Survey of Small Business Enterprise (SBE) Certification Programs and Exploring Opportunities for Reciprocity

OIG Report No. 22-AUD-05 Karen Gorman, Inspector General

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Objective

Determine whether Metro and selected government agencies could increase reciprocity of SBE certifications, simplify the certification process, and increase SBE participation.



Results

- ➤ Reciprocity exists among CUCP members on Disadvantaged Business Enterprise (DBE) firms
- > No uniform requirements and standards for SBE certification
- ➤ No reciprocity program exists to accept SBE certification by other agencies
- > Reciprocity may be done with agencies that have similar standards as Metro



Recommendations

- > Contact BART to attempt to negotiate SBE certification reciprocity.
- ➤ Work with the City and County of Los Angeles to attempt to harmonize their SBE Programs and develop SBE certification reciprocity.
- ➤ Consider leading a Regional SBE Certification Summit to discuss reciprocity among other agencies.
- > Continue to be a lead certifying agency, make Metro's SBE Program known to other agencies, and encourage others to accept Metro's SBE certifications.
- ➤ Work with the California Department of General Services (DGS) small business certification program, determine whether Metro can accept DGS certifications without compromising Metro's own SBE certification standards (e.g.: accept subject to verification).

