OVERALL DBE GOAL

METRO BOARD JUNE 21, 2018



WHO MUST HAVE A DBE PROGRAM?

As a USDOT fund recipient, Metro is required to implement the DBE program. Every three years, Metro must set their overall goal for DBE participation.

Metro's proposed overall goal triennial period

- Federal Fiscal Year 2019 2021
- October 1, 2018 September 30, 2021



SETTING OVERALL DBE GOAL

BASE FIGURE

- Information from Disparity Study
- Availability analysis
- Potential DBEs

STEP 2
ADJUSTMENT

- Current DBE capacity
- Marketplace barriers
- Other relevant factors



CALCULATING THE BASE FIGURE

Base figure is calculated using a dollar-weighted calculation by industry based on contracts awarded by Metro during the disparity study period (January 1, 2010 – December 31, 2015).

Potential DBEs	Construction	Professional Services	Goods and Other Services	Weighted Average
Black American owned	6.6 %	3.8 %	8.2 %	6.6 %
Asian Pacific American owned	1.3	3.0	1.6	1.5
Subcontinent Asian American owned	0.4	0.6	0.9	0.5
Hispanic American owned	14.4	3.6	23.1	14.7
Native American owned	0.1	0.0	2.5	0.5
White woman owned	0.6	2.8	14.5	3.2
Total potential DBEs	23.3 %	13.7 %	50.9 %	27.0 %
Industry weight	72 %	11 %	17 %	



CALCULATING THE BASE FIGURE

Anticipated projects for fiscal years 2019-2021 in construction, professional services, and goods and other services are similar to the projects studied as part of the 2017 LA Metro Disparity Study. Metro determined that no adjustment to the base figure was warranted.





RACE-/GENDER-CONSCIOUS MEASURES

Substantial disparities*

- African American-owned businesses
- Asian-Pacific American-owned businesses
- Hispanic American-owned businesses
- Native American-owned businesses
- White women-owned businesses

No substantial disparities*

Subcontinent Asian American-owned businesses**



^{*}Based on disparity analysis

^{**}Subcontinent Asian Americans are persons whose origins are from India, Pakistan, Bangladesh, Bhutan, the Maldives Islands, Nepal or Sri Lanka

WAIVER FOR SUBCONTINENT ASIAN AMERICAN-OWNED BUSINESSES

Ineligible for race-/gender-conscious measures (contract goals)

But:

- Still included in DBE Program
- Utilization still counts toward overall DBE goal
- Still eligible for neutral program measures
- Minority women-owned businesses still eligible
- Metro will monitor utilization of all DBE groups

Medium Size Business Enterprise Program



Metro

