

# Encouraging Diversity, Growth & Equity (EDGE)



The EDGE program provides contract opportunities for economically and socially disadvantaged business enterprises who have been certified through the State of Ohio's Department of Development.

## FY 2023 OFCC EDGE FACTS

\$683 million in state construction projects managed

\$77.1 million of the services provided by EDGE certified vendors

11.3% EDGE participation rate

# COMMERCIALLY USEFUL FUNCTION RULE

The EDGE firm performs a "commercially useful function" when it is responsible for execution of the work of the contract and is carrying out its responsibilities by actually performing, managing, and supervising the work involved.

#### **PROGRAM BACKGROUND**

The EDGE program was introduced in Executive Order in 2003 and implemented in 2005 for state capital improvement projects. EDGE is a requirement for companies choosing to perform on State of Ohio construction projects , and, where applicable, requires EDGE certified business participation on contracts.

The EDGE Program provides contract opportunities for economically and socially disadvantaged business enterprises who have been certified through the Ohio Department of Development.

A contractor awarded a contract for:

- supplies and services
- information technology services,
- construction,
- architecture and engineering, and
- professional services

may count toward its EDGE goal only those expenditures to EDGE business enterprises that perform a commercially useful function. As it applies to construction, the program requires companies who are awarded state contracts to make a good faith effort to include EDGE firms on their project teams. For most construction contracts, the required EDGE participation is at least 5% of the total contract value.

#### COMMERCIALLY USEFUL FUNCTION RULE

For additional information on Ohio Administrative Code Rule, 123:2-14-06 visit: <u>https://codes.ohio.gov/ohio-administra-</u> <u>tive-code/rule-123:2-14-06</u>

#### **BUSINESS OPPORTUNITIES**

EDGE businesses are encouraged to contact selected architects, engineers, construction managers at risk or design-build firms early in a project's life cycle to promote their services for consideration on a project.

# For companies responding to OFCC contract opportunities:

Make a good faith effort to seek EDGE participation. You may find EDGE firms through this database: <u>https://develop-</u> <u>ment.force.com/ODSA/s/mbddcertifica-</u> <u>tions</u>



# Encouraging Diversity, Growth & Equity (EDGE)

- Confirm your intent to meet the EDGE goal in your bid, proposal, or qualifications response;
- If selected, or if the apparent low bidder:
  - confirm your intent to meet EDGE using the Intent to Perform form, or
  - submit a waiver letter and a Demonstration of Good Faith Effort form.
- If awarded a contract, submit:
  - a cost breakdown on the contract schedule of values;
  - pay requests throughout the project that document EDGE participation.

### For companies interested in becoming an EDGE vendor:

An EDGE-certified business must be at least 51% owned and controlled by a person(s) who is/are:

- a U.S. citizen who is a resident of Ohio;
- in business for at least one year prior to applying;
- in day-to-day control over the business, exercising final authority over all aspects of its daily operations;
- in possession of all licenses and permits required by law to perform the work;
- economically disadvantaged, based primarily on the owner's net worth;
- and, either:
  - a. socially disadvantaged, based upon race, gender, disability, or other factor; or
  - b. located in a qualified census tract.



To apply for EDGE, complete a Unified Application through the Ohio Business Gateway, <u>https://ohiobusinessgateway.ohio.gov/OBG/Membership/Security.mvc/Login#MainContainer</u>

### **ABOUT OFCC**

OFCC is responsible for guiding capital projects for state agencies, state-supported universities and community colleges, including Ohio's comprehensive public K-12 school construction and renovation program. The Commission also manages grant programs for cultural facilities, school safety, and community school classroom facilities.