MINUTE ITEM

17. PROPOSED EXPENDITURE OF TIDELAND OIL REVENUE FOR SUBSIDENCE REMEDIAL WORK, CITY OF LONG BEACH, LOS ANGELES COUNTY - W 10296.

After consideration of Calendar Item 18 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION:

- 1. DETERMINES THAT AN ENVIRONMENTAL IMPACT REPORT HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH REPORT IS NOT RECUIRED UNDER THE PROVISIONS OF PRC 21085 AND 14 CAL. ADM. CODE 15100, ET SEQ.
- 2. APPROVES COSTS TO BE EXPENDED BY THE CITY OF LONG BEACH, INCLUDING SUBSIDENCE REMEDIAL WORK, AS INDICATED IN EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF, FOR THE PERIOD FROM OCTOBER 3, 1974, TO TERMINATION DATE; SUBJECT TO THE CONDITIONS THAT:
 - A. THE AMOUNTS, IF ANY, OF EACH OF THE ITEMS TO BE ALLOWED ULTIMATELY AS SUBSIDENCE COSTS, DEDUCTIBLE UNDER SECTION 4(d) OF CH. 138/64, 1ST E.S., WILL BE DETERMINED BY THE COMMISSION UPON AN ENGINEERING REVIEW AND FINAL AUDIT SUBSEQUENT 10 THE TIME WHEN THE WORK UNDER ANY OF THESE ITEMS IS COMPLETED BUT IN NO EVENT LATER THAN THE TIME AT WHICH FRIOR APPROVAL OF A FIXED AND FINAL PERCENT SUB-SIDENCE FOR THE ENTIRE PROJECT IS GRANTED BY THE COMMISSION FOR 2ND PHASE COSTS TO COVER THE CONSTRUCTION ACTIVITY.
 - B. THE WORK CONFORMS IN ESSENTIAL DETAILS TO THE PLANS AND BACKGROUND MATERIAL HERETOFORE SUBMITTED TO THE COMMISSION.

FURTHER, THE COMMISSION AUTHORIZES THE EXECUTION OF APPROPRIATE WRITTEN INSTRU-MENTS REFLECTING THE COMMISSION'S CONDITIONAL APPROVAL.

Attachment: Calendar Item 18 (3 pages)

A 39, 44, 68 S 32, 37 924

10/3/74 WEB

CALENDAR ITEM

9/74 WEB W 10296

18.

PROPOSED EXPENDITURE OF TIDELAND OIL REVENUE FOR SUBSIDENCE REMEDIAL WORK CITY OF LONG BEACH

SUBSIDENCE REMEDIAL PROJECT:

Replacement of sprinkler system at Berth 5, Pier A.

SUBSIDENCE ELEMENTS:

a. City's Estimate:

Estimate: As a result of subsidence, the existing underground sprinkler system is immersed in ground water. Valves have corroded to the point where they are inoperable.

b. Staff Analysis: Initial study concludes that some subsidence costs are included but not necessarily all those estimated by the City.

COST OF THE PROJECT:

a. City's Estimate:

b. Staff Comment:

\$72,000 for the entire project.

Herewith requested: \$20,000 for First Phase Work (subsidence portion = 89.498% or \$17,900).

Found reasonable. Final determination will be made by the Commission at the time of its approval of Second Phase Work.

STATUTORY AUTHORITY:

a. City's Reference: Ch. 138/64, 1st E.S., Section 1(e).

b. Staff Determination: Agreement.

COMPLIANCE WITH CALIFORNIA ENVIRONMENTAL QUALITY ACT OF 1970, AS AMENDED:

> The City of Long Beach Planning Commission made determination that this project, to replace sprinkler system at Pier A, Berth 5 Back Area, is categorically exempt from the requirement for the preparation of an environmental impact report.

-1-

CALENDAR ITEM NO. 18. (CONTD)

OTHER PERTINENT INFORMATION:

Details of the project are set forth in letters (dated August 9, 1974, August 15, 1974, and August 27, 1974) from the City supplying supportive material and making request for prior approval of the Commission.

EXHIBITS:

- A. Cost Estimate.
- B. Vicinity Sketch.
- C. Detail Sketch.

IT IS RECOMMENDED THAT THE COMMISSION:

- 1. DETERMINE THAT AN ENVIRONMENTAL IMPACT REPORT HAS NOT BEEN PREPARED FOR THIS ACTIVITY AS SUCH REPORT IS NOT REQUIRED UNDER THE PROVISIONS OF PRC 21085 AND 14 CAL. ADM. CODE 15100, ET SEQ.
- 2. APPROVE COSTS TO BE EXPENDED BY THE CITY OF LONG BEACH, INCLUDING SUBSIDENCE REMEDIAL WORK, AS INDICATED IN EXHIBIT "A" ATTACHED AND BY REFERENCE MADE A PART HEREOF, FOR THE PERIOD FROM OCTOBER 3, 1974, TO TERMINATION DATE; SUBJECT TO THE CONDITIONS THAT:
 - A. THE AMOUNTS, IF ANY, OF EACH OF THE ITEMS TO BE ALLOWED ULTIMATELY AS SUBSIDENCE COSTS, DEDUCTIBLE UNDER SECTION 4(d) OF CH. 138/64, IST 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 BUT IN NO EVENT LATER THAN THE TIME AT WHICH PRIOR APPROVAL OF A FIXED AND FINAL PERCENT SUB-SIDENCE FOR THE ENTIRE PROJECT IS GRANTED BY THE COMMISSION FOR 2ND PHASE COSTS TO COVER THE CONSTRUCTION ACTIVITY.
 - B. THE WORK CONFORMS IN ESSENTIAL DETAILS TO THE PLANS AND BACKGROUND MATERIAL HERETOFORE SUBMITTED TO THE COMMISSION.

IT IS FURTHER RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTION OF APPROPRIATE WRITTEN INSTRUMENTS REFLECTING THE COMMISSION'S CONDITIONAL APPROVAL.

Attachment: Exhibit "A"

EXHIBIT "A"

W 10296

ITEM	AFE	WORK PROPOSED	LBHD ESTIMATED SUB PROJECT EXPENDITURES OCTOBER 3, 1974 TO TERMINATION	ESTIMATED SUBSIDENCE COSTS
Ĵ.	*	Replace sprinkler system in the Back Area of Berth 5, Fier A (1st Phase)	\$20,000	\$17,900 (89.498%)

* AFE number to be astrigued.

NOTE:

- 1. The term "1st Phase" covers 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" covers additional costs approved subsequent to review of detail construction plans and/or other data sufficient to guide construction operations.
- 3. A deduction of 36, 71.12 for depreciation of existing facilities to be replaced and, also, any betterment costs will be made from the total project costs in determining subsidence reimbursements.