

MINUTE ITEM

1/29/70
WEB

26. APPROVAL OF PROPOSED EXPENDITURES OF TIDELAND OIL REVENUE FOR SUBSIDENCE REMEDIAL WORK; TOWN LOT AREA, U. S. ARMY OUTPORT FACILITY (2nd PHASE); CITY OF LONG BEACH - L.B.W.O. 10,269.

After consideration of Calendar Item 25 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION APPROVES 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 JANUARY 29, 1970, TO TERMINATION DATE; SUBJECT TO THE CONDITIONS THAT 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 TO THE TIME WHEN THE WORK UNDER ANY OF THESE ITEMS IS COMPLETED; THAT NO DEDUCTIONS FOR SUBSIDENCE COSTS WILL BE MADE FROM TIDELAND OIL REVENUES UNTIL SAID FINAL REVIEW HAS BEEN ACCOMPLISHED; AND THAT THE WORK CONFORM IN ESSENTIAL DETAILS TO THE PLANS AND BACKGROUND MATERIAL HERETOFORE SUBMITTED TO THE COMMISSION. FURTHER, THE COMMISSION AUTHORIZES THE EXECUTION OF APPROPRIATE WRITTEN INSTRUMENTS REFLECTING THE COMMISSION'S CONDITIONAL APPROVAL.

Attachment

Calendar Item 25 (4 pages)

CALENDAR ITEM

1/70
LBWO 10,269
WEB

25.

Proposed Expenditure of Tideland Oil Revenue
for Subsidence Remedial Work
City of Long Beach

SUBSIDENCE REMEDIAL PROJECT

Construction of an OUTPORT FACILITY for the U.S. Army in the Town Lot Area of the Long Beach Harbor District.

SUBSIDENCE ELEMENTS:

a. City's Estimate

Sixty-nine per cent (on a preliminary basis).

Since time is of the essence for completion of the work, and the assemblage by the City of justifying data concerning the degree of subsidence has not been accomplished, the City Attorney has requested that the matter be submitted to the Commission for approval as a subsidence cost expenditure subject to a later determination by the Commission of the subsidence percentage, if any, following a complete review of the matter by the respective staffs of the State and City.

b. Staff Analysis

Agreement

COST OF THE PROJECT:

a. City's Estimate

\$496,000 (including subsidence and nonsubsidence costs).

b. Staff Comment

Found reasonable.

STATUTORY AUTHORITY:

a. City Reference

Ch. 138/64, 1st E.S., Section 1(e).

b. Staff Determination

Agreement.

OTHER PERTINENT INFORMATION

Details of the construction are set forth in the background material, and in letter dated January 9, 1970, from the City Attorney requesting prior approval.

EXHIBITS:

- A. Cost estimate.
- B. Vicinity sketch.
- C. Detail sketch.

-1-

A 39, 44 and 68
S 32 and 37
B

64

CALENDAR ITEM 25. (CONTD.)

IT IS RECOMMENDED THAT THE COMMISSION APPROVE 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 JANUARY 29, 1970, TO TERMINATION DATE; SUBJECT TO THE CONDITIONS THAT 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 TO THE TIME WHEN THE WORK UNDER ANY OF THESE ITEMS IS COMPLETED; THAT NO DEDUCTIONS FOR SUBSIDENCE COSTS WILL BE MADE FROM TIDELAND OIL REVENUES UNTIL SAID FINAL REVIEW HAS BEEN ACCOMPLISHED; AND THAT THE WORK CONFORM 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"

<u>ITEM</u>	<u>AFE</u>	<u>WORK PROPOSED</u>	<u>LBHD ESTIMATED SUBPROJECT EXPENDITURES JANUARY 29, 1970 TO TERMINATION</u>	<u>ESTIMATED SUBSIDENCE COSTS</u>
1	811	Town Lot Area; U.S. Army Outport Facility (2nd Phase)	\$496,000	*

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.

* No determination at present.

EXHIBIT "A"Long Beach Harbor Department Cost Estimate
U.S. Army Outport Facility

BUILDING		
20,300 square feet at \$16 per square foot		\$325,000
TELEPHONE		7,000
AREA LIGHTING		15,000
GAS LINE		1,000
PAVEMENT		
100,000 square feet at \$0.40 per square foot		40,000
FENCE		
2,000 lineal feet at \$3.00 per lineal foot		<u>6,000</u>
	Subtotal	\$394,000
CONTINGENCY		38,000
ENGINEERING		<u>64,000</u>
ESTIMATED TOTAL COST REQUESTED		<u><u>\$496,000</u></u>