# Build America, Buy America (BABA)

Lessons Learned in Design, Bidding Requirements and Construction Applications





# **Outline**

- Waiver Decision Making Process
- Equipment/Products Limited or Not Available
- BABA Waivers
- Non-Availability Waiver Process
- De Minimis
- Things to Consider When Bidding
- Things to Consider During Construction

# **Waiver Decision Making Process**









Review Federal
Agency
Requirements
for BABA



Determine
What
Equipment/
Products
Can't Meet
BABA



Review Costs of Equipment/
Products



Determine appropriate BABA Waiver, if applicable

# **Equipment/Products – Limited or Not Available**



- Motor Control Centers
- Variable Frequency Drives
- Enclosed Switches
- Panelboards
- Transformers
- Lighting Fixtures
- Generator Receptacles
- Electrical Boxes

- Fuses
- Uninterruptible Power Supply
- Split-System Air Conditioners
- Aluminum
- Pumps
- Valve Actuators
- Greensand Plus
- Filter Underdrains

**Re-think approved manufacturers -** preferred manufacturers may not be available

# **Build America, Buy America (BABA) Waivers**



- Public Interest Waiver
- Unreasonable Cost Waiver
- Nonavailability Waiver
- De Minimis

# **Nonavailability Waiver**



- Informal Market Research
- Review info and determine if Equipment/Products found meet your requirements
- Draft Nonavailability Waiver Request

# Nonavailability Waiver Request



**Project Summary** 



**Engineering Specifications and Project Design Considerations** 



**Project Description** 



**Unit Cost of Materials** 



**Summary of Due Dilligence** 



**Schedule of Products** 



Quantity and Materials of Products



**Additional Pertinent Information** 

### **De Minimis Process**

# Requirements

Incidental products

5% of total materials

cost for the project



**Thoughts** 

More favorable - 5%

#### Process streamlined

total project cost

#### **BABA De Minimis** Requirements

- 5% of total project cost
- Approved submittal







 Any single item cannot be more than 1% of total materials cost of the project



# **Bidding Considerations**



- Contractors, suppliers, and manufacturers knowledge about BABA
- Review approved equals for BABA
- Bid Language required by State Agencies

### **Construction Considerations**



- Certification Letters Require more tracking.
- Provide schedule for potential De Minimis equipment and product
- Longer lead times on equipment and products

# MSRWD Phase 3 WTP Improvements - Case Study

- Bid June 2023 with AIS Requirements. Combined bid approximately \$7.7M.
- Repackaged Project with different funding sources.
- November 2023 Non-applicability waiver no longer available for 2024 funds from EPA.
- January 2024 Confirmation of new funding source and the need to meet BABA Requirements.
- February 2024 Review affect of BABA Requirements on products and equipment.
  - Cost of equipment not meeting BABA was approximately 4% of total project cost.
  - Determined that project should apply for a Project Specific Nonavailability Waiver.

- March 2024 Worked through NDDEQ to have EPA conduct informal market research. (3 weeks)
- > **April 2024** Drafted and submitted the first Project Specific Nonavailability Waiver request in the country through NDDEQ to EPA. (approximately 50 hours from February April)
- July 2024 Re-bid project with BABA requirements and anticipating acceptance of Nonavailability Waiver. Combined Bid approximately \$6.5M.
- August 2024 Approval of Project Specific Nonavailability Waiver. (approximately 4 months)

# Thank you! Questions?



