



Job Order Contracting
September 17, 2014

Procurement Challenges

■ Duration of procurement processes

- Typical Invitation for Bid (IFB) - 6 to 7 months
- Typical Request for Proposal (RFP) - 9 to 12 months
- Potential conflict of interest process - up to 75 days

■ 88 expired contracts in 2012

■ Emergency contracts



2014 Targeted Goals Update

- **Job Order Contracting (JOC)**
 - Service-based, facilities-related projects
- **Vendor Managed Inventory (VMI)**
 - Goods-based, fleet-related parts and supplies
 - Implemented March 2014
- **Illinois Procurement Gateway (IPG) Vendor Portal**
 - Implemented August 2014 by CPO's office
- **Fewer expired contracts**
 - Reduced by 59 percent compared to 2012
- **Reverse auctions**

Job Order Contracting (JOC)

- **Method to accomplish small- or medium-sized facility projects that are competitively bid, fixed price and pre-established unit prices**
- **Phase One - selection of the program administrator who will create and implement the JOC program**
- **Phase Two - selection of the contractor(s) to perform the JOC projects as identified by the Tollway**
- **Goals**
 - Gain efficiencies – projects completed in a more timely manner at a lower cost
 - Reduced number of contracts to manage
 - Opportunities for diverse participation



JOC Project Examples

- HVAC equipment repairs
- Plumbing repairs
- Roof and other building-related repairs
- Electrical repairs
- Door and window replacement
- Energy retrofits
- Limited roadway projects (e.g., guardrails)

Other Agencies Using JOC

- **Pennsylvania Turnpike Commission**
- **City of Chicago**
- **Cook County**
- **Metropolitan Water Reclamation District of Greater Chicago**
- **Chicago Transit Authority**
- **City of Naperville**
- **Lake County**
- **University of Illinois at Chicago**
- **University of Illinois at Urbana-Champaign**



Timeline

Obtain Board approval of JOC program administrator	Execute contract with JOC program administrator	Issue IFB for JOC contractor(s)	Bids due	Obtain Board approval of JOC contractor(s)	Execute contract with JOC contractor(s)
9/2014	11/2014	1/2015	2/2015	4/2015	6/2015



Appendix

Vendor Managed Inventory (VMI)

- Gain efficiencies
- Reduce number of contracts by 65
- 27 percent BEP commitment
- Eliminate obsolete parts
- Increase buyer productivity
- Implementation – end of 1st quarter 2014



THANK YOU