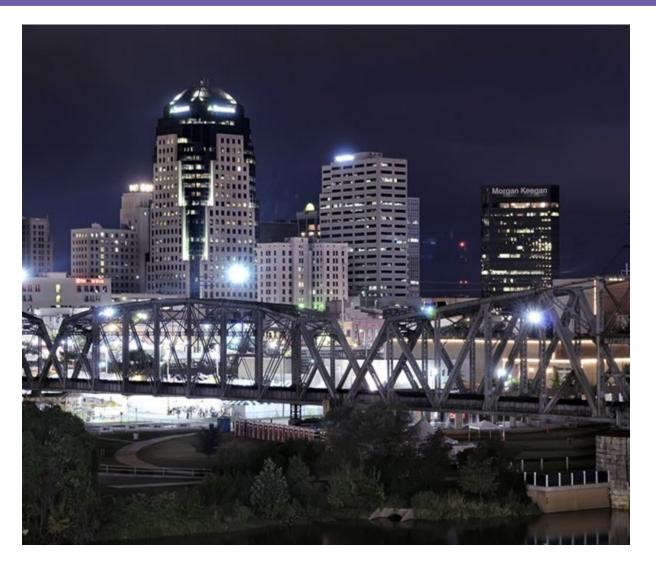
Caddo Disparity Study Town Hall



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May 6, 2022



Topics

- 1. Legal framework
- 2. Marketplace information
- 3. Contract data and utilization analysis
- 4. Availability analysis
- 5. Disparity analysis
- 6. Conclusions and recommendations
- 7. Public comment period



Legal framework

Strict scrutiny standard from U.S. Supreme Court

- Compelling governmental interest
- Narrow tailoring

Constraints in the Louisiana Constitution

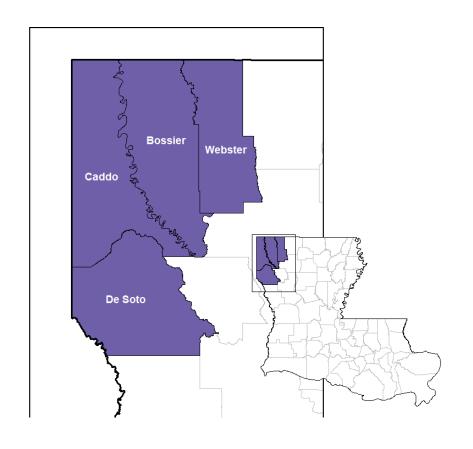
- Race and gender preferences for locally-funded contracts prohibited under state constitution
- Louisiana Supreme Court

Preferences for economically disadvantaged businesses permissible





Marketplace information — Definition and data sources



Data about Shreveport marketplace

- U.S. Census Bureau data
- Keen Independent availability survey

Disparities for people of color and women

- Entry and advancement in construction industry
- Business ownership
- Access to capital and bonding
- Business success

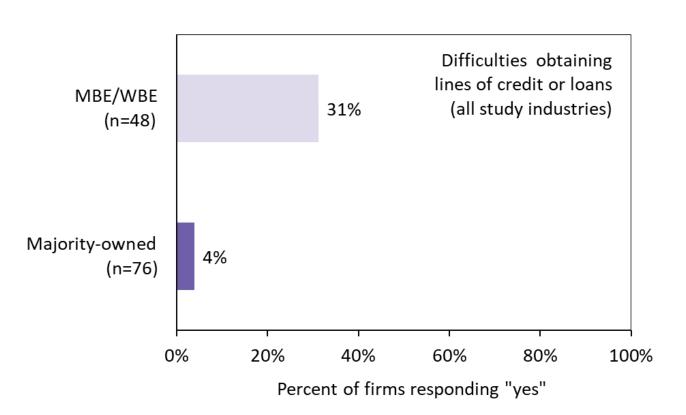


Marketplace information — Availability survey

Availability survey reached 1,200 businesses

Survey showed race and gender disparities

- Success in the marketplace
- Barriers to learning about work
- Barriers to access to capital and bonding
- Other barriers to obtaining and performing public sector work





Marketplace information — Qualitative information

Interviews, focus groups and other information from 75 business owners and others

Evidence of barriers for MBE/WBEs

- Impact of COVID-19
- Relationships with customers and prime contractors
- Access to capital and bonding
- "Good ol' boy" and other closed networks
- Negative stereotypes and double standards
- Other barriers



Marketplace information — Qualitative information

It has not been easy [to obtain a contract], because ... barriers in the way. Financing and bonding has always been a problem.

I-19. Black male owner of a construction-related firm

Getting financing, for operations getting bonding capacity, you have to show a work history to get work, but you [must] get the work to show the work history, so it's a Catch-22.

I-24. White female owner of a WBE construction-related services firm

Being a Black woman-owned business, the challenge is access to bonding capacity or financing.

I-22. Black female owner of a construction-related firm

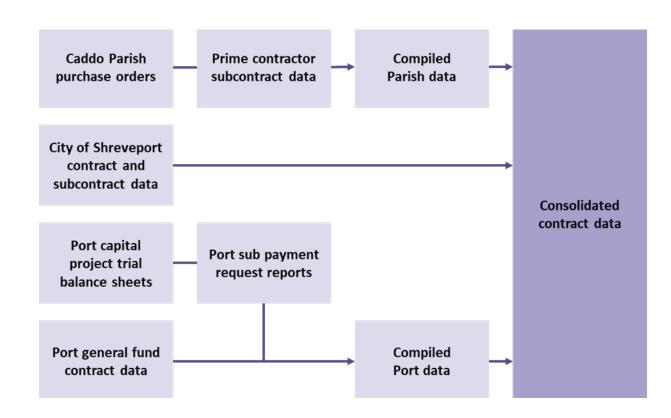


Contract data and utilization analysis

Analyzed 3,000 contracts/subcontracts awarded from 2016 through 2020

For each contract/subcontract, determined:

- Business owner race, ethnicity and gender
- Type of work performed
- Firm location (91% of dollars awarded to firms located in Shreveport metro area)





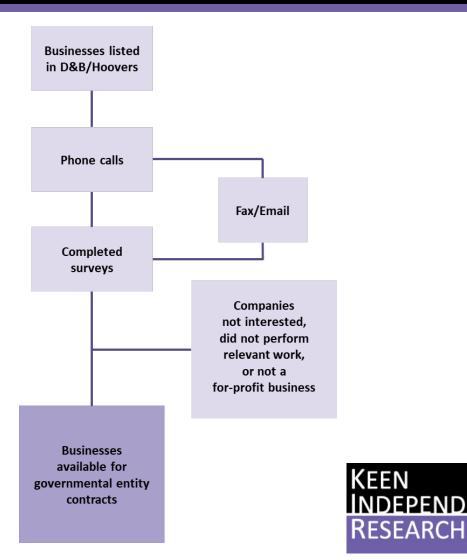
Availability analysis — Survey approach

- Business list from D&B
- Up to eight calls per business
- October 2021–November 2021

Sources of initial business lists

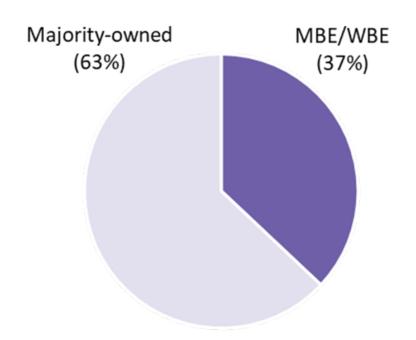
Survey methods

Database



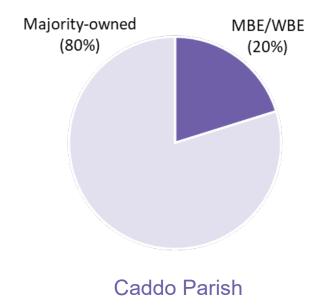
Availability analysis — Headcount availability results

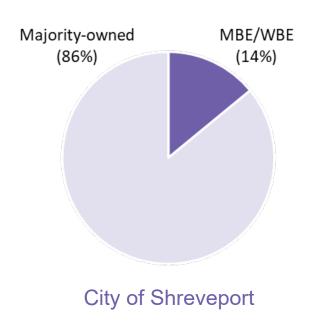
- Qualified and interested in working for Parish, City or Port
- Located in Shreveport metro area
- Types of construction, professional services, goods and other services purchased by Parish, City or Port

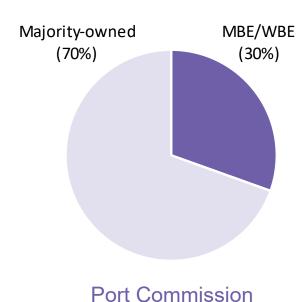




Availability analysis — Dollar-weighted availability benchmarks

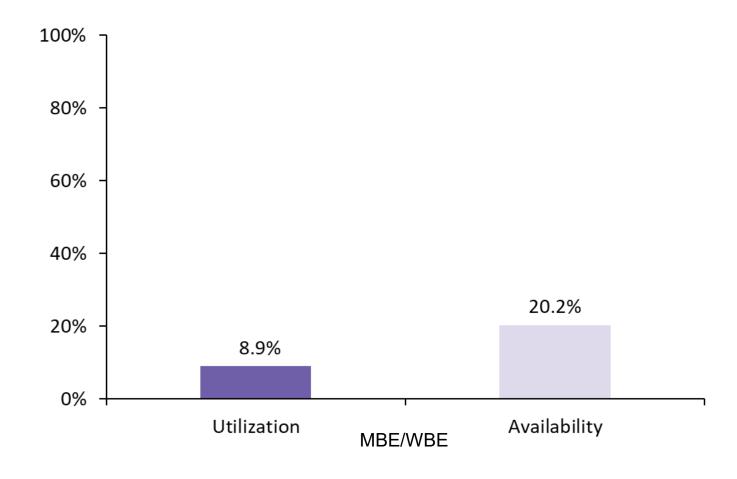






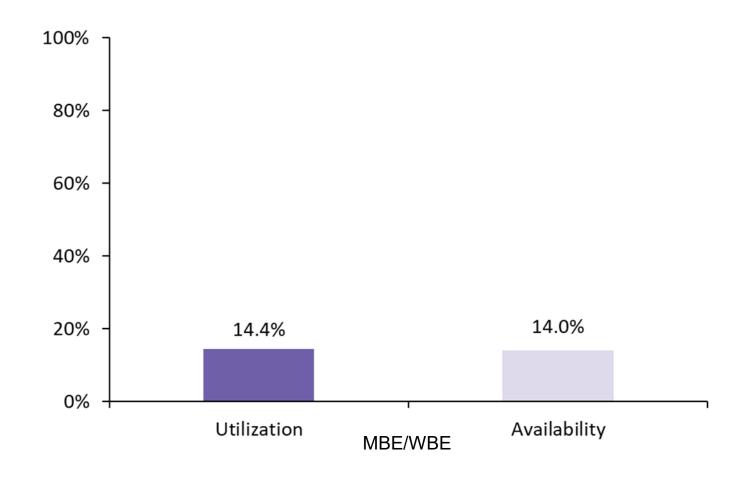


Disparity analysis — Caddo Parish (2016–2020)



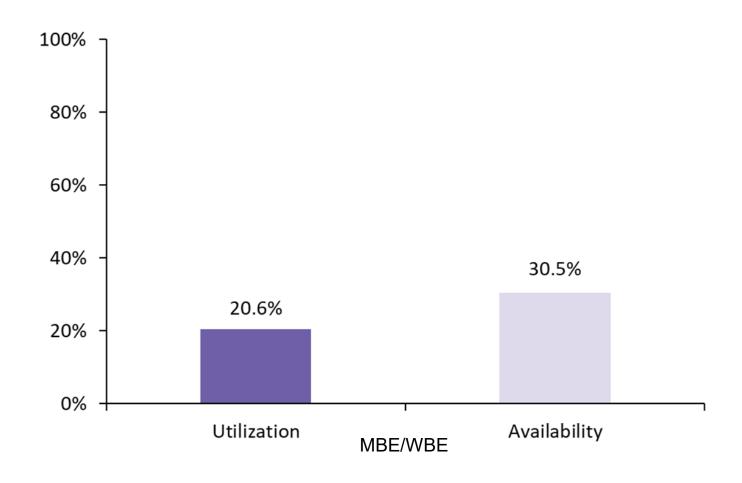


Disparity analysis — City of Shreveport (2016–2020)





Disparity analysis — Port Commission (2016–2020)





Conclusions and recommendations

- 1. Set new overall aspirational MBE/WBE goals
- 2. Establish new certification criteria and joint certification
- Strengthen measures to encourage participation (contract goals, preference points, targeted outreach)
- 4. Take measures to assist vendors on bidding
- 5. Track and regularly report certified firm participation
- 6. Collaborate in regional efforts to increase start-up
- 7. Allocate sufficient resources for program success





Public comment period

Visit the study website for more information and additional opportunities to comment

Public comments accepted through May 20, 2022

www.keenindependent.com/caddodisparitystudy2022

