

STATE OF MICHIGAN

GRETCHEN WHITMER DEPART

DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET LANSING

BROM STIBITZ DIRECTOR

March 17, 2021

The Honorable Mike Shirkey Senate Majority Leader Michigan State Senate P.O. Box 30036 Lansing, MI 48909-7536

The Honorable Jason Wentworth Speaker of the House House of Representatives P.O Box 30014 Lansing, MI 48909-7514

Dear Senate Majority Leader Shirkey and Speaker Chatfield:

Enclosed is a report on state contracting with businesses owned by persons with disabilities submitted pursuant to the reporting requirements in 1988 PA 112, as amended. The report was prepared based on contract data for fiscal year 2020 as recorded in SIGMA.

If you have questions regarding the information in the report, please contact Genevieve Hayes, at (517) 230-2817.

Sincerely,

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Chief Procurement Officer

Enclosure

c: Senate Fiscal Agency House Fiscal Agency Bree Anderson, DTMB



## Legislative Report: State Contracting with Businesses Owned by Persons with Disabilities, FY 2020

Required by Section 450.793 of Public Act 112 of 1988, as amended

Prepared for Michigan Legislature

Department of Technology, Management & Budget Central Procurement Services March 2021

## Legislative Report: State Contracting with Businesses Owned by Persons with Disabilities, FY 2020

The Business Opportunity Act for Persons with Disabilities (1988 PA 112 as amended) sets a goal of awarding 3 percent of state expenditures to persons-with-disabilities-owned business enterprises (PWDBEs).

In FY 2020, contract dollars awarded to all businesses owned by people with disabilities as a percentage of expenditures for construction, goods, and services totaled 2.27%. The goal to "award each year to businesses owned by persons with disabilities not less than 150 percent of the actual expenditures it awarded to businesses owned by persons with disabilities in the preceding year" was not achieved.

- Actual value of contract awards totaled \$67,667,188
- Payments against contract awards totaled \$69,328,188
- 36 PWDBEs submitted bids and 40 entered into contracts

DTMB recommends that outreach efforts to the disability-owned business community identified in the Business Opportunity Act for Persons with Disabilities continue and that the goal remains the same.