



COUNTY OF SAN MATEO
Inter-Departmental Correspondence
County Manager



Date: November 4, 2015
Board Meeting Date: December 15, 2015
Special Notice / Hearing: None
Vote Required: Majority

To: Honorable Board of Supervisors

From: John L. Maltbie, County Manager

Subject: Library Funding Agreement with the City of Half Moon Bay

RECOMMENDATION:

Adopt a resolution authorizing execution of the Library Funding Agreement with the City of Half Moon Bay for the County's contribution of half of the costs of construction of the proposed new Half Moon Bay Library.

BACKGROUND:

In 2004, the County entered into the First Restated Joint Power Agreement...relating to Library Services (the "JPA Agreement"). Section VI.F. (Half Moon Bay Facility) of the JPA Agreement provides that in the event that the City of Half Moon Bay (the "City") decides to either replace or significantly remodel and expand the Half Moon Bay Library (the "Library"), the County agrees to contribute 50% of the costs associated with any such replacement or remodeling in recognition that approximately 50% of the population served by the Library comes from unincorporated areas. Over the last several years, the City has been working with the community and is preparing to construct a new library facility on the site of the existing Library, located at 620 Correas Street, Half Moon Bay. The County is participating in these efforts by providing staff representation on both an Executive Oversight Workgroup and a Technical Advisory Workgroup. At its meeting on December 1, 2015, the Half Moon Bay City Council approved the current estimated budget for the new Library of \$23 million, which is based upon a 22,000 square foot facility. To date the City has set aside approximately \$6 million in a dedicated fund toward its portion of the costs associated with the project, and desires that the County commit to and begin contributing its portion of the funding.

DISCUSSION:

The County and City have negotiated a funding agreement (the "Agreement"), whereby the County will contribute 50% of the costs associated with the construction of the new Half Moon Bay Library. The City has set aside a portion of its funding into a dedicated

fund. Following execution of the agreement, the County will match the City contributions on a dollar for dollar basis, up to 50% of the final budget amount, which must be approved by both City and County. The proposed final budget will be brought back to the Board for approval, prior to execution of a construction contract. Any increases to the project cost during construction will also be brought back to the Board for review and approval. Upon completion of the new library, the City will remain responsible for the costs of maintaining the facility. On October 20, 2015, the City Council adopted a resolution authorizing the execution of the agreement.

County Counsel has reviewed and approved the resolution as to form.

Approval of this Funding Agreement contributes to the 2025 Shared Vision outcome of a Collaborative Community by working with the City of Half Moon Bay to provide library services to residents of the City and unincorporated Coastsides.

FISCAL IMPACT:

The County's estimated contribution of \$11.5 million is included in the FY 2015-16 Adopted Budget of non-Departmental Services.