

CHICAGO PLAN COMMISSION and DEPARTMENT of PLANNING and DEVELOPMENT

EXECUTIVE ORDER 2017-2 UPDATE

MINORITY AND WOMEN-OWNED BUSINESS ENTERPRISE

CERTIFIED CONTRACTORS AND

LOCAL CITY RESIDENT EQUITABLE PARTICIPATION

July 18, 2024

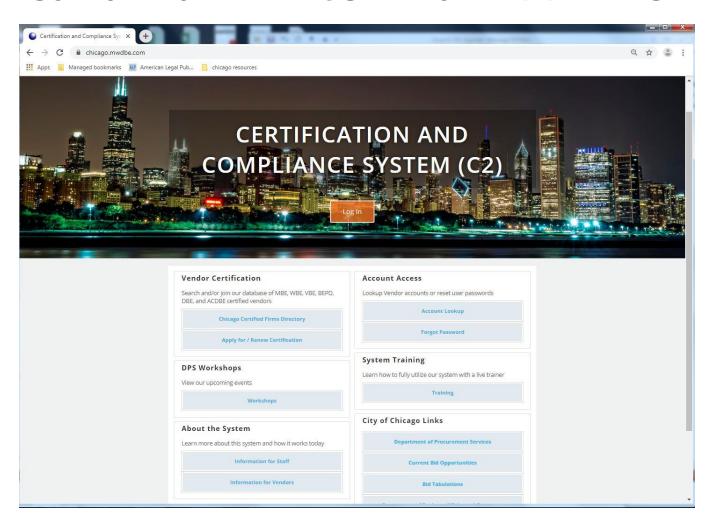


EXECUTIVE ORDER 2017-2 BACKGROUND

- Initiated in August 2017
- Established Participation Goals:
 - 26% MBE
 - 6% WBE
 - 50% City Resident Work Force (Local Hires)
- Resources/Support through DPD and Department of Procurement Services (DPS)



SUPPORT: ON-LINE REGISTRATION AND DATABASE





SUPPORT: ASSIST AGENCY LIST

ASSIST AGENCY DIRECTORY

51 Current Agencies

Assist Agencies are comprised of not-for-profit agencies and/or chambers of commerce agencies that represent the interest of small, minority and/or women owned businesses.

51 st Street Business Association *	AeroStar Avion Institute				
220 E. 51 st Street	122 S. Michigan				
Chicago, IL 60615	Chicago, IL 60603				
773-285-3401 773-285-3407	708-646-4300				
the51ststreethusinessassociation@yahoo.com	aai@avioninstitute.org tholmes@aerostarcorp.com				
www.51stStreetChicago.com	www.avioninstitute.org				
Maintains list of certified firms: Yes	Maintains list of certified firms: Yes				
Provides training for businesses: Yes	Provides training for businesses: Yes				
African American Contractors Association – AACA *	Angel of God Resource Center, Inc. *				
514 E. 95th Street P.O. Box #19670	14527 S. Halsted				
Chicago, IL 60619	Riverdale, IL 60827				
312-915-5960	708-392-9323 708-880-0121				
aacanatlassoc@gmail.com	info.aogrc@gmail.com				
www.aacanatl.org	www.angelofgodresourcecenter.org				
Maintains list of certified firms: Yes	Maintains list of certified firms: Yes				
Provides training for businesses: Yes	Provides training for businesses: Yes				
Association of Asian Construction Enterprises (AACE) *	Austin African American Business Networking Assoc.				
712 W. Root Street	5820 W. Chicago Ave.				
Chicago, IL 60609	Chicago, IL 60651				
312-595-2010	773-626-4497				
admin@aacechicago.com	info@aaabna.org				
www.aacechicago.com	https://www.aaabna.org				
Maintains list of certified firms: Yes	Maintains list of certified firms: Yes				
Provides training for businesses: No	Provides training for businesses: Yes				
Better Business Bureau of Chicago/Northern Illinois	Black Contractors Owners and Executives *				
121 Wacker Drive, Suite 200	7811 S. Stony Island Ave.				
Chicago, IL 60601	Chicago, IL 60649				
312 832-0500	773-346-5658 773-346-5659				
tjohnson@chicago.bbb.org	admin@bcoechicago.org				
www.bbb.org/chicago	www.bcoechicago.org				
Maintains list of certified firms: No	Maintains list of certified firms: No				
Provides training for businesses: Yes	Provides training for businesses: No				



Plan Commission Approvals – September 2017 – June 2024

- 355 PD Applications Reviewed/Approved
- \$53,491,497,035 in Total Estimated Project Costs
- 177,178 Total Estimated Construction Jobs
- 100% of the qualifying Projects committed to meet or exceed the goals:
 - 26% Minority Business Enterprise Participation
 - 6% Women Business Enterprise Participation
 - 50% City Resident Hiring



Plan Commission – MBE/WBE & Local Hiring by Year

PROJECTS APPROVED BY PLAN COMMISSION									
CPC Review Date	# of PDs approved	Total Project Costs	Projected Construction Jobs	Projected MBE Value (@26%)	Projected WBE Value (@6%)	Projected # of Local Hires (@50%)			
2017	15	\$715,398,330	3,276	\$186,503,564	\$43,923,899	1,639			
2018	60	\$16,717,500,000	48,812	\$4,419,165,000	\$1,031,690,000	24,409			
2019	46	\$8,315,726,720	20,145	\$2,177,488,946	\$500,843,602	9,095			
2020	53	\$4,830,830,000	23,774	\$1,257,315,800	\$290,044,800	11,816			
2021	68	\$11,624,307,346	42,928	\$3,174,319,909	\$849,458,439	21,472			
2022	51	\$5,243,733,766	13,688	\$1,543,033,579	\$384,444,025	6,849			
2023	44	\$2,811,860,721	10,535	\$737,384,460	\$170,168,722	5,084			
2024	18	\$3,232,140,152	14,020	\$840,356,440	\$193,928,409	7,012			
Totals	355	\$53,491,497,035	177,178	\$14,335,567,698	\$3,464,501,896	87,376			



Part II Permit Review Data – September 2017 – June 2024

- 221 Part II Zoning Reviews completed (in 146 different PDs; for 187 different projects)
- \$17,957,518,230 in Total Estimated Project Costs
- 54,539 Estimated Total Construction Jobs
- Proposed Participation Levels at Part II Review:
 - 24.3% Minority Business Enterprise Participation
 - 5.8% Women Business Enterprise Participation
 - 48.2% City Resident Hiring (including average of 2.2% from the respective Ward)



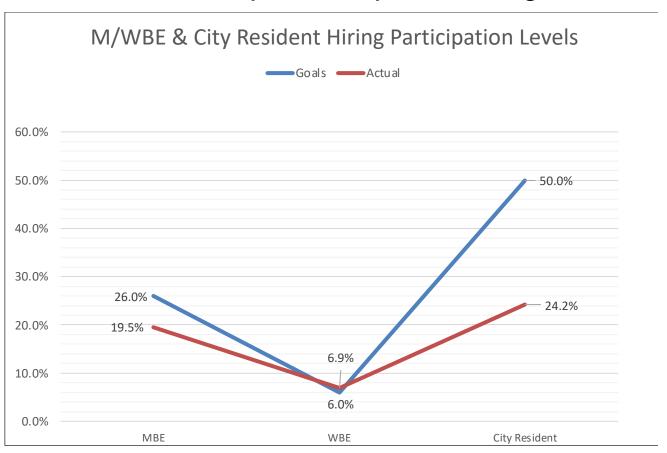
Certificate of Occupancy (COO) – September 2017 –June 2024

- 72 Final COOs issued
- 53 Reports filed to date (48 Complete + 4 Partial)
- Final Participation Levels at COO (based on data received):
 - \$3,452,447,829 Total Project Costs
 - 19.5% MBE Participation (\$673,940,604 value of work)
 - 6.9% WBE Participation (\$238,392,681.57 value of work)
 - 24.2% City Resident Hiring (including 400+/- Ward residents)



M/WBE & Local Hiring Comparison

Based on Data from Complete Final Reports filed through June 2024

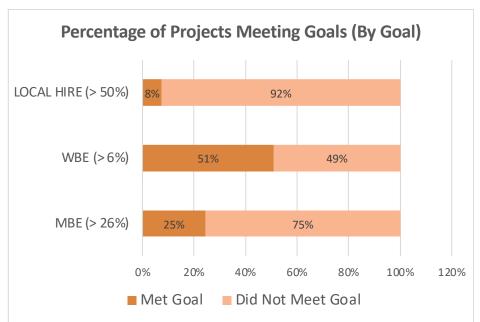




Certificate of Occupancy (COO) Data – Through June 2024

MBE/WBE COMPLIANCE STATS							
	# of Goals Met per Project			# of Projects Meeting Each Specific Goal			
Final Reports	0 (none)	1	2	3 (all)	MBE (<u>></u> 26%)	WBE (<u>></u> 6%)	Local Hire (<u>></u> 50%)
53	19	20	12	2	15	29	6







MBE, WBE + LOCAL HIRING – Recognitions

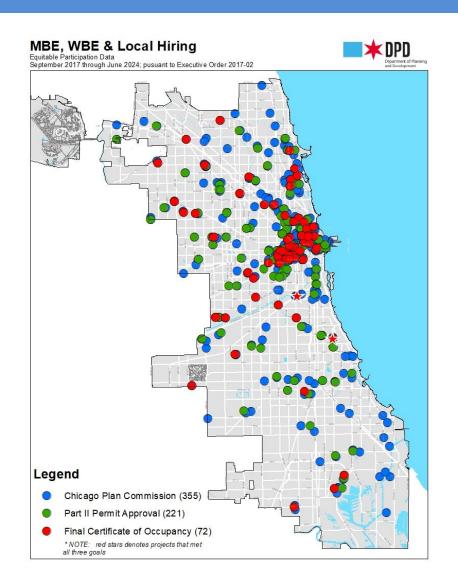
The following projects/developers met or exceeded all three goals:

- 4424 & 4434 South Cottage Grove (4400 S Cottage Grove)
 - Developer: 45th/Cottage Grove, LLC; CHA (Brinshore, Michaels Chicago Holding Co., LLC)
 - Total Project Cost = \$27,267,193
 - MBE participation @ 61.8% (value of MBE contracts = \$16,851,125)
 - WBE participation @ 10.8% (value of WBE contracts = \$2,944,857)
 - Local hire participation @ 54.6% (including 6 residents from the Ward)

2424 S. Halsted Street

- Developer: Prologis-Exchange 2420 Halsted, LLC
- Total Project Cost = \$25,281,308
- MBE participation @ 34.3% (value of MBE contracts = \$8,661,286)
- WBE participation @ 10.5% (value of WBE contracts = \$2,645,756)
- Local hire participation @ 52.0% (including 6 residents from the Ward)







INTERNAL OUTREACH (Since last update)

<u>Law</u>

Actions Requiring Amendment to Executive Order 2017-2:

- Establishing goals for and tracking of Veteran Business Enterprises.
- Requiring additional updates to be provided after Part II, but before the projects are finalized.
- Amendments require the Mayor's office to initiate an amendment.
- Possibly amending forms for added data (need to be reviewed internally to confirm extent of added data that could be collected under current EO).

<u>Procurement</u>

- Data is tracked through C2 payroll software (may not be viable for use for PD tracking).
- Does Offer good faith waivers if developer cannot meet goals.



EXTERNAL OUTREACH

Based on staff research, no other City has established goals for PD/zoning map amendment. Two cities have some diversity goals for private development as follows:

<u>City of Boston Planning and Development Agency</u>

- Adopted Diversity, Equity, and Inclusion (DEI) in Development Policy in 2022
- Requires submission DEI Plan Disclosure to encourage engagement M/WBE through all development phases.
- No requirements to meet goals
- Department has staff team who provide engagement options (networking, etc.) to MWBEs.

<u>City of San Francisco Office of Economic and Workforce Development (OEWD)</u>

- Local Hiring requirement for public and private development, with development agreements. Development Agreements: Requirements are negotiated.
- Reporting and compliance verified through OEWD.
- Have dedicated staff who work on connecting local workers to work opportunities.



