

**DBE GOAL for FY-2014/2015
ABERDEEN REGIONAL AIRPORT
ABERDEEN, SOUTH DAKOTA**

Overall DBE Goal Methodology

Name of Recipient: City of Aberdeen, SD, Aberdeen Regional Airport

Goal Period: FY-2014-2015 – October 1, 2013 through September 30, 2015

DOT –assisted contract amount:	FY-2014	\$10,600,000.00
	<u>FY-2015/16</u>	<u>\$11,500,000.00</u>
Total		\$22,100,000.00

DBE 3-Year Overall Goal *(percentage)* **6.00%**

Total dollar amount to be expended on DBE's: **\$1,326,000.00**

Describe the Number and Type of Projects that the Airport anticipates awarding:

1. 2014 – Design and Construct Wetland Filling, Storm Sewer Improvements and Wetland Mitigation
Mill and Overlay Runway 17/35 Markings
2. 2015/16 – Design and Construct Runway Shift

Market Area: A radius of 200 miles from Aberdeen, South Dakota was used as the market area for Aberdeen Regional Airport, as previously approved by the FAA under previous DBE program requirements.

Step 1. Analysis: Actual relative availability of DBE's

For the Wetland Filling, Storm Sewer Improvements Wetland Mitigation and Mill and overlay of Markings

It was determined that there are 56 prime contractors and 12 subcontractors for this type of work that are within the 200 mile radius of Aberdeen.

From the above 10 of them were DBE firms.

Formula used: $\frac{\text{Ready, Willing, and Able DBE Firms}}{\text{All Firms Ready, Willing and Able}}$

$\frac{\text{DBE's}}{\text{All Firms}}$

$$\frac{10 \text{ DBE Firms} = 10}{68 \text{ Total Firms} = 68} = 0.147 \times 100 = 14.7\%$$

For the Shift of Runways

It was determined that there are 67 prime contractors and 14 subcontractors for this type of work that are within the 200 mile radius of Aberdeen.

From the above 11 of them were DBE firms.

Formula used: $\frac{\text{Ready, Willing, and Able DBE Firms}}{\text{All Firms Ready, Willing and Able}}$

$\frac{\text{DBE's}}{\text{All Firms}}$

$$\frac{11 \text{ DBE Firms} = 11}{81 \text{ Total Firms} = 81} = 0.135 \times 100 = 13.5\%$$

The overall base figure then will be: $14.7\% + 13.5\% = 28.2\%/2 = 14.1\%$

Overall Base Figure = 14.1%

Step 2. Analysis: Adjustment to Step 1 base figure to make it more precise.

Using the past three years of actual DBE Participation of 6.0%, 2.69% and 0.00 %to make an adjustment to the Step 1 base figure by using the Median of 2.69% we will adjust the base figure to **2.69%**.

However, the City of Aberdeen feels that by looking at projects of similar scope and size from past projects in Aberdeen and at other airports in their region that this base figure is low and should be adjusted to more accurately reflect a reasonable amount of DBE participation during this two year period. Therefore the City is increasing the base figure by 3.31% for a total overall goal of 6.0% for FY-2014/2015.

Further, there are no applicable disparity studies for the local market area or recent legal case information available from the State of South Dakota DBE office to show any evidence of barriers to entry of competitiveness of DBE in the City of Aberdeen or Brown County.

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

26.51(b)(1-9)

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

The recipient estimates that in meeting its overall goal of 6.0%, it will obtain 0% from RN participation and 6.0% through RC measures.

This breakout is based on:

- The City of Aberdeen does not have a history of DBE participation or over achievement of goals to reference and expects to obtain its DBE participation through the use of DBE contract goals or conscious effort to obtain DBE participation. Therefore, we are applying the entire goal of 6.0% to race-conscious participation.

The recipient will adjust the estimated breakout of RN and RC DBE participation as needed to reflect actual DBE participation and track and report RN and RC participation separately. For reporting purposes, RN DBE participation includes but is not necessarily limited to, the following: DBE participation through 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.

Public Participation

The City of Aberdeen submits its overall 3-year goal on August 1 as required.

We will publish a notice in the Aberdeen American News of the proposed overall goal, informing public that the proposed goal and its rationale are available for inspection during normal business hours at the Airport Managers Office for thirty days following the date of the notice, and informing the public that the City and DOT will accept comments on the goals for forty five days from the date of the notice. Normally, we will issue this notice by June 1 of each year.

Contract Goals

The City of Aberdeen will use contract goals to meet any portion of the overall goal that the recipient does not project being able to meet using RN means. Contract goals are established so that , over the period to which the

overall goal applies, they will cumulatively result in meeting any portion of the recipient's overall goal that is not projected to be met through the use of RN Means

The recipient will establish contract goals only on those DOT-assisted contracts that have subcontracting possibilities. It need not establish a contract goal on every such contract, and the size of contract goals will be adapted to the circumstances of each such contract (e.g., type and location of work and availability of DBE's to perform the particular type of work).

We will express our contract goals as percentage of the total amount of DOT-assisted contract.