CONTRACTOR ANNOUNCEMENT

Small Business Program Project for 1/10/20 Bid Letting

Call number 005 of the January 10, 2020, bid letting is a Small Business Program project. Please see pages two and three of this document for information regarding the Small Business Program or visit the <u>Small Business Program</u> website.

Lansing, MI 12/23/19



Michigan Department of Transportation



SMALL BUSINESS PROGRAM (SBP)

WHAT IS THE SBP?

A race- and gender-neutral program designed to provide opportunities for small businesses on Federal Aviation Administration (FAA), Federal Highway Administration (FHWA) and Federal Transit Administration (FTA)-funded projects. This program is required by 49 Code of Federal Regulations (CFR) Part 26.39.





MDOT: Providing the highest quality integrated transportation services for economic benefit and improved quality of life.

DO I QUALIFY FOR THE SBP?

Your business receipts, including all receipts of affiliate businesses, must not exceed small business size standards, as defined by the U.S. Small Business Administration (SBA).

Individual business owners must not exceed a personal net worth limit of \$1.32 million.

To determine if you qualify as a small business, match North American Industrial Classification System (NAICS) code(s) for your business against SBA size standards in 13 CFR Part 121.

- NAICS codes are available at www.census.gov/eos/www/naics
- Match your NAICS code with the related SBA size standard posted at www.sba.gov/sites/ default/files/files/Size_Standards_Table.pdf

The maximum size for any business, including affiliate receipts, is \$22.41 million.

Vendors bidding SBP projects must meet the same conditions and standards required of any other vendor interested in working for MDOT.

HOW DO I APPLY FOR THE SBP?

Interested vendors must submit an SBP application package at least 30 days in advance of bidding. Applications and information about the SBP are available at www.michigan.gov/mdotdbe under the "Resources" link.

Disadvantaged Business Enterprises (DBEs) certified in Michigan are automatically included in the SBP and do not need to submit an application. Small business size and personal net worth is evaluated yearly as a condition of DBE certification.

SBP PROJECTS

Suitable construction projects with an engineer's estimate of \$1 million or less shall be set aside for bidding by SBP-approved vendors only.

MDOT-report local agency airports and bus transit grantees will designate a 5 percent SBP goal on suitable projects. These projects shall be let by the respective local agency grantee.

SBP PROJECT SELECTION

- At least three SBP-approved vendors must be prequalified in required net classifications.
- Projects must have subcontract opportunities.
- Location and the number of SBP-approved vendors likely to mobilize to that location shall be considered.
- Based on conditions unique to a project, region or local agency staff must agree that proposed projects are suitable for the SBP.



