



**COUNTY OF SAN MATEO**  
Inter-Departmental Correspondence  
County Manager



**Date:** December 1, 2016

**Board Meeting Date:** December 6, 2016

**Special Notice / Hearing:** None

**Vote Required:** Majority

**To:** Honorable Board of Supervisors

**From:** John L. Maltbie, County Manager

**Subject:** Approval of the Final Budget for the Construction of the Half Moon Bay Library

**RECOMMENDATION:**

Adopt a resolution approving the final budget for the construction of the Half Moon Bay Library.

**BACKGROUND:**

In 2004, the County entered into the First Restated Joint Power Agreement relating to Library Services (the "JPA Agreement"), which 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 in 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. On December 15, 2015, your Board approved an agreement with the City (the "Funding Agreement") for the County's contribution of half of the costs of construction of the library, and the County budgeted \$12 million in the FY 2015-16 Adopted Budget for this purpose, which was rolled into the FY 2016-17 Adopted Budget.

In November 2016 the City issued an RFP for the construction contract and bids were received and reviewed. Based on the lowest bid, the final budget for the project is \$24,453,710, which needs to be approved by both the County and City, prior to the City awarding a contract for the construction of the Library.

**DISCUSSION:**

Pursuant to the Funding Agreement, the County and City will equally share the costs of the Library construction. The San Mateo County Library JPA will also make a contribution to the construction costs. The shares of the construction are as follows:

Library JPA:	\$ 1,100,000
City:	\$11,926,855
County:	<u>\$11,926,855</u>
<b>Total:</b>	<b>\$24,953,710</b>

The City's portion will be offset by donations from the Friends of the Library Capital Fundraising campaign, which are currently approximately \$420,000. The City has funding available to cover their portion of the construction costs.

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

Approval of the final budget 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 \$11,926,855 share of the Final Approved Budget is included in the FY 2016-17 Approved Budget for Non-Departmental Services using General Fund Reserves.