

# Federal Aid Contract Goal Setting



February 3, 2010



# Overview



- Authority to Set UDBE Contract Goals & Process
- Goal Setting Timing & Publication
- Calculating UDBE Contract Goals
- UDBE Match List
- Example Project
- Pilot Projects

# Fed Aid Contract Goal Setting Process



- Authority to Set Contract Goals
  - DBE: 49 Code of Federal Regulations, Part 26.51
- Roles and Responsibilities
  - **Office Engineer** performs analysis of the contract items & UDBE availability in making a goal recommendation.
  - **Caltrans Office of Business and Economic Opportunity** reviews OE's recommendation and sets the contract goal

# UDBE Goal Setting Timing



- DES-OE calculates UDBE goals:
  - Once the Estimate is final
  - The contract is Listed for Advertising
  - Before the contract documents are printed
- Once COBEO approves the goal:
  - DES-OE inserts UDBE percentage into contract documents
  - Lists the contract with DGS BidSync register
  - Posts the contract advertisement on OE website
  - Advertises the contract in trade and newspapers

# Current Contract Advertisement



04-163744 | [List of Bid Items](#) | [Contract Plans and Special Provisions](#) |  
[See addenda \(3\)](#) | [Recovery Act Funded](#)

**This project has a mandatory pre-bid meeting**

Construct Tunnel, Retaining Walls, Roadways, Bridge And Substation.

04-SF-101-8.2/9.2 \* Date Advertised 12/28/2009

Bids Opening in Sacramento \* Bids Open 02/26/2010

Estimate: \$99,000,000

In The City And County Of San Francisco From 1.3 Mile To 0.3 Mile  
South Of The Route 101/1 Separation

The Contractor must have either a Class A license or a combination of  
Class C licenses which constitutes a majority of the work.

605 Working Days \* **5% UDBE Requirement** \* Cost per set: Bidders:  
\$84, Non-bidders: \$77

Subs/Suppliers: [Opt In | 11 prime contractors looking for help](#) | Primes:  
[Advertise for help](#) | [See 83 opt-in records](#)  
[See Non-Bidding Planholders](#) | [See Bidding Planholders](#)



# Contract Goal in Notice to Bidders



## NOTICE TO BIDDERS

Bids open Wednesday, February 3, 2010

Dated December 28, 2009

General work description: Construct tunnel, retaining walls, roadways, bridge and substation.

The Department will receive sealed bids for CONSTRUCTION ON STATE HIGHWAY IN THE CITY AND COUNTY OF

SAN FRANCISCO FROM 1.3 MILE TO 0.3 MILE SOUTH OF THE ROUTE 101/1 SEPARATION.

District-County-Route-Post Mile: 04-SF-101-8.2/9.2

Contract No. 04-163744

The Contractor must have either a Class A license or a combination of Class C licenses which constitutes a majority of the work.

The UDBE Contract goal is 5 percent.



# Goal Setting Process Overview



- For projects with any federal aid:
  - Office Engineer reviews contract items and
    - determines work likely performed by prime
    - reviews remaining items for subcontractor work
    - applies UDBE “match list” against these items
    - counts items with significant UDBE matches toward the goal
    - applies factors to these items (100%, 12%, 10%)
    - calculates rough goal by dividing UDBE \$ by total estimate
    - Applies 60% “factor”.
    - Rounds this percentage to the nearest whole percent

# UDBE Match List



- Items are matched to UDBEs by work code
- UDBE locations by county or multiple counties
- An item will not count toward the goal if the number of UDBE matches is less than 10

# Factors & Other Considerations



- 100% of the item estimate is counted unless:
  - item involves supply of material, apply 12% factor
  - item involves trucking, apply 10% factor
- The 60% “factor” accounts for competition and possible CUCP overrepresentation of “ready, willing and able” UDBEs.
- A goal of 0% is possible when:
  - the amount of subcontractable work is negligible
  - the number of UDBE matches is minimal

# Goal Setting Example



SEE SPREADSHEET

# Going Forward – Pilot Projects



- District concurrence on goal for large contracts (e.g. District 11 pilot)
- Post goal calculation results (matched items and UDBEs for large contracts).