Introduced by Council Member Diamond and Co-Sponsored by Council 1 2 Members DeFoor, R. Gaffney, Ferraro, Carlucci, Salem, Pittman, 3 Becton, Boylan, White and Newby: 4 5 ORDINANCE 2020-238 6 7 AN ORDINANCE CREATING A NEW SECTION 126.114 (BUY AMERICAN PREFERENCE IN CONTRACTS FOR 8 9 GOODS), PART 1 (GENERAL REGULATIONS), CHAPTER 10 126 (PROCUREMENT CODE), ORDINANCE CODE, TO 11 CREATE A PREFERENCE FOR AMERICAN-MADE GOODS IN 12 CONTRACTS; PROVIDING FOR SEVERABILITY; 13 PROVIDING AN EFFECTIVE DATE. 14 15 WHEREAS, the Buy American Act of 1933, 41 U.S.C. 83, requires 16 that the Federal Government in procurement and certain matters 17 involving federal financial assistance utilize U.S. products for

18 the purchase or acquisition of goods, products or materials, as 19 defined in the Buy American Act, whenever possible with some 20 exceptions; and

21 WHEREAS, in recent years and culminating with the issuance of 22 several Executive Orders, President Trump has issued directives on 23 July 15, 2019, Executive Order 13881 (Maximizing Use of American-24 Made Goods, Products and Materials), Executive Order 13788 of April 25 18, 2017 (Buy American and Hire American) and Executive Order 13858 26 of January 31, 2019 (Strengthening Buy-American Preferences for 27 Infrastructure Projects), which each have reiterated the intent of 28 the Administration to enforce the Buy American Act of 1933 to the greatest extent permitted by law; and 29

30 WHEREAS, while the Buy American Act of 1933 only pertains to 31 procurement involving public buildings of the Federal Government

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and those of certain U.S. territories; and

WHEREAS, the Council desires, pursuant to its legislative policy-making authority, to adopt a similar policy as it pertains to City procurement and the expenditure of local public funds, as permitted by federal and state regulations, to create a domestic preference for City procurement purposes of goods and materials that are manufactured, assembled or produced in the United States; and

9 WHEREAS, the Council finds that establishing а City procurement policy that creates a domestic preference for goods and 10 11 materials that are manufactured, assembled or produced in the 12 United States promotes the local economy, the economies of 13 neighboring counties and municipalities, as well as strengthens 14 state and national economic interests, and further promotes 15 security, good government and the general convenience of its 16 citizens, and declares it a valid municipal purpose; and

WHEREAS, it is the firm intent of the Council that this policy not supplant other federal, state and local law to the extent that this policy would be inconsistent with certain mandates in federal and state law, but is adopted to allow the City to apply a domestic preference for American-made goods and products when local public funds are expended; now therefore

BE IT ORDAINED by the Council of the City of Jacksonville:

Section 1. Creating a new Section 126.114 (Buy American
preference in contracts for goods), Ordinance Code. A new Section
126.114 (Buy American preference in contracts for goods), Part 1
(General Regulations), Chapter 126 (Procurement Code), Ordinance
Code, is hereby created to read as follows:

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CHAPTER 126. PROCUREMENT CODE

PART 1. GENERAL REGULATIONS

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Sec. 126.114. Buy American preference in contracts for goods.

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(a) Definitions. The following words, terms and phrases, when used in this section, shall have the meanings ascribed to them in this subsection, except where the context clearly indicates a different meaning:

6 Bid means a competitive bid procedure established through the 7 issuance of an invitation for bid. The term "bid," as used herein, 8 shall not include requests for proposals (unless specified in the 9 RFP document), requests for qualifications, requests for quotes and 10 requests for information.

Buy American preference means and shall apply to the following products and services that are:

- Manufactured. The term "manufactured" is interpreted to mean to make or process a raw material into a finished product or to turn-out in a mechanical manner;
- 2. Assembled. The term "assembled" is interpreted to mean to fit or to join parts together into a finished product;
 - 3. *Produced*. The term "produced" is interpreted to mean to create or make from raw materials.

To qualify for this preference, 51 percent of the components of the final produce manufactured, assembled or produced to be sold to the City must be made in the United States. The Director shall administratively resolve any issues relating to Buy American preferential status, and that decision on whether a vendor is eligible for a Buy American preference shall be final.

26 Goods includes, but is not limited to, supplies, equipment, 27 materials, and printed matter.

(b) *Exemptions*. The provisions of this section do not apply to:
1. Purchases or contracts with an estimated cost of \$10,000.00
or less. The Director and procurement staff will attempt to
select products manufactured, assembled or produced in the

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United States if the quality and price are comparable with other goods.

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- 2. Professional services, which are defined, for purposes of this section, as any services where the City is obtaining advice, instruction, or specialized work from an individual, firm, or corporation specifically qualified in a particular area, and also those services procured pursuant to F.S. § 287.055, the Consultants' Competitive Negotiation Act.
- 10 3. Bids for the purchase of, or contract for, the 11 construction/ renovation of public buildings, facilities, 12 public works, or other public construction projects where 13 federal funds are involved. The federal guidelines as to 14 use of the federal funds shall prevail as to the federal 15 funds.
- 4. Goods or services provided under a cooperative purchasing
 agreement or utilization of other agency contracts
 (piggyback contracts).
- 19 5. Purchases made or contracts let under emergency or
 20 noncompetitive situations (sole source, or a special
 21 procurements/bid waiver), or for legal services.
 - The business is determined to be unqualified to perform the work as determined by the City.

7. The business submits a bid that exceeds the projectedbudget.

(c) Preference in purchase of goods. Except where federal, state or local laws, regulations or policies mandates to the contrary, in the purchase of goods by means of a competitive bid, a preference will be given to a responsive and responsible vendor offering American manufactured, assembled or produced goods, who is within five percent of the lowest responsive and responsible bidder, by way of an opportunity of providing said goods for the lowest responsive and responsible bid amount.

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- 4 (d) Preference must be asserted. Said five percent buy American preference must be asserted by the party seeking it at the 5 bid with 6 time of the competitive the submittal of 7 documentation supporting the assertion that a product is American manufactured, assembled or produced, and shall be 8 9 calculated by the procurement division in rating competitive 10 bids.
- 11 (e) Comparison of qualifications. The preferences established 12 herein in no way prohibit the right of the Director to compare 13 quality of qoods proposed for purchase and compare 14 qualifications, character, responsibility and fitness of all 15 person, firms or corporations submitting bids. Further, the 16 preferences established herein in no way prohibit the right of the Director from determining based on criteria and standards 17 18 developed administratively to allow for selection by 19 preference permitted in another section of this Chapter.
- (f) Waiver. The application of the buy American preference to a particular purchase, contract, or category of contracts in excess of \$100,000.00 for goods may be waived upon written recommendation of the Director and approval of the Chief Financial Officer of the City
- 25 (g) Administrative Policy for Implementation. The Director shall 26 be charged with the responsibility to promulgate an 27 administrative policy or regulations consistent with this Section which establishes criteria and procedures for the 28 implementation of this policy including matters involving the 29 consideration of exemptions, comparison of qualifications, and 30 waiver of the policy as provided herein. 31

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Declaration of municipal purpose. The Council finds that the 1 (h) 2 economic welfare and security of its residents is of utmost 3 concern to a local government. Local and regional preferences 4 can stimulate and sustain the local economy and thereby 5 provide a public benefit. Likewise, a domestic preference policy which encourages the selection and utilization of 6 7 American-made goods and products can similarly be a stimulus the local and regional economy by encouraging 8 to the 9 production, manufacture and assembly of products which would be suitable for use in American-made products. Therefore, it 10 11 is hereby declared that the carrying out of the purposes of 12 this section by the City is deemed to be furthering a proper municipal purpose. 13

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15 Section 2. Severability. If any section, sentence, 16 clause, phrase, or word of this Ordinance is, for any reason, held or declared to be unconstitutional, inoperative or void, such 17 holding or invalidity shall not affect the remaining portions of 18 19 this Ordinance, and it shall be construed to be the legislative intent to pass this Ordinance without such unconstitutional, 20 21 invalid or inoperative part therein.

22 Section 3. Effective Date. This Ordinance shall become 23 effective upon signature by the Mayor or upon becoming effective 24 without the Mayor's signature.

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27 Form Approved:

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29 /s/ Paige H. Johnston

30 Office of General Counsel

31 Legislation Prepared by: Paige H. Johnston

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