

**Department of Veterans Affairs** 

# VA Supplier Relationship Management

Regional Forum – Denver, CO March 6, 2012

## Management – Horace Tabor Room

- What is the role of procurement? Is it to prevent or enable purchasing and VA's ability to meet its mission?
- 2. Confusion about when to use VETS First vs FSS
- 3. Lack of standardization of acquisition process, policy, training and tools across VA.
- 4. Communication between Industry and VA needs to improve with acquisition forecasts, strategy, requirements, contract vehicles and which acquisition offices do what type of contracting

## Management – Horace Tabor Room

- Define enterprise-wide strategy and mission of procurement. Procurement needs to enable VA to meet its mission
  - Strategy must go down to tactical and execution level
  - Apply across VA, including standardized tools, policies, training and processes
  - Air Force and Army Corp of Engineers cited as using best practices
- 2. Clarify when VETS First should be used verses FSS
- 3. Leverage supplier communication best practices:
  - FBO
  - Industry Days
  - One-on-One meetings

# **Medical Equipment – Molly Brown**

- Lack of Consistency across Contracting Officers and VA facilities/ VISNs
- Lack of awareness among purchasers about key purchasing requirements
- SDVOB requirements/certification process/set asides
- Confusion about the role of OIG in procurement process
- Timing for modifications and contract awards are still long
- Still unclear whether/how VA considers TCO
- Still difficult to find out about new opportunities

# **Medical Equipment – Molly Brown**

- VA should do a better job of monitoring BPA utilization
- VA should exercise more authority over VHA activities
- Develop better process for forecasting opportunities

## IT Management and Broadcasting – Larimer Room

## Key Issues

- Inconsistent and overworked VA staff
- See poor choices in contract vehicles, apparently for convenience

### Process issues affect the cost of doing business

- Bidding, Submitting, and Responding to RFPs which get cancelled
- Leadership and political changes change or cancel projects
- Budget pressure and appropriations problems affect projects
- All this cost is passed on to clients eventually

## IT Management and Broadcasting – Larimer Room

## Key Issues

Trouble contacting VA staff

- Email is typically better than phone
- VA feedback, review, and approval is often not forthcoming.

## IT Management and Broadcasting – Larimer Room

- Put a hard deadline on the RFP Question & Answer period, so as to not push back all the other milestones for the RFP
- Improve publicity for APBIs and Industry Days
- Improve content in APBIs and Industry Days;
  Suppliers have not found enough value in the events as is
- VA should provide a list of deliverables at kickoff.
  - Currently we provide a list of deliverables to VA, which is backwards.

## Healthcare & Drugs – Cook

- Suppliers see two "VAs:" Program Office and Contracting Office. They see limited communication between these two entities, and often the two often have different goals and needs.
- Suppliers are concerned with the SDVO certification process
  - They see themselves as being evaluated for capability rather than socioeconomic status.
- Suppliers recognize a conflict between various laws, mandates, executive orders, and existing business relationships.
- Suppliers feel that E-Buy forces them to "play a game within a game"
  - Prices must be negotiated two separate times.

## Healthcare & Drugs – Cook

- VA needs to commit to relationships with suppliers from the top down.
- Make changes to the price negotiation approach, particularly regarding schedule purchases and E-Buy.
- Contracting Offices and Program Offices must remain in regular communication throughout the procurement process (from requirement identification to contract closeout)
- Make the evaluation criteria for the Contracting Workforce transparent. Include input from Program Offices as criteria if this is not already considered.

## Building/Construction/Engineering Group – Tabor Auditorium

- Contracting Officers lack understanding of what businesses experience and their challenges.
- The SDVOB verification process isn't transparent, takes too long, and doesn't have a reasonable appeals process.
- Contract awards take too long and are sometimes cancelled without an explanation.
- VA seems to prioritize price over value.

## Building/Construction/Engineering Group – Tabor Auditorium

- Create an internship to give procurement staff private industry experience.
- Establish a standard length of time between proposal submission and award of contract.
- Scale the RFP requirements to the size and complexity of the project.
- More training for procurement staff in project management.
- Better define who makes decisions.