry input concerning the project
- Allows discussion of challenges "before-the-fact" by gathering and discussing past experiences and success stories.
- Streamlines procurement process by addressing concerns upfront rather than through Requests for Information (RFIs) during proposal phase.

# NAVFAC SW Environmental Procurements Underway



Title	Scope	Туре	Duration	Capacity	RFP	Est. Award Date
EV Lab Services	Services	FP, UR, Single	5 yr	\$30 M	Issued	Q3 FY17
CERCLA/RCRA	Restoration	FP, SB, Single	5 yr	\$75 M	Issued	Q4 2017
EMAC III	Restoration	FP, MAC	5 yr	\$240 M	Q4 FY17	Q2 FY18
CR MASC	Cultural Res	MAC	5 yr	\$30 M	Q1 FY18	Q3 FY18
Admin Record	Restoration	FP, Single	5 yr	\$4 M	Q3 FY17	Q1 FY18
8(a) EMAC	Restoration	FP, SB, MAC	5 yr	\$95 M	Q4 FY17	Q1 FY18
MARAC	Restoration	CP, MAC	5 yr	\$240 M	Q3 FY17	Q2 FY18

<sup>\*\*</sup> Data contained herein is based on the best available information and is subject to change

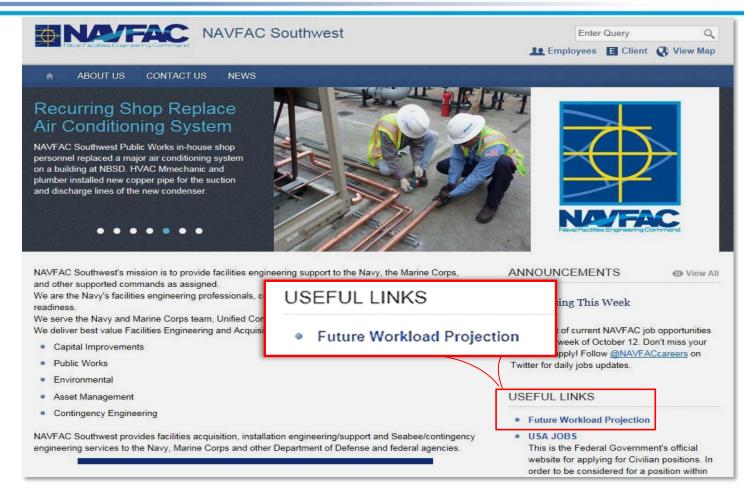


### **Future Workload Projections**



Search
"NAVFAC
Southwest"

Future Workload
Report
at
NAVFAC
Southwest
Homepage
USEFUL LINKS



http://www.navfac.navy.mil/navfac\_worldwide/atlantic/fecs/southwest.html

Full transparency on projects & acquisition tools



# Requesting Visit to NAVFAC SW



- NAVFAC SW has specific protocol and a process for contractors to follow when submitting visit requests.
- Protocol was developed to:
  - 1) Provide industry representatives with a fair and equal opportunity to contact the command
  - 2) Ensure minimal disruption to the Navy mission.
- The Contractor Visit Protocol can be found in the NAVFAC SW Public Web Site at the following link:

https://www.navfac.navy.mil/navfac\_worldwide/atlantic/fecs/southwest/contact\_us/KTR\_Visit\_POC.html

 To request a contractor call/visit, personal visit, or social call, send an e-mail to the command's Contractor Visit Coordinator at:

NAVFAC\_SW\_Contractor\_Visit\_Coordinator@navy.mil

#### **Additional Resources**



#### **Small Business Administration**

http://www.sba.gov

#### **Procurement Technical Assistance Center**

http://www.dla.mil/SmallBusiness/Pages/ProcurementTechnicalAssi stanceCenter.aspx

#### **DoD Small Business Professionals**

http://www.acq.osd.mil/osbp/doing\_business/DoD\_Contracting\_Guide.htm

#### **NAVFAC Small Business Websites**

https://smallbusiness.navfac.navy.mil

https://www.navfac.navy.mil/navfac\_worldwide/atlantic/fecs/southwest/about\_us/small\_business.html



# **Questions?**



# **Back-up Slides**



#### **Source Selection Process**



- Acquisition Planning
- Set-Aside Determination (determined by market research)
- Solicitation
  - Scope of Work
  - Contract Requirements (FAR Clauses, admin reqmts)
  - Evaluation Factors
  - Proposal Submission Requirements
- Low Price Technically Acceptable ←→ Trade Off
  - Single Phase or Two Phase
- We can only evaluate your proposal against the solicitation requirements. Your technical proposal is not compared to other proposals.

#### **Evaluation Factors**



- Past Performance / Technical Experience
  - -Technical Experience describes WHAT you have done in the past
  - -Past Performance describes HOW WELL you have done it.
  - -Similar to scope of work on contract
- Proposed Technical Solution (Design/Build)
  - Innovation, Feasibility, Risk, In line with solicitation, Cost?
- Management Team / Org Structure
- Small Business Utilization (equal to highest rated technical factor)
- Safety
- Price

### **Proposal Do's and Don'ts**



- •#1 Rule of responding to a solicitation .....
  READ THE ENTIRE SOLICITATION!!!!
- Don't just read the specification section and proposal submission requirements
- DO look up and read the FAR/DFARS/and other administrative contract requirements. Make sure you understand them.
- Don't neglect any portion of the submission requirements or questions. Make sure you respond to each component of a multipart question or requirement even if you believe they do not pertain to you. Answer everything!
- Don't assume the review board can "read between the lines".
   Proposals are evaluated at FACE VALUE.

# **Proposal Do's and Don'ts (2)**



- Don't get creative with format and organization of proposal.
- DO follow instructions to the letter.
  - -Project date ranges, similarity to scope, dollar threshold,
  - –Page limitations, front/back, single/double spaced, font.
- DO pay attention to detail
  - –PROOF READ your entire proposal one person not team
  - Correct spelling and grammatical errors.
  - -Make sure POC and Reference information is current and ACCURATE.
- DO make sure you get it in ON TIME
  - -FedEx, FAX, email, snail mail what is allowed and what is not.

### **Current NAVFAC SW A/E Contracts**



	Contract	Expires	Capacity	TO Range
UR	Civil	Sep 2019	\$30M	\$500K - \$3.5M
8(a)	Civil	Jun 2019	\$7.5M	\$5K - \$500K
UR	Waterfront Facilities	Sep 2018	\$7.5 M	\$5K - \$1.5M
SB	MEP	Dec 2019	\$30 M	\$200K - \$2.5M
8(a)	M&P	Nov 2018	\$7.5 M	\$5K - \$500K
SB	Structural	Feb 2020	\$10 M	\$5K - \$3.5M
SB	Facilities Planning	Aug 2020	\$30 M	\$150K - \$1.5M
SB	Facilities Planning	Jun 2019	\$15 M	\$10K - \$1.5M
UR	Encroachment	Feb 2022	\$30M	\$5K - \$1.5M
SB	Architect (Multi-Disc)	Aug 2020	\$30 M	\$300K - \$5M
SB	POL	Oct 2019	\$20 M	\$5K - \$3.5M
UR	Architect (Multi-Disc)	Mar 2021	\$30 M	\$300K - \$5M
8a	Architect (Multi-Disc)	May 2020	\$10 M	\$5K - \$300M
SB	Landscape	Mar 2022	\$5 M	\$5K - \$500K
UR	Surveying and Mapping	Mar 2022	\$7.5 M	\$5K - \$1M
8(a)	Geotech	Apr 2022	\$4.5 M	\$2K - \$500K

#### **Do Your Homework**



- Know your customers BEFORE you approach them.
- Never ask a potential customer what they do. You need to know this in advance!
- Know your customer needs and buying habits
- Approach with a SOLUTION to an identified need
- Speak your customer's language
   State customer use State terms
   Federal customer use Federal terms
   Commercial customers use industry terms
- Adapt your marketing strategy to fit your customer
   Marketing should NOT be one-size-fits-all
- Make an appointment do not drop in.

# **Marketing Tips**



# When asked, "What do you do?"

- Don't say "Everything."
- Don't say "I'm a general contractor."
- What you say may not be what your potential customer hears.
- Don't lead with your socio-economic certifications.
- Don't ask for sole source work!
- FOCUS!!!!!
- Focus on your IN-HOUSE capabilities
- Be able to describe your core competencies
- What sets you apart from your competition?
- Be able to describe your previous work in terms that will relate to the customer's current needs.

# How to work with NAVFAC SW Basic instructions for new contractors



- Step 1 Determine your NAICS Codes: http://www.census.gov/eos/www/naics/
- Step 2 Obtain a DUNS Number: http://www.dnb.com/get-a-duns-number.html
- Step 2 Register in SAM: http://www.sam.gov
- Step 3 If SB, Register in Dynamic Small Business Search database: http://dsbs.sba.gov
- Step 4 Monitor Solicitation Websites:
   http://www.neco.navy.mil
   http://www.fbo.gov

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The True Story of America Tomorrow



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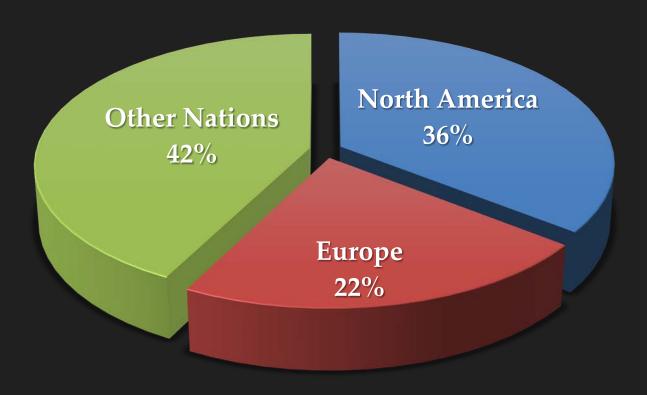
# INTERNATIONAL ECONOMICS

Interest Rates

Demographics



# Pieces of the Pie Gross National Income 2013





# % Population Change Major Industrialized Nations 1980 - 2010

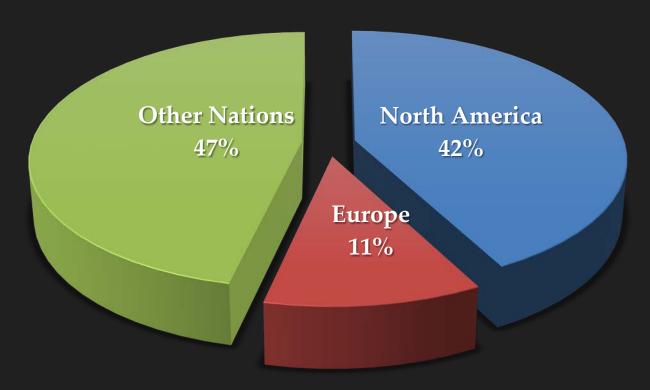




Figure 1.1

# Gross National Income 2013 Major Industrialized Nations

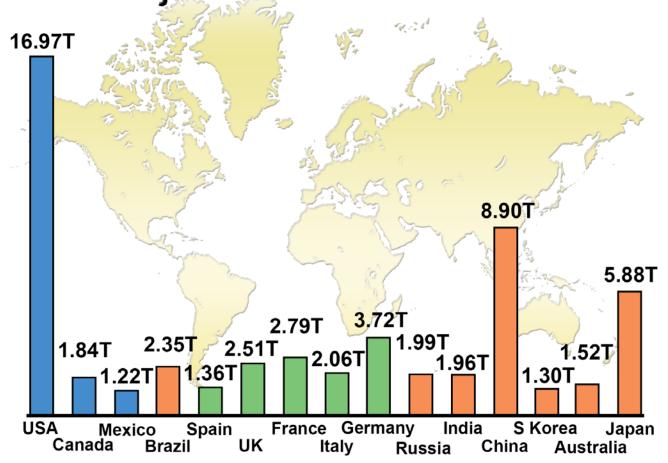
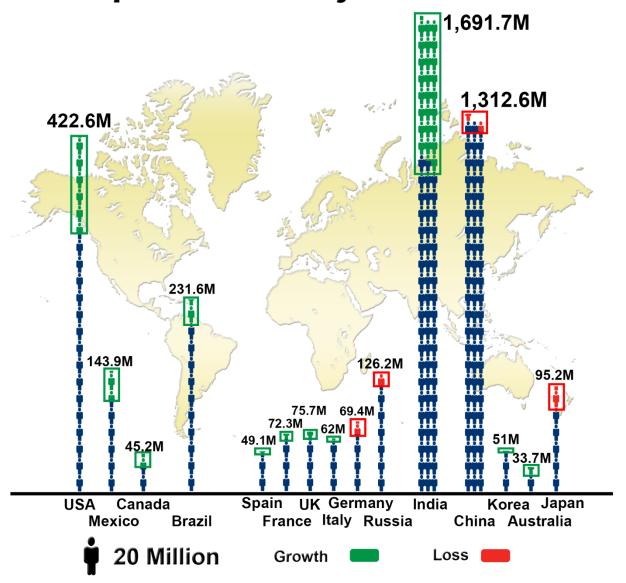




Figure 1.4 Top 15 Nations
Population Projections 2050





# AGE COMPOSITION 2010 % OVER 65 YEARS









# THE UNITED STATES



# CELL PHONES ONLY

64% of Millennials

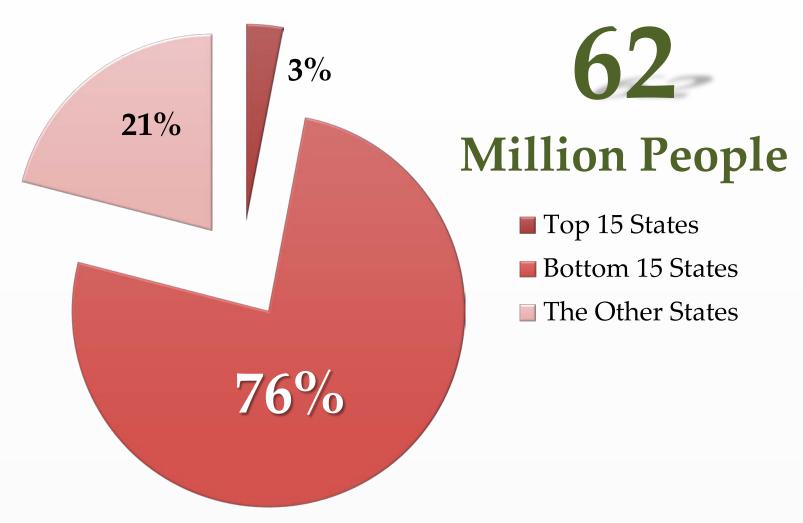
60% of Hispanics

32% of Baby Boomers

47% Living in the West

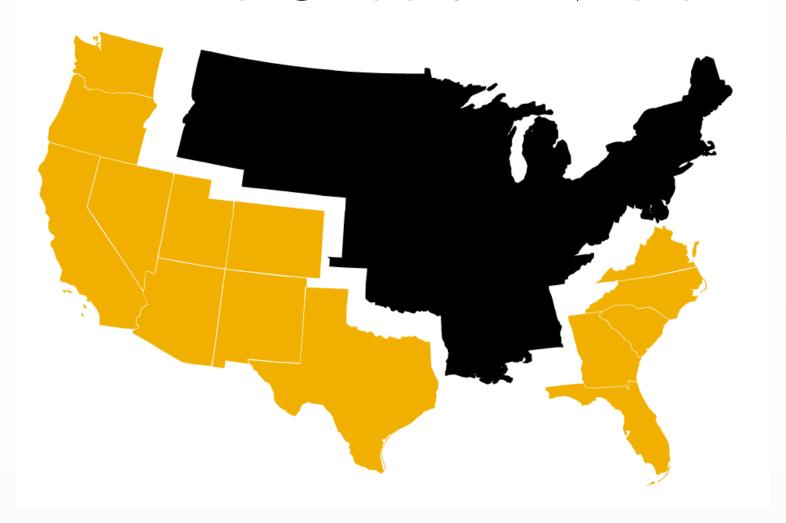


# US Population Change – 1980-2010





## The Great Divide



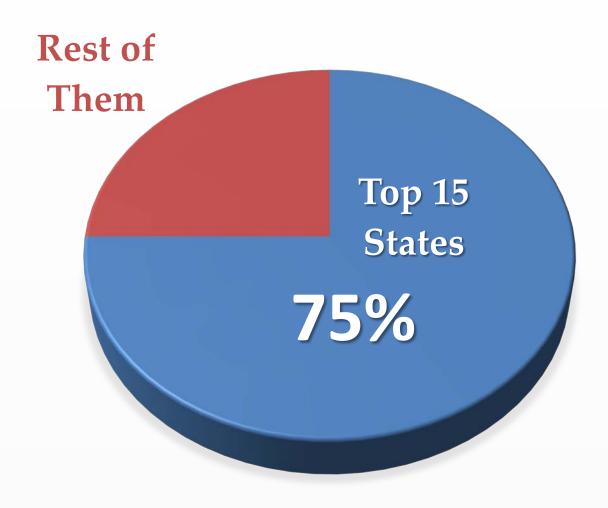


Detroit named a top travel destination for 2017 by New York Times



### Share of New Jobs – the Top and Bottom States

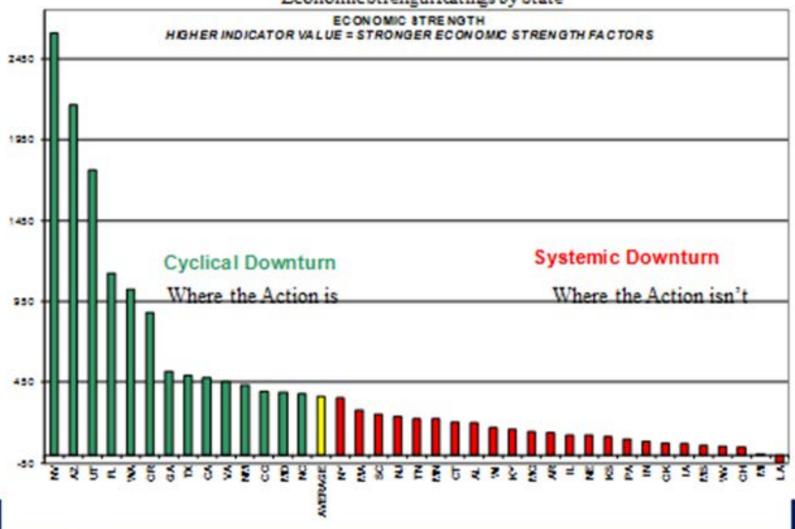
December 2014-December 2015





#### THE FUTURE OF AMERICA

Economic Strength Ratings by State



## NEVINOMICS 101: The Basics of Employment

Basic Jobs (Economic Drivers) (1/3rd of All Jobs)

Definition: Jobs whose source of revenues come from **outside** the metropolitan area

Support Jobs (2/3rds of All Jobs)

½ are jobs that serve businesses

½ are jobs that serve consumers



# Do you sense the air is different in the Silicon Valley?

"There's an enormous rejection of constraints."

An interview with Larry Summers in Fortune Magazine



#### **One Thing California Lacks**

# MISONEISM

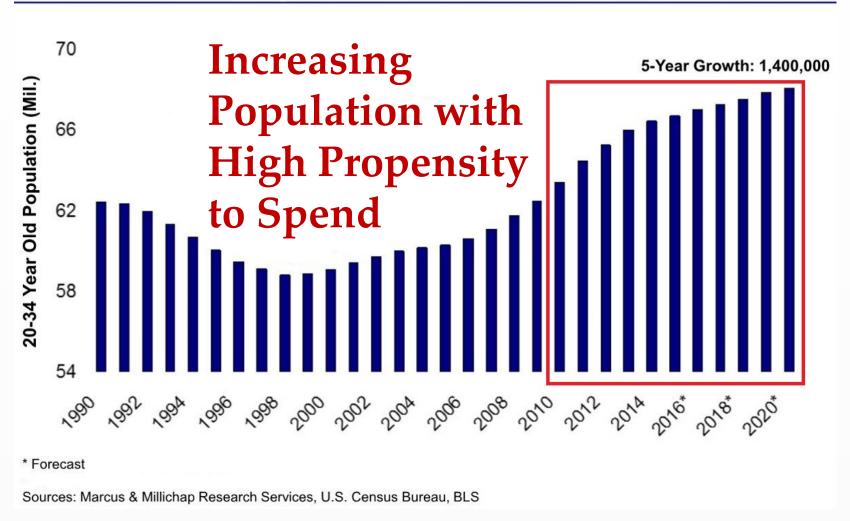
FEAR OF CHANGE OR INNOVATION



# MILLENNIALS



### US Population 20 - 34 Year Olds





### INTRODUCING THE HENRY'S

High Earnings, Not Rich Yet



#### THE NEXT 25 YEARS IN THE U.S.

#### Millennials will inherit

# \$40 Trillion

- Life Insurance
- Life Savings
- Pension Funds
- Businesses
- Home Equity(80% of seniors own homes)



#### Life Insurance in Force United States 1900-2013

Year	\$ (millions)	Index
1900	\$ 7,573	
1940	\$ 151,762	20.0
1990	\$ 9,392,597	1,240.3
2000	\$ 15,953,267	2,106.6
2013	\$ 19,661,518	2,596.3

Source: ACJI tabulations of Natl Assn. of

Insurance Commissioners





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