## STATE OF MICHIGAN PROCUREMENTS



#### **Expanding Contracting Opportunities for Small Business**

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April 30, 2020

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#### Why Are We Here Today?

> To publicize new State contracting program for small businesses

#### Increased opportunities to obtain State contracts!

- > To share information on how to get involved
- > To increase the pool of vendors doing business with the State
- > To encourage your participation!

### About Misc

#### **About Misc**

#### About the Michigan Supplier Community Program (MiSC):

- > Established in 2019
- Encourages expanded business opportunities within low-income communities and underutilized businesses
- Allows state agencies to solicit quotes directly from qualified vendors for select purchases in amounts under \$500,000

\*\*\* Previously agencies couldn't directly solicit quotes over \$50K from vendors. \*\*\*

#### About MiSC, cont.

#### **About the Michigan Supplier Community Program (MiSC):**

- ➤ No cost to participate!
- > Website: Michigan.gov/MiSC

# Purpose & Benefits

#### **Purpose of MiSC**

#### **Purpose:**

MiSC expands on Executive Directive 2019 - 08 and increases opportunities for disadvantaged and small businesses.

- Increased contracting opportunities for qualifying vendors
- > Simplified bidding process
- > Easier and faster contracting process

The full text Executive Directive 2019 - 08 is available on Michigan.gov/Whitmer

#### **Benefits to Participants**

#### **Benefits:**

- Vendors may obtain contracts without having to respond to formal solicitations
- Less costly and time-consuming process to respond to Request for Quote vs. formal Request for Proposal
- Reduced administrative overhead
- Reduced lead time (by 2-3 months) to obtain contract

# Eligibility

#### Who is Eligible for MiSC?

- Must be a Michigan business (as defined in Public Act 431)
- > And be one of four types of businesses:
  - ✓ Michigan-Based Small Business
  - ✓ Michigan Geographically-Disadvantaged Business Enterprise
  - ✓ Michigan Veteran and/or Service-Disabled Veteran-Owned Business Enterprise
  - ✓ Michigan Recognized Community Rehabilitation Organization

#### Who Qualifies for the MiSC Program?

#### Michigan-Based Small Business:

➤ A small business with less than 500 employees and annual revenues equal to or less than \$25M.



#### Who Qualifies for the MiSC Program?



#### Michigan Geographically-Disadvantaged Business Enterprise

- HUBZone Certified by the Small Business Administration;
- Principal place of business in a Qualified Opportunity Zone;
- Majority of employees working in a Qualified Opportunity Zone; or
- Majority of their employees maintaining a principal residence in a Qualified Opportunity Zone



Michigan Veteran and/or Service-Disabled Veteran-Owned Business Enterprise



Michigan Recognized Community Rehabilitation Organization

\*\*\* This Program Is in Addition to Existing Preferences, and Does Not Seek to Replace Them \*\*\*

# HOW MISC MOTAS

#### **How Does MiSC Work?**

Agencies may solicit quotes DIRECTLY (not posted) from three MiSC-qualified vendors for select purchases.

For example: equipment repair, kitchen equipment, etc.

Doesn't change current State-wide contract use policy

- > It is mandatory to use existing State contracts
- > Exceptions on a case-by-case basis
- > Example: office supplies

#### Who Administers MiSC?

#### **Central Procurement Services**

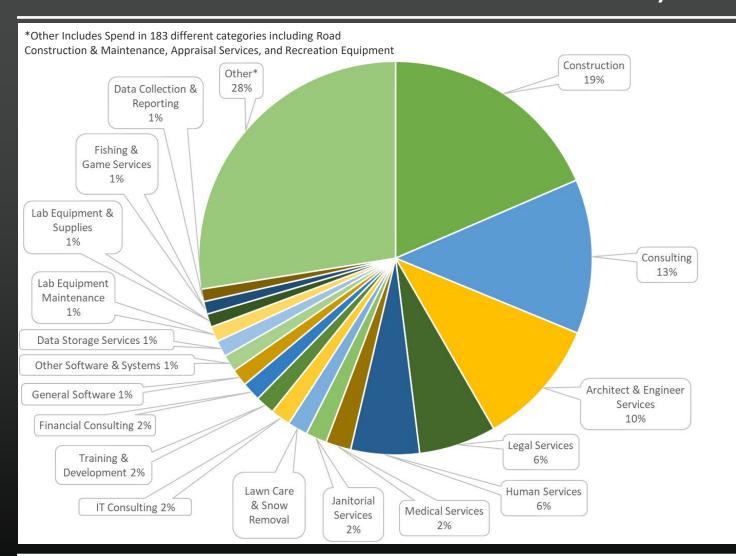
- > Sets and implements state's purchasing policies
- Establishes contracts over \$500K with some exceptions on behalf of state agencies.

#### Who Administers MiSC?, cont.

#### **Agency Procurement offices**

- > Department of Natural Resources, Department of Agriculture, Department of Transportation, etc.
- Operate under "delegated authority" from Department of Technology, Management and Budget
- > Make purchases under \$500K with some exceptions

#### State Contracts Under \$500,000



- 4,792 sourcing events under \$500,000
- > FY18 Spend of \$131.4 Million
- Contracts related to construction are under the authority of DTMB-Design and Construction, whose participation in this program is at their discretion

# What do we buy with Misc?

#### MiSC Purchase Examples: Commodities

#### Purchases under \$500K which may not require a formal RFP

- > Textiles
- Clothing
- > Kitchen Equipment
- Training materials

- Food serving equipment
- Wall coverings
- Hospital beds
- ...and many more!









#### MiSC Purchase Examples: Services

#### Purchases under \$500K which may not require a formal RFP

- Equipment Repair
- Landscaping
- Pest Control
- Snow Removal
- Janitorial Services

- > Testing
- Repairs
- Technician services
- Surveys
- > Interpreters
- ...and many more!





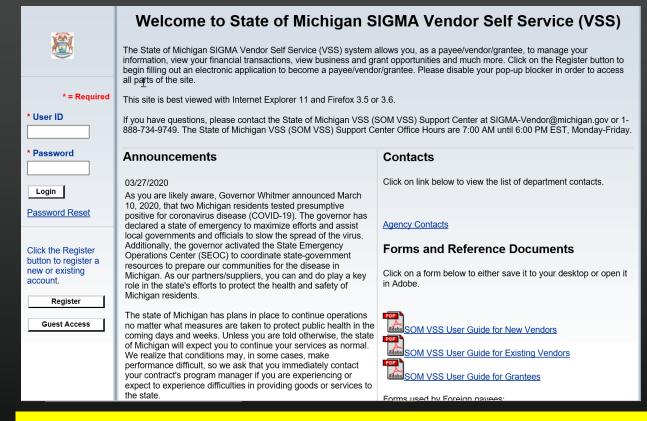




# Register

#### **How to Register for MiSC**

#### Register in SIGMA Vendor Self Service (SIGMA VSS): It's free!



\*\*\* Michigan.gov/SIGMAVSS \*\*\*

#### **New Vendor SIGMA-VSS Registration**

Two categories of information entered in SIGMA VSS will distinguish your business as a MiSC vendor:

- Basic business information including Commodity Codes
- > All applicable business types

#### New Vendor SIGMA-VSS Registration, cont.

#### **Applicable business types:**

- > Small Business (SMLB)
- Geographically Disadvantaged Business Enterprise (ABHZ etc.)
- Veteran or Service-Disabled Veteran-Owned Business (VTRN and SDVO)
- > Community Rehabilitation Organization (CRHB)

#### New Vendor SIGMA-VSS Registration, cont.

#### Two Important items to enter, #1

- 1. Enter basic business information
  - Enter correct commodity code to match business model
  - \*\*\* Very important! \*\*\*
  - Business will not be searchable for MiSC program if not done

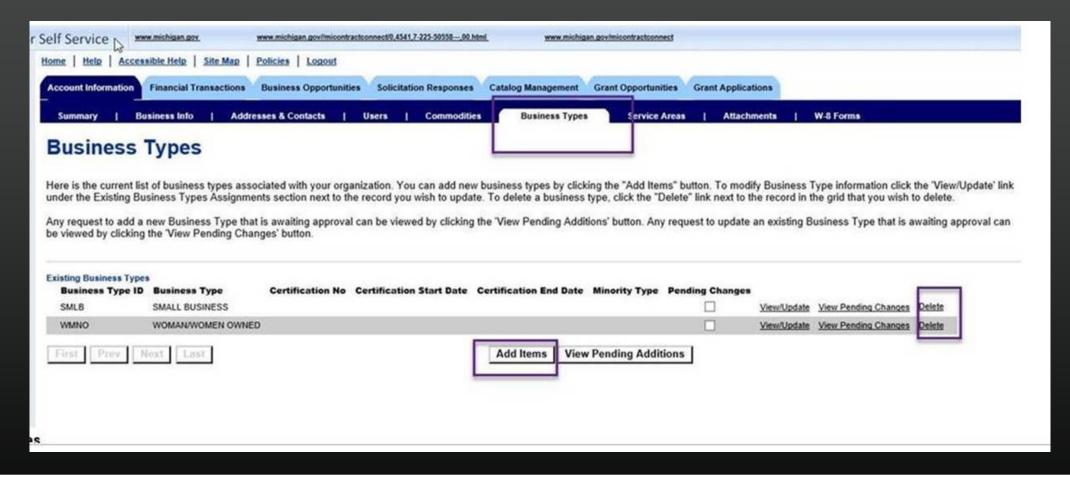
#### New Vendor SIGMA-VSS Registration, cont.

#### Two Important items to enter, #2

- 2. Enter all applicable business types
  - Small Business
  - Geographically Disadvantaged Business Enterprise
  - Veteran or Service-Disabled Veteran-Owned Business
  - Community Rehabilitation Organization

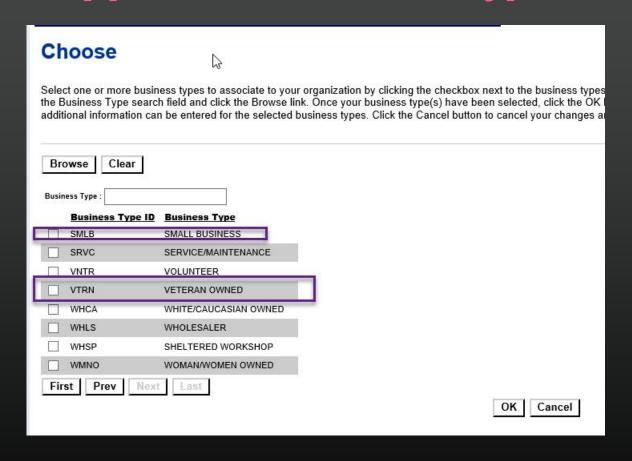
#### **Entering Business Types**

#### **Select the Account Information Tab**



#### **Entering Business Types, cont.**

#### Choose the applicable business types



#### **Existing Vendor: Register for MiSC, cont.**

#### Vendors previously registered in SIGMA-VSS: Update SIGMA profile

- Update SIGMA profile: Review commodity codes to ensure good match to business model
  - \*\*\* Business will not be searchable for MiSC if not done \*\*\*

#### **Existing Vendor: Register for MiSC**

#### Vendors previously registered in SIGMA-VSS:

- Update SIGMA profile: Review applicable business types and enter all applicable
  - Small Business
  - Geographically Disadvantaged Business Enterprise
  - Veteran or Service-Disabled Veteran-Owned Business
  - Community Rehabilitation Organization

# Commodity GOG AS

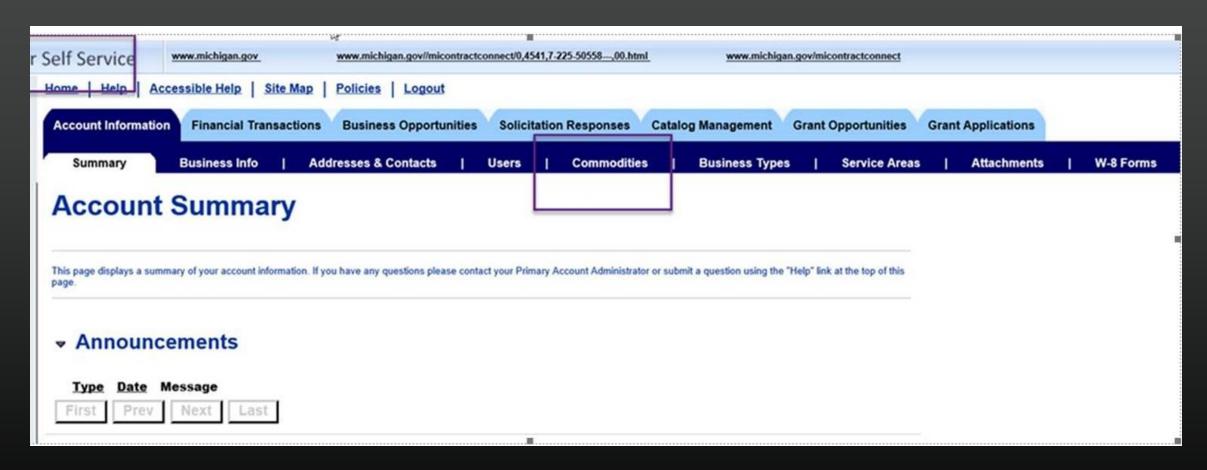
#### **Speaking of Commodity Codes...**

Commodity Code: A digit class item code used for identifying commodities and services in procurement systems

- > 5 digits primarily
  - For example 56872: Snow and ice removal services
  - Specify both broad and more specific codes

#### **Enter Commodity Codes in SIGMA-VSS**

#### **Select the Commodities tab:**



## 

#### **SIGMA VSS Assistance**

#### **VSS Support Center**

- > 888-734-9749
- > 7am 6pm EST M-F
- > SIGMA-Vendor@Michigan.gov

#### **SIGMA Training**

- User Guides
- > Vendor Tutorials
- > Quick Reference Guides

#### **State of Michigan MiSC Team**

#### Will Camp

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#### **Other Resources**

#### Michigan.gov/MiProcurement

State's procurement website which contains host of information on doing business with the State

#### **General questions?**

- > DTMB-micontractconnect@Michigan.gov
- > Follow us on Twitter: @Miprocurement
  - Hashtags: #ProcurementTip #MiContract
- > Join our email list: Michigan.gov/MiProcurement

#### Wrap-up

- Increase your participation in state contracting by participating in MiSC
- > Take advantage of streamlined solicitation process
- Please tell your fellow small businesses about the program!

## Questions?

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