



MONONA TERRACE COMMUNITY AND CONVENTION CENTER

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MONONA TERRACE SMALL BUSINESS AND EMPLOYMENT OPPORTUNITIES 2023 ANNUAL REPORT Revised - April 16, 2024

Background

This report is presented in accordance with the Monona Terrace Agreement between the City and the County, the Monona Terrace Board Bylaws, and Section 33.21(16) of the City of Madison General Ordinances. These documents state that Monona Terrace shall "...aggressively seek to involve small business enterprises in the operations and development of the facility and shall also promote employment opportunities for economically disadvantaged persons throughout Dane County in all aspects of Monona Terrace employment and contracting." Additionally, these documents set forth this reporting requirement by the Monona Terrace Board.

As previously discussed with the Board, the City of Madison does not set specific goals regarding awarding contracts to small business enterprises or to economically disadvantaged persons. Further, as a city department, Monona Terrace does not have the authority to set our own goals for these areas. Nonetheless, supporting these initiatives is a high priority for the City, as well as for Monona Terrace and our Board of Directors. This report discusses our economic impact on small business enterprises and the economically disadvantaged.

Small Business Enterprises

Monona Terrace and Monona Catering have significant payrolls that are spent or saved mostly in Madison and Dane County. When employees spend these earnings locally, it supports innumerable small business enterprises. Also, Monona Terrace and Monona Catering purchase goods and services throughout the year that supports businesses and jobs. This purchasing power is broken down as follows:

- Monona Catering's 2023 payroll was about \$2,900,000.
- Monona Catering purchased approximately \$4,932,681 in 2023 from 63 Dane County vendors.
- Monona Terrace's 2023 payroll was \$6,006,853.
- Monona Terrace purchased a total of \$3,080,346 from local and state vendors - \$2,731,616 from vendors in Dane County and \$348,730 from vendors in the State of Wisconsin outside of Dane County. This represents 56% of our total expenditures (\$5,456,011).
- It should be pointed out that in some cases we are contracting with a local or state business, but the payments are sent out-of-state for collection, and do not count as a local expenditure.

Monona Terrace strictly follows City purchasing procedures, which provides a fair opportunity to all businesses interested in working with Monona Terrace. In addition to this, vendors that employ more than 15 employees, and whose aggregate annual business with the City is more than \$50,000, are required to provide equal employment opportunity to all, and will take affirmative action in its utilization of applicants and employees who are women, minority or persons with disabilities. Further, this contractor is to allow maximum feasible opportunity to small business enterprises to compete for any subcontracts. Small business enterprises are defined as independent businesses that are owned and controlled by a minority, women or other individuals that satisfy the following criteria:

1. An independent and bona fide business concern, in good standing with the State of Wisconsin, if such registration is required for the business concern;
2. Gross revenues of less than \$4 million annually when averaged over the past three (3) years;
3. Owner's personal net worth not exceeding \$1.32 million.

Promote Employment Opportunities for Economically Disadvantaged Persons

Monona Terrace follows detailed City personnel procedures and is an equal opportunity employer. Vendors hired through the City contracting process must comply with the City of Madison Affirmative Action Ordinance, Section 39.02 within thirty (30) days of award of contract.

Summary

Monona Terrace and Monona Catering had a combined payroll of \$8,906,853 and combined purchasing power in Dane county of \$7,664,297 for a total direct spending impact generated by operations of \$16,571,150. In addition to the operations, the spending in the local economy by non-local participants attending our 2023 conventions and conferences, as calculated by Tourism Economics was \$10,504,016.

The total economic impact, which includes the \$27.1 million in direct spending (as detailed in the paragraph directly above) and the indirect / induced impacts is \$46.2 million. For the last eighteen years it has totaled an estimated \$661,790,908.

It is not feasible to definitively quantify Monona Terrace's impact on Small Business Enterprises and Employment Opportunities for Economically Disadvantaged Persons with data currently available. However, our impact is widely disbursed, and we are confident that Monona Terrace and Monona Catering make a strong positive contribution to these two groups of stakeholders in our business operations.