

MEMORANDUM

TO: City of Aurora Aldermen

FROM: Martin Lyons, CFO/City Treasurer
Adrienne M. Holloway, Chief Innovation Officer
Jolene Coulter, Director of Purchasing

DATE: May 31, 2018

SUBJECT: Local Preference Option Levels

As requested at the Finance Committee, please find attached additional information to support our request for approval of a local preference program.

The first document (Attachment A), is a comparison of approaches taken by Illinois municipalities in structuring their respective local preference programs. The second document (Attachment B) provides cost out scenarios of local preference options. The first set of preferences uses a sliding scale for preference percentage amounts. This structure gives a larger benefit to smaller contracts and potentially smaller Aurora businesses. As the size of the bid/contract grows, the percentage amount decreases. This format produces a maximum/cap by the structure used.

The second set of preferences shows a sample flat percentage amounts and varying dollar amount caps for each percentage level.

Finance staff have the ability, in working with all departments, to administer any of the attached local preference options.