

MINUTE ITEM

21. CONSIDERATION OF SUBSIDENCE COSTS PROJECT, LONG BEACH - L.B.W.O. 10,119, L.B.W.O. 10,120, L.B.W.O. 10,125 AND L.B.W.O. 10,126.

After consideration of Calendar Item 34 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION APPROVES SUCH COSTS PROPOSED TO BE EXPENDED BY THE CITY OF LONG BEACH, INCLUDING SUBSIDENCE REMEDIAL WORK, AS INDICATED ON EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF, FOR THE PERIOD JULY 1, 1960 TO TERMINATION DATE; SUBJECT TO THE CONDITIONS, HOWEVER, THAT THE AMOUNTS, IF ANY, OF EACH OF THE ITEMS TO BE ALLOWED ULTIMATELY AS SUBSIDENCE COSTS, DEDUCTIBLE UNDER SECTION 5(a) OF CHAPTER 29, STATUTES OF 1956, 1ST E.S., WILL BE DETERMINED BY THE COMMISSION UPON AN ENGINEERING REVIEW AND FINAL AUDIT SUBSEQUENT TO THE TIME WHEN THE WORK UNDER ANY OF THESE ITEMS IS COMPLETED; THAT THE WORK CONFORM IN ESSENTIAL DETAILS TO THE PLANS AND BACKGROUND MATERIAL HERETOFORE SUBMITTED TO THE COMMISSION; AND THE EXECUTIVE OFFICER, THE ASSISTANT EXECUTIVE OFFICER, OR THE SUPERVISING MINERAL RESOURCES ENGINEER ARE AUTHORIZED TO EXECUTE APPROPRIATE WRITTEN INSTRUMENTS REFLECTING THE COMMISSION'S CONDITIONAL APPROVAL.

Attachment

Calendar Item 34 (5 pages)

CALENDAR ITEM

34.

CONSIDERATION OF SUBSIDENCE COSTS PROJECT, LONG BEACH - L.B.W.O. 10,119, L.B.W.O. 10,120, L.B.W.O. 10,125 AND L.B.W.O. 10,126.

On March 24, 1960 (Minute Item 28, pages 5313-14), the Commission adopted a policy of approving requests for prior approval of costs of construction projects containing an element of subsidence, for a period extending to the termination date of the project.

Requests for prior approval of subsidence costs have been submitted by the Harbor Department for the Pier E area project (L.B.W.O. 10,119); the Pier F area project (L.B.W.O. 10,120); the Channel 2 Properties area project (L.B.W.O. 10,125); and the North Harbor area project (L.B.W.O. 10,126), all further detailed on attached Exhibit "A".

The projects have received initial staff review and are considered to include some "subsidence costs" as defined in Section 1(f) of Chapter 29, Statutes of 1956, 1st E.S., but not necessarily all of those costs as estimated by the City of Long Beach.

IT IS RECOMMENDED THAT THE COMMISSION APPROVE SUCH COSTS PROPOSED TO BE EXPENDED BY THE CITY OF LONG BEACH, INCLUDING SUBSIDENCE REMEDIAL WORK, AS INDICATED ON EXHIBIT "A" ATTACHED AND HEREBY MADE A PART HEREOF, FOR THE PERIOD JULY 1, 1960 TO TERMINATION DATE; SUBJECT TO THE CONDITIONS, HOWEVER, THAT THE AMOUNTS, IF ANY, OF EACH OF THE ITEMS TO BE ALLOWED ULTIMATELY AS SUBSIDENCE COSTS, DEDUCTIBLE UNDER SECTION 5(a) OF CHAPTER 29, STATUTES OF 1956, 1ST E.S., WILL BE DETERMINED BY THE COMMISSION UPON AN ENGINEERING REVIEW AND FINAL AUDIT SUBSEQUENT TO THE TIME WHEN THE WORK UNDER ANY OF THESE ITEMS IS COMPLETED; THAT THE WORK CONFORM IN ESSENTIAL DETAILS TO THE PLANS AND BACKGROUND MATERIAL HERETOFORE SUBMITTED TO THE COMMISSION; AND THAT THE EXECUTIVE OFFICER, THE ASSISTANT EXECUTIVE OFFICER, OR THE SUPERVISING MINERAL RESOURCES ENGINEER BE AUTHORIZED TO EXECUTE APPROPRIATE WRITTEN INSTRUMENTS REFLECTING THE COMMISSION'S CONDITIONAL APPROVAL.

Attachment  
Exhibit "A"

EXHIBIT "A"

LONG BEACH WORK ORDER NO. 10,119 - Project & Estimate Submitted by the Port of Long Beach, PIER E.

<u>ITEM</u>	<u>AFE</u>	<u>WORK PROPOSED</u>	LBHD ESTIMATED SUBPROJECT EXPENDITURE JULY 1, 1960 TO <u>TERMINATION</u>	ESTIMATED SUBSIDENCE COSTS
1	278	Berths 125-127 Wharf & Back Area Development (2nd Phase)	\$2,802,600	\$336,312 (12%)
2	359	Berths 118-119, Oil Terminal (2nd Phase)	\$1,237,700	\$247,540 (20%)

## Note:

1. The term "1st Phase" consists of costs of preliminary work expended subsequent to review of preliminary plans and/or other adequate description. (Typical "1st Phase" costs are engineering design, contract administration and advertising, preparation of site by Harbor Department forces.) For work within the same approved time period, any excess of "1st Phase" approved costs over actual expenditures may be added to "2nd Phase" approvals after date of "2nd Phase" approvals.
2. The term "2nd Phase" consists of additional costs approved subsequent to review of detail construction plans and/or other data sufficient to guide construction operations.

EXHIBIT "A"

LONG BEACH WORK ORDER NO. 10,120 - Project and Estimate Submitted by the Port of Long Beach, PIER F.

<u>ITEM</u>	<u>AFE</u>	<u>WORK PROPOSED</u>	LBHD ESTIMATED SUBPROJECT EXPENDITURE JULY 1, 1960 TO <u>TERMINATION</u>	ESTIMATED SUBSIDENCE COSTS
1	290	Rockwork & Dredging Fill (2nd Phase)	\$2,218,500	\$288,405 (13%)
2	396	Berths 205-207 Wharf (1st Phase)	200,000	16,000 (8%)
			<u>\$2,418,500</u>	<u>\$304,405</u>

## Note:

1. The term "1st Phase" consists of costs of preliminary work expended subsequent to review of preliminary plans and/or other adequate description. (Typical "1st Phase" costs are engineering design, contract administration and advertising, preparation of site by Harbor Department forces.) For work within the same approved time period, any excess of "1st Phase" approved costs over actual expenditures may be added to "2nd Phase" approvals after date of "2nd Phase" approvals.
2. The term "2nd Phase" consists of additional costs approved subsequent to review of detail construction plans and/or other data sufficient to guide construction operations.

EXHIBIT "A"

LONG BEACH WORK ORDER NO. 10,125 - Project and Estimate Submitted by the Port of Long Beach, CHANNEL 2 PROPERTIES.

<u>ITEM</u>	<u>AFE</u>	<u>WORK PROPOSED</u>	LBHD ESTIMATED SUBPROJECT EXPENDITURE JULY 1, 1960 TO <u>TERMINATION</u>	ESTIMATED SUBSIDENCE COSTS
1	324	Diking & Filling (2nd Phase)	\$190,200	\$190,200 (100%)

## Note:

1. The term "1st Phase" consists of costs of preliminary work expended subsequent to review of preliminary plans and/or other adequate description. (Typical "1st Phase" costs are engineering design, contract administration and advertising, preparation of site by Harbor Department forces.) For work within the same approved time period, any excess of "1st Phase" approved costs over actual expenditures may be added to "2nd Phase" approvals after date of "2nd Phase" approvals.
2. The term "2nd Phase" consists of additional costs approved subsequent to review of detail construction plans and/or other data sufficient to guide construction operations.

EXHIBIT "A"

LONG BEACH WORK ORDER NO. 10,126 - Project and Estimate Submitted by the Port of Long Beach, NORTH HARBOR AREA.

<u>ITEM</u>	<u>AFE</u>	<u>WORK PROPOSED</u>	LBHD ESTIMATED SUBPROJECT EXPENDITURE JULY 1, 1960 TO <u>TERMINATION</u>	ESTIMATED SUBSIDENCE COSTS
1	401	Pump Station and Drain Line (1st Phase)	\$50,000	\$50,000 (100%) (see Note 3)

## Note:

1. The term "1st Phase" consists of costs of preliminary work expended subsequent to review of preliminary plans and/or other adequate description. (Typical "1st Phase" costs are engineering design, contract administration and advertising, preparation of site by Harbor Department forces.) For work within the same approved time period, any excess of "1st Phase" approved costs over actual expenditures may be added to "2nd Phase" approvals after date of "2nd Phase" approvals.
2. The term "2nd Phase" consists of additional costs approved subsequent to review of detail construction plans and/or other data sufficient to guide construction operations.
3. As suggested by the Harbor Department, no deduction will be made from oil revenues due the State during the progress of the work. Full adjustment will be made on completion of the work on the basis of a final engineering review and audit.