## City of Calistoga **Staff Report**

TO:

Honorable Mayor and City Council Members

FROM:

Susan Sneddon, City Clerk

DATE:

June 7, 2011

SUBJECT:

Consideration of a Resolution awarding a one-year contract to the Calistoga Tribune for publication of legal advertisements for the period ending June 30, 2012 and authorizing the City Manager to

execute the contract

APPROVAL FOR FORWARDING:

Richard Spitler, City Manager

**ISSUE:** Consideration of a Resolution awarding a one-year contract to the Calistoga Tribune for publication of legal notices for the period ending June 30, 2 2012 and authorizing the City Manager to execute the contract. 3

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**RECOMMENDATION:** Adopt Resolution.

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**BACKGROUND:** Each year, in accordance with Public Contract Code §20169, cities that have more than one newspaper of general circulation must publish a notice inviting bids for the publication of legal notices. The City currently has two adjudicated newspapers within the City: the Weekly Calistogan, published by the Napa Valley Publishing Company (NVP), and the Calistoga Tribune. Calistoga Tribune is the City's current provider.

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**DISCUSSION:** On April 1, 2011 staff published a notice inviting written bids for legal advertising to be submitted to the City Clerk by Monday, April 29, 2011, we also sent the Request for Proposal (RFP) to the Calistoga Tribune and NVP on this date. Proposals were received from NVP and the Calistoga Tribune on the required due date.

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After review of the bids it was determined that the NVP's proposal was incomplete and non-responsive to points in the RFP. Specifically, the proposal did not include the essential and requested circulation amount for February 2011. the number of paid subscription in the 94515 zip code area, and the required notarial acknowledgment for all signatures on the bid.

On May 1, 2011 the attached letter was sent to the NVP stating that their proposal was incomplete and therefore could not be considered for award.

## **Proposal Evaluation**

The City Clerk established the following as the criteria for review of the proposals received:

- 1. Completeness of proposal and responsiveness to the RFP.
- 2. Compliance with State and Federal requirements.
- 3. Circulation and coverage.
- 4. Frequency of publication.
- 5. Cost.

The following lists the Calistoga Tribune's response to the five criteria:

Criterion #1: Completeness of proposal and responsiveness to the RFP. Staff determined the proposal to be complete and responsive to the RFP.

Criterion #2: Compliance with State and Federal Requirements. State law requires publication of legal notices in a "newspaper of general circulation." The Calistoga Tribune meets this requirement of the State definition and the Federal requirement for publication of notices for projects or programs utilizing grant funding (such as Community Development Block Grants).

Criterion #3: <u>Circulation and Coverage</u>. The U.S. Postal Service "Statement of Ownership Management and Circulation" (Form PS 3526) which was filed for the period of September 2009 through October 2010 states that Calistoga Tribune's average weekly paid and/or requested circulation was 1,046. For February 2011 the paid and/or requested circulations for the City's zip code area (94515) was 679.

<u>Circulation and Coverage for October '09-Sept '10 (Postal Report)</u>. Following is data for the circulation amounts for October 2009 through September 2010:

754 Subscriptions mailed in-County

165 "Single copy" (sold through newsracks and vendors or subscriptions delivered within the Napa County)

919 Total

Criterion #4: Frequency of Publication. The Calistoga Tribune publishes one time per week (Fridays).

 Criterion #5: Cost. The Calistoga Tribune proposes to charge \$10.65 per column inch for legal notices and display advertisements.

The following lists the NVP's (Weekly Calistogan) response to the four criteria:

 <u>Completeness of proposal and responsiveness to the RFP</u>. Staff determined the submittal by the Napa Valley Publishing Company was incomplete and non-responsive due to the following reasons.

 The Bid Proposal Form has four sections A-D which asks for pertinent information necessary to make a bid award. NVP's proposal did not include the required notarial acknowledgments for all signatures on the bid as required in Section D form. Further this section states: "No bid will be considered for an award of contract unless such notarial acknowledgment is received".

 Section D asks for the number of paid subscriptions in the 94515 zip code area, and the circulation amount for February 2011. These were not included in the bid submittal.

<u>Compliance with State and Federal Requirements</u>. State law requires publication of legal notices in a "newspaper of general circulation." The NVP meets this requirement of the State definition and the Federal requirement for publication of notices for projects or programs utilizing grant funding.

<u>Circulation and Coverage for October '09 - Sept '11 (Postal Report)</u>. Following is data for the circulation amounts for October '08 through September 2009:

280 Subscriptions mailed in-County

<u>675</u> "Single copy" (sold through newsracks and vendors or subscriptions delivered within the Napa County)

955 Total

<u>Frequency of Publication</u>. The NVP (Weekly Calistogan) publishes one time per week (Thursday).

The following is the cost for publishing legal and display advertisements in the Calistoga Tribune and the NVP (Weekly Calistogan):

 <u>Legal Advertisement</u>: Both newspapers prepared the same sample legal advertisement, and provided the cost to run the ad. The Calistoga Tribune charges \$10.65 per column inch for legal notices which results in a cost of \$91.59, as compared to the NVP (Weekly Calistogan) charge of \$7.48 per column inch \$71.05 for the same ad.

<u>Display Advertisement</u>: Both newspapers prepared the same sample display advertisement, and provided the cost to run the ad. The Calistoga

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Tribune's cost results in a cost of \$127.80 (\$10.65 per column inch). The 101 NVP (Weekly Calistogan) cost to run the display ad was \$76.20 (\$6.35 per 102 column inch). 103 104 Following is a summary of the City's advertising costs (both legal notices and 105 display advertising) for the past three fiscal years: 106 107 Fiscal Year 2009/2010 \$8.000 108 Fiscal Year 2010/2011 \$6,000 (estimate) 109 110 Recommendation 111 Staff recommends that the City Council consider the following two options: (1) 112 award the bid to the Calistoga Tribune; or (2) reject any and all bids and to re-113 advertise for new bids. 114 115 FISCAL IMPACT: The estimated cost for publishing legal notices and display 116 advertisements in Fiscal Year 2011/2012 is \$6,000, which is included in the 117 proposed Fiscal Year 2011/2012 budget. 118 119 <u>ATTACHMENTS:</u> 120 121 1. Resolution 122 2. Request For Proposal 123 3. Calistoga Tribune Proposal 124 4. Weekly Calistogan (NVP) 125 5. Professional Services Agreement 126 6. May 5, 2011 Letter to Napa Valley Publishing Company 127