



## **SDVOSB CONTRACTING MECHANISMS**

Contracting directly with AMSG can be done utilizing the Service-Disabled Veteran Owned Small Businesses (SDVOSB) set-aside.

### **PURPOSE OF SDVOSB**

The purpose of the SDVOSB Program is to provide federal contracting assistance to SDVOSB concerns.

*“America honors the extraordinary service rendered to the United States by veterans with disabilities incurred or aggravated in the line of duty during active service with the armed forces. Heads of agencies shall provide the opportunity for service-disabled veteran businesses to significantly increase the Federal contracting and subcontracting of such businesses.”* – Executive Order: Service Disabled Veterans Executive Order

### **SDVOSB CONTRACTING GOALS**

Public Law 106-50 established contracting goal for Federal agencies to award 3% of prime contracts to SDVOSB firms.

### **WHY GO TO THE TROUBLE OF INITIATING A NEW CONTRACT?**

- No large Prime Contractor pass-through overhead charges.
- No intermediary contracting authority (i.e., GSA) is required – this expense can easily total as much as 15-20%.

### **HOW DIFFICULT IS THE PROCESS?**

The process is easy and fast:

Notify your local contracting office that you are interested in engaging an SDVOSB.

Submit a proposed Statement of Work (SOW)

Your Contracting Office will:

Determine if there are one or more SDVOSBs eligible to submit a bid. If there are two or more, the Task can easily be made a SDVOSB set-aside (as with an 8(a) contract). If there is only one, the task can be made sole-source (see below). The Request for Quote (RFQ) is posted online.

The contracting office notifies you when the bids have been received and you will decide whether to award the contract.

### **SOLE SOURCE AWARDS**

Sole-source SDVOSB contracts can be awarded if the Contracting Officer determines that only one qualified SDVOSB is available to perform the contract, and the anticipated award price of the proposed contract, including options, will not exceed:

\$5,000,000 for a requirement within the North American Industry Classification System (NAICS) code for manufacturing, or

\$3,000,000 for a requirement within all other NAICS codes.