# Contracting with Federal Government



# **Red Tape Hotline**

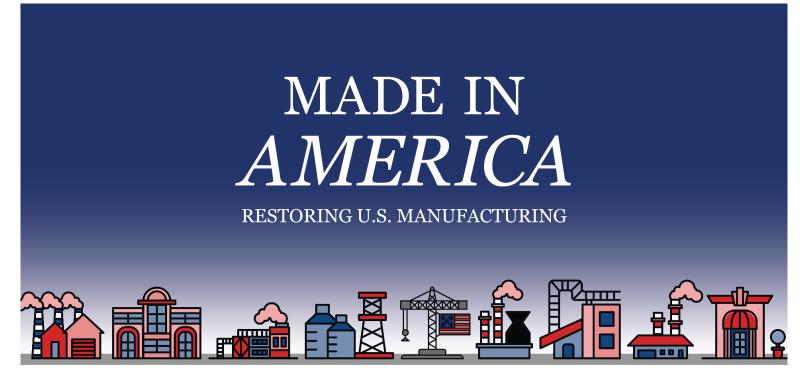
### Red tape hotline

If you have concerns about federal regulations that impose excessive costs on small businesses, <u>reach</u> out and let us know.

If a regulation can harm or help your manufacturing business, write a comment letter to the government and send a copy to Advocacy staff.

Learn more about SBA's Office of Advocacy.







Putting American manufacturers first | U.S. Small Business Administration

NEW! Make Onshoring Great Again portal | U.S. Small Business Administration



# Agenda

- Government Contracting Suitability
- How the Government Buys Goods and Services?
- Marketing Your Business & Identifying Federal Opportunities
- How the Government Can Help



## Are You a Small Business?

### **Size Standards**

Determined by NAICS industry codes

### **Business Type**

Sole proprietorship, partnership, corporation, or any other legal form

#### Location

Operates primarily within the U.S.



#### **Size Restrictions**

Average number of employees or annual receipts

#### **Non-Qualified Business**

Primary operations outside the U.S.



Non-profit businesses are not considered









# Is Your Business Ready?



**Does the Government...**Buy what you sell

## Do you have...

Federal contracting experience Cash, inventory, working capital

**Are you capable...**Of fulfilling a government contract

**Do you know...**Where to find contracting opportunities



# To be determined responsible, a prospective contractor must-

- (a) Have adequate financial resources to perform the contract, or the ability to obtain them (see 9.104-3(a));
- (b) Be able to comply with the required or proposed delivery or performance schedule, taking into consideration all existing commercial and governmental business commitments;
- (c) Have a satisfactory performance record (see <u>9.104-3</u> (b) and <u>subpart 42.15</u>). A prospective contractor shall not be determined responsible or nonresponsible solely on the basis of a lack of relevant performance history, except as provided in <u>9.104-2</u>;
  - (d) Have a satisfactory record of integrity and business ethics (for example, see <a href="subpart 42.15"><u>subpart 42.15</u></a>);
- (e) Have the necessary organization, experience, accounting and operational controls, and technical skills, or the ability to obtain them (including, as appropriate, such elements as production control procedures, property control systems, quality assurance measures, and safety programs applicable to materials to be produced or services to be performed by the prospective contractor and subcontractors). (See 9.104-3(a).)
- (f) Have the necessary production, construction, and technical equipment and facilities, or the ability to obtain them (see 9.104-3(a)); and
- (g) Be otherwise qualified and eligible to receive an award under applicable laws and regulations (see also inverted domestic corporation prohibition at 9.108).

Parent topic: 9.104 Standards.



# Government-Wide Contracting Goals COMPETITION TYPES TO WIN GOVERNMENT CONTRACTS

WORLD'S
LARGEST
BUYER

01

Full and Open Competition

\$600,000> billion/year

 23% federal contract dollars are intended for small businesses 02

Small Business
Set-Asides

03

**Sole Source** 



# 8(a) Business Development Program



**Nine-year program** created to help socially and economically disadvantaged entrepreneurs gain access to—and succeed in—the federal marketplace

**Build capacity** and grow through contracts

**Access** to business development support

Visit our <u>certification upgrade page</u> to learn more. If you have pending federal prime or subcontract offer that is contingent on receiving SBA certification, please contact us at <u>certifications@sba.gov</u>



# Eligibility Requirements – 8(a) Program

- Be a small business (as defined by <a href="https://www.sba.gov/size-standards">https://www.sba.gov/size-standards</a>)
- Demonstrate the potential for success such as having been in business for two years
- Have all its principals demonstrate good character
- Have the owner manage day-to-day operations and also make long-term decisions
- Not have previously participated in the 8(a) BD program
- Be at least 51 percent owned and controlled by U.S. citizens who are socially and economically disadvantaged
- For initial 8(a) eligibility, the personal net worth (PNW) of a disadvantaged individual must be less than \$850,000, and average income over past three years must be less than \$400,000
- For continued 8(a) eligibility after admission to the program, personal income, averaged over the past three years, may not exceed \$400,000 and PNW may not exceed \$850,000



# 8(a) Firm Bona Fide Place of Business Final Rule Changes: SBA Reinstates Rule to Return Federal Contractors to Work

Bona Fide Place of Business is required for both 8(a) sole source and competitive contracts



Generally, the geographic area serviced by the SBA district office, a Metropolitan Statistical Area (MSA), or contiguous county to (whether in the same or different state) where the work will be performed.

SBA may determine that a Participant with a bona fide place of business anywhere within the state(if the state is serviced by more than one SBA district office), one or more other SBA district office or other nearby area.



# Certify.sba.gov

**Should I apply? -** <u>SBA Certify - Small Business Administration | SBA Certify - Small</u>

Match: Do you sell what the government buys?

Readiness: Is your business ready to take full advantage of the 8(a) Business

**Development Program?** 

Eligibility: Are you eligible for the 8(a) Business Development Program?

Knowledge Base: Certify Help Desk - Confluence (atlassian.net)

>>WOSB Office Hour for RFIs: WOSB Office Hour for RFIs · WOSB.Certify.sba.gov

WOSB Office Hour for RFIs · WOSB.Certify.sba.gov



# Set-Aside for Certification Programs and Socio-Economic Categories

Targeted set-asides and acquisition goals:

Women-Owned Small Businesses (5%)

Small Disadvantaged Businesses (including 8(a) certified) (5%)

**HUBZone Businesses (3%)** 

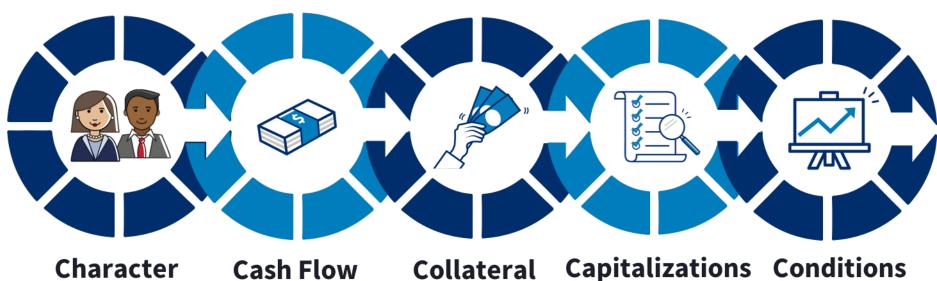
Service-Disabled Veteran-Owned Small Businesses (5%)

>>SBA Certify - Small Business Administration

Set-asides are reserved for small businesses between \$10,000 (Micropurchase Threshold) to \$250,000 (Simplified Acquisition Threshold)

# Do you have adequate cash flow to finance a government contract of the 5 C's of credit

Your local SBA Resource Partners can work with you to determine your creditworthiness using the **5 Cs Model**:



Cash Flow Collateral Capitalizations Conditions



## **Research Your Market**



Know what agencies buy your products and services



Find your niche, competition is fierce



Understand areas of government spending



Know your competition and their contracts

Agency Recurring Procurement Forecasts: Agency Recurring Procurement Forecasts | Acquisition.GOV





<u>1</u>



#### **Purpose**

- Proof of Qualification
- Communicate Your Value
- Introduction

<u>3</u>



#### What Is It

- Business Resume
- Relationship Builder

2



## Marketing

- Door Opener
- Captivate Customers
- 6 Seconds to Capture Interest

4



#### How to Use It

- Prime or Teaming Opportunities
- Part of a Sources Sought or RFI

SBA U.S. Small Business Administration

## To Get Started...





1

Register in the System for Award Management (SAM)

**Click Here** 

2

Obtain a
Commercial and
Government
Entity
(CAGE) Code

**Click Here** 



# Things to Consider in Government Contracting

- Understand the Market
- Get Certifications
- Build a Strong Team
- Develop Bid Strategy

- Network and Build Relationship
- Be aware of Regulations
- Be patient and persistent

# Things to Consider When Bidding on Government Contracting

- Identify Opportunities
- Review the RFP Request for Proposal
- Make a Bid Decision
- Prepare your Bid

- Submit your Bid On Time
- Patiently Waif for Award
- Be prepared for Post Award Requirements
- Never Stop

Agency Recurring Procurement Forecasts: <u>Agency Recurring Procurement</u>

Forecasts Acquisition.GOV



# **Know the basic systems**

- <a href="https://www.SAM.gov">www.SAM.gov</a> The System for Award Management
- ✓ Primary source for agencies to learn about prospective vendors
- ✓ Must register in SAM in order to sell goods/services to the government
- ✓ All opportunities larger than \$25k listed (except for TOs under schedules, GWACS, IDIQs, etc.)
- <u>www.SBS.gov</u> Small Business Search
- ✓ Your SBS Profile is your business resume; update it regularly
- ✓ Access your profile through www.SAM.gov or through SBA General Login System (https://eweb.sba.gov)
- www.usaspending.gov
- ✓ New system for all federal spending data
- ✓ Identifies all historical contracts over \$25K (update to www.fpds.gov)
- SBA Subcontracting Network (SubNet)
- ✓ In an effort to locate small business subcontractors, any large business can post a notice of a subcontracting opportunity

U.S. Small Business

# The SBA Resource Partner Network



- Small Business Development Centers (SBDC)
- Women's Business Centers (WBC)
- SCORE (www.score.org)
- Veteran's Business Outreach Centers (VBOC)





Approved and funded by the SBA



Find local resource partners near you at SBA.gov/local-assistance



# CALIFORNIA CAPITAL APEX ACCELERATOR (FORMERLY PTAC)



- APEX Accelerator (APEX)
  - California Capital Financial Development Corporation
    - cacapital.org/APEX/ 916.442.1729
    - Butte Colusa El Dorado Glenn Lake Lassen Modoc •
       Nevada Placer Plumas Sacramento Sierra Sutter Tehama
       Yolo Yuba



- Monterey Bay APEX Accelerator
  - montereybayapex.org 831.216.3000
  - Alpine •Amador •Calaveras •Fresno •Kings •Mariposa •Madera
     •Merced •Mono •Monterey •San Benito •San Joaquin •Santa Cruz •
     Stanislaus •Tuolumne •Tulare



- Norcal APEX Accelerator
  - norcalptac.org 707.826.3916
  - Del Norte Humboldt Shasta Siskiyou Solano Trinity
  - For a list of PTACs nationwide, visit: www.aptac-us.org



# **SBA Contacts**

#### **Sacramento District Office**

- Sacramento DO@sba.gov / (916) 735-1700
- Subscribe to our X and LinkedIn
- Visit our district calendar: <a href="www.sba.gov/ca/sac">www.sba.gov/ca/sac</a>
- Other SBA-Hosted Webinars: <u>The U.S. Small Business</u>
   <u>Administration Events | Eventbrite</u>
- Training opportunities
- This video demonstrates how to set up your MySBA
   Certifications application for submitting your first certification
   application >>.Submitting Your First Application in MySBA
   Certifications MySBA Certifications Knowledge Base Confluence
- <u>Putting American manufacturers first | U.S. Small Business</u>
   <u>Administration</u>



# How are we doing?

Please take a minute to let us know www.sba.gov/feedback



