



INTEROFFICE MEMO

Gary Grief, Executive Director

Alfonso D. Royal III, Charitable Bingo Operations Director

To: J. Winston Krause, Chairman
Carmen Arrieta-Candelaria, Commissioner
Doug Lowe, Commissioner
Peggy A. Heeg, Commissioner
Robert Rivera, Commissioner

From: Mike Fernandez, Administration Division Director *MHF*

Date: February 2, 2017

Re: Report, possible discussion and/or action on agency prime contracts, including amendment, renewal or extension of the contracts for promotional products and the trademark license and promotional agreement with the Houston Texans.

The following briefing item is to advise the Commission of staff's intent to extend the contract for promotional products for one year, and amend and extend the trademark license and promotional agreement with the Houston Texans for one year.

Service or Goods Provided	Promotional Products
Vendor	Beehive Specialty
Term	9/24/2014 – 09/24/2017 with one 1-year extension
Estimated Annual Cost	\$1,312,208
Proposed Action	Extension
Description	1) exercise the one (1) additional one-year renewals, with the extension periods to begin September 24, 2017 and continue through September 23, 2018
Conflict of Interest	Commissioners have independently confirmed they do not have a financial interest in Beehive Specialty

Service or Goods Provided	Trademark License and Promotional Agreement
Vendor	Houston NFL Holdings, LP (Houston Texans)
Term	4/25/2016 – 6/30/2017 with four 1-year extensions
Estimated Annual Cost	\$1,485,750
Proposed Action	Amendment and Extension
Description	1) exercise the first of four (4) additional one-year renewals, with the extension periods to begin July 1, 2017 and continue through June 30, 2018 2) add language to include a retailer on site selling presence at Houston Texans home games
Conflict of Interest	Commissioners have independently confirmed they do not have a financial interest in Houston NFL Holdings, LP (Houston Texans)