

BEFORE THE COUNCIL OF THE  
METROPOLITAN SERVICE DISTRICT

FOR THE PURPOSE OF ESTABLISHING	)	RESOLUTION NO. 83-435
FISCAL YEAR 1983-84 GOALS FOR USE	)	
OF DISADVANTAGED AND WOMEN-OWNED	)	Introduced by the Council
BUSINESSES	)	Coordinating Committee

WHEREAS, The Metropolitan Service District has adopted Ordinance No. 83-165 which establishes a program to encourage the utilization by Metro of disadvantaged and women-owned businesses; and

WHEREAS, The Metro Disadvantaged Business Program requires establishment of annual disadvantaged business goals and separate women-owned business goals; and

WHEREAS, An analysis of the number and type of contracting opportunities has been completed as shown in Attachment A; now, therefore,

BE IT RESOLVED,

That the Council of the Metropolitan Service District shall use for the period July 1, 1983, through June 30, 1984, the following annual goals by contract type:

DISADVANTAGED BUSINESS ENTERPRISE

<u>Contract Type</u>	<u>Annual Goal</u>
Construction	10%
Labor and Materials	5%
Personal Service	3%
Procurement	5%
DOT Assisted (All Types)	10%
Overall Annual Goal	6.12%

WOMEN-OWNED BUSINESS

<u>Contract Type</u>	<u>Annual Goal</u>
Labor and Materials	5%
Personal Service	3%
Procurement	5%
DOT Assisted (All Types)	3%
Overall Annual Goal	3.25%

ADOPTED by the Council of the Metropolitan Service District  
this 20th day of December, 1983.

  
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Presiding Officer

SK/gl  
0196C/355  
11/07/83

ATTACHMENT A

METROPOLITAN SERVICE DISTRICT  
DISADVANTAGED BUSINESS PROGRAM

FISCAL YEAR 1983-84 GOALS AND METHODOLOGY

I. FY 1983-84 Annual Goals by Contract Type

A. Disadvantaged Business Enterprise

<u>Contract Type</u>	<u>Goal</u>
Construction	10%
Labor and Materials	5%
Personal Service	3%
Procurement	5%
DOT Assisted (All Types)	10%
Overall Annual Goal	6.12%

B. Women-Owned Business

<u>Contract Type</u>	<u>Goal</u>
Labor and Materials	5%
Personal Service	3%
Procurement	5%
DOT Assisted (All Types)	3%
Overall Annual Goal	3.25%

II. Methodology

A. Projection of Number and Type of Contracts to be Executed during FY 1983-84

Based primarily on data for FY 1982-83 and the first quarter of FY 1983-84 the estimated number and dollar value of contracts to be executed July 1, 1983 through June 30, 1984 is as follows:

<u>Type</u>	<u>Estimated Total Dollar Value</u>	<u>Estimated Number of Contracts</u>
Construction	\$2,000,000	5
Labor and Materials	1,000,000	105
Personal Service	1,500,000	100
Procurement	3,000,000	275
DOT Assisted	<u>358,000</u>	<u>15</u>
Total	\$7,858,000	500

B. Comparison with Previous Years

Past efforts indicate that some contract types executed by Metro afford more opportunities for contracting with disadvantaged or women-owned businesses than others. For example, the large dollar amounts spent in the area of procurement are items for sale at the Zoo stores and concession stands. These items--things such as stuffed animals or soda pop--are usually acquired from large national firms which specialize in such items. Conversely, almost all large construction contracts have met the 10 percent goal because of the availability of disadvantaged businesses doing such work.

The actual goal attained for FY 1982-83 is shown in comparison with the FY 1983-84 goals below.

Contract Type	Actual		FY 1983-84	
		Goal Attained FY 1982-83		Goal
Construction	MBE	30.0%	DBE	10.0%
	WBE	0%	WBE	0%
Labor & Materials		-a	DBE	5.0%
		-a	WBE	5.0%
Personal Service	MBE	1.4%	DBE	3.0%
	WBE	2.5%	WBE	3.0%
Procurement	MBE	6.9%	DBE	5.0%
	WBE	15.1%	WBE	5.0%
DOT Assisted	MBE	-a	DBE	10.0%
	WBE	-a	WBE	3.0%

The major differences between the goals attained in FY 1982-83 and those set for FY 1983-84 are two--a) the DBE goal for construction contracts; and b) the WBE goal for procurement. The reduction in goals for construction contracts is due to an estimated reduction in the number and size of construction contracts to be executed, therefore, reducing the number of subcontracting opportunities; and unusual circumstances in FY 1982-83 where a joint venture of two certified minority business was awarded one large contract, thus affecting year end goal attainment results.

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<sup>a</sup> These contract types were not tracked separately. Dollar values and goal achieved has been included in the appropriate previous category of construction, personal service or procurement.

The large WBE goal attained in FY 1983 for procurement contracts was due to the execution of one large, long-term service contract. It is not anticipated that any such opportunity would be available in FY 1983-84.

III. Comparison with Other Agencies

In setting the FY 1983-84 overall goals, goals of other agencies within the metropolitan area were reviewed. Other agencies have set goals as follows:

	<u>City of Portland</u>	<u>Tri- Met</u>	<u>Port of Portland</u>	<u>State of Oregon</u>
DBE - Overall	<u>8.28%</u>	<u>10%</u>	<u>10%</u>	
Construction	10%	-	-	<u>10%</u>
Labor & Materials	20%	-	-	
Personal Services	9%	-	-	
Procurement	1%	-	-	
DOT Assisted	-	-	-	
WBE - Overall	<u>2.65</u>	<u>1%</u>	<u>3%</u>	
Construction	2.5%	-	-	<u>1%</u>
Labor & Materials	2.5%	-	-	
Personal Services	9%	-	-	
Procurement	1.5%	-	-	
DOT Assisted	-	-	-	

It appears, given Metro's geographic position in the metropolitan area, the large number of Zoo-related procurement contracts and the lack of labor intensive service related contracts, that the FY 1983-84 goals appear consistent with other agencies.

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11/07/83