

### Small Business Enterprise & Resident Preference Program

Presented by The Office of Small Business Development Bronzeville Advisory Committee | Monday, November 16, 2020

### **OVERVIEW**

### • Introductions

- 0 Nikki Purvis Director, OSBD
- Angelique Pettigrew Contract Compliance Officer, OSBD
- Policy
- Monitoring & Compliance
- Active Projects
- On the Horizon





# POLICY

#### Chapter 355 of the Milwaukee Code of Ordinances:

- Requires private developers who receive \$1M or more in city financial assistance to award the following percentages to contracts to Small Business Enterprises (SBE)
  - Construction: 25%
  - The purchase of Professional Services: 18%
- Requires private developers who receive \$1M or more in city financial assistance to comply with the Resident Preference Program (RPP)
  - utilize unemployed or underemployed city residents for at least 40% of the total worker hours for construction of the project.





# **MONITORING & COMPLIANCE**

#### Essential Functions

- Administration: Monitor contract compliance for city-funded development projects to ensure requirements are met for Small Business Enterprise (SBE) Program, Residence Preference Program (RPP), First-Source Employment Program and Apprentices.
- Technical Assistance: Respond to inquiries or complaints from external and internal stakeholders pertaining to participation utilization, compliance matters, certified payroll systems, and RPP worker verification.
- Compliance Auditing: Verify quarterly/final project reports to ensure data is in alignment with certified payroll system and payment certification for amount subject to inclusion.





## **ACTIVE PROJECTS**

|  |   |                     | Current%                   |                           |         |
|--|---|---------------------|----------------------------|---------------------------|---------|
| Project  | Developer / General Contractor  | Projected<br>Costs  | SBE<br>Construction<br>25% | SBE<br>Prof. Svcs.<br>18% | RPP 40% |
| 37 <sup>th</sup> Street School                 | Heartland Alliance/ Greenfire   | <b>\$9,382,4</b> 70 | 0                          | 0                         | 0       |
| The Avenue                                     | Hempel and Interstate Development<br>Partners/<br>JP Cullen   | \$14,096,743        | 29                         | 12                        | 33      |
| Grand Theater (MSO) –<br>Public Infrastructure | TNSH Landlord, LLC/CD Smith   | \$1,994,024         | 28                         | 16                        | 41      |
| Ikon   | Haywood/JCP Construction  | \$4,015,000         | 0                          | 0                         | 0       |
| Komatsu  | Komatsu Mining Corp / Hunzinger   | \$250,000,000       | 0                          | 0                         | 54      |
| Phillis Wheatley                               | Royal Capitol Group/Greenfire   | \$3,862,787         | 0                          | 0                         | 0       |
| Reed Street Yards – RACM<br>(BE)               | General Capital Group & Peter Moede/<br>Terra Engineering & Construction<br>Corporation/Northtrack Construction | <b>\$2,820,7</b> 00 | 14                         | n/a                       | 48      |
| R1VER (BE) – RACM (BE)                         | Michels Corp / Gilbane  | \$3,280,000         | 21                         | 18                        | 16      |
| Villard Commons @3600                          | Brinshore Development/BCM   | \$7,317,200         | 34                         | 14                        | 16      |
|  |   |                     |                            |                           |         |





# **ON THE HORIZON**

Transitional and reorganizational changes are underway within the Office of Small Business Development:

- The Office of Equity and Inclusion (effective January 1, 2021)
- Maintain current administrative functions related to the SBE and RPP Programs
- Advance racial equity and inclusion within city government
- Inherit accessibility and community analytics, and support of equal rights



