FTA Triennial DBE Goal

Proposed for FFYs 2024-2026

Ashanti Payne

September 2023





Federal Transit Administration (FTA) DBE Program



DBE Program Objective

 Federal program to create a level playing field for Disadvantaged Business Enterprises (DBE) and ensure nondiscrimination in the award of contracts (49 CFR 26)

 Each recipient of USDOT funding is responsible for setting and overall program goal every three years

Overall DBE Program Goal

- Overall goal represents the anticipated DBE participation over a three-year period
- Set every three years, provisions of the overall goal apply to each year
- Overall goal is <u>not</u> a quota

Meeting the overall goal

- The maximum feasible portion of your overall goal must be met using race-neutral means of DBE participation.
- Race-Neutral DBE participation includes when a DBE wins a prime contract through customary competitive procurement procedures, is awarded a subcontract on a project that does not carry a DBE contract goal or is awarded a subcontract on a project with a goal, but the DBE participation was not needed to meet the goal.

Contract Goals



- Contract (project specific) goals are established to meet any portion of the overall goal expected to not be met using race-neutral means.
- A contract goal represents the anticipated DBE participation for a specific project.
- A project specific DBE goal will rarely be the same value as the overall three-year goal.

Tetropolitan council

Triennial DBE goal for FFYs 2021-2023

- Current Triennial DBE goal is 14%
- Goal achievement is based on awarded contracts
- Achievement of current goal
 - **2**021 14.02%
 - **2**022 18.22%
 - 2023 6.5% (represents first ½ of FFY 2023)

2024-2026 Proposed FTA DBE Goal



Proposed FTA goal of 13.4%

➤ Race-Conscious 11.0%

➤ Race-Neutral 2.4%

How was the proposed goal determined?

Methodology

- Determine availability rates in well-defined geographic market area
- Produce any adjustments to the base DBE goal
- Propose maximum portion of the goal that can be achieved through race-neutral means

Proposed Goal Breakdown

Proposed Metropolitan Council FTA DBE Goals FY 2024–2026

Base Goal	9.6%
Adjustment to Base Goal	39.9%
Adjusted Goal	13.4%
Race-Neutral Portion	18.2%
Race-Neutral Goal	2.4%
Race-Conscious Portion	81.8%
Race-Conscious Goal	11.0%

For Comparison



 Base goal utilizing Dr. Myers and Roy Wilkins Center for Human Relations and Social Justice Analytical methods is 13.4%

• If we had used the methodology previously used by OEEO the base goal would have been 4.58%

Next Steps

- 30-day Public Comment period from August 28th-September 28th
- Dr. Myers and Ashanti present goal to Management Committee on September
 13th
- Virtual Public Comment meeting to be held via TEAM September 14th
 - RSVP at dbe@metc.state.mn.us
- Dr. Myers presents goals to EAC on September 19th
- Goal brought back to management committee and full council meeting on October 25th for approval
- Goal submitted to FTA in November

Questions?

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