

**Federal Acquisition Regulation**

**19.1005**

**19.1002 Definitions.**

*Emerging small business*, as used in this subpart, means a small business concern whose size is no greater than 50 percent of the numerical size standard applicable to the North American Industry Classification System (NAICS) code assigned to a contracting opportunity.

*Emerging small business reserve amount*, for the designated groups described in 19.1005, means a threshold established by the Office of Federal Procurement Policy of—

- (1) \$25,000 for construction, refuse systems and related services, and non-nuclear ship repair; and
- (2) \$50,000 for architectural and engineering services.

[54 FR 5055, Jan. 31, 1989, as amended at 65 FR 16276, Mar. 27, 2000; 65 FR 46056, July 26, 2000]

**19.1003 Purpose.**

The purpose of the Program is to—

(a) Assess the ability of small businesses to compete successfully in certain industry categories without competition being restricted by the use of small business set-asides. This portion of the program is limited to the four designated industry groups listed in section 19.1005.

(b) Expand small business participation in 10 targeted industry categories through continued use of set-aside procedures, increased management attention, and specifically tailored acquisition procedures, as implemented through agency procedures.

(c) Measure the extent to which awards are made to a new category of small businesses (ESB's), and to provide for certain acquisitions to be reserved for ESB participation only. This portion of the program is also limited to the four designated industry groups listed in section 19.1005.

[54 FR 5055, Jan. 31, 1989, as amended at 55 FR 52792, Dec. 21, 1990; 63 FR 9057, Feb. 23, 1998; 65 FR 16276, Mar. 27, 2000]

**19.1004 Participating agencies.**

The following agencies have been identified as participants in the demonstration program:

- The Department of Agriculture.
- The Department of Defense, except the National Imagery and Mapping Agency.
- The Department of Energy.
- The Department of Health and Human Services.
- The Department of Interior.
- The Department of Transportation.
- The Department of Veterans Affairs.
- The Environmental Protection Agency.
- The General Services Administration.
- The National Aeronautics and Space Administration.

[54 FR 5055, Jan. 31, 1989, as amended at 54 FR 29281, July 11, 1989; 55 FR 38516, Sept. 18, 1990; 63 FR 58602, Oct. 30, 1998]

**19.1005 Applicability.**

- (a) *Designated industry groups.*

NAICS code	NAICS description
<b>Construction (except dredging)</b>	
<b>Subsector 233—Building, Developing, and General Contracting</b>	
23311 .....	Land Subdivision and Land Development.
23321 .....	Single Family Housing Construction.
23322 .....	Multifamily Housing Construction.
23331 .....	Manufacturing and Industrial Building Construction.
23332 .....	Commercial and Institutional Building Construction.
<b>Subsector 234—Heavy Construction</b>	
23411 .....	Highway and Street Construction.
23412 .....	Bridge and Tunnel Construction.
23491 .....	Water, Sewer, and Pipeline Construction.
23492 .....	Power and Communication Transmission Line Construction.
23493 .....	Industrial Nonbuilding Structure Construction.
23499 .....	All Other Heavy Construction.
<b>Subsector 235—Special Trade Contractors</b>	
23511 .....	Plumbing, Heating, and Air-Conditioning Contractors.