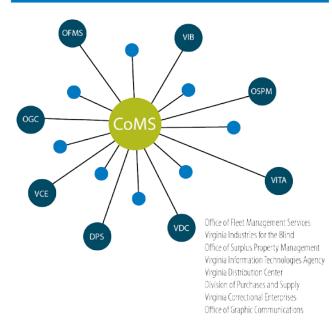
# "The Why of Mandatory Sources"



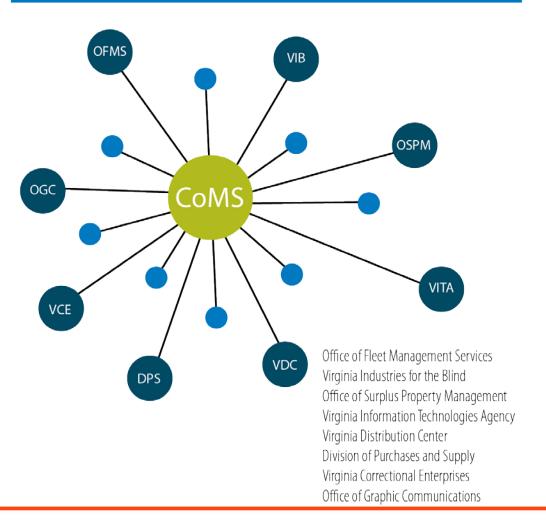


Presented by The Council on Mandatory Sources (COMS)





Council On Mandatory Sources (CoMS)





FORUM 2016: Shaping the Future of Procurement





# Virginia Industries for the Blind (VIB)

An Enterprise Division of the

Virginia Department for the Blind and Vision Impaired (DBVI)

Matt Koch General Manager 804-371-3110 Matt.Koch@dbvi.virginia.gov



#### Who Are We?

State Agency operating like a business

- No General Funds (taxpayer dollars)
- 100% Self-funded

Manufactures products and provides services to:

- Federal and State Government, Commercial, and the General Public
- Provides employment opportunities throughout the state with solid pay above the minimum wage and benefits.











#### **Our Mission**

To employ and develop Virginians who are blind, visually impaired or deaf-blind to achieve their desired level of employment through the manufacture and delivery of quality products and services.











### Our Mission: Meet Paul and Donna Jenkins

#### <u>Past</u>

- Unemployed despite capability
- Met at Rehabilitation Center
- Married; governmentassisted housing
- "Drain" on public funds
- No independence

#### <u>Now</u>

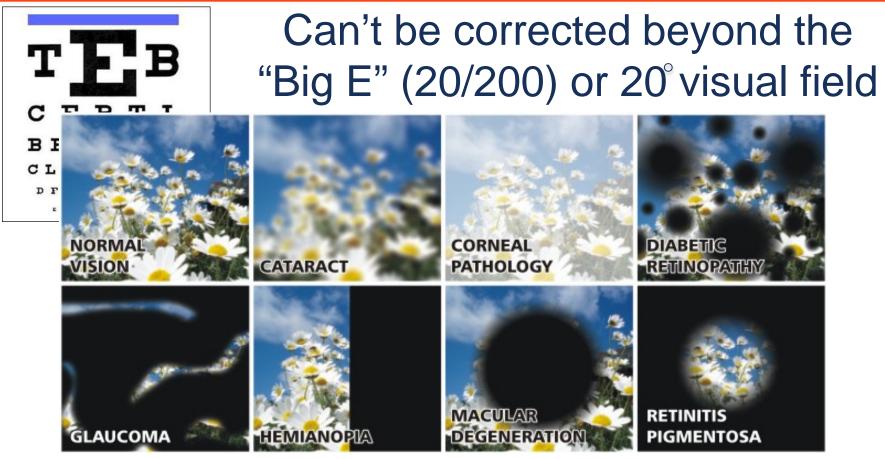
- Employed at VIB above minimum wage
- Skills are being leveraged
  and expanded
- Bought house of their own; paying taxes
- "Contributor" to public funds
- Independence







## **Defining Legally Blind**









**Employment Opportunities** 

# **Products – ISO-Certified facilities**

- Charlottesville
  - High-Visibility Garments
  - Mattresses
  - Mops/Janitorial Supplies
  - Pillows
  - Shower Curtains
  - Safety Vests

- Richmond
  - Exam/Work Gloves
  - Fire Extinguishers
  - LED Lighting
  - Mail Operations
  - Sanitizers/Soaps
  - Spices
  - Wizard Wall
  - Writing Instruments







## **Employment Opportunities**

# Services

- Contracts
  - Contract Management
  - Fire Extinguisher Inspections
  - Kit Assembly Services
  - Mail Services
  - Switchboard
  - VA Tax Court Debt Collections

- Retail
  - Defense Health HQ
  - Defense Supply Center -Richmond
  - Fort Belvoir
  - Fort Eustis
  - Fort Lee
  - Langley Air Force Base
  - Mark Center
  - Naval Air Station Oceana
  - Pentagon
  - Taylor Building







## **Employment Opportunities**

# Administration

- Shared Operations
  - Fiscal
  - Procurement
  - Technology
  - Quality
  - Vocational Rehabilitation

- Brand
  - Business development
  - Sales
  - Customer Service







## State Customers Saved \$630K + Last Year

VIB Market Basket October 2016 (SFY 2016 totals)													
ltem	#1 glove	#1 pen	#1 spice	#2 spice	College twin mattress	Hospitality queen mattress	Pillow	Fire extinguisher	Highway safety vest	Universal safety vest	Cotton mop	LED 2x4 troffer	Total
VIB	\$6.00	\$2.15	\$4.84	\$146.08	\$105.00	\$212.00	\$4.10	\$28.00	\$13.98	\$13.98	\$5.22	\$155.00	\$696.35
Market	\$10.99	\$5.99	\$20.25	\$257.20	\$199.99	\$297.00	\$4.98	\$48.50	\$19.00	\$19.00	\$10.00	\$205.75	\$1,098.65
Quantity	60,853	5,461	660	310	2,191	141	1,250	1,305	2,487	128	74	0	74,860
Spend	\$365,118	\$11,741	\$3,194	\$45,285	\$230,055	\$29,892	\$5,125	\$36,540	\$34,768	\$1,789	\$386	N/A	\$763 <i>,</i> 894
Market Cost	\$668,774	\$32,711	\$13,365	\$79,732	\$438,178	\$41,877	\$6,225	\$63,293	\$47,253	\$2,432	\$740	N/A	\$1,394,580
Savings %	45%	64%	76%	43%	47%	29%	18%	42%	26%	26%	48%	25%	37%
Savings \$	\$303,656	\$20,970	\$10,171	\$34,447	\$208,123	\$11,985	\$1,100	\$26,753	\$12,485	\$643	\$354	N/A	\$630,686

"VIB will only introduce a new mandatory product if it saves the Commonwealth money." Matt Koch, General Manager







### Common Feedback for all Mandatory Sources

• Cost

Quality

• Responsiveness





## **VIB Solutions for Common Feedback**

- Cost
  - Saves the Commonwealth 37% on goods
  - Saves on public assistance costs
- Quality
  - All production facilities are ISO-certified
  - Committed to process improvement
- Responsiveness
  - Fulfillment in hours for in stock items
  - Moving waiver process online in 2017







Every purchase creates a Job!

#### Thank you for your time and support.

#### CustomerService@vibonline.org 855-842-7867 www.vibonline.org

Matt Koch General Manager









# Office of Fleet Management Services (OFMS) Department of General Services

Michael Bisogno Director 804-367-6526 Michael.Bisogno@dgs.virginia.gov



# OFMS

## Office of Feet Management Services

# Overview

- Permanent Leased Vehicles
- Compact Cars to Light Duty Trucks
- Simple, Comprehensive, Open-Ended Lease Terms
- Policy Development and Guidance Resources





# OFMS

## Office of Feet Management Services

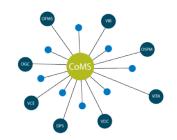
# Programs

- Vehicle Management Control Center (VMCC)
- Short-Term Vehicle Rentals
- Motor Fuels (Bulk, Fuel Card, Consignment)
- Alternative Fuel Options (CNG, Propane, E85, Electric)









Virginia Correctional Enterprises (VCE) Department of Corrections

Dennis Cyphers CSO (804) 887-5480 Dennis.Cyphers@vadoc.virginia.gov







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FORUM 2016: Shaping the Future of Procurement



#### Virginia Correctional Enterprises











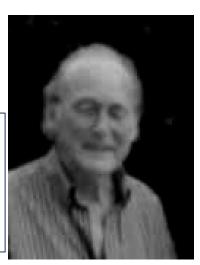


#### With the economy in free fall in the early 1930's, two Virginia law makers focused on how the most good can be accomplished with the available Tax revenues



Virginia Legislature 1923-1953

> Virginia Legislature 1918-20 1924-27 1934-52



Dr. Jack W. Witten Tazewell

#### Albert Orlando Boschen Richmond City







- Legislature passes law in 1934 establishing the agency. Purpose to:
  - Train Offenders in Work Skills Re-Entry!
  - Operate as a Non-general fund agency
    - No appropriations from the Legislature
  - Generate operating revenue from the sales of goods and services
  - Designated as a Mandatory Source for State Agencies







- Today, Two Primary Code Sections describe the purpose of VCE and the rules under which VCE operates:
  - § 53.1-47. Purchases by agencies, localities, and certain nonprofit organizations.
  - § 53.1-48. Exceptions as to purchases.







§ 53.1-47. Purchases by agencies, localities, and certain nonprofit organizations.

Articles and services produced or manufactured by persons confined in state correctional facilities:

1.Shall be purchased by all departments, institutions, and agencies of the Commonwealth that are supported in whole or in part with funds from the state treasury for their use or the use of persons whom they assist financially. Except as provided in § <u>53.1-48</u>, no such articles or services shall be purchased by any department, institution, or agency of the Commonwealth from any other source; and







§ 53.1-47. Purchases by agencies, localities, and certain nonprofit organizations.

Articles and services produced or manufactured by persons confined in state correctional facilities:

2. May be purchased by any county, district of any county, city, or town and by any nonprofit organization, including volunteer emergency medical services agencies, fire departments, sheltered workshops, and community service organizations.







§ 53.1-48. Exceptions as to purchases.

A department, institution or agency of the Commonwealth may be granted an exemption from the provisions of § 53.1-47 with the consent of both the Director of the Division of Purchases and Supply and the Chief Executive Officer of the Virginia Correctional Enterprises Program in any case where

- i) the article so produced or manufactured does not meet the reasonable requirements of the department, institution or agency,
- ii) an identical article can be obtained at a verified lesser cost from the private sector, which is evidenced by a verified request for pricing, or
- iii) the requisition made cannot be complied with on account of an insufficient supply of the articles or supplies required, or otherwise.







# **VCE** Industries

- Wood
- Metal
- Apparel/Textiles
- Embroidery
- Print
- Laundry
- Silkscreen

- License Tags
- Vehicle Conversions
- Optical
- Braille Transcription
- Document Conversion
- Dental
- PortionPac
- AND MORE.....





#### Geography











### Industries - Wood









## Industries - Metal (Systems)















## Industries - Apparel / Textiles





#### Industries - Embroidery













#### **Industries - Print**



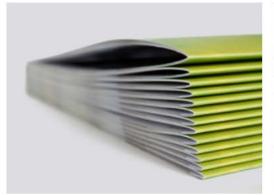
BROCHURES



**BUSINESS CARDS** 



CALENDARS



CATALOGS & BOOKLETS





**ENVELOPES** 





COPIES



#### **Industries - Print**



FORMS

LETTERHEAD

LOG BOOKS







#### Industries - Print

HOME / PRODUCTS & SERVICES / SERVICES / PRINTING / CALENDARS

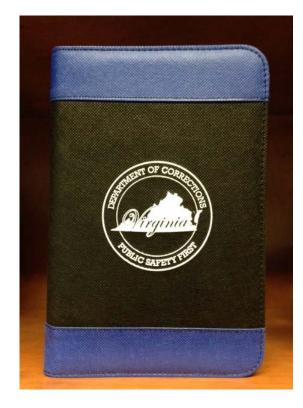








#### Industries - Silkscreen











#### Industries - Silkscreen

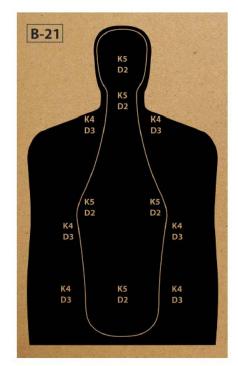
#### Governor's EO50



#### FIREARMS PROHIBITED

Constructions Contact III Contactions Contact III Contactions 18, 2018 It is the policy of the Communication of Virginia, fast open and connected comp of freemes studies previously in allows can be and an associated by annuality instantion, values in ity our universamit, addressing county, or military powerman adventued to carry linearus in accordance with first datase.

#### Firearms Targets











### Industries - Commercial Laundry









### Industries - Commercial Laundry















#### Industries - License Tags (DMV)







#### **Industries - Other**

# **Optical** - Eyeglasses for VA Incarcerated Offenders to DOC and Sheriff's

#### **Dental** - Dentures for VA Incarcerated Offenders to DOC and Sheriff's







#### Industries - Other

# **Braille Transcription** - Transcribing books into Braille

#### **Document Conversion** - Turning paper documents into electronic files; indexed and searchable onto CD/DVD or cloud storage







#### Industries - Other

# **PortionPac** - Cleaning products that are repackaged and sold to DOC and VA Jails









#### Industries - New Initiatives

- Drug Testing Instant Result
- Partnering with a Company outside Virginia
- Multiple Panel or Single Tests
- Can be tailored to the Customer's Needs

PREMIER











#### Industries - New Initiatives



- Renewable Ink / Toner Cartridges
- Partnering with a Virginia Company; Ink2Work
- Recycling Ink / Toner Cartridges at much cheaper purchase costs than OEM
- Same Warranty as OEM







#### Industries - New Initiatives

- Project with DCR (State Parks)
- Partnering with a Virginia Company to Build
- Yurt noun: yurt; plural noun: yurts
  - a circular tent of felt or skins on a collapsible framework, used by nomads in Mongolia, Siberia, and Turkey.











#### Our Mission Then...Now



 Provide a jobs and work skills training program for offenders to help them successfully re-enter society







### Contact with VCE

Reach out to us:

- Website <u>www.govce.net</u>
- Customer Service (800) 823-2823
- VCE Offices (804) 743-4100
- eVA Portal -



• Presence on Twitter and Facebook











# THANK YOU for your Support....











# Virginia Information Technologies Agency (VITA)

# Jimmy MacKenzie Strategic Sourcing Specialist 804-416-6247

james.mackenzie@vita.virginia.gov













Procurement Authority

VITA has sole statutory authority to procure all IT and telecom goods and services *(including general and agency-specific applications)* for executive branch agencies and non-exempt institutions except those exempted by the Code of Virginia or the Appropriations Act.





#### **Procurement Authority**

All executive branch agencies have delegated authority up to \$100K for IT and telecom goods and services that are out of scope to VITA.

VITA contracts are mandatory for the purchase of all IT and telecom goods and services.









#### Delegation

If a purchase is between \$100K- \$250K VITA may grant procurement authority to purchase a specific IT or telecomm good or service to a requesting agency.

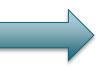
When an agency is given delegated authority the agency is required to follow the VPPA and VITA's procurement policies, standards and guidelines in conducting the procurement.





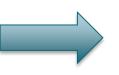
#### **IT Procurement Approval**

If procurement < \$100K



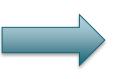
You have delegated authority.

If procurement \$100K < \$250K



Send request for delegation of procurement authority to scminfo@vita.virginia.gov.

If procurement > \$250K



Submit PGR in Commonwealth Technology Portfolio.







#### **PGR Process**

Via the Procurement Governance Request (PGR) process, the CIO reviews and approves proposed IT project plans, development proposals for IT investments/projects.

- Review ensures that the purchase conforms to the statewide IT plan and the agency's IT plan.
- VITA's Project Management Division (PMD) coordinates the review of PGRs and prepares final recommendations to the CIO.









#### Contracts

VITA currently has 160+ IT contracts for use. Some items available are:

- Broadband Services
- IT Staff Aug
- Network Hardware & Software
- Audio Visual
- Telecommunications
- Managed Print Services







### Supply Chain Management

SCM is committed to developing value-driven IT contracts that enable users to benefit their organizations. Our services include:

- Consolidating and leveraging the Commonwealth's buying power
- Announcing, awarding, and maintaining statewide contracts for the purchase of IT and telecom goods and services







#### Supply Chain Management

- Provide sourcing expertise and contracting assistance for state agencies and institutions procuring IT and telecom goods and services
- Provide market analysis, supplier analysis and sourcing consulting for state agencies and institutions
- Inviting, promoting, and sustaining increased access, participation, and partnerships with small, minority- and women-owned businesses







#### Key Points to Remember

Use of VITA's statewide contracts is mandatory for the acquisition of all IT and telecom goods and services. If there is not a VITA contract available for the needed goods or service, a purchase will be conducted either by VITA or the agency requesting delegation.

Executive branch agencies have been granted **\$100,000** delegated authority for IT and telecom goods and services unless those services are provided by VITA/NG.







#### Key Points to Remember

If an agency is using a VITA statewide contract, delegation of authority is not required. However, if the acquisition is for more than **\$250,000**, an PGR must be submitted through the Commonwealth Technology Portfolio. Your Agency Information Technology Resource *(AITR)* should be able to handle this request.









VITA contracts website:

https://vita.cobblestonesystems.com/public/

Information on the PGR process and agency requirements: <a href="http://www.vita.virginia.gov/scm/default.aspx?id=671">http://www.vita.virginia.gov/scm/default.aspx?id=671</a>

VITA information/assistance/delegation requests: <a href="mailto:scminfo@vita.virginia.gov">scminfo@vita.virginia.gov</a>









Office of Surplus Property Management (OSPM) Department of General Services

Floyd Coburn Director 276-223-0917 Floyd.Coburn@dgs.virginia.gov



Office of Surplus Property Management

The Surplus Property Management Office is part of the Office of the Director of the Department of General Services. With a customer-focused approach that seeks to streamline the entire purchasing process, our goal is to make buying from the Commonwealth as easy and convenient as possible.





Office of Surplus Property Management

- Our mission is twofold:
- To re-utilize surplus property, providing substantial savings to taxpayers
- To sell surplus to the general public at competitive prices, helping the Commonwealth to recover its investment





### Office of Surplus Property Management

- The surplus shopping program offers a number of important benefits to Virginia and Virginians:
- It saves money
- It conserves resources by stretching consumer buying power





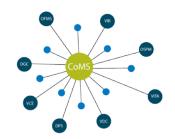
### Office of Surplus Property Management

- The surplus shopping program offers a number of important benefits to Virginia and Virginians:
- It supports the Commonwealth's commitment to environmental responsibility by recycling manufactured goods and saving natural resources
- It offers a wide range or products that are as good as – if not better than – new products









Office of Graphic Communications (OGC) Department of General Services

Paris Ashton Creative Director 804-371-8359 paris.ashton@dgs.virginia.gov



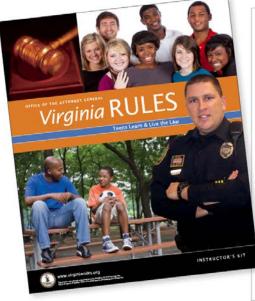
### **Working with OGC Simplifies the Process**

- Pre-qualified and experienced design staff
- Complete project management
- Wide range of services
- Cost saving recommendations
- No need to write a scope of work
- Eliminates need for competitive bids









Customer: Office of the Attorney General

Project: Virginia Rules Program

Products: Visual identity, instructors kit, student handouts and workbooks, website development, marketing brochure and "How to Host a Camp" guide

Purpose: The purpose of Virginia Rules is to educate young Virginians about Virginia laws and help them develop skills needed to make sound decisions, to avoid breaking laws, and to become active citizens of their schools and communities.



#### vhat is Virginia Rules?

Virginia Rules is about the rules we live by in Virginia. Designed especially for teens, Virginia Rules provides information about the laws in Virginia with particular emphasis on how they apply to teens in their day-to-day lives.

#### Why do teens need to know about laws?

A citizen, low an rules we live by. Not knowing about laws is lise trying to play a game or a sport without knowing the rules. It would be difficult to win the game - or even be a good player - without knowing the rules. Knowing about the laws is especially important because our solehy is laad on the "rule of law."

#### What does "rule of law" mean?

"Bulls of law" means everyone must respect and obey the law. Laws reflect what a society thinks is right or wrong. We expect the legal system that our society has established to protect basis rights, premise order, and parish wrangdoing. An important feature of the "rule of law" is that rules apoly to everyone.

Where do laws come from? Laws come from several different sources.

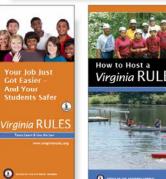
"Constitutional lew" comes from the United States Constitution and the Virginia Constitution that establish the structure of our federal and state governments.

Laws are also enacted by Congress and by the Virginia Ceneral Assembly. These laws, enacted by legislative bodies, are called "statutes" and are the primary source of laws in the United Sector.

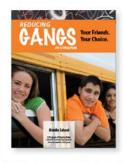
Courts have an important role in interpreting laws when there are disputes. The principles and rules of law that courts set forth when they interpret the law establish what is referred to as fraze face.

As the local level, your city council or county board of supervisors can exact rules that are referred to as city or county "ordinances."

OFFICE OF THE ATTORNEY GENERAL

















n Cherns Freg / Pseudoci's nigrite = (False locust – blacket

Langth (NE) 0.75 to 1.15 mcbes Identification: A small, Bight un or gay frog with small to goals and a dark hown stripe cateraling from the snoat down each side. The short of the short of the short of the source of the short mapped of the blocches. Belly a whiteh. Although this softward during the daytume. Because the call a daportence are very similar, the Southern Occuss Trigg is often misdemitted as an Occus Trigg to the misdemitted as an other of the short method on a new to



Upland Chonsu Frig. Biahtra attileweigh: Tyrically found in wet or motin madows, pondi, or sinholdes in et at the edge of pne works. This species is also occasionally found in poverhise corridors and logged areas. Reenfing primarily occuss from list writer to early spring, occasionally no May Asmund 100 organ et deposite in small choises attached to wegation. Endpolses matamothes in 40-60 days. Gell: The call has been described in a cold or indef sounding Uplical Chonas Frig. But the indef sounding Uplical Chonas Frig. But the individual publics of the Southern Chonas Frig can be counted.

**Customer:** Virginia Department of Game and Inland Fisheries **Project:** Series of Guides to the Frogs, Turtles, Bats and Snakes of Virginia

Purpose: Comprehensive educational guides about the wide variety of species including close-up photography, descriptions, habitat, and maps.













Customer: DGS Office of Fleet Management Services

Products: Vehicle Management Control Center (VMCC), Motor Fuel and Alternative Fuel Program Brochures

Purpose: To encourage managers of government fleet operations to partner with DGS to save time and money by streamlining services.





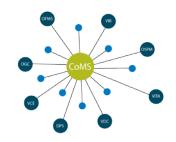
- Registered eVA vendor
- \$85 per hour fee for all services
- Works with eVA and SBSD registered vendors
- Archives all projects

Paris Ashton Director 804-371-8359 paris.ashton@dgs.virginia.gov









# Virginia Distribution Center (VDC) Department of General Services

Andy Repak Director 804-328-3233 Andy.Repak@dgs.virginia.gov





# Mission

# The VDC is dedicated to providing customers with the highest quality services and products at the lowest prices







# **Our Customers**

- Commonwealth of Virginia Agencies,
- Correctional and Behavioral Health institutions,
- Universities and Colleges,
- Localities, and
- Political Sub-Divisions









# Selection

- Over 1,100 products which includes:
  - staple foods,
  - frozen foods,
  - janitorial supplies,
  - paper & plastic products,
  - safety supplies, and
  - other select items





### How We Achieve Savings

- Bulk Buying (full truck loads)
- Efficient Freight
- Quality Assurance

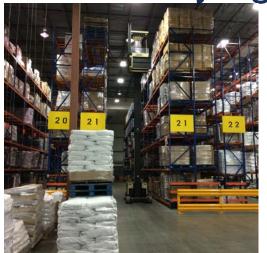






### How We Achieve Savings

# Bulk Buying (full truck loads)







### Efficient Freight

Quality Assurance







### How We Achieve Savings

- Bulk Buying (full truck loads)
- Efficient Freight











- On-site testing for adherence to specifications
  - Conducts qualified products list evaluations
  - Conducts sample evaluations for bid programs
  - Conducts tests on products from the first delivery
  - Conducts random product evaluations
  - Responds to customer complaints

























#### Industrial Kitchen Equipment









#### Hardness Tester



#### Drying Oven







# **Customer Meetings**

- Two Customer Groups
  - Food Council
  - Housekeeping Advisory Committee
- Meet quarterly at different locations around the Commonwealth
- Provide input for detailed specifications
- Look for new items to meet customer needs







### **Contact Information**

# VDCWeb@dgs.virginia.gov

# 804-328-3232 ext. 0

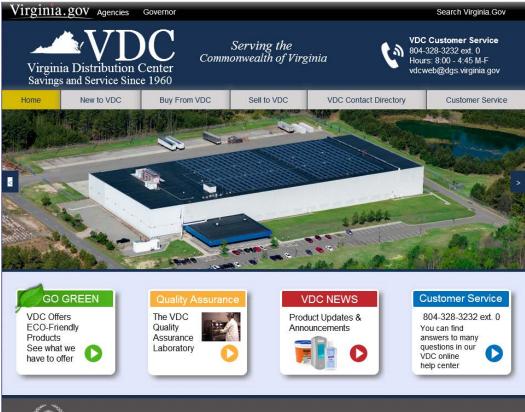
# @VDCvirginia





### **VDC Home Page/Website**

# http://vdc.dgs.virgina.gov







Serving Commonwealth of Virginia State Agencies, Localities & Political Subdivisions



Department of General Services



## Savings To Our Customers

# Over \$238 Million in Savings Since FY 2000

The VDC conducts a market basket survey annually to calculate the savings.









The Division of Purchases and Supply Department of General Services

Sandra Gill

Director of Policy, Consulting and Review 804-786-1600

Sandra.Gill@dgs.virginia.gov



# DPS

# **Division of Purchases and Supply**

#### **Procurement**

Over 400 contracts - <u>Mandatory</u> and Optional Agency Procurements above their delegation Approval to Utilize Cooperatives Approval of Sole Sources Concurrence on VCE Waivers Exemption Requests

**Business Services** 

Flag store – American, State, and POW





# DPS

# **Division of Purchases and Supply**

#### Policy, Consulting and Review

Policy - APSPM and Vendor Manual Compliance - Procurement Management Reviews Agency Delegation

### <u>eVA</u>

Future Procurements Requisitioning and Purchase Orders Receiving of Goods and Services Quick Quote Public Postings



eVA Dashboard reporting



# DPS

### **Division of Purchases and Supply**

# Virginia Institute of Procurement

Virginia Contracting Associate (VCA) Virginia Contracting Officer (VCO) Virginia Contracting Master (VCM) Annual Procurement Forum & other Classes

### Virginia Distribution Center





# **Questions & Answers**

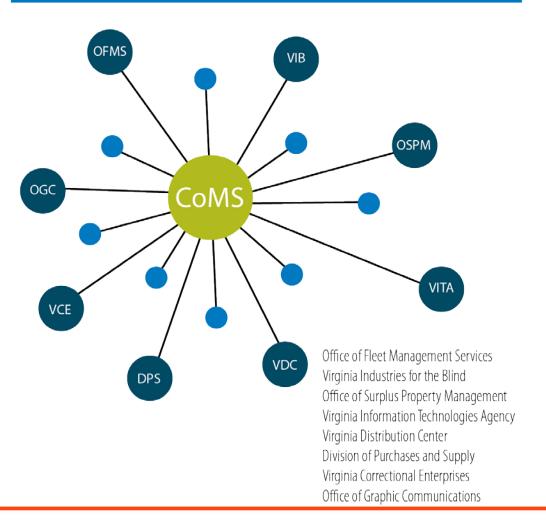




FORUM 2016: Shaping the Future of Procurement



Council On Mandatory Sources (CoMS)





FORUM 2016: Shaping the Future of Procurement