RESOLUTION NO. 18-41

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF COMMERCE, CALIFORNIA, REJECTING BIDS AND RE-RELEASING PLANS AND SPECIFICATIONS FOR THE SENIOR CENTER/LIBRARY PLAZA IMPROVEMENT PROJECT FOR BIDDING

WHEREAS, on January 9, 2018, the City Council approved the Plans and Specifications for the Senior Center/Library Plaza Improvement Project and authorized advertising for bids; and

WHEREAS, recently, the U. S. Government announced pending legislation for a tariff on all imported foreign steel and aluminum products; and

WHEREAS, this resulted in a substantial price increase by U.S. steel mills starting mid March and uncertainty for delivery of material since many contractors placed orders to secure pricing before the increase went into effect; and

WHEREAS, since the Plaza Project requires considerable steel and aluminum such as for the canopy structure, framing studs and HVAC ductwork along with miscellaneous sheet metal, the tariff directly impacted the bid results; and

WHEREAS, after careful analysis of the bids, the timing of the tariff legislation and in the best interest of the City, staff recommends rejecting the bids and allowing some time for the market to adjust and contractors to better estimate costs and material delivery commitments; and

WHEREAS, as a result, staff recommends re-releasing the Plans and Specifications with a 45-day release period.

NOW, THEREFORE, THE CITY COUNCIL DOES HEREBY RESOLVE, DECLARE AND DETERMINE AS FOLLOWS:

<u>Section 1</u>. Reject all bids and re-advertise the Senior Center/Library Plaza Improvement Project; and

<u>Section 2.</u> The Mayor is authorized to execute the resolution for and on behalf of the City of Commerce.

Section 3. The City Clerk shall certify to the adoption of this Resolution.

PASSED, APPROVED AND ADOPTED this 3rd day of April, 2018.

	Oralia Rebollo, Mayor	
ATTEST:		
Lena Shumway, City Clerk		