

**CITY OF SAN MATEO
RESOLUTION NO. ____ (2020)**

**REJECTING ALL BIDS FOR THE NORTH SHOREVIEW FLOOD IMPROVEMENTS PROJECT AND
AUTHORIZING THE PUBLIC WORKS DIRECTOR TO NEGOTIATE A CONTRACT WITH
ANDERSON PACIFIC ENGINEERING CONSTRUCTION**

WHEREAS, the North Shoreview Flood Improvements Project is a critical project to remove property within San Mateo city limit from the Federal Emergency Management Agency designated flood zone by retrofitting two pump stations and constructing levee improvements along the San Francisco Bay shore; and

WHEREAS, the City advertised the North Shoreview Flood Improvements Project in accordance with Section 3.60.040 of the Municipal Code; and

WHEREAS, six bids were received and opened on March 5, 2020 and the lowest responsible bidder was Anderson Pacific Inc. with a bid of \$24,377,600; and

WHEREAS, Anderson Pacific Engineering Construction's bid is approximately \$3 million greater than budgeted for the North Shoreview Flood Improvements Project; and

WHEREAS, since bids were received, there has been significant economic disruption associated with the COVID-19 emergency and future economic uncertainty also exists; and

WHEREAS, Section 3.60.040(a)(4) of the City's Municipal Code allows the City Council to, at its discretion, reject all bids received, negotiate a contract for the work or supplies if the project is not within budget, do the work through City employees, or terminate the project or purchase; and

WHEREAS, staff recommends rejecting all bids and negotiating a contract directly with Anderson Pacific Engineering Construction to reduce project costs and account for the potential future changes in economic conditions;

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SAN MATEO, CALIFORNIA, HEREBY RESOLVES that:

1. In accordance with the provisions of Municipal Code Section 3.60.040(a)(4), all bids for the North Shoreview Flood Improvements Project are rejected.
2. The Director of Public Works is authorized to negotiate a modified contract with Anderson Pacific, Inc. who is the lowest responsible bidder on the project.