October 29, 2019

Honorable John Hollman
Clerk of the Illinois House of Representatives
300 Capitol Building
Springfield, Illinois  62706

Dear Clerk Hollman:

In accordance with 30 ILCS 500/45-45(f) of the Illinois Procurement Code, the Small Business Specialist is required to submit a report each year concerning the award of contracts to small businesses made in the preceding fiscal year. The Department of Transportation (IDOT) has diligently pursued contracting opportunities with small businesses during Fiscal Year (FY) 2019.

IDOT’s Small Business Set-Aside Program started in 2005. The designated small business set-aside projects are identified in the Transportation Procurement Bulletin. In accordance with Section 500/45-45 of the Illinois Procurement Code and the rules of the department, only bids from qualified small businesses will be considered for award. The nature of road and bridge construction does not lend itself well to small contracts that would fit into the Small Business Set-Aside Program. Projects are unbundled to the greatest extent possible to increase available projects for these lettings. To encourage maximum competition, these small business set-asides are open bidding items and prequalification is waived on these items. All bidders, including those prequalified by the Department, are required to submit with the bids a Qualification and Equipment Inventory Certification form which is included with the proposal and bidding documents.

Typically, the Department administers an average of seven scheduled lettings per year with approximately seven small business set-aside projects per each letting.

The total number of contracts awarded to small businesses under the designation of small business set-aside, by IDOT in FY19, was 35 with a total dollar amount of $3,992,492.

Per the Business Enterprise Program Act, 30 ILSC 575/6(d) notwithstanding any provisions to the contrary in this Act, any State agency or State university which administers a construction program, for which federal law or regulations establish standards and procedures for the utilization of minority, disadvantaged, and female-owned business, shall implement a disadvantaged business enterprise program to include minority, disadvantaged and female-owned businesses, using the federal standards and procedures for the establishment of goals and utilization procedures for the State-funded, as well as the federally assisted, portions of the program. As a recipient of federal-aid and pursuant to
the requirements of the federal regulations, 49 CFR Part 26, IDOT’s Construction implemented a Disadvantaged Business Enterprises (DBE) program. In FY19, IDOT awarded $197,304,486 to DBE firms for a total of 1966 contracts.

The Small Business Specialists for IDOT Construction continues to work with the Department to expand competition and State contracting opportunities to assist small businesses, enhance their credentials and grow their revenue, which in turn, spurs economic growth and job creation throughout Illinois.

If you have any questions or need additional information, please contact me.

Sincerely,

Paul A. Loete, P.E.
Director of Highways Project Implementation
Chief Engineer