Little Rock Municipal Airport Commission Disadvantaged Business Enterprise Program (DBE) 2024-2026 Goal



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BILL AND HILLARY CLINTON NATIONAL AIRPORT

ONE AIRPORT DRIVE LITTLE ROCK, AR 72202

DBE GOAL for FY 2024-2026

49 CFR 26: Section 26.45: Overall DBE 3-Year Goal Methodology

Goal Period: FY: 2024-2026 (October 1, 2023 - September 30, 2026)

DOT-assisted contract amount: FY-2024 \$18,747,777

FY-2025 \$10,040,000 FY-2026 \$49,668,521

Total dollar amount on overall projects: \$78,456,298

Total dollar amount to be spent on certified DBEs: \$ 5,905,416

DBE 3-Year Overall Goal: 12%

Type of Projects that the airport anticipates awarding:

FY-2024

1.	Central Utility Plant – Phase 3 – Design & pre-Construction	\$3,000,000
2.	Curbside Canopy	\$7,990,000
3.	Taxiway Charlie – Phase 3	\$7,757,777
FY	-2024 TOTAL	\$ 18,747,777

FY-2025

 FY-2025 TOTAL		
1.	Relocate Airport Beacon	\$ 250,000
1.	Central Utility Plant – Phase 3 – Shell & Core	\$9,790,000

FY-2026

1.	Airport Master Plan	\$ 2,000,000
2.	Central Utility Plant-Phase 4	\$30,000,000
3.	East Side Taxiway Lighting Rehabilitation	\$ 1,290,000
4.	Taxiway Alpha Realignment	\$13,888,521
5.	Taxiway Shoulders	\$ 2,490,000

FY-2026 TOTAL \$49,668,521

The identification of FY 2024-2026's potential projects was the Commission's initial step in determining its Disadvantage Business Enterprise (DBE) goal. Professional service firms are needed for design and construction management services.

In developing the methodology, the review involved the implementation of any subsequent adjustments needed for race-neutral considerations. The race-neutral considerations are detailed in that particular section of this process.

The US Department of Commerce's North American Industry Classification System (NAICS) codes were used to divide the project work by discipline appropriately. Utilizing the US Census Bureau data, the Commission identified the number of available firms to compete for the proposed work within the State of Arkansas in the 2021 County Business Patterns (CBP), latest edition.

The certified DBE, listed in the State of Arkansas, Arkansas Highway and Transportation Department (ARDOT), was used to identify the number of ready, willing, and able disadvantaged businesses. There was an increase in the number of certified firms in the NAICS codes represented in the methodology for FY 2024-2026 (1878 certified) compared to the number of firms in FY 2021-2023 (711 certified) due to the increase in services and in the anticipated projects, FY 2024-2026 to (10 projects) FY2021-2023 (5 projects).

Areas of work for potential DBEs were collected by NAICS with the comparable non-DBE firms in Step One: Base Figure on the following page. The chart identifies the number of firms by 6-digit codes to better isolate the firms with some degree of specifics. Information from the latest CBP statistics was used. The number of firms from each project was added to a total sum. The same process was performed on the DBEs from the lists described above. The relative availability of firms for the Base Figure was calculated by dividing the DBE firms by the CBP firms. The numerator was derived from the number of certified DBE firms. The denominator is representative of the firms as indicated by the CBP. The project goal was weighted to make the goal calculation more accurate.

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Step 2. Analysis:

After calculating a base figure of the relative availability of DBEs, evidence was examined to determine what adjustment (if any) was needed to the base figure in order to arrive at the overall goal.

The data used to determine the adjustment to the base figure was the median of historical DBE accomplishments, which ranged from 7% to 21% as follows:

Fiscal	DBE
Year	Accomplishments
FY 18	16%
FY 19	19%
FY 20	21%
FY 21	7%
FY 22	14%

Arranging this historical data from low to high, the median is 16%.

To arrive at an overall goal, we added our Step 1 base figure with our Step 2 adjustment figure and then averaged the total arriving at an overall goal of 12%. We feel this adjusted goal figure will accurately reflect DBE participation that can be achieved for the type of project work being awarded during FY 2024-2026.

Step Two: Adjustments

Step Two. Adjustinent	•			Annual Accompli	shments
CNA 2022 Accomplishments CNA 2021 Accomplishments CNA 2020 Accomplishments CNA 2019 Accomplishments CNA 2018 Accomplishments					0.1362 0.0665 0.2112 0.1900 0.1570
Part A:	400/	Part B:	04 O B		
LRNA Median	12% (rounded)		Step One Base Figure Step Two Median		0.0753 0.1570
			# equals 1 and 2 together 0.2323 Average	/2	0.1161
		2024-202 (rounded	6 Overall Adjusted G l)	oal	12%

Further, there are no applicable disparity studies for the local market area or recent legal case information available from the State of Arkansas Department of Commerce E.O. office to show any evidence of barriers to entry or competitiveness of DBEs in Pulaski County.

Breakout of Estimated Race-Neutral (RN) and Race-Conscious (RC) Participation

The recipient will meet the maximum feasible portion of its overall goal by using RN means of facilitating DBE participation:

- 1. Using our outreach portal to notify companies of solicitations and the specific services related to the project, including NAICS codes, as soon the consent to proceed has been made on a project;
- 2. Arranging advertising of solicitations in an ample amount of time for DBEs to have time to compete on contracts;
- 3. Arranging material for pre-bid meetings that help DBEs compete on contracts:
- 4. Hosting meetings to communicate our program, contracting procedures, and specific contract opportunities;
- 5. Providing services to help DBEs and other small businesses improve long-term development, increase opportunities to participate in a variety of kinds of work, handle increasingly significant projects, and achieve eventual self-sufficiency;
- 6. Ensuring DBEs have access to the DBE directory, through electronic means and print format, to the widest group of potential prime contractors;
- 7. Encourage out-of-state DBEs to become certified in Arkansas;
- 8. Host annual DBE conferences to assist companies with becoming DBE certified, and develop their capability to utilize emerging technology, information on bonding, and capital.
- 9. Attending local conferences to inform the public of our DBE goal and upcoming projects list attached to our website, updated monthly.

The recipient examined the race-neutral attainment for the past five (5) years to determine the maximum race-neutral participation. On average, the recipient achieved 7% (see table below).

Fiscal	Total Grant	D	BE Go	als	Acco	mplishme	ents	Type of work
Year	\$ Amount	RC	RN	Total	RC	RN	Total	
FY18	\$ 4,153,612	6%	7%	13%	7%	9%	16%	Taxiway/Runway
FY19	\$ 6,375,278	3%	2%	5%	3%	16%	19%	Taxiway/Runway
FY 20	\$ 9,102,691	13%	0%	13%	18%	3%	21%	Taxiway/Runway
FY 21	\$ 15,793,334	7%	5%	12%	3%	4%	7%	Taxiway/Runway
FY 22	\$ 12,875,553	12%	0%	12%	14%	0%	14%	Taxiway/Runway

FY21-23, the Commission's accomplishments exceeded their goal, which is evidence of race-neutral participation, therefore, 3% of our 12% goal is being applied to race-neutral, and the remaining 9% is applied to race-conscious participation. The Commission will monitor the projects and make any necessary adjustments as needed.

The Commission will adjust the estimated breakout of race-neutral and race-conscious DBE participation as needed to reflect actual DBE participation (see Section 26.51(f)) and track and report race-neutral and race-conscious participation separately. For reporting purposes, race-neutral DBE participation includes but is not necessarily limited to, the following: DBE participation through a prime contract obtained through customary competitive procurement procedures; DBE participation through a subcontract on a prime contract that does not carry a DBE goal, DBE participation on a prime contract exceeding a contract goal and DBE participation through a subcontract from a prime contractor that did not consider a firm's DBE status in making the award.

Race Neutral Considerations

	2018	2019	2020	2021	2022
FY Annual Goals	13%	5%	13%	12%	12%
Accomplishments	16%	19%	21%	7%	14%
Difference	3%	14%	8%	-5%	2%
Median 3%					
2024-2026 Overall adjusted goal (rounded figures)	<u>12%</u>				
Race conscious goal	9%				
Race neutral goal	3%				

Consultation

As required, the Airport submits its overall 3-year goal to DOT in August. The Airport will host several outreach events annually, participate in the city's Minority Enterprise Development Week annual event, and participate in a business matchmaking event held by the Arkansas Economic Development Commission each fall. The Airport will also attend numerous annual events held in the city to inform the public of upcoming business opportunities. The methodology will be discussed at three separate public meetings. The first will be at the Airport's monthly Commission meeting held on Thursday, August 10, 2023. The second will be on August 29, 2023, the Airport will report its triennial goal to the public. The third will be during the Little Rock Minority Development Week held September 11-15, 2023.

The Airport will continue to consult with the Arkansas Department of Transportation (ARDOT), Arkansas Economic Development Commission (AEDC), and Small Business Administration (SBA), without limiting consultation to these persons or groups, to obtain information concerning the availability of disadvantaged and non-disadvantaged businesses, the effects of discrimination on opportunities for DBEs, and the Airport's efforts to establish a level playing field for the participation of DBEs.

Following the consultation, we will publish a notice on our websites at the following sites:

<u>Clinton National Airport - Business Diversity Program</u>
Clinton National Airport Online Bidding & Supplier Portal

CNA will also publish notices in statewide daily newspapers, including business newspapers, emphasizing the Hispanic and Black communities. The advertisement will include the proposed overall goal of 12%, notifying the public that the proposed goal and its rationale will be available for review with staff starting on September 1, 2023, and copies of the goal will be available for inspection during normal business hours at the airport administration building, 1 Airport Road, Little Rock, Arkansas, 72202 for 30 days following the date of the notice. The Airport will also inform the public that the Airport and DOT will accept comments on the goals for 45 days from the date of the notice.

			FY2024		
	Central Utility Plant-Phas	e 3 -			
1 of 10	Design & Pre-construction	n \$3,000,000		All Firms (AR)	DBE Firms (AR)
	Design	\$3,000,000			
		541310 Architectural Services		136	5
		541330 Engineering Services		382	33
		541340 Drafting Services		19	3
		541370 Surveying & Mapping Ser	vices	96	5
		561410 Document Prepartation S	Services	26	2
		NAICS Classifications	Sub-Total	659	48
2 of 10	Curbside Canopy	\$7,990,000		All Firms (AR)	DBE Firms (AR)
	Design	\$750,000			
		541310 Architectural Services		136	5
		541330 Engineering Services		382	33
		541340 Drafting Services		19	3
		541370 Surveying & Mapping Ser	rvices	96	5
		561410 Document Prepartation S	Services	26	2
		NAICS Classifications	Sub-Total	659	48
	Construction	\$7,240,000			
		236220 Commercial and Institution	onal Building Construction	351	15
		238110 Poured Concrete Founda	tion & Structure	174	33
		238190 Other Foundation, Struct	ure, and Building Exterior Contractors	44	4
		238390 Other Building Finishing (Contractors	45	6
		238910 Site Preparation Contract	tors	439	47
		238990 All Other Specialty Trade	Contractors	217	46
		NAICS Classifications	Sub-Total	1270	151
3 of 10	Taxiway Charlie Phase 3	\$7,757,777		All Firms (AR)	DBE Firms (AR)
	Design	\$800,000			
		541330 Engineering Services		382	33
		541340 Drafting Services		19	3
		541370 Surveying & Mapping Ser	rvices	96	5
		561410 Document Prepartation S	Services	26	2
		NAICS Classifications	Sub-Total	523	43

Construction	\$6,957,777		
	237310 Highway, Street, and Bridge Construction	103	81
	237990 Other Heavy and Civil Engineering	35	18
	238110 Poured Concrete Foundation & Structure	174	33
	238210 Electrical Contractors, and Other Wiring	711	15
	238910 Site Preparation Contractors	439	47
	335129 Lighting Fixtures, Airport (runway, taxiway)	0	1
	484220 Specialized Freigh (except Used Goods) Trucking, Local - Hauling	465	41
	532412 Construction Equipment Rental & Leasing	49	6
	NAICS Classifications Sub-Total	1976	242

		FY2025		
	Central Utility Plan	t-Phase 3 -		
4 of 10	Shell & Core	\$9,790,000	All Firms (AR)	DBE Firms (AR)
	Design	\$1,000,000		
		541310 Architectural Services	136	5
		541330 Engineering Services	382	33
		541340 Drafting Services	19	3
		561410 Document Prepartation Services	26	2
		NAICS Classifications Sub-Total	563	43
	Construction	\$8,790,000		
		236210 Industrial Building Construction	42	1
		236220 Commercial and Institutional Building Construction	351	15
		238110 Poured Concrete Foundation & Structure	174	33
		238190 Other Foundation, Structure, and Building Exterior Contractors	44	4
		238210 Electrical Contractors, and Other Wiring	711	15
		238220 Plumbing, Heating, and A/C Contractors including HVAC	1048	6
		238290 Other Building Equipment Contractors	91	0
		238310 Drywall and Insulation Contractors	144	2
		238320 Painting and Wall Covering Contractors	162	8
		238330 Flooring Contractors	103	3
		238350 Finish Carpentry Contractors	186	0
		238390 Other Building Finishing Contractors	45	6
		238910 Site Preparation Contractors	439	47

		238160 Roofing Contractors	184	3
		238990 All Other Specialty Trade Contractors	217	46
		NAICS Classifications Sub-Total	3941	189
5 of 10	Relocate Airport Beacon	\$250,000	All Firms (AR)	DBE Firms (AR)
	Design	\$50,000		
		541330 Engineering Services	382	33
		541340 Drafting Services	19	3
		541370 Surveying & Mapping Services	96	5
		561410 Document Prepartation Services	26	2
		NAICS Classifications Sub-Total	523	43
	Construction	\$200,000		
		238210 Electrical Contractors, and Other Wiring	711	15
		238990 All Other Specialty Trade Contractors	217	46
		335129 Lighting Fixtures, Airport (runway, taxiway)	0	1
		532412 Construction Equipment Rental & Leasing	49	6
		NAICS Classifications Sub-Total	977	68
		EVACAC		
C - [10		FY2026	all et (45)	227 5 (42)
6 of 10	Airport Master Plan	\$2,000,000	All Firms (AR)	DBE Firms (AR)
6 of 10	Airport Master Plan Design	\$2,000,000 \$2,000,000		
6 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services	136	5
6 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services	136 382	5 33
6 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services	136 382 19	5 33 3
6 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping	136 382 19 7	5 33 3 0
6 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping 541370 Surveying & Mapping Services	136 382 19 7 96	5 33 3 0 5
6 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping 541370 Surveying & Mapping Services 561410 Document Prepartation Services	136 382 19 7 96 26	5 33 3 0 5 2
6 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping 541370 Surveying & Mapping Services	136 382 19 7 96	5 33 3 0 5
6 of 10 7 of 10	-	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping 541370 Surveying & Mapping Services 561410 Document Prepartation Services NAICS Classifications Sub-Total	136 382 19 7 96 26	5 33 3 0 5 2
	Design Central Utility Plant-Phase	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping 541370 Surveying & Mapping Services 561410 Document Prepartation Services NAICS Classifications Sub-Total	136 382 19 7 96 26 666	5 33 3 0 5 2 48
	Design Central Utility Plant-Phase	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping 541370 Surveying & Mapping Services 561410 Document Prepartation Services NAICS Classifications Sub-Total	136 382 19 7 96 26 666 All Firms (AR)	5 33 3 0 5 2 48
	Design Central Utility Plant-Phase	\$2,000,000 \$2,000,000 541310 Architectural Services 541330 Engineering Services 541340 Drafting Services 541360 Geophysical Survey and Mapping 541370 Surveying & Mapping Services 561410 Document Prepartation Services NAICS Classifications Sub-Total 24 \$30,000,000 \$30,000,000 236210 Industrial Building Construction	136 382 19 7 96 26 666 All Firms (AR)	5 33 3 0 5 2 48 DBE Firms (AR)

Step One: Base Figure (Availability for 10 Projects)

	238290	Other Building Equipmen	t Contractors	91	0
		Drywall and Insulation Co		144	2
		Delywan and misdiation co Delinting and Wall Covering		162	8
		Flooring Contractors	ig contractors	103	3
		Finish Carpentry Contract	tors	186	0
		Other Building Finishing (45	6
		O All Other Specialty Trade		217	46
	250530	NAICS Classifications	Sub-Total	3100	102
8 of 10	East Side Taxiway Lighting Rehab	\$1,290,000		All Firms (AR)	DBE Firms (AR)
	Design	\$300,000			
	541330	Engineering Services		382	33
	541340	Drafting Services		19	3
	541370	Surveying & Mapping Ser	vices	96	5
	561410	Document Prepartation S	Services	26	2
		NAICS Classifications	Sub-Total	523	43
	Construction	\$990,000			
	238110	Poured Concrete Foundate	tion & Structure	174	33
	238210	Electrical Contractors, an	d Other Wiring	711	15
	238910	Site Preparation Contract	tors	439	47
	238990	O All Other Specialty Trade	Contractors	217	46
	335129	Eighting Fixtures, Airport	(runway, taxiway)	0	1
	532412	2 Construction Equipment	Rental & Leasing	49	6
		NAICS Classifications	Sub-Total	1590	148
9 of 10	Taxiway Alpha Realignment	\$13,888,521		All Firms (AR)	DBE Firms (AR)
	Design	\$1,000,000			
	541330	Engineering Services		382	33
	541340	Drafting Services		19	3
	541370	Surveying & Mapping Ser	vices	96	5
	561410	Document Prepartation S	Services	26	2
		NAICS Classifications	Sub-Total	523	43

Step One: Base Figure (Availability for 10 Projects)

	Construction	\$12,888,521		
		237310 Highway, Street, and Bridge Construction	103	81
		237990 Other Heavy and Civil Engineering	35	18
		238110 Poured Concrete Foundation & Structure	174	33
		238210 Electrical Contractors, and Other Wiring	711	15
		238910 Site Preparation Contractors	439	47
		238990 All Other Specialty Trade Contractors	217	46
		335129 Lighting Fixtures, Airport (runway, taxiway)	0	1
		484220 Specialized Freigh (except Used Goods) Trucking, Local - Hauling	g 465	41
		532412 Construction Equipment Rental & Leasing	49	6
		NAICS Classifications Sub-Total	2193	288
10 of 10	Taxiway Shoulders	\$2,490,000	All Firms (AR)	DBE Firms (AR)
	Design	\$250,000		
		541330 Engineering Services	382	33
		541340 Drafting Services	19	3
		541370 Surveying & Mapping Services	96	5
		561410 Document Prepartation Services	26	2
		NAICS Classifications Sub-Total	523	43
	Construction	\$2,240,000		
		237310 Highway, Street, and Bridge Construction	103	81
		237990 Other Heavy and Civil Engineering	35	18
		238110 Poured Concrete Foundation & Structure	174	33
		238210 Electrical Contractors, and Other Wiring	711	15
		238910 Site Preparation Contractors	439	47
		238990 All Other Specialty Trade Contractors	217	46
		335129 Lighting Fixtures, Airport (runway, taxiway)	0	1
		484220 Specialized Freigh (except Used Goods) Trucking, Local - Hauling	g 465	41
		532412 Construction Equipment Rental & Leasing	49	6
		NAICS Classifications Sub-Total	2193	288

TOTAL \$78,456,298