

POLICY STATEMENT

Section 26.1, 26.23

Objectives/Policy Statement

The Kenton County Airport Board (KCAB) has established a Disadvantaged Business Enterprise (DBE) program in accordance with regulations of the U.S. Department of Transportation (DOT), 49 CFR Part 26. KCAB has received federal financial assistance from the DOT, and as a condition of receiving this assistance, KCAB has signed an assurance that it will comply with 49 CFR Part 26.

It is the policy of KCAB to ensure that DBEs, as defined in 49 CFR Part 26, have an equal opportunity to receive and participate in DOT-assisted contracts. It is also KCAB policy:

1. Ensure nondiscrimination in the award and administration of DOT- assisted contracts;
2. Create a level playing field on which DBEs can compete fairly for DOT-assisted contracts;
3. Ensure that the DBE Program is narrowly tailored in accordance with applicable law;
4. Ensure that only firms that fully meet 49 CFR Part 26 eligibility standards are permitted to participate as DBEs;
5. Help remove barriers to the participation of DBEs in DOT assisted contracts;
6. Promote the use of DBEs in all types of federally-assisted contracts and procurement activities;
7. Assist the development of firms that can compete successfully in the market place outside the DBE Program; and
8. Make appropriate use of the flexibility afforded to recipients of Federal financial assistance in establishing and providing opportunities for DBEs.

Ms. Larisa Sims has been delegated as the DBE Liaison Officer. In that capacity, Ms. Larisa Sims is responsible for implementing all aspects of the DBE program. Implementation of the DBE program is accorded the same priority as compliance with all other legal obligations incurred by KCAB in its financial assistance agreements with the DOT.

KCAB has distributed this statement to Board members, all components of our organization, and DBE and non-DBE business communities that perform work for KCAB on DOT-assisted contracts by posting it on KCAB maintained websites and by reference in bid requests.


Candace McGraw (Jan 9, 2024 20:36 EST)

By: Candace S. McGraw
Its: Chief Executive Officer

Jan 9, 2024

Date

SUBPART A – GENERAL REQUIREMENTS

Section 26.3 Applicability

KCAB is the recipient of federal airport funds authorized by 49 U.S.C. 47101, *et seq.*

Section 26.5 Definitions

KCAB adopts the definitions contained in Section 26.5 for this program.

Section 26.7 Non-discrimination Requirements

KCAB will never exclude any person from participation in, deny any person the benefits of, or otherwise discriminate against anyone in connection with the award and performance of any contract covered by 49 CFR Part 26 on the basis of race, color, sex, or national origin.

In administering its DBE program, KCAB will not, directly or through contractual or other arrangements, use criteria or methods of administration that have the effect of defeating or substantially impairing accomplishment of the objectives of the DBE program with respect to individuals of a particular race, color, sex, or national origin.

Section 26.11 Record Keeping Requirements

Reporting to DOT: 26.11(b)

KCAB will submit its accomplishments annually on the Uniform Report of DBE Commitments/Awards and Payments via the FAA Civil Rights Connect System.

Bidders List: 26.11(c)

KCAB will create a bidders list, consisting of information about all DBE and non-DBE firms that bid or quote on DOT-assisted contracts. The purpose of the list is to provide data about the availability of DBE and non-DBE contractors and subcontractors which seek to work on KCAB's FAA-assisted contracts. The bidders list will include the name, address, DBE or non-DBE status, and annual gross receipts of firms. KCAB will obtain gross receipts information by requesting firms to identify which range (e.g. less than \$1,000,000; \$1,000,001 - \$2,000,000, etc.) the firm's gross receipts falls into.

KCAB will collect this information by reviewing and recording firms that:

- 1) submitted bids on previous projects and contracts;
- 2) attended pre-bid meetings in response to project solicitations;
- 3) were proposed and/or used as subcontractors on previous projects and contracts; and
- 4) expressed readiness, willingness, and ability through KCAB outreach programs.

The form used to collect this information is included as Attachment 6 to this program.

Section 26.13 Federal Financial Assistance Agreement

KCAB has signed the following assurances, applicable to all DOT-assisted contracts and their administration:

Assurance: 26.13(a)

KCAB shall not discriminate on the basis of race, color, national origin, or sex in the award and performance of any DOT-assisted contract or in the administration of its DBE program or the requirements of 49 CFR Part 26. shall take all necessary and reasonable steps under 49 CFR Part 26 to ensure nondiscrimination in the award and administration of DOT-assisted contracts. The recipient's DBE program, as required by 49 CFR Part 26 and as approved by DOT, is incorporated by reference in this agreement.

Implementation of this program is a legal obligation and failure to carry out its terms shall be treated as a violation of this agreement. Upon notification to KCAB of its failure to carry out its approved program, the Department may impose sanctions as provided for under 49 CFR Part 26 and may, in appropriate cases, refer the matter for enforcement under 18 U.S.C. 1001 and/or the Program Fraud Civil Remedies Act of 1986 (31 U.S.C. 3801 *et seq.*).

Contract Assurance: 26.1 3(b)

KCAB will ensure that the following clause is placed in every DOT-assisted contract and subcontract:

The contractor, sub recipient or subcontractor shall not discriminate on the basis of race, color, national origin, or sex in the performance of this contract. The contractor shall carry out applicable requirements of 49 CFR part 26 in the award and administration of DOT-assisted contracts. Failure by the contractor to carry out these requirements is a material breach of this contract, which may result in the termination of this contract or such other remedy as the recipient deems appropriate, which may include, but is not limited to:

- 1) Withholding monthly progress payments;
- 2) Assessing sanctions;
- 3) Liquidated damages; and/or
- 4) Disqualifying the contractor from future bidding as non-responsible.

SUBPART B - ADMINISTRATIVE REQUIREMENTS

Section 26.21 DBE Program Updates

KCAB is required to have a DBE program meeting the requirements of this part as it will receive grants for airport planning or development and will award prime contracts, cumulative total value of which exceeds \$250,000 in FAA funds in a federal fiscal year. KCAB is not eligible to receive DOT financial assistance unless DOT has approved this DBE program and KCAB is in compliance with it and Part 26. KCAB will continue to carry out this program until all funds from DOT financial assistance have been expended. KCAB does not have to submit regular updates of the DBE program document, as long as it remains in compliance. However, significant changes in the program, including those required by regulatory updates, will be submitted for DOT approval.

Section 26.23 Policy Statement

The Policy Statement is elaborated on the first page of this DBE Program.

Section 26.25 DBE Liaison Officer (DBELO)

KCAB has designated the following individual as the DBE Liaison Officer:

Ms. Larisa Sims
Kenton County Airport Board
77 Comair Blvd
Erlanger, Kentucky 41018
(859) 767-1421
Email: lsims@cvgairport.com

In that capacity, the DBELO is responsible for implementing all aspects of the DBE program and ensuring that KCAB complies with all provisions of 49 CFR Part 26. The DBELO has direct, independent access to Candace S. McGraw, Chief Executive Officer, concerning DBE program matters. An organizational chart displaying the DBELO's position in the organization is included in Attachment 5 to this program.

The DBELO is responsible for developing, implementing, and monitoring the DBE program, in coordination with other appropriate officials. The duties and responsibilities include the following:

1. Gathers and reports statistical data and other information as required by DOT.
2. Reviews third party contracts and purchase requisitions for compliance with this program.
3. Works with all departments to set overall annual goals.
4. Ensures that bid notices and requests for proposals are available to DBEs in a timely manner.
5. Identifies contracts and procurements so that DBE goals are included in solicitations (both race-neutral methods and contract specific goals attainment).
6. Determines bidder/contractor compliance with good faith efforts.
7. Analyzes KCAB's progress toward attainment and identifies ways to improve progress.
8. Participates in pre-bid meetings.
9. Advises the CEO and governing body on DBE matters and achievement.
10. Provides DBEs with information and assistance in preparing bids, obtaining bonding and insurance.
11. Plans and participates in DBE training seminars.
12. Acts as liaison to the Uniform Certification Process in Kentucky.
13. Provides outreach to DBEs and community organizations to advise them of opportunities.

Section 26.27 DBE Financial Institutions

It is the policy of KCAB to investigate the full extent of services offered by financial institutions owned and controlled by socially and economically disadvantaged individuals in the community, to make reasonable efforts to use these institutions, and to encourage prime contractors on DOT-assisted contract to use these institutions.

KCAB reviewed information taken from the Federal Reserve Website and the Federal Deposit Insurance Corporation (FDIC) website, <https://www.fdic.gov/regulations/resources/minority/mdi.html>, which showed that there are no such institutions located within the normal market area. KCAB will annually investigate whether new financial institutions owned and controlled by socially and economically disadvantaged individuals have been established in the community and shall make reasonable efforts to use these institutions and encourage prime contractors on DOT-assisted contract to use these institutions.

Section 26.29 Prompt Payment Mechanisms & Monitoring

KCAB has established, as part of its DBE Program, a contract clause to require prime contractors to pay subcontractors for satisfactory performance of their contracts no later than 30 days from receipt of each payment you make to the prime contractor.

KCAB will ensure prompt and full payment of retainage from the prime contractor to the subcontractor within 30 days after the subcontractor's work is satisfactorily completed. Per the General Provisions of Advisory Circular 150-5370-10G included in each FAA-assisted construction contract, KCAB will hold retainage from prime contractors and provide for prompt and regular incremental acceptances of portions of the prime contract, pay retainage to prime contractors based on these acceptances, and require a contract clause obligating the prime contractor to pay all retainage owed to the subcontractor for satisfactory completion of the accepted work within 30 days after payment to the prime contractor.

From the total of the amount determined to be payable on a partial payment, ten percent (10%) of such total amount will be deducted and retained by the Owner for protection of the Owner's interests. Unless otherwise instructed by the Owner, the amount retained by the Owner will be in effect until the final payment is made except as follows:

1. Contractor may request release of retainage on work that has been partially accepted by the Owner in accordance with Section 50-14. Contractor must provide a certified invoice to the Resident Project Representative (RPR) that supports the value of retainage held by the Owner for partially accepted work.

To implement this measure, KCAB includes the following clause from FAA Advisory Circular 150/5370-10 in each FAA-assisted prime contract:

The Contractor is required to pay all subcontractors for satisfactory performance of their contracts no later than 30 days after the Contractor has received a partial payment. The Owner must ensure prompt and full payment of retainage from the prime Contractor to the subcontractor within 30 days after the subcontractor's work is satisfactorily completed. A subcontractor's work is satisfactorily completed when all the tasks called for in the subcontract have been accomplished and documented as required by the Owner. When the Owner has made an incremental acceptance of a portion of a prime contract, the work of a subcontractor covered by that acceptance is deemed to be satisfactorily completed.

When at least 95% of the work has been completed to the satisfaction of the RPR, the RPR shall, at the Owner's discretion and with the consent of the surety, prepare estimates of both the contract value and the cost of the remaining work to be done. The Owner may retain an amount not less than twice the contract value or estimated cost, whichever is greater, of the work remaining to be done. The remainder, less all previous payments and deductions, will then be certified for payment to the Contractor.

KCAB will consider a subcontractor's work is satisfactorily completed when all the tasks called for in the subcontract have been accomplished and documented as required by KCAB. When KCAB has made an incremental acceptance of a portion of a prime contract, the work of a subcontractor covered by that acceptance is deemed to be satisfactorily completed.

Prompt Payment Complaints, Dispute Resolution, and Enforcement Actions for Noncompliance of Participants

KCAB will provide appropriate means to enforce the requirements of §26.29. Complaints by subcontractors regarding the prompt payment requirements are handled according to the following procedure.

For prompt payment complaints, subcontractors (including lower-tier subcontractors) and suppliers are required to submit complaints in writing. The complaint should identify specifics regarding the subcontract language, items of work in question, and the subcontractor's or supplier's attempts to obtain payment from the prime contractor and to resolve the issues. Subcontractor/supplier should also provide any supportive documentation they may have to support their complaint (subcontractor or supplier agreements, invoices, subcontract or supplier agreement revisions (change orders), canceled checks,

identification of billing errors, etc.). KCAB reserves the right to require any documentation deemed as necessary to review and investigate the complaint.

Complaints by subcontractors regarding the prompt payment requirements are handled according to the following procedure:

1. Verification that the work in question has been approved by KCAB.
 - a. If the work or materials in question have not been approved, the prime contractor and subcontractor will be notified that no prompt payment issue exists. (No further action necessary related to prompt payment.)
 - b. If the work was approved, a determination will be made whether payment was made by KCAB. If payment was not made, KCAB will make payment to the prime contractor and notify the parties involved of the resolution. (No further action necessary related to prompt payment.)
2. If KCAB paid for the work or materials, a determination will be made if a dispute exists by referring to prompt payment certifications and other supporting information. Supporting information to aid in the determination of a dispute or resolution of a dispute may include subcontractor or supplier agreements, invoices, subcontract or supplier agreement revisions (change orders), cancelled checks, identification of billing errors, etc.
 - a. If a dispute is determined to exist, KCAB will advise the subcontractor that they may file against the payment bond surety. The subcontractor's letter of complaint will be forwarded to the prime contractor with a letter advising them of their responsibility to work with the subcontractor to resolve the dispute. Copies of the letter to the prime contractor will be provided to both the subcontractor and the payment bond surety. (No further action necessary related to prompt payment.)
 - b. If it is determined that a dispute does not exist, the subcontractor's letter of complaint will be forwarded to the prime contractor with a copy to the payment bond surety. Payment or justification for non-payment will be requested and a deadline for response will be set.
 - i. If the prime contractor makes payment or provides documentation that substantiates the dispute, the response will be forwarded to the subcontractor, and they will be advised that payment was made, or a dispute exists. A copy of the subcontractor notice will be sent to the payment bond surety. In instances of a dispute, all parties will be advised that it is the responsibility of the parties involved to resolve the issue. (No further action necessary related to prompt payment.)
 - ii. If the prime contractor has not made payment and does not provide justification of a dispute within the timeframe specified, the appropriate administrative action will be initiated. Possible administrative actions include: suspension of work, withholding all or a portion of an estimate, withholding project acceptance, default for breach of contract, or other actions deemed appropriate.

Second tier subcontractor complaints should be forwarded to and addressed by the prime contractor, with a copy of the prime contractor's notice sent to the payment bond surety.

If filing a prompt payment complaint with the KCAB does not result in timely and meaningful action by KCAB to resolve prompt payment disputes, affected subcontractor may contact the Federal Aviation Administration (FAA). The FAA will investigate the complaint of noncompliance by program participants.

Contact: Office of Civil Rights (ACR-1) Federal Aviation Administration External Programs Team ACR-4 800 Independence Ave SW Room 1030 Washington, DC 20591 Phone: (202) 913-7502.

Pursuant to Sec. 157 of the FAA Reauthorization Act of 2018, all complaints related to prompt payment will be reported in a format acceptable to the FAA, including the nature and origin of the complaint and its resolution.

Section 26.31 Directory

The Kentucky Transportation Cabinet's Office for Civil Rights & Small Business Development maintains the Commonwealth's directory identifying all firms eligible to participate as DBEs. The directory lists the firm's name, address, phone number, date of the most recent certification, and the type of work the firm has been certified to perform as a DBE.

This directory is available online at <http://transportation.ky.gov/Civil-Rights-and-Small-Business-Development/Pages/Certified-DBE-Directory.aspx>. KCAB also maintains multiple links on the CVG Airport website to the Office for Civil Rights & Small Business Development website and the directory.

Section 26.33 Overconcentration

KCAB has not identified that overconcentration exists in the types of work that DBEs perform.

Section 26.35 Business Development Programs

KCAB has not established a business development program.

Section 26.37 Monitoring and Enforcement Mechanisms

KCAB will take the following monitoring and enforcement mechanisms to ensure compliance with 49 CFR Part 26 by all program participants, including prompt payment, and describes and sets forth these mechanisms in KCAB's DBE Program.

1. KCAB will bring to the attention of the FAA any false, fraudulent, or dishonest conduct in connection with the program, so that FAA can take the steps (e.g., referral to the Department of Justice for criminal prosecution, referral to the DOT Inspector General, action under suspension and debarment or Program Fraud and Civil Penalties rules) provided in 26.107.
2. KCAB will consider similar action under its own legal authorities, including responsibility determinations in future contracts. **Attachment 3** lists the regulation, provisions, and contract remedies available to KCAB in the event of non-compliance with the DBE regulation by a participant in KCAB's procurement activities.
3. KCAB will also provide a monitoring and enforcement mechanism to verify that work committed to DBEs at contract award is actually performed by the DBEs. This will be accomplished by on-site verification of DBE provided labor and by keeping a running tally of actual payments to DBE firms for work committed to them at the time of contract award.

KCAB will implement a monitoring and enforcement mechanism that will include written certification that KCAB has reviewed contracting records and monitored work sites for this purpose. This will be accomplished by: a) verification through jobsite interviews with subcontractor employees; b) certifications, signed by both the prime contractor and DBE subcontractor(s), submitted with payment requests specifying the work performed by the DBE subcontractor(s) and certifying it was actually performed by the DBE subcontractor(s); and, c) comparing certifications with payment line items and commitments submitted with the prime contractor's bid.

4. KCAB will implement a mechanism that will provide for a running tally of actual DBE attainments (e.g., payment actually made to DBE firms), including a means of comparing these attainments to commitments. In our reports of DBE participation to FAA, KCAB will show both commitments and attainments, as required by the DOT uniform reporting form.

Monitoring Payments to DBEs and Non-DBEs

KCAB will provide appropriate means to enforce the requirements of this section. These means may include:

1. Requiring and reviewing certification and/or lien waivers from subcontractors that the subcontractor has been paid before releasing further payment to the prime contractor;
2. Inserting a contract clause providing that the prime contractor will not be reimbursed for work performed by subcontractors unless and until the prime contractor ensures that the subcontractors are promptly paid for the work they have performed;
3. Termination of contract for breach of the prompt payment provisions if left uncured for 15 days or more;
4. Responsibility determinations in future bids/contracts; and,
5. Seeking suspension and debarment of the prime contractor from future KCAB bids/contracts for a specified period of time.

KCAB will require prime contractors to maintain records and documents of payments to DBEs for three years following the performance of the contract. These records will be made available for inspection upon request by any authorized representative of KCAB, FAA, or DOT. This reporting requirement also extends to any certified DBE subcontractor.

KCAB performs interim audits of contract payments to DBEs. The audit will review payments to DBE subcontractors to ensure that the actual amount paid to DBE subcontractors equals or exceeds the dollar amounts stated in the schedule of DBE participation.

Section 26.39 Fostering Small Business Participation

KCAB has created a small business element to structure contracting requirements to facilitate competition by small business concerns, taking reasonable steps to eliminate obstacles to their participation, including unnecessary and unjustified bundling of contract requirements that may preclude small business participation in procurements as prime contractors or subcontractors.

KCAB's small business element is incorporated as Attachment 7 to this DBE Program and KCAB will actively implement the program elements to foster small business participation.

SUBPART C – GOALS, GOOD FAITH EFFORTS, AND COUNTING

Section 26.43 Set-asides or Quotas

KCAB does not use quotas in any way in the administration of this DBE program.

Section 26.45 Overall Goals

KCAB will establish an overall DBE goal covering a three-year federal fiscal year period if it anticipates awarding DOT-funded prime contracts the cumulative total value of which exceeds \$250,000 in DOT funds during any one or more of the reporting fiscal years within the three-year goal period. In accordance with §26.45(f), KCAB will submit its Overall Three-year DBE Goal to FAA by August 1st of the year in which the goal is due, as required by the schedule established by and posted to the website of the FAA: https://www.faa.gov/about/office_org/headquarters_offices/acr/bus_ent_program/media/Schedule_of_DB_E_and_ACDDBE_Reporting_Requirements_Dec_2017_Issue.pdf

Before establishing the overall 3-year goal, KCAB will consult with professional organizations, regional minority business groups, and other groups as KCAB may deem appropriate to obtain information concerning the availability of disadvantaged and non-disadvantaged businesses, the effects of discrimination on opportunities for DBEs, and KCAB's efforts to establish a level playing field for the participation of DBEs.

KCAB will also publish a notice of the proposed overall goals, informing the public that the proposed goal and its rationale are available for inspection during normal business hours at KCAB's administrative offices and informing the public that KCAB will accept comments on the goals. The notice will be published on the CVG Airport website. The notice will include addresses to which comments may be sent and addresses (including offices and websites) where the proposal may be reviewed.

KCAB's overall goal submission to DOT will include a summary of information and comments received during this public participation process.

KCAB will begin using the overall goal on October 1 of each year, unless instructed by DOT otherwise. If a goal is established on a project basis, KCAB will begin using the goal by the time of the first solicitation for a DOT-assisted contract for the project.

Section 26.47 Failure to meet overall goals

KCAB cannot be penalized, or treated by the Department as being in noncompliance with Part 26, because DBE participation falls short of an overall goal, unless KCAB fails to administer its DBE program in good faith.

KCAB understands compliance with this part includes, an approved DBE Program and overall DBE goal must be maintained, and this DBE Program must be administered in good faith.

KCAB understands if the awards and commitments shown on the Uniform Report of Awards or Commitments and Payments at the end of any fiscal year are less than the overall goal applicable to that fiscal year, the following actions must be taken in order to be regarded by the Department as implementing this DBE Program in good faith:

1. Analyze in detail the reasons for the difference between the overall goal and the awards and commitments in that fiscal year; and,
2. Establish specific steps and milestones to correct the problems identified in the analysis to enable the goal for the new fiscal year to be fully met.

Section 26.51(a-c) Breakout of Estimated Race-Neutral & Race-Conscious Participation

The breakout of estimated race-neutral and race-conscious participation can be found as part of the overall goal in Attachment 1 to this program. This section of the program will be updated every three years when the goal calculation is updated.

KCAB will undertake activities to achieve goals in a race neutral manner including the following:

1. Arranging solicitations, times for the presentation of bids, quantities, specifications, and delivery schedules in ways that facilitate participation by DBEs and other small businesses and by making contracts more accessible to small businesses, by means such as those provided under §26.39.
2. Carrying out information and communications programs on contracting procedures and specific contract opportunities (e.g., ensuring the inclusion of DBEs, and other small businesses, on recipient mailing lists for bidders; ensuring the dissemination to bidders on prime contracts of lists of potential subcontractors; provision of information in languages other than English, where appropriate); and
3. Ensuring distribution of the DBE directory, through print and electronic means, to the widest feasible universe of potential prime contractors.

Section 26.51(d-g) Contract Goals

KCAB will use contract goals to meet any portion of the overall goal KCAB does not expect to meet using race-neutral 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 our overall goal that is not projected to be met through the use of race-neutral means.

KCAB will establish contract goals only on those DOT-assisted contracts that have subcontracting possibilities. It is not necessary to 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, availability of DBEs to perform the particular type of work.)

KCAB will express our contract goals as a percentage of the Federal share of a DOT-assisted contract.

Section 26.53 Good Faith Efforts Procedures in Situations where there are Contract Goals

Demonstration of good faith efforts (26.53(a) & (c))

In cases where a contract goal has been established, the contract in question will only be awarded to a bidder/offeror that has made good faith efforts to meet the contract goal. The bidder/offeror can demonstrate that it has done so either by meeting the contract goal or documenting good faith efforts. Examples of good faith efforts are found in Appendix A to 49 CFR Part 26.

KCAB's DBELO, Ms. Larisa Sims, is responsible for determining whether a bidder/offeror who has not met the contract goal has documented sufficient good faith efforts to be regarded as responsive. Award of the contract will be conditioned on meeting the requirements of this section.

KCAB will ensure that all information is complete and accurate and adequately documents the bidder/offeror's good faith efforts before committing to the performance of the contract by the bidder/offeror.

Information to be submitted (26.53(b))

KCAB treats bidder/offerors' compliance with good faith efforts requirements under sealed bid procedures, as a matter of **responsiveness**, or with initial proposals, under contract negotiation procedures.

Each solicitation for which a contract goal has been established will require the bidders/offerors to submit the following information:

1. The names and addresses of DBE firms that will participate in the contract;
2. A description of the work that each DBE will perform;
3. The dollar amount of the participation of each DBE firm participating;
4. Written and signed documentation of commitment to use a DBE subcontractor whose participation it submits to meet a contract goal;
5. Written and signed confirmation from the DBE that it is participating in the contract as provided in the prime contractor's commitment; and
6. If the contract goal is not met, evidence of good faith efforts.

Each solicitation for which a contract goal is established will include the following provisions stating the specific contract goal will be included in the solicitation and contract documents:

The requirements of 49 CFR Part 26, Regulations of the U.S. Department of Transportation, apply to this contract. It is the policy of KCAB to practice nondiscrimination based on race, color, sex, or national origin in the award or performance of this contract. All firms qualifying under this solicitation are encouraged to submit bids/proposals. Award of this contract will be conditioned upon satisfying the requirements of this bid specification. These requirements apply to all bidders/offerors, including those who qualify as a DBE. A DBE contract goal of # percent has been established for this contract. The bidder/offeror shall make good faith efforts, as defined in 49 CFR Part 26 Appendix A, to meet the contract goal for DBE participation in the performance of this contract.

The bidder/offeror will be required to submit the following information: (1) the names and addresses of DBE firms that will participate in the contract; (2) a description of the work that each DBE firm will perform; (3) the dollar amount of the participation of each DBE firm participating; (4) written documentation of the bidder's/offeror's commitment to use a DBE subcontractor whose participation it submits to meet the contract goal; (5) written confirmation from the DBE that it is participating in the contract as provided in the commitment made under (4); and (6) if the contract goal is not met, evidence of good faith efforts.

Administrative reconsideration (26.53(d))

Within five (5) days of being informed by KCAB that it is not responsive because it has not documented sufficient good faith efforts, a bidder/offeror may request administrative reconsideration.

Bidder/offeror should make this request in writing to the following reconsideration official:

Ms. Melissa Wideman, Vice-President of Environmental, Social and Governance Initiatives
P.O. Box 752000
Cincinnati, OH 45275-2000
(859) 767-4711
Email: mwideman@cvgairport.com

The reconsideration official will not have played any role in the original determination that the bidder/offeror did not document sufficient good faith efforts.

As part of this reconsideration, the bidder/offeror will have the opportunity to provide written documentation or argument concerning the issue of whether it met the goal or made adequate good faith efforts to do so. The bidder/offeror will have the opportunity to meet in person with the reconsideration official to discuss the issue of whether it met the goal or made adequate good faith efforts to do. KCAB will send the bidder/offeror a written decision on reconsideration, explaining the basis for finding that the bidder did or did not meet the

goal or make adequate good faith efforts to do so. The result of the reconsideration process is not administratively appealable to the DOT.

Good Faith Efforts procedural requirements (post-solicitation) (26.53(f))

The awarded contractor must make available upon request a copy of all DBE subcontracts. The contractor shall ensure that all subcontracts or agreements with DBEs to supply labor or materials include all required contract provisions and mandate that the subcontractor and all lower tier subcontractors perform in accordance with the provisions of Part 26.

Prime contractors are prohibited from terminating a DBE subcontractor listed in response to a covered solicitation (or an approved substitute DBE firm) without the prior written consent of KCAB's DBE Liaison Officer. This includes, but is not limited to, instances in which a prime contractor seeks to perform work originally designated for a DBE subcontractor with its own forces or those of an affiliate, a non-DBE firm, or another DBE firm. KCAB will require a contractor to make good faith efforts to replace a DBE that is terminated or has otherwise failed to complete its work on a contract with another certified DBE, to the extent needed to meet the contract goal. KCAB requires the prime contractor to notify the DBE Liaison officer immediately of the DBEs inability or unwillingness to perform and provide reasonable documentation.

In this situation, KCAB will require the prime contractor to obtain KCAB's prior approval of the substitute DBE and to provide copies of new or amended subcontracts, or documentation of good faith efforts. Written consent will be provided only if KCAB's DBE Liaison Officer agrees, for reasons stated in the concurrence document, that the prime contractor has good cause to terminate or substitute the DBE firm.

For purposes of this paragraph, good cause includes the following circumstances:

1. The listed DBE subcontractor fails or refuses to execute a written contract;
2. The listed DBE subcontractor fails or refuses to perform the work of its subcontract in a way consistent with normal industry standards. Provided however, that good cause does not exist if the failure or refusal of the DBE subcontractor to perform its work on the subcontract results from the bad faith or discriminatory action of the prime contractor;
3. The listed DBE subcontractor fails or refuses to meet the prime contractor's reasonable, non-discriminatory bond requirements.
4. The listed DBE subcontractor becomes bankrupt, insolvent, or exhibits credit unworthiness;
5. The listed DBE subcontractor is ineligible to work on public works projects because of suspension and debarment proceedings pursuant to 2 CFR Parts 180, 215 and 1,200 or applicable state law;
6. KCAB determines that the listed DBE subcontractor is not a responsible contractor;
7. The listed DBE subcontractor voluntarily withdraws from the project and provides KCAB written notice of its withdrawal;
8. The listed DBE is ineligible to receive DBE credit for the type of work required;
9. A DBE owner dies or becomes disabled with the result that the listed DBE contractor is unable to complete its work on the contract;
10. Other documented good cause that KCAB has determined compels the termination of the DBE subcontractor. Provided, that good cause does not exist if the prime contractor seeks to terminate a DBE it relied upon to obtain the contract so that the prime contractor can self-perform the work for which the DBE contractor was engaged or so that the prime contractor can substitute another DBE or non-DBE contractor after contract award.

Before transmitting a request to terminate and/or substitute a DBE subcontractor to KCAB, the prime contractor must give notice in writing to the DBE subcontractor, with a copy to KCAB's DBE Liaison Officer, of its intent to request to terminate and/or substitute the DBE, and the reason(s) for the request.

The prime contractor must give the DBE 5 days to respond to the prime contractor's notice and advise KCAB's DBE Liaison Officer and the prime contractor of the reasons, if any, why the DBE objects to the proposed termination of its subcontract and why the prime contractor's action should not be approved. If required in a particular case as a matter of public necessity (e.g., safety), a response period shorter than 5 days may be provided.

In addition to post-award terminations, the provisions of this section apply to pre-award deletions of or substitutions for DBE firms put forward by offerors in negotiated procurements.

Each prime contract will include a provision stating:

The Contractor must utilize the specific DBEs listed in the contractor's solicitation response to perform the work and supply the materials for which each is listed unless the contractor obtains prior written consent of KCAB's DBE Liaison Officer as provided in 49 CFR Part 26, §26.53(f). Unless this consent is provided, the contractor is not entitled to any payment for work or material unless it is performed or supplied by the listed DBE.

KCAB will require a contractor to make good faith efforts to replace a DBE that is terminated or has otherwise failed to complete its work on a contract with another certified DBE. These good faith efforts must be directed at finding another DBE to perform at least the same amount of work under the contract as the DBE that was terminated or substituted, to the extent needed to meet the contract goal that was established for the procurement. The contractor must document its good faith efforts. If KCAB requests documentation from the contractor under this provision, the contractor must submit the documentation within 7 days, which may be extended at KCAB's sole discretion for an additional 7 days if necessary at the request of the contractor. KCAB will provide a written determination to the contractor stating whether or not good faith efforts have been demonstrated.

If the contractor fails or refuses to comply in the time specified, the KCAB department responsible for the project will issue an order stopping all or part of payment/work until satisfactory action has been taken. If the contractor still fails to comply, KCAB may issue a termination for default proceeding.

Section 26.55 Counting DBE Participation

KCAB will count DBE participation toward overall and contract goals as provided in 49 CFR 26.55.

SUBPART D – CERTIFICATION STANDARDS

Section 26.61 – 26.73 Certification Process

KCAB is a non-certifying member of the Kentucky Unified Certification Program (KUCP). KUCP will use the certification standards of Subpart D of Part 26 to determine the eligibility of firms to participate as DBEs in DOT-assisted contracts. To be certified as a DBE, a firm must meet all certification eligibility standards. Certifying KUCP members make all certification decisions based on the facts as a whole.

For information about the certification process or to apply for certification, firms should contact:

Office for Civil Rights & Small Business Development
200 Mero Street
Frankfort, KY 40622
(502) 564-3601
<http://transportation.ky.gov/civil-rights-and-small-business-development/Pages/default.aspx>

Certification application forms and documentation requirements are found at the following links:

The KUCP Uniform Certification Application is available at the following website:
<http://transportation.ky.gov/Civil-Rights-and-Small-Business-Development/Documents/New%20DBE%20Certification%20Application%2011-18-2014.pdf>

Interstate Certification Forms are also available at: <http://transportation.ky.gov/Civil-Rights-and-Small-Business-Development/Documents/Interstate%20Certification%20Affidavit.pdf>

SUBPART E – CERTIFICATION PROCEDURES

Section 26.81 Unified Certification Programs

KCAB is a member of the Kentucky Unified Certification Program (KUCP) administered by the Commonwealth of Kentucky Transportation Cabinet (KYTC).

All certification procedures will be handled through the KYTC pursuant to the Revised Agreement Governing The Kentucky Certification Program For The Disadvantaged Business Enterprise Program between KCAB and the Commonwealth of Kentucky Transportation Cabinet.

Section 26.89 Certification Appeals

Any firm or complainant may appeal a decision in a certification matter to DOT. Such appeals may be sent to:

U.S. Department of Transportation
Departmental Office of Civil Rights
External Civil Rights Programs Division (S-33)
1200 New Jersey Ave., S.E.
Washington, DC 20590
Phone: (202) 366-4754
Fax: (202) 366-5575

SUBPART F – COMPLIANCE AND ENFORCEMENT

Section 26.109 Information, Confidentiality, Cooperation

KCAB will safeguard from disclosure to third parties information that may reasonably be regarded as confidential business information, consistent with Federal, state, and local law including, but not limited to, the Commonwealth of Kentucky's Open Records Act (KRS Chapter 61.870 et seq.).

Notwithstanding any contrary provisions of state or local law, KCAB will not release personal financial information submitted in response to the personal net worth requirement to a third party (other than DOT) without the written consent of the submitter.

ATTACHMENTS

Attachment 1	Overall Goal Calculation and Breakout of Estimated Race-Neutral & Race-Conscious Participation
Attachment 2	Form 1 & 2 for Demonstration of Good Faith Efforts
Attachment 3	Monitoring and Enforcement Mechanisms
Attachment 4	Regulations: 49 CFR Part 26
Attachment 5	Organizational Chart
Attachment 6	Bidder's List Collection Form
Attachment 7	Small Business Element
Attachment 8	Public Notice
Attachment 9	Email Invitation to Stakeholders
Attachment 10	Notice to Bidders (Posted on PlaNet Bids)
Attachment 11	Stakeholder Meeting Presentation

Attachment 1

**Overall Goal Calculation and Breakout of Estimated Race-
Neutral & Race-Conscious Participation**

DOCUMENT ATTACHED SEPARATELY

Attachment 2

Forms 1 & 2 for Demonstration of Good Faith Efforts

FORM 1: DISADVANTAGED BUSINESS ENTERPRISE (DBE) UTILIZATION

The undersigned bidder has satisfied the requirements of the bid specification in the following manner (please check the appropriate space):

_____ The bidder is committed to a minimum of _____ % DBE utilization on this contract.

_____ The bidder (if unable to meet the DBE goal of _____%) is committed to a minimum of _____% DBE utilization on this contract and submits documentation demonstrating good faith efforts.

Name of bidder's firm: _____

State Registration No. _____

By _____ Title _____
(Signature)

FORM 2: LETTER OF INTENT

Name of bidder's firm: _____

Bidder's address: _____

City: _____ State: _____ Zip: _____

Name of DBE firm: _____

Address: _____

City: _____ State: _____ Zip: _____

Telephone: _____

Description of work to be performed by DBE firm:

.....
.....
.....
.....

The bidder intends to utilize the above-named DBE firm for the work described above. The estimated amount of work is valued at \$ _____.

Affirmation

The above-named DBE firm affirms that it will perform the portion of the contract for the estimated dollar value as stated above.

By _____
(Signature) (Title)

If the above-named bidder is not determined to be the successful bidder, this Letter of Intent and Affirmation is null and void.

(Submit this page for each DBE subcontractor.)

Attachment 3

Monitoring and Enforcement Mechanisms

KCAB has available several remedies to enforce the DBE requirements contained in its contracts, including, but not limited to, the following:

1. Breach of contract action, pursuant to the terms of the contract;
2. Similar actions pursuant to Kentucky revised Statutes;
3. Responsibility determinations in future bids/contracts; and
4. Violation of the Rules and Regulations of the Kenton County Airport Board.

In addition, the federal government has available several enforcement mechanisms that it may apply to firms participating in the DBE problem, including, but not limited to, the following:

1. Suspension or debarment proceedings pursuant to 49 CFR Part 26;
2. Enforcement action pursuant to 49 CFR Part 31; and
3. Prosecution pursuant to 18 USC 1001.

KCAB will implement various mechanisms to monitor program participants to ensure they comply with Part 26, including, but not limited to the following:

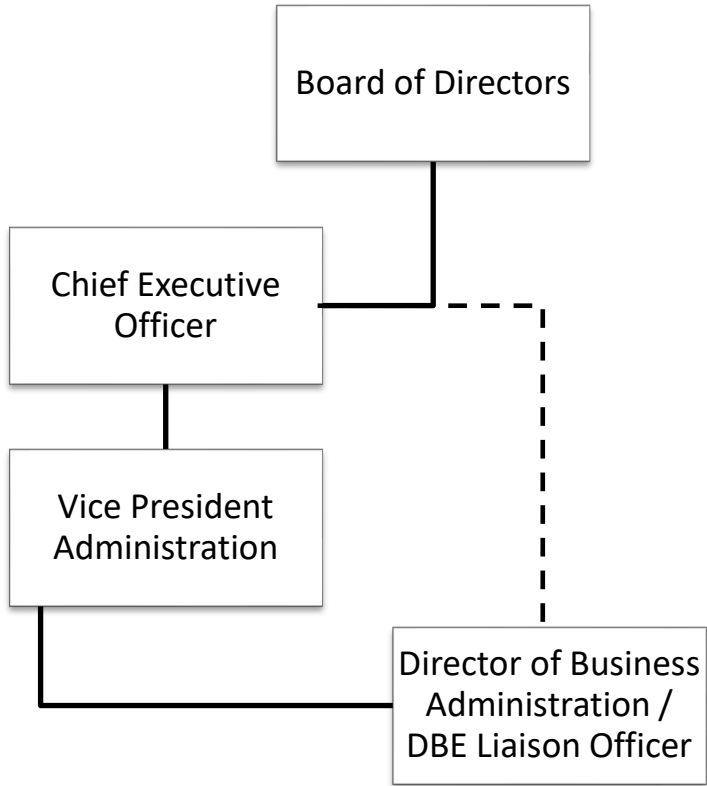
1. All FAA-assisted contracts between KCAB and a contractor will contain an appropriate provision to the effect that failure by the contractor to comply with KCAB's DBE Program constitutes a breach of contract, exposing the contractor to a potential termination of the contract or other appropriate remedy, including withholding of funds, until the contractor complies with all requirements of this program. KCAB may impose liquidated damages, contract suspension, or even contract termination in accordance with Kentucky law.
2. All documentation submitted with bidder/offeror's submittal, as well as additional data provided by the successful bidder/offeror, is considered part of the contract documents. Any alterations, substitutions, deletions, etc., to data provided at time of submission must have prior written approval of KCAB's DBE Liaison Officer.
3. If a DBE firm not certified by the Kentucky Transportation Cabinet is proposed by a potential contractor as a part of its DBE plan efforts, review and certification procedures consistent with 49 CFR Part 26 must be conducted prior to award of any contract.
4. KCAB reserves the right to reject any or all bids or re-advertise for bids. A submittal will not be considered responsive unless the bidder/offeror complies with Title 49 CFR Part 26 and KCAB's DBE Program.
5. KCAB will also implement a monitoring and enforcement mechanism to ensure that work committed to DBEs at contract award is actually performed by DBEs. This mechanism will provide for a running tally of actual DBE attainments (e.g., payments actually made to DBE firms), including a means of comparing these attainments to commitments.
6. KCAB will bring to the attention of the USDOT any false, fraudulent, or dishonest conduct in connection with the program, so that USDOT can take the steps (e.g., referral to the Department of Justice for criminal prosecution, referral to the USDOT Inspector General, action under suspension and debarment or Program Fraud and Civil Penalties rules) provided in 26.109.
7. KCAB also will consider similar action under its own legal authority, including responsibility determinations in future contracts. In addition, the Sponsor will apply legal and contract remedies under state and local law. This includes, for example, applying liquidated damages, withholding payments, etc.

Attachment 4

Regulations: 49 CFR Part 26

49 CFR Part 26 is available at https://www.ecfr.gov/cgi-bin/text-idx?tpl=/ecfrbrowse/Title49/49cfr26_main_02.tpl

Attachment 5
Organizational Chart



Attachment 6

Bidders' List Collection Form

Subcontractor Name	Subcontractor Address	Certified DBE (Y or N)	Years in this Business	GRS*	Estimated Subcontract Dollar Amount	Work to be Performed

*GRS - Annual Gross Receipts
Enter "1" for less than \$1 million
Enter "2" for more than \$1 million, less than \$5 million
Enter "3" for more than \$5 million, less than \$10 million
Enter "4" for more than \$10 million, less than \$15 million
Enter "5" for more than \$15 million

Attachment 7

Small Business Element

In accordance with 49 CFR Part 26, KCAB's Small Business Enterprise (SBE) element of its DBE Program is intended to facilitate competition by, and expand opportunities for, all small businesses regardless of race, gender, or geographic location. KCAB is committed to taking reasonable steps to eliminate obstacles to small businesses that may preclude their participation in procurements as prime contractors or as subcontractors. DBE Program goals should be met through a mixture of race conscious and race neutral methods and, by definition, DBE firms are small businesses. Therefore, when KCAB is unable or does not expect to meet its goals through race neutral measures KCAB will use the following methods to meet the SBE objectives:

1. **SBE Project/Contract Goals:** Where feasible, KCAB will identify and establish an SBE goal that is a percentage of the total value of an FAA-assisted procurement. Bids submitted for FAA-assisted procurements that include an SBE goal must meet or exceed the SBE goal percentage as a matter of responsiveness. This requires that KCAB and its prime contractors/consultants include a portion of the value of each identified contract for participation by small businesses. KCAB will review FAA-assisted purchases and contracts to assess the small business opportunities, giving consideration to the size and scope of each purchase or contract to establish the goal percentage. The final determination will be made by the DBELO and based upon the estimated availability of small businesses that are able to provide the requisite scope(s) of work. These goals are in conjunction with the DBE contract goals which may be required pursuant to applicable law or policy. In the event that an SBE goal is not established on an FAA-assisted contract, KCAB will document why an SBE goal was not established.
2. **Unbundling:** KCAB, where feasible, may unbundle projects or separate large contracts into smaller contracts which may be more suitable for small business participation. KCAB will review FAA-assisted procurements to determine whether portions could be unbundled or bid separately. This determination will be made by the DBELO and based upon the estimated availability of small businesses that are able to provide specific scopes of work and will consider any economic or administrative burdens which may be associated with unbundling. Similarly, KCAB will encourage its prime contractors/consultants to unbundle contracts to facilitate participation by small businesses. KCAB will assist prime contractors/consultants in identifying portions of work which may be unbundled and performed by small businesses. KCAB will document the factors used to determine whether or not an FAA-assisted contract will be unbundled or bid separately.
3. **Outreach and technical assistance:** KCAB will continue to conduct and participate in outreach and training opportunities for small businesses through various partnerships. Additionally, KCAB advertises opportunities through its website and various media, including, but not limited to, local newspapers, minority-based organizations, trade publications, direct e-mail, and local chambers of commerce.

SBEs which are awarded contracts under this program and are also owned and controlled by socially and economically disadvantaged individuals will be encouraged to seek DBE certification in order to be counted towards race-neutral DBE participation. Only DBE certified firms will be counted towards DBE race-neutral participation on FAA-assisted contracts.

Certification and Verification Procedures

KCAB will accept the following certifications for participation as an SBE under this program:

1. Kentucky Transportation Cabinet (KYTC) SBE certification
2. KYTC DBE certification
3. Ohio Department of Transportation (ODOT) SBE certification
4. ODOT DBE certification
5. Small Business Administration (SBA) small business certification as evidenced in the System for Award Management (SAM) database.

KCAB will consider small business certifications from other government agencies. If, in KCAB's sole discretion, the certification procedures of the proffered agency is consistent with the objectives of this small business element, KCAB and its prime contractors/consultants may count participation of SBEs certified by the proffered agency.

KCAB will verify eligibility by checking the directories and/or databases maintained by the certifying agencies noted above. The SBE's eligibility must be current as of the date of the bid opening to be counted as participation.

Assurances

As part of the small business element of its DBE Program, KCAB makes the following assurances:

1. The DBE Program small business element is not prohibited by Kentucky law;
2. Certified DBEs that meet the size criteria established under the DBE Program are presumptively eligible to participate in the small business element;
3. There are no geographic or local preferences or limitations imposed on any FAA-assisted procurement;
4. There are no limits on the number of contracts awarded to firms participating in the DBE Program and reasonable efforts will be made to avoid creating barriers to the use of new, emerging, or untried businesses;
5. Aggressive steps will be taken to encourage those DBE-eligible minority and women owned firms participating in the small business element to become certified; and,
6. The program is open to small businesses regardless of their location.

Attachment 8
Public Notice

DBE FY2023 - 2025 GOAL
Cincinnati/Northern Kentucky International Airport (CVG)

As required by the provisions of 49 CFR Part 26, the Kenton County Airport Board (KCAB), operator of the Cincinnati/Northern Kentucky International Airport (CVG) located in Boone County, Kentucky, has established an overall goal for the participation of Disadvantaged Business Enterprises (DBE) in projects for which Airport Improvement Program (AIP) funds may be utilized during Federal Fiscal Years 2023-2025 (October 1, [2023](#) through September 30, 2025).

KCAB's overall goal is 7.6% of which 0.72 % is expected through race/gender neutral methods and 6.88% is expected through race/gender conscious methods. KCAB anticipates applying AIP and Bipartisan Infrastructure Law (BIL) funds to the following projects planned for FY2023-2025: Runway 18C – 36C Rehabilitation; Taxiway D2 and E9 Demo and Rehabilitation; East Service Road Rehabilitation; FIS Relocation, Baggage Handling System – DBIS/CBRA Relocation, Terminal Restroom Rehabilitation, Southwest Vault and Vault 12 Regulator, Ground Run up Pad, ARFF Training Center SAFT Replacement, Concourse A&B Refurbishment, Passenger Ticketing Expansion - Customer Service Building Ticketing Buildout, BHS Terminal to Concourse A Connection, BHS Terminal to Customer Service Building, Terminal Ticket Counter Modernization (East), and Microgrid Deployment.

For the purpose of consulting with stakeholders to obtain information relevant to the [goal-setting](#) process an in-person public meeting will be held at 11:00 a.m. at the CVG Administration Offices, 77 Comair Blvd, Erlanger, Kentucky, 41018 and again virtually at 5:00 p.m., on July 12, 2022. Both meetings will include the same content. To RSVP for the in-person meeting please email dbecomments@cvgairport.com. To register for the virtual Teams Meeting click [here](#).

The proposed goal and rationale are also available for public until July 25, 2022, during normal business hours (8:00 a.m. to 5:00 p.m. ET), Monday through Friday, at the CVG Administration Offices, 77 Comair Blvd, Erlanger, Kentucky, 41018 and online at www.cvgairport.com. Comments should be directed to the attention of Larisa Sims and may be submitted in writing by mail addressed to Larisa Sims, DBE Liaison Officer, Cincinnati/Northern Kentucky International Airport, P.O. Box 752000, Cincinnati, Ohio 45275-2000, or by e-mail addressed to dbecomments@cvgairport.com.

June 23, 2022

Attachment 9
Email Invitation to Stakeholders

No images? [Click here](#)

CVG DBE Goal Setting Public Meeting Notice

June 27, 2022

SUBJECT: CVG Proposed Triennial DBE Goal

Dear Stakeholder/Community Member,

To comply with Federal Regulations 49 CFR Part 26, [the Kenton County Airport Board \(KCAB\)](#), [operator of the Cincinnati/Northern Kentucky International Airport \(CVG\)](#) is proposing a new Triennial DBE goal for Federal Fiscal Years 2023-2025. CVG hereby announces its proposed Disadvantaged Business Enterprise (DBE) participation goal of 7.6% for FAA-funded contracts/agreements. The proposed goal pertains to federal fiscal years 2023 through 2025 (10/1/2022 - 9/30/2025).

CVG is required under part 26.45 to consult with identified stakeholders, as a recipient of Federal Aviation Administration funds. CVG is required to comply and is committed to fulfilling its goals under this program.

As a part of our community and/or stakeholder, we would like to invite you to consult with us and give feedback prior to finalization of our triennial goal.

CVG will hold a public meeting on Tuesday July 12th, 2022, 11:00 a.m. at CVG Administrative Offices, 77 Comair Blvd., Erlanger, KY 41018, and a virtual meeting at 5:00 p.m.

To RSVP for the in-person meeting, please email:
dbecomments@cvgairport.com

To register for the virtual event, please click [here](#):

The proposed goal and rationale are available for public inspection through July 25, 2022, during normal business hours (8:00 a.m. to 5:00 p.m. ET), Monday through Friday, at the CVG Administration Offices, 77 Comair Blvd, Erlanger, Kentucky, 41018, or online at [DBE & ACDBE Programs](#) (cvgairport.com).

Comments on the DBE goal will be accepted until **July 25, 2022**

Comments should be directed to the attention of:
Larisa Sims, DBE Liaison Officer
Cincinnati/Northern Kentucky International Airport
P.O. Box 752000
Cincinnati, OH 45275-2000
dbecomments@cvgairport.com

Please feel free to contact me with any questions at lsims@cvgairport.com, 859-414-3746.

Sincerely,

Larisa Sims

Director of Business Administration / CVG DBELO



Attachment 10

Notice to Bidders (Posted on PlaNet Bids)

From: customercare@planetbids.com <customercare@planetbids.com>

Sent: Thursday, June 30, 2022 3:56 PM

To: info@flyinghighproductions.org

Subject: CVG Proposed Triennial DBE Goal Stakeholder Meeting

This is an automated email notification. Please do not reply.

Dear **Flying High Productions, LLC**,

To comply with Federal Regulations 49 CFR Part 26, the Kenton County Airport Board (KCAB), operator of the Cincinnati/Northern Kentucky International Airport (CVG) is proposing a new Triennial DBE goal for Federal Fiscal Years 2023-2025.

As a part of our community and/or stakeholders, we would like to invite you to consult with us and give feedback prior to finalization of our triennial goal.

CVG will hold a public meeting on Tuesday July 12th, 2022, 11:00 a.m. at CVG Administrative Offices, 77 Comair Blvd., Erlanger, Ky 41018, and a virtual meeting at 5:00 p.m. Both meetings will contain the same information. The Public Meeting Notice is attached.

To RSVP for the in-person meeting, please email: dbecomments@cvgairport.com

To register for the virtual event, please email: dbecomments@cvgairport.com and the link will be provided to you.

The proposed goal and rationale are available for public inspection and comment through July 25, 2022, during normal business hours (8:00 a.m. to 5:00 p.m. ET), Monday through Friday, at the CVG Administration Offices, 77 Comair Blvd, Erlanger, Kentucky, 41018, or online at <https://www.cvgairport.com/about/biz/procure/dbe>. Comments should be directed to the attention of Larisa Sims and may be submitted in writing by mail addressed to Larisa Sims, DBE Liaison Officer, Cincinnati/Northern Kentucky International Airport, P.O. Box 752000, Cincinnati, Ohio 45275-2000, or by e-mail addressed to dbecomments@cvgairport.com.

Attachment(s):

[DBE-FY2023-2025-Notice-Final-\(1\).pdf](#)

Thank you,
Kenton County Airport Board

Attachment 11

Stakeholder Meeting Presentation

Cincinnati / Northern Kentucky International Airport

DBE Stakeholder
Consultation Meeting

July 12, 2022

DBE Regulations

Disadvantaged Business Enterprise (“DBE”)

A for-profit small business as defined by the SBA -

1. Ownership - That is at least 51 percent owned by one or more individuals who are both socially and economically disadvantaged or, in the case of a corporation, in which 51 percent of the stock is owned by one or more such individuals.
2. Control - Whose management and daily business operations are controlled by one or more of the socially and economically disadvantaged individuals who own it.
3. Independence – Business must not be tied to another firm in such a way as to compromise its independence and control.



DBE Regulations

49 CFR Part 26 – Objectives:

- Ensure nondiscrimination in the award and administration of DOT-assisted contracts in the Department's highway, transit, and airport financial assistance programs;
- Create a level playing field on which DBEs can compete fairly for DOT-assisted contracts;
- Ensure that the Department's DBE program is narrowly tailored in accordance with applicable law;
- Ensure that only firms that fully meet this part's eligibility standards are permitted to participate as DBEs;
- Help remove barriers to the participation of DBEs in DOT-assisted contracts;
- Promote the use of DBEs in all types of federally-assisted contracts and procurement activities conducted by recipients;
- Assist the development of firms that can compete successfully in the marketplace outside the DBE program; and,
- Provide appropriate flexibility to recipients of federal financial assistance in establishing and providing opportunities for DBEs.

DBE Program

- **Certification**
 - Certified in home state first
 - Only eligible to count towards participation in state(s) where certified DBE
 - Certified by NAICS codes
- **KY Transportation Cabinet Office for Civil Rights & Small Business Development responsible for certification in KY**
 - <http://transportation.ky.gov/civil-rights-and-small-business-development/Pages/default.aspx>



DBE Stakeholder Consultation

- §26.45 What are the consultation requirements in the development of recipients' overall goals?
- Must consult with stakeholders before submitting overall goals to FAA.
- Stakeholders include those which could be expected to have information concerning the availability of disadvantaged businesses, the effects of discrimination on opportunities for DBEs, and CVG's efforts to increase participation of DBEs.

DBE Goal Methodology

Federal Fiscal Year	Project Description
FY-2023	Runway 18C-36C Rehabilitation Design & Construction
FY-2023	Relocation of Taxiway D2 & Demo (Design & Construction)
FY-2023	Relocation of Taxiway E9 & Demo (Design & Construction)
FY-2023	Rwy 18/36C High Speed Exit East and D8 Demo (Design & Construction)
FY-2023	Rwy 18/36C High Speed Exit East and D6/D7 Demo (Design & Construction)
FY-2023	FIS Relocation
FY-2023	Baggage Handling System (BHS) - CBIS/CBRA Relocation
FY-2023	Terminal Restroom Rehabilitation
FY 2024	Southwest Vault and Vault 12 Regulator Replacement
FY 2024	Ground Run-Up Pad
FY 2024	ARFF Training Center SAFT Replacement
FY 2024	Concourse A&B Refurbishment
FY 2024	Passenger Ticketing Expansion - Customer Service Building Ticketing Buildout
FY 2025	BHS Terminal to Concourse A Connection
FY 2025	BHS Terminal to Customer Service Building
FY 2025	Terminal Ticket Counter Modernization (East)
FY 2025	Microgrid Deployment

DBE Goal Methodology

Normal Market Area (NMA)

On the past 3 years' AIP-eligible projects, 91% of contracting dollars and over 55% of the total bidders were located within 10 counties.

- Boone Co., KY
- Campbell Co., KY
- Kenton Co., KY
- Butler Co., OH
- Clermont Co., OH
- Franklin Co., OH
- Hamilton Co., OH
- Montgomery Co., OH
- Warren Co., OH
- Dearborn Co., IN

DBE Goal Methodology

- **Step 1 (49 CFR Part 26.45 (c))**
- **Subpart 1 – Use DBE Directories and Census Bureau Data**



DBE Goal Methodology

- Identified Type of Work by NAICS Codes for expected AIP projects by federal fiscal year
- Reviewed Census Bureau data for firms and DBE directories for ready, willing, & able certified DBE firms in these NAICS codes in the NMA.

FY2023 Calculations:

NAICS	Type of Work	DBE Firms	All Firms	% of Total 2023 Contracts	Weighting: ((DBE/All firms) x %) x 100
236220	Commercial and Institutional Building Construction	13	410	21%	0.68
237310	Highway, Street, and Bridge Construction	26	74	36%	12.74
238210	Electrical Contractors and Other Wiring Installation Contractors	9	621	8%	0.11
238220	Plumbing, Heating, and Air-Conditioning Contractors	3	922	2%	0.01
238290	Other Building Equipment Contractors	2	96	3%	0.06
238310	Drywall and Insulation Contractors	5	153	1%	0.05
238330	Flooring Contractors	3	141	2%	0.04
238350	Finish Carpentry Contractors	2	239	1%	0.00
238910	Site Preparation Contractors	15	281	6%	0.34
484220	Specialized Freight (except Used Goods) Trucking, Local	69	203	1%	0.43
541310	Architecture Services	13	264	1%	0.06
541330	Engineering Design	33	698	15%	0.73
561730	Landscaping Services	12	1097	2%	0.02
			FY2023 Base Goal:		15.27%

DBE Goal Methodology

FY2024 Calculations:

NAICS	Type of Work	DBE Firms	All Firms	% of Total 2021 Contracts	Weighting: ((DBE/All firms) x %) x 100
221122	Electric Power Distribution	0	160	1%	0
236220	Commercial and Institutional Building Construction	13	410	21%	0.67
237310	Highway, Street, and Bridge Construction	26	74	5%	1.76
238110	Poured Concrete Foundation and Structure Contractors	8	196	1%	0.04
238120	Structural Steel and Precast Concrete Contractors	9	26	2%	0.65
238140	Masonry Contractors	5	170	1%	0.02
238210	Electrical Contractors and Other Wiring Installation Contractors	9	621	20%	0.29
238220	Plumbing, Heating, and Air-Conditioning Contractors	3	922	4%	0.01
238290	Other Building Equipment Contractors	2	96	2%	0.05
238310	Drywall and Insulation Contractors	5	153	2%	0.08
238320	Painting & Wallcovering	7	320	4%	0.08
238330	Flooring Contractors	3	141	10%	0.21
238350	Finish Carpentry Contractors	2	239	8%	0.07
238910	Site Preparation Contractors	15	281	3%	0.14
541310	Architecture Services	13	264	8%	0.40
541330	Engineering Design	35	698	8%	0.38
				FY2024 Base Goal:	4.87%

DBE Goal Methodology

FY2025 Calculations:

NAICS	Type of Work	DBE Firms	All Firms	% of Total 2025 Contracts	Weighting: ((DBE/All firms) x %) x 100
221122	Electric Power Distribution	0	160	32%	0
236220	Commercial and Institutional Building Construction	13	410	8%	0.25
238110	Poured Concrete Foundation and Structure Contractors	8	196	3%	0.12
238120	Structural Steel and Precast Concrete Contractors	9	26	4%	1.24
238140	Masonry Contractors	5	170	3%	0.08
238210	Electrical Contractors and Other Wiring Installation Contractors	9	621	23%	0.33
238290	Other Building Equipment Contractors	2	96	10%	0.20
238310	Drywall and Insulation Contractors	5	153	1%	0.02
238350	Finish Carpentry Contractors	2	239	2%	0.01
238910	Site Preparation Contractors	15	281	4%	0.23
541310	Architecture Services	13	264	1%	0.04
541330	Engineering Design	35	698	10%	0.49
			FY2025 Base Goal:		3.02%

DBE Goal Methodology

Step 1 Base Goal: 7.7%
15.27% (FY2023) + 4.87% (FY2024)
+ 3.02% (FY2025) = 23.17 / 3 years
= 7.7%

DBE Goal Methodology

- Step 1 base figure = 7.7%
- Step 2 adjustment based on past participation
- Median over past 5 years = 7.5%
- Overall goal adjusted by averaging of step 1 figure and median participation $((7.7+7.5)/2)$

DBE Goal Methodology

Overall Goal for October 1, 2023 –
September 30, 2025

7.6%

0.72% race/gender neutral; 6.88% race/gender conscious



DBE Goal & Program

- DBE Program/Goal available at:
<https://www.cvgairport.com/about/biz/procure/dbe>
- Provide comments using the form provided or email to
dbecomments@cvgairport.com

Connect with CVG 2022

Wednesday, September 28
7 AM (set up) - Noon

Receptions Event Center
1379 Donaldson Hwy., Erlanger, KY 41018



Thank you for coming!

Thank You

Larisa K. Sims, AICP

DBE Liaison Officer

Director Business Development

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