

A Veteran Woman Owned Small Disadvantaged Manufacturing & Integration Business



What You Need to Know Before You Team/Partner

Presented to

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Presented By

Technology Research Consultants, Inc.

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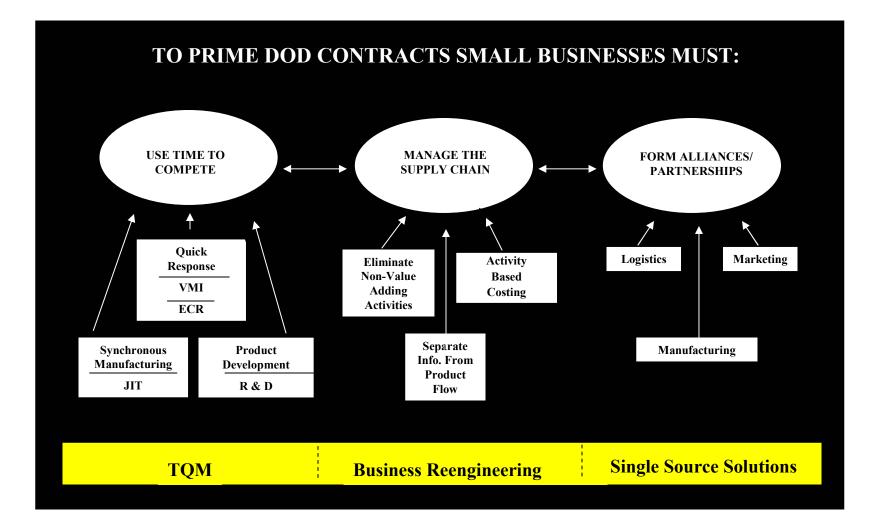
Manufacturing & Integration DOD Prime Contractor

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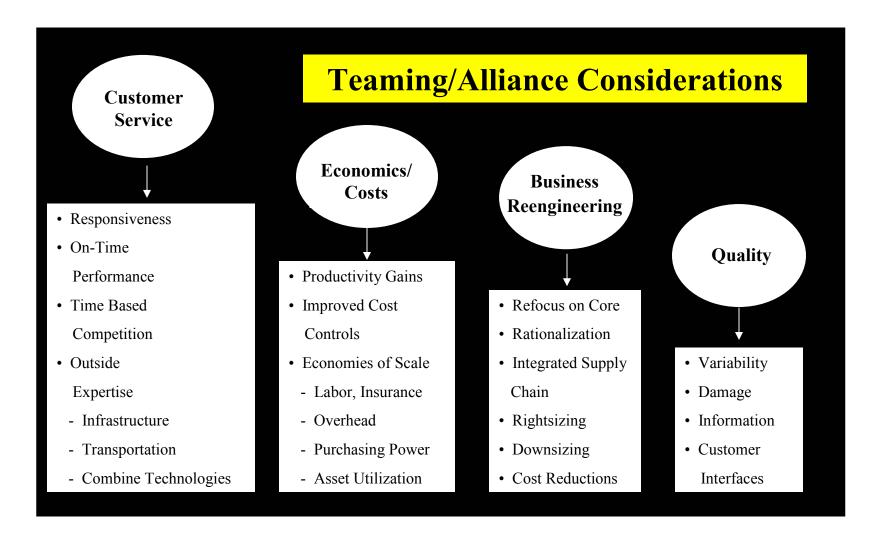
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TIE ALLIANCE STRATEGIES TO THE CORPORATE BUSINESS PLAN

ENTRY	SUSTAINING	EXIT
 Diversification 	 New Discriminator 	 Alternative for Customer
• Leveraging	• Current Cost Reduction	• Buyer/Seller Transition
- Customer Base	 Pushes Innovation 	• Novations
- Infrastructure	• Turn Key Solutions	• Reduces Exit Cost
 Acquisition Trial 	• Lower Risk Exposure	Stepping Stone
• DOD PRIME vs. SUB	 Reduces Transition Cost 	



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IDENTIFY GOALS

Customer Service Channel Network Labor Issues Investment Alternatives Operating Costs Operating Costs Capacity Constraint Product/Process Technologies Marketing Access Functional Expertise Internal Organization Vendor Base

IDENTIFY REQUIRED SERVICES

Inbound Transportation JIT Pickup / Delivery Information Systems

Ordering Admin Import/Export Activities Production / Assembly

IDENTIFY SPECIFIC OBJECTIVES

PARTNERSHIP SELECTION PROCESS

Improve Financial Performance

Reduce Investment

Improve Productivity

Improve Customer Service Improve System Flexibility

> Gain Distinctive Competencies

Improve Work Environment

Improve Control Over Operations

DETERMINE SELECTION CRITERIA

Size of Firm

Financial Performance and Stability

Efficiency of Operations

Capacity

Experience / Past Performance Record

> IT & Quality Organizations

Compatibility of Corporate Cultures



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Managing Long Term Partnerships

Key Factors

- Sense of Trust
- Mutually Beneficial <u>Written</u> Agreement
- Mitigate Affiliation Issues First
- Pricing Strategies
- Management Commitment
- Shared Risk
- Clearly Defined Goals
- Teamwork/Task Force P&L Center
- On-Going Performance Measurement
- Two-Way Feedback/Communication
- Incentives That Reinforce Goal Structure

Identify Partner's Major Expectations

Identify Barriers to a Successful Long Term Partnership

Mutually Identify and Set Performance Standards

Monitor and Measure Performance

Evaluate Variances/Gaps

Communicate Problems and Performance Levels

Create Environment Based on Mutual Trust



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SB PRIMES FACE:

•LARGER CONTRACTS

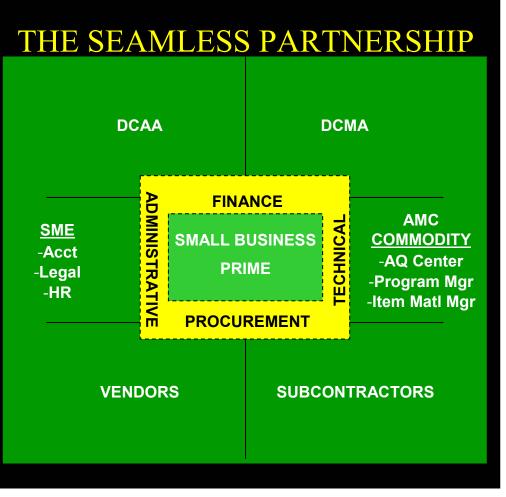
•PREAWARD SURVEYS

- PAST PERFORMANCE
- FINANCING AGTS

- QUALITY INFRASTRUCTURE

- •DFAR/FAR ALLOWS:
 - LG/SB TEAMING
 - SMALL BUSINESS JV
 - MENTOR INVESTMENT

AMC – AN ACQUISITON ENVIRONMENT ENCOURAGING SMALL BUSINESS TEAMING





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Small Business Benefits

- Infrastructure Support
- Larger Contract Award \$'s
- Lower Cost of Capital
- Increase Facility Capacities
- Subsidized Marketing Costs

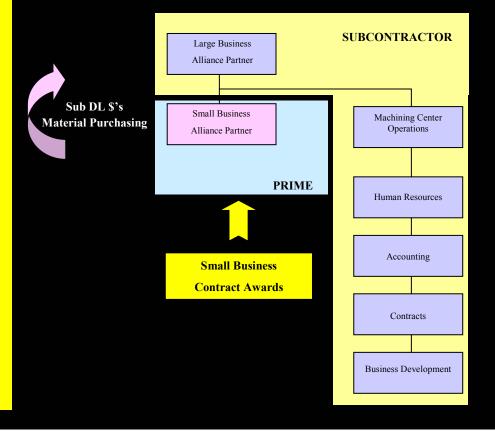
Large Business Benefits

- Increased Market Share
- Participate in Small Business Segment
- Lowers Material Handling Factor

Alliance Benefits

- Innovative Cost Pool
- Leverages Core Competency Synergies

ALLIANCE EXAMPLE





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Question and Answer Session

Sample SBA Approved Large Business / Small Business Teaming Agreement at

www.trc-hq.com

Special Recognition and Thanks Given To:



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