

**MINORITY BUSINESS ENTERPRISE
PROGRAM REVIEW
AMENDMENT OF RESOLUTION NO.
167-91 AND RESTATEMENT OF
RESOLUTION NO. 319-2015**

General Government and Social Services Committee

June 6, 2017



LEXINGTON



Resolution 167-91

- Adopted and implemented in 1991
- Support of an administrative plan to adopt a minimum ten percent (10%) Disadvantaged Business Enterprise (DBE) participation goal on construction and professional services contracts.
- Contractors make a “Good Faith Effort” to subcontract 10% to DBE’s.
- Divisions of LFUCG will make a Good Faith Effort to contract 10% of professional services and other contracts.



Amendments to Resolution No. 167-91

- Amendments to Resolution No. 167-91 include:
- Revised 10% minimum goal for ***Certified*** Minority, Women and Disadvantaged Business Enterprises on construction and professional services agreements.
- Definitions of Minority Business Enterprise (MBE); Women Business Enterprise (WBE) and Disadvantaged Business Enterprise (DBE) as defined by federal law and regulations.



Restatement of Resolution 319-2015

- Resolution 319-2015 adopted in year 2015
- A three percent (3%) minimum goal for Certified Veteran Owned Small Businesses (VOSB) and Service-Disabled Veteran Owned Small Businesses (SDVOSB)
- Definitions for VOSB and SDVOSB as defined by federal law.
- Tracking and monitoring of the 3% minimum goal began in 2016.
- LFUCG spend was 1% with veteran businesses in 2016.



Goals vs. Required Goals

- The 10% MWDBE and 3% SD/VOSB participation goals are “Good Faith Efforts” not required goals.
- Good Faith Effort documentation is required if contractors do not meet the participation goals.
- Required or mandated goals must be accompanied by a disparity study.
- LFUCG has not conducted a disparity study because our goals are not required or mandated.



What is a Disparity Study?

- A disparity study is an overview of rules and regulations that governs a public contracting agency that includes information to determine which firms are ready, willing and able to bid contracts.
- The disparity analysis is the focus which determines levels at which MWDBE's are utilized on public contracts, i.e. federal, state, or local governments.
- Cost of a disparity study is \$400,000.00 - \$600,000.00.

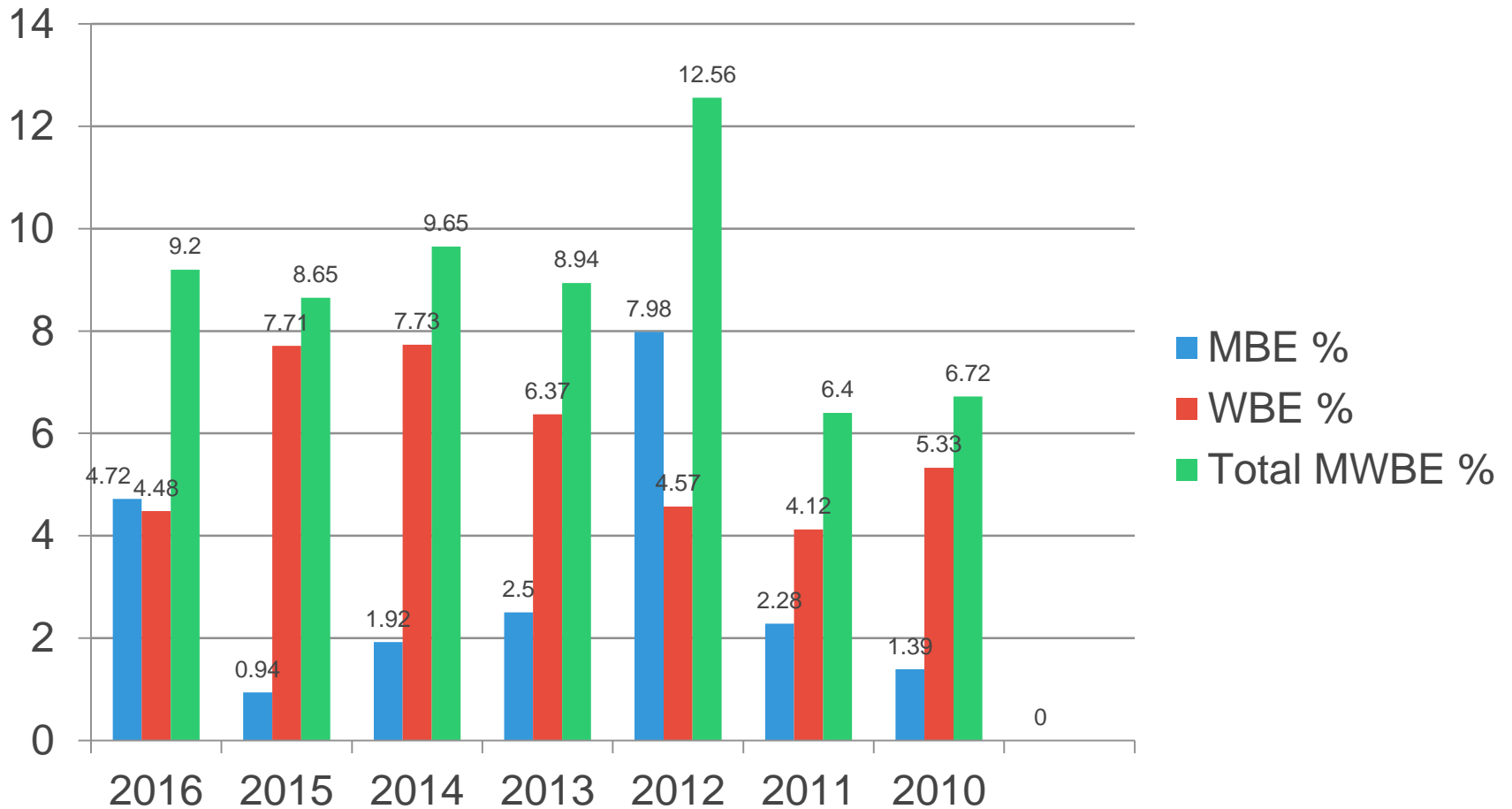


Minority Business Enterprise Program (MBEP)

- The MBEP exists to help disadvantaged, minority, women and veteran-owned businesses participate in the city's procurement process. The success of minority –owned and veteran –owned businesses is vital to the community and contributes to the overall economic viability of Lexington.
- Outreach - attend pre-bid/proposal and pre-construction meetings to discuss the participation goals; notifications sent to MWDBE's and SD/VOSB's of bid and proposal opportunities; host Construction Connection Event; sponsor the Lexington Minority & Women Contractor Training Program; conduct training workshops on certification and other needs of MWDBE's and SD/VSOB's, attend expos and tradeshow to promote the program.



LFUCG Spend: 2016 - 2010



Questions?

