City of Calistoga Staff Report

TO: Honorable Mayor and City Council Members

FROM: Kathy Flamson, City Clerk

DATE: June 21, 2016

SUBJECT: Consideration of a Resolution awarding a one-year contract to the

Calistoga Tribune for publication of legal advertisements in an amount not to exceed \$15,000 for the period ending June 30, 2017,

and authorizing the City Manager to execute the contract.

APPROVAL FOR FORWARDING:

Dylan Feik, 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, 2017 and authorizing the City Manager to execute the contract.

RECOMMENDATION: Adopt Resolution.

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, and the Calistoga Tribune. The Calistoga Tribune is the City's current provider.

<u>DISCUSSION</u>: On May 13, 2016, staff published a notice inviting written bids for legal advertising to be submitted to the City Clerk by Friday, June 10, 2016 at 10 a.m. A Request for Proposal (RFP) was also sent to the Calistoga Tribune and Napa Valley Publishing Company on May 6, 2016. A proposal was received from the Calistoga Tribune on June 10, 2016 at 8:45 a.m. The Napa Valley Publishing Company submitted a proposal on June 8, 2016 at 1 p.m.

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Proposal Evaluation

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

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- 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.

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

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

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Criterion #2: <u>Compliance with State and Federal Requirements</u>. 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.

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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 18, 2015 states that Calistoga Tribune's average weekly paid and/or requested circulation was 1,135. For paid and/or requested circulations for the City's zip code area (94515) it was 667. Total electronic copies was 120.

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<u>Circulation and Coverage for September 2015 (Postal Report)</u>. Following is data for the circulation amounts for September 2015:

- 733 Subscriptions mailed in-County
- <u>275</u> "Single copy" (sold through news racks and vendors or subscriptions delivered within the Napa County)
- 1,008 Total

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

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Criterion #5: <u>Cost</u>. The Calistoga Tribune prepared a sample legal advertisement and display advertisement and provided the cost to run each ad. The Calistoga Tribune proposes to charge \$12.00 per column inch for

legal notices and display advertisements. The sample legal notice resulted in a cost of \$89.88. The sample display advertisement resulted in \$90.00.

The following lists the Weekly Calistogan's response to the five criteria:

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

 Criterion #2: <u>Compliance with State and Federal Requirements</u>. State law requires publication of legal notices in a "newspaper of general circulation." The Weekly Calistogan meets this requirement of the State definition and the Federal requirement for publication of notices for projects or programs utilizing grant funding.

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 2015 states that Weekly Calistogan's average weekly paid and/or requested circulation was 514. For paid and/or requested circulations for the City's zip code area (94515) it was 154.

<u>Circulation and Coverage for September 2015 (Postal Report)</u>. Following is data for the circulation amounts for September 2015:

- 211 Subscriptions mailed in-County
- 291 "Single copy" (sold through news racks and vendors or subscriptions delivered within the Napa County)
 - 502 Total

Criterion #4: <u>Frequency of Publication</u>. The Weekly Calistogan publishes one time per week (Thursdays).

Criterion #5: <u>Cost</u>. The Weekly Calistogan prepared a sample legal advertisement and display advertisement and provided the cost to run each ad. The Calistoga Tribune proposes to charge \$16.40 per column inch for legal notices and \$3.53-26.90 per column inch for display advertisements, depending on which publications the item is published in. The sample legal notice resulted in a cost of \$143.19. The sample display advertisement resulted in \$42.36-322.80, depending on which publications the item is published in.

REQUEST FOR PROPOSAL

	Calistoga Tribune	Weekly Calistogan
*On Time	Yes	Yes
*Legal Ad	\$89.88 (7 pt)	\$143.19 (8 pt)
*Display Ad	\$90.00	\$42.36
Total Distribution	1135	741
Subs. in Napa Co	733	211
Subs. Out Napa Co	130	63
Newsrack Sales	185	313
* Compliance	Yes	Yes
*Frequency	Weekly-Friday	Weekly-Thursday

*Required with RFP

OPTIONS:

The City Council has the following two options:

- (1) award the bid to the one of the two papers; or
- (2) reject the bid and re-advertise for new bids.

Staff recommends the contract be awarded to the Calistoga Tribune for the following reasons:

The circulation and coverage of the Calistoga Tribune is twice that of the Weekly Calistogan, allowing more constituents to be informed of the City of Calistoga's publications.

Although the cost of a Display Ad with the Weekly Calistogan appears to be less than half the cost of the Calistoga Tribune, typically most of the ads placed by the City of Calistoga are Legal Ads. In 2015, there were approximately 76 ads placed by the City of Calistoga with 56 Legal Ads placed compared to 20 Display Ads that were placed. Using the example above, the cost annual cost for ad placement in the Weekly Calistogan would be \$8,865.86 and the Calistoga Tribune would be \$6,833.28.

CONSISTENCY WITH CITY COUNCIL GOALS AND OBJECTIVES: The recommended action supports the FY 2016/17 City Council Goal No. 1, Objective 7 by complying 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" to "...maintain current City services and operating costs at the most economically viable levels commensurate with equal service levels."

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FISCAL IMPACT: This is in keeping with Goal 2: Offer excellent professional services to all customers. The estimated cost for publishing legal notices and display advertisements in Fiscal Year 2016/2017 is \$15,000, which is included in the Fiscal Year 2016/2017 budget. There is usually additional cost for publishing legal notices for development projects (which are paid for by the applicant). The City of Calistoga will hold an election during Fiscal Year 2016/2017 on November 8, 2016.

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ATTACHMENTS:

- 1. Draft Resolution
- 2. Request For Proposal
- 3. Calistoga Tribune Proposal
- 4. Weekly Calistogan Proposal
 - Draft Professional Services Agreement

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KATHY FLAMSON, City Clerk