

**RESOLUTION NO. \_\_\_\_\_ (CM)**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF WATSONVILLE REJECTING ALL BIDS FOR THE WWTF ELECTRICAL SYSTEM HAZARD MITIGATION PROJECT, NO. WW-22-14797**

**WHEREAS**, the City Council adopted Resolution No. 26-24 (CM) accepting plans and specifications and authorizing the bid of the WWTF Electrical System Hazard Mitigation Project, No. WW-22-14797; and

**WHEREAS**, the bids for the WWTF Electrical System Hazard Mitigation Project, No WW-22-14797, were publicly opened in the “Old City Council Chambers”, City Hall, 250 Main Street, Watsonville, CA on Tuesday April 30, 2024 at 2:00pm, and later tabulated by the Purchasing Officer for the consideration of the City Manager and submission to the City Council; and

**WHEREAS**, the City was previously awarded a grant through the Federal Emergency Management Agency (FEMA) Hazard Mitigation Grant Program and the California Governor’s Office of Emergency Services (CalOES) Prepare CA Match program for a total grant award of \$16,912,774, plus an additional \$750,000 for grant management costs; and

**WHEREAS**, the project must follow Federal procurement regulations under the Code of Federal Regulations (CFR) Title 2, Part 200 Subpart D in order to meet the grant funding requirements;

**WHEREAS**, CFR 200.319 requires that competition be ensured by meeting the requirements of 200.319 (b). The WWTF Electrical Hazard Mitigation Project cost requires the Formal Procurement methods be followed in accordance with CFR Section 200.320 (b). Subsection (1) (i) requires “two or more responsible bidders willing and able to compete effectively for the business”; and

**WHEREAS**, the City received only one bid, for \$6.9 million in excess of the engineer's estimate; and

**WHEREAS**, accepting the sole bid received would jeopardize the grant funding for the project; and

**WHEREAS**, Watsonville Municipal Code Section 7-14.09(a)(1) authorizes the City to reject any and all bids presented and readvertise for bids.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF WATSONVILLE, CALIFORNIA, AS FOLLOWS:**

That, pursuant to Watsonville Municipal Code Section 7-14.09(a)(1), the sole bid received for the WWTF Electrical System Hazard Mitigation Project, No. WW-22-14797 is hereby rejected.

\*\*\*\*\*