JOC insights



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Best Value Procurement is Preferred for Job Order Contracts



Owners' Advisory Council

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Is Best Value The Silver Bullet?

Best Value Procurement (BVP) is THE prescribed method for procuring Job Order Contracts. JOC was not originally intended to be procured in a low bid scenario. It was designed as a solution inclusive of pre-construction services to a much needed resource for rapid renovation and repair projects. By utilizing BVP, Owners can experience the true teamwork and value-added services that occur in a wellfunctioning and streamlined JOC program. Many states recognize the advantages of BVP but some are still working to allow its utilization with Job Order Contracting.

What is Best Value Procurement?

Best Value Procurement is a procurement process that evaluates factors other than just price, such as quality and expertise, when selecting vendors or contractors. In a best value procurement, the value of procured goods or services can be simply described as an evaluation of best qualifications or benefits with cost being secondary.

Stop the Low-Bid Insanity & Get Inspired!

Best Value achieves results by putting an emphasis on craftsmanship, transparency, and accountability. When procuring Job Order Contracting Services from a contractor, the owner should consider the following evaluation criteria to achieve Best Value and program success.

- Contractor's JOC Specific Experience & Qualifications
- Staff Qualifications: JOC Certification & CJP Credentials
- References Specific to JOC Program Experience
- Quality of Work
- Safety Program, OSHA Record & EMR
- Processes & Infrastructure to Support the Volume of Job Orders
- **Bonding Capacity & Insurance Compliance**
- Performance-Based Criteria
- Schedule & Rapid Response Capabilities
- Cost as it Relates to Value

Price should not be the only means of evaluating a contractor's ability to perform within the framework of a JOC Program. A company needs to clearly show a prospective client why it's the best choice. JOC is not a commodity and should not be competed purely on price. If you are required by law to select low-bid then we recommend you carefully include and evaluate the minimum requirements for eligibility to bid. The above bulleted list is a good starting point for use in developing the minimum requirements.

JOC is an efficient project delivery tool that minimizes change orders due to the enhanced pre-construction services. Owners need to shift to a partnering and value enhancing mindset in order to maximize the success of a JOC program. CJE suggests creating a simple checklist of relevant Key Performance Indicators for each program that tracks success and failures to ensure continuous improvement in both procurement and operational implementation.