



# DBE Goal Setting Consultation Meeting

August 13, 2024

# Overview

- DBE Program Basics
- BLV Goal Setting Methodology
- How to Provide Comments
- Questions

# DBE Program Basics

- Governing US DOT Regulation
  - [49 CFR Part 26](#) and Participation by DBEs in Department of Transportation (DOT) Financial Assistance Programs
- BLV Responsibilities
  - Establish Overall Goals (every three years)
  - Determine Contract Goals
  - Certification
    - Performed as part of the [Illinois UCP](#)
  - Reporting

# Establishing Overall Goals

- [49 CFR 26.45](#) requires the Airport to set overall DBE goals for FAA-funded projects.
- Overall goals must be based on demonstrable evidence of the availability of ready, willing and able DBEs relative to all businesses ready, willing and able to participate in the airport's FAA-funded contract opportunities.
- Goal must reflect the level of DBE participation BLV would expect absent the effects of discrimination.
- Development of future goals considers previous attainments.

# DBE Program Rule Changes

- Effective May 9, 2024
- Key Revisions
  - Raises PNW (Personal Net Worth) from \$1.32M to \$2.047M
  - Expedites interstate certification process, certification within 10 business days.
- Final Summary: <https://www.transportation.gov/DBEFinalRule>

# DBE Certification

- IL Unified Certification Program (IL UCP)
- Application
  - IL Department of Transportation website – DBE Certification  
<https://idot.illinois.gov/content/dam/soi/en/web/idot/documents/idot-forms/dbe/us-dot-uniform-dbe-acdbe-certification-application.pdf>
  - Average Processing Time = 90 Days
  - Certification
    - Performed as part of the [Illinois UCP](#)
    - A DBE in another state may apply for certification in Illinois

# DBE Certification

- IL Unified Certification Program (IL UCP) **ONLY**
- Certification with IL BEP not applicable
- A DBE certified by another agency may apply for certification with IL UCP.
- A DBE certified in another state may apply for certification in Illinois
- Certified within 10 days of receipt.

# DBE Goal Setting Process

Goal-setting is a two-step process:

1. Establish a base figure based on the relative availability of DBEs to participate in BLV's FAA-funded capital projects.
2. Make any necessary adjustments to the base figure based on local market conditions.



# Calculating the Base Figure

- The goal focuses on the participation of DBEs in FAA-funded contracts that will be awarded over the next three federal fiscal years (FY2025 – FY2027).
- Potential projects are forecasted three years into the future.
- This provides a “best estimate” of potential contracting activity and opportunities.

# Base Figure

DBE Firms

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- In St. Clair County and Metro Statistical Area
- Listed in IL UCP directory
- In relevant NAICS codes

All Firms

- In St. Clair County and Metro Statistical Area
- From US Census County Business Patterns data
- In relevant NAICS codes

# Projected FAA-Funded Projects at BLV

## **Fiscal Year 2025 Projects**

1. Tree Obstruction Removal
2. Runway Shoulder Rehabilitation
3. Runway Shoulder Widening
4. Runway Lighting Upgrades
5. ARFF and Electrical Vault Generators

## **Fiscal Year 2026 Projects**

1. Terminal Apron Expansion – Construction Project 2
2. Snow Removal Equipment Facility

## **Fiscal Year 2027 Projects**

1. Acquire Snow Plows (2) and Snow Blower (1)

# Projected FAA-Funded Projects at BLV

Project	Trade Description	NAICS Description	NAICS Code	Trade (\$)	Total Available 2022 Census Data	#DBE's Based on IL & MO UCP	DBE % Based on Census Figures	DBE (\$) (= Trade \$ x DBE %)
<b>FY 2025</b>								
Tree Obstruction Removal	Engineering Services	Engineering consulting services	541330	\$449,105.00	706	33	4.7%	\$20,992
	Landscaping Services	Tree removal services	561730	\$786,885.00	1866	22	1.2%	\$9,277
<b>Project Totals</b>				<b>\$1,236,000.00</b>			<b>2.4%</b>	<b>\$30,269</b>
Runway Shoulder Rehabilitation	Engineering Services	Engineering consulting services	541330	\$387,333.00	706	33	4.7%	\$18,105
	Highway, Street, and Bridge Construction	Resurfacing highway, road, street, bridge or airport runway	237310	\$1,191,926.00	120	37	30.8%	\$367,511
<b>Project Totals</b>				<b>\$1,580,000.00</b>			<b>24.4%</b>	<b>\$385,615</b>
Runway Shoulder Widening	Engineering Services	Engineering consulting services	541330	\$1,051,886.00	706	33	4.7%	\$49,167
	Highway, Street, and Bridge Construction	Pavement, highway, road, street, bridge or airport runway construction	237310	\$3,197,261.00	120	37	30.8%	\$985,822
<b>Project Totals</b>				<b>\$4,250,000.00</b>			<b>24.4%</b>	<b>\$1,034,990</b>
Runway Lighting Upgrades	Electrical Contractors and Other Wiring Installation Contractors	Airport runway lighting contractors	238210	\$434,000.00	810	25	3.1%	\$13,395
<b>Project Totals</b>				<b>\$434,000.00</b>			<b>3.1%</b>	<b>\$13,395</b>
ARFF and Electrical Vault Generators	Other Building Equipment Contractors	Power generating equipment (except home standby power generator) installation	238290	\$492,000.00	98	2	2.0%	\$10,041
<b>Project Totals</b>				<b>\$492,000.00</b>			<b>2.0%</b>	<b>\$10,041</b>
<b>FY 2025 TOTALS</b>				<b>\$7,992,000.00</b>			<b>18.4%</b>	<b>\$1,474,310</b>
<b>FY 2026</b>								
Terminal Apron Expansion - Construction Project 2	Engineering Services	Engineering consulting services	541330	\$668,277.22	706	33	4.7%	\$31,237
	Highway, Street, and Bridge Construction	Pavement, highway, road, street, bridge or airport runway construction	237310	\$7,769,534.27	120	37	30.8%	\$2,395,606
	Electrical Contractors and Other Wiring Installation Contractors	Airport runway lighting contractors	238210	\$310,132.53	810	25	3.1%	\$9,572
<b>Project Totals</b>				<b>\$8,747,945.00</b>			<b>27.9%</b>	<b>\$2,436,415</b>
Snow Removal Equipment Facility	Engineering Services	Engineering consulting services	541330	\$2,137,773.58	706	33	4.7%	\$99,924
	Architectural Services	Building architectural design services	541310	\$3,755,634.51	229	6	2.6%	\$98,401
	Commercial and Institutional Building Construction	Airport building construction	236220	\$12,978,655.27	537	11	2.0%	\$265,857
<b>Project Totals</b>				<b>\$18,880,000.00</b>			<b>2.5%</b>	<b>\$464,182</b>
<b>FY 2026 TOTALS</b>				<b>\$27,627,945.00</b>			<b>10.5%</b>	<b>\$2,900,597</b>
<b>FY 2027</b>								
Acquire Snow Plows (2) and Snow Blower (1)	Construction and Mining (except Oil Well) Machinery and Equipment Merchant Wholesalers	Snow plows merchant wholesalers	423810	\$3,133,750.00	36	0	0.0%	\$0
<b>Project Totals</b>				<b>\$3,134,000.00</b>			<b>0.0%</b>	<b>\$0</b>
<b>FY 2027 TOTALS</b>				<b>\$3,134,000.00</b>			<b>0.0%</b>	<b>\$0</b>
<b>TOTALS (FY 2025 - 2027)</b>				<b>\$38,753,945.00</b>			<b>11.29%</b>	<b>\$4,374,908</b>

# Base Figure Calculation – part 2

**Step 1: Base Figure from FY2025 – FY2027 Projects = 11.29%**

Divide the weighted DBE totals by the total estimate for all trades \$4,374,908/\$38,753,945

**Step 2: Plus (+) = 2.68%**

*Median DBE Accomplishment FY2019 – FY2023*

2019 = 5.62%; 2020 = 2.68%; 2021 = 1.93%; 2022 = 6.60%; 2023 = 0.00%

**Equals = 14.0%**

**Divided by 2 = 6.98%**

# Base Figure

**6.98% Proposed Overall Goal**  
FY 2025 – FY2027

*Subject to be amended based on participants comments  
and additional adjustments*

**FY 2022 – FY2024 Goal: 5.71%**

# Step 2. Adjustments Base Figure

*Slightly higher DBE participation can be obtained during the 3-year period because a significant number of additional firms that perform related work are expected to be certified in the local market area.*

## ***For Example:***

NAICS CODE	NAICS TITLE
238210	Electrical Contractors and Other Wiring Installation Contractors
238220	Plumbing, Heating, and Air-Conditioning Contractors
238110	Poured Concrete Foundation and Structure Contractors
541370	Surveying and Mapping (except Geophysical) Services
484110	General Freight Trucking, Local

# Projecting Race-Neutral/Race Conscious Split

- Once the overall goal is established, BLV must project what part of the goal it anticipates achieving race-neutrally (i.e., no DBE goals set on agreements/contracts) and what portion it anticipates achieving race-consciously (i.e., setting a goal).
- For its 2025-2027 goal, BLV projects attaining 0.0% race neutrally and 6.98% race-consciously.



# Public Participation

- BLV is required to communicate with the public in two ways
  - Consultative process with stakeholders
    - Today
  - Publishing of goal on its website:  
<https://flymidamerica.com/business/disadvantaged-business-enterprises/>
- Please send any additional comments on the goal setting methodology to  
[Alice.Tejada@flymidamerica.com](mailto:Alice.Tejada@flymidamerica.com) by COB August 16



# Questions?



## **Alice Tejada**

MidAmerica St. Louis Airport (BLV)  
Department of Engineering and Planning  
DBE Liaison Officer (DBELO)

[Alice.Tejada@flymidamerica.com](mailto:Alice.Tejada@flymidamerica.com)