



The Federal Supply Chain Management Organization (FSCMO) is a professional Think Tank comprised of hundreds of supply chain management professionals who have united to standardize performance and reduce undue burdens resulting from antiquated processes and related inefficiencies directly impacting contractor management of their federal supply chain and associated business systems. As experts in their field, the members of the FSCMO represent businesses of all sizes that supply our warfighters with the tools they need to win on a just-in-time (JIT) basis.

The Issue: The current Pentagon acquisition strategy, which is focused on applying oversight and cost controls to federal supply chains via the Contractor Purchasing System Review (CPSR) process, is prohibiting thousands of small business and commercial firms from actively and directly supporting the warfighter.

FSCMO position: The Contractor Purchasing System Review process should be positively modernized to provide nontraditional (e.g. small business and commercial) government contractors with supervised access to the purchasing system review process. The addition of the proposed Purchasing System Desk Review (PSDR) process and increased Mentor-Protégé engagements will provide DoD with supervised access to thousands of small businesses and commercial firms without sacrificing the effective performance and cost risk mitigation provided by the CPSR process.

Benefits of this policy:

- Reaffirms DoD's commitments to small business support and technological innovation while significantly mitigating risks derived from contractor supply chains.
- Directly supports the mission to "build and grow" small businesses by providing small businesses with direct access to vast amounts of defense spending.
- Encourages large traditional contractors to support small business purchasing system development while graduating small business into larger suppliers.

The Contractor Purchasing System Review PSDR Process

- Requires agencies who release a Request for Proposal (RFP) that includes an approved or acceptable purchasing system requirement to include a Pre-award Survey (SF1408A) and notification the public regarding access to the PSDR process.
- Allows PSDRs for qualified small businesses that will provide access to the bid and proposal process for these new prime contracts, with mandatory comprehensive CPSR during prime contract performance
- Reduces administrative burden for small businesses and DCMA by requiring electronic files and other system artifacts for review.
- Once small businesses pass the mandatory CRSR, future CPSRs will be conducted every 3 years

Mentor-Protégé Program – Small Business Purchasing System Development Initiative

- Agreements expire upon successful completion of the protégé's 2nd full scope CPSR.
- Allows early Protégé withdraw within 60 days of a Mentor losing purchasing system approval

Additional Incentives to encourage large business participation in revised MPP:

- 100% credit for the revenue awarded to Protégé under the contract that provided CPSR access.
- One step scoring increase during Small Business Audits.
- One step scoring increase when DoD uses Small Business Participation and/or other related nonperformance-based evaluation criteria.