

MINUTE ITEM

23. CONSIDERATION OF SUBSIDENCE COSTS PROJECTS, LONG BEACH - L.B.W.O.s 10,123 AND 10,127.

After consideration of Calendar Item 5 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION RESCINDS THE APPROVAL FOR 2ND PHASE COSTS OVER THE ACTUAL 2ND PHASE COSTS TO DECEMBER 6, 1962, FOR PIER 2 BACK AREA REHABILITATION (MINUTE ITEM 30, PAGES 6581-6585, DECEMBER 22, 1960); AND APPROVES COSTS PROPOSED TO BE EXPENDED BY THE CITY OF LONG BEACH, INCLUDING SUBSIDENCE REMEDIAL WORK, AS INDICATED ON EXHIBITS "A" ATTACHED AND HEREBY MADE A PART HEREOF FOR THE PERIOD DECEMBER 6, 1962, 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 ARE AUTHORIZED TO EXECUTE APPROPRIATE WRITTEN INSTRUMENTS REFLECTING THE COMMISSION'S CONDITIONAL APPROVAL.

Attachment
Calendar Item 5 (3 pages)

CALENDAR ITEM

5.

CONSIDERATION OF SUBSIDENCE COSTS PROJECTS, LONG BEACH - L.B.W.O.s 10,123 AND 10,127.

On June 23, 1960, and on September 29, 1960, the Commission conditionally approved the costs to be expended by the Harbor Department of the City of Long Beach, including subsidence remedial work, for the Roads and Streets and for the Pier 2 Area projects. Subsequent to the above stated approval, it developed that additional costs will be incurred by the Harbor Department. Refer to Exhibits "A", "B", "C", and "D" attached.

The Roads and Streets project costs will cover construction of Pico Avenue Railroad, 3rd Street to 8th Street.

Pier 2 Back Area Rehabilitation costs were approved by the Commission on September 29, 1960. No construction costs, or 2nd phase costs, have been disbursed under past approvals. The character of the work has been altered substantially, to accommodate the present transit shed lessee who wishes to maintain the loading platform in its present condition rather than to place earth fill at this location. The Harbor Department states that its management at a later date may raise the entire area to the rear of the pier. Due to the changes in the nature of the work, Long Beach Harbor Department has submitted new plans and estimates, and has requested State participation in the 2nd phase construction costs of the new work as provided by Chapter 29 of the Statutes of 1956, 1st E.S. Existing 1st phase approved amounts will remain in effect.

These 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 RESCIND THE APPROVAL FOR 2ND PHASE COSTS OVER THE ACTUAL 2ND PHASE COSTS TO DECEMBER 6, 1962, FOR PIER 2 BACK AREA REHABILITATION (MINUTE ITEM 30, PAGES 6581-6585, DECEMBER 22, 1960); AND APPROVE COSTS PROPOSED TO BE EXPENDED BY THE CITY OF LONG BEACH, INCLUDING SUBSIDENCE REMEDIAL WORK, AS INDICATED ON EXHIBITS "A" ATTACHED AND HEREBY MADE A PART HEREOF FOR THE PERIOD DECEMBER 6, 1962, 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. 10,123 - Addition No. 2 to Project and Estimate Submitted by the Port of Long Beach, PIER 2. (Revised Back Area work.)

<u>ITEM</u>	<u>AFE</u>	<u>WORK PROPOSED</u>	<u>LBHD ESTIMATED SUB-PROJECT EXPENDITURES DECEMBER 6, 1962 TO TERMINATION</u>	<u>ESTIMATED SUBSIDENCE COSTS</u>
1	431	Back Area Rehabilitation (2nd Phase)	\$ 87,000	\$ 81,780 (94%)

The excess of previously approved 2nd phase costs over actual 2nd phase costs for Back Area Rehabilitation is rescinded. Existing "1st phase" approved costs remain in effect.

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. 10,127 - Addition No. 6 to Project and Estimate
Submitted by the Port of Long Beach, ROADS AND STREETS.

<u>ITEM</u>	<u>AFE</u>	<u>WORK PROPOSED</u>	<u>LBHD ESTIMATED SUB-PROJECT EXPENDITURES DECEMBER 6, 1962 TO TERMINATION</u>	<u>ESTIMATED SUBSIDENCE COSTS</u>
1	520	Pico Avenue Railroad, 3rd Street to 8th Street. (2nd Phase)	\$ 213,000	\$ 110,760 (52%)

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.