

2017 ITD Proposed FHWA Goal Summary 2018-2020

The Idaho Department of Transportation (ITD) proposes a Disadvantaged Business Enterprise (DBE) Annual Participation Goal (APG) of 8.30% for federal fiscal years 2018-2020. This goal is based on the availability of DBEs relative to all businesses that are currently ready, willing, and able to participate on ITD's Federal Highway Administration (FHWA)-funded contracts.

FHWA-Funded Projects

Overall DBE Goal FFY 2018- 2020 8.30%

Race/Gender-Neutral Portion 2.40%

Race/Gender-Conscious Portion 5.90%

ITD estimates 2.40% of the overall goal can be achieved through race/gender-neutral (RN) participation on ITD FHWA-aid projects, and the remaining 5.90% of the overall goal will need to be met through the use of race/gender-conscious (RC) means, or contract-specific goals. ITD proposes all DBE groups will be eligible to participate in meeting DBE contract goals.

Industry and group	Current Availability	Disparity Index for Business Ownership	Availability after Initial Adjustment*	Availability After scaling to 100%	Components of Base Figure**
Construction					
(1) Black American	0.2%	N/A	0.2%	0.2%	
(2) Asian Pacific American	0.0%	N/A	0.0%	0.0%	
(3) Subcontinent Asian American	0.0%	N/A	0.0%	0.0%	
(4) Hispanic American	0.4%	N/A	0.4%	0.4%	
(5) Native American	9.5%	N/A	9.5%	9.4%	
(6) White woman	4.2%	76	5.5%	5.4%	Dollar weighting of 84.5%
(7) Potential DBEs	14.3%	N/A	15.6%	15.4%	➔ 13.0%
(8) All other businesses ***	85.7%	N/A	85.7%	84.6%	
(9) Total firms	100.0%	N/A	101.3%	100.0%	
Consulting					
(10) Black American	0.0%	N/A	0.0%	0.0%	
(11) Asian Pacific American	0.0%	N/A	0.0%	0.0%	
(12) Subcontinent Asian American	0.1%	N/A	0.1%	0.1%	
(13) Hispanic American	0.1%	N/A	0.1%	0.1%	
(14) Native American	0.2%	N/A	0.2%	0.2%	
(15) White woman	7.1%	N/A	7.1%	7.1%	Dollar weighting of 15.5%
(16) Potential DBEs	7.5%	N/A	7.5%	7.5%	➔ 1.2%
(17) All other businesses ***	92.5%	N/A	92.5%	92.5%	
(18) Total Firms	100.0%	N/A	100.0%	100.0%	
(19) Total firms	13.3%	N/A	N/A		14.2%

ITD took the following steps in calculating this proposed overall DBE goal, based on FFY2011-2015 contracting data collected and analyzed by BBC Research & Consulting (BBC) in its 2017 Disparity Study:

1. Base figure determination. First, ITD used the base figure of 13.3% derived from the relative availability of current and potential DBEs in the highway construction and design industries.

- **Relevant Geographic Market Area**
BBC used ITD's contracting and vendor data to determine the geographical area in which ITD spends the majority of its contracting dollars and where the majority of interested contractors and sub-contractors that seek to do business with ITD are located. 90% of ITD's construction and consulting dollars went to



Note: Numbers rounded to nearest tenth of 1 percent and thus may not sum exactly to totals due to rounding.

* Initial adjustment is calculated as current availability divided by the disparity index.

** Components of the base figure were calculated as the value after adjustment and scaling to 100 percent, multiplied by the percentage of total FHWA-funded contract dollars in each industry (construction = 0.845 and consulting = 0.155).

*** All other businesses included majority-owned businesses and minority- and woman-owned businesses that were not potential DBEs.

businesses located in Idaho; Asotin County, WA; and Spokane County, WA.

- **DBE Availability.** BBC compiled a master availability database through ITD contract data, telephone surveys, business certification lists, Dun & Bradstreet (D&B) business listings; and other sources, and from this calculated the relative availability of current and potential DBEs on a dollar-weighted basis.



Adjusted Base Figure	14.20%
Median Past Attainment	2.40%
Average	8.30%

2. **Consideration of possible step-2 adjustments.** ITD considered the possible adjustments identified in the disparity study report. First, an upward adjustment from 13.3% to 14.2% was proposed based on the study's "but for" analysis. This took into account dollar weighting for the highway construction (84.5%) and highway design (15.5%) industries.

Taking this new adjusted base figure of 14.2%, a final downward adjustment was made, resulting in 8.3% to better reflect the current capacity of DBE firms. This was calculated by averaging the base figure (14.2%) with median past participation of certified DBEs over the last five years (2.4%).

3. **Race/Gender-Neutral, Race/Gender-Conscious Projections.** ITD used the median historic RN participation figure of 2.4% that BBC calculated in the disparity study report to project the portions of the overall goal expected to be met through RN means. The figure is based on median DBE participation on ITD's FHWA-funded contracts without goals from FFY2011-2015. The remaining 5.9% of the proposed 8.3% APG will be met through RC means.

Public Comment & Review

The proposed goal and its rationale are available for inspection during normal business hours at the ITD Office of Civil Rights beginning June 27, 2017. ITD and USDOT will accept comments on the goal until July 28, 2017 and will consider all comments, quantitative and anecdotal data in determining the final goal, which will be posted at:

<http://apps.itd.idaho.gov/apps/ocr/ocrDBEADMIN.aspx>,



All interested parties are invited to attend a public meeting to discuss the proposed FFY 2018 – 2020 DBE goal.

Information about the statewide meeting is listed in the sidebar, right.



Public Meetings

Tuesday, July 18, 2017

4:30pm MDT—6:00pm MDT

3:30pm PDT—5:00pm PDT

(simultaneously broadcast in each district).

ITD Headquarters

3311 W. State St., Boise

ITD District One

600 West Prairie Ave., Coeur d'Alene

ITD District Two

2600 Frontage Road, Lewiston

ITD District Four

216 South Date Street, Shoshone

ITD District Five

5151 S. 5th Avenue, Pocatello

District Six

206 North Yellowstone Hwy, Rigby

You can also join the meeting on your own computer or telephone through a WebEx meeting.

Email civilrights@itd.idaho.gov for the meeting link and instructions.

Be sure to email civilrights@itd.idaho.gov or call (208) 334-8567 one week in advance if you need special accommodations.

To provide written comments, submit by mail or email to:

Idaho Transportation Department
Office of Civil Rights
Attn: Civil Rights Manager
PO Box 7129, Boise, ID 83707-1129

Email: civilrights@itd.idaho.gov

The final disparity study report that this methodology is based on is available on the ITD Civil Rights website at:

<http://apps.itd.idaho.gov/apps/ocr/disparity.aspx>