

MINUTE ITEM

Time of Meeting 8:30
Was this item presented at the meeting?
No 32 YES
Commission by a vote of 3
to 0 at its 6/30/77 32.
meeting.

6/77
W 10332
WMT

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

SUBSIDENCE REMEDIAL PROJECT:
Subsidence Maintenance, 1977-78 Fiscal Year.

SUBSIDENCE ELEMENTS:

A. City's Presentation: Maintenance Work is needed in the 1977-78 Fiscal Year to repair subsidence damage to harbor district facilities.

B. Staff Analysis: Some subsidence maintenance costs are appropriate but not necessarily to the extent estimated by the City.

COST OF PROJECT:

A. City's Estimate: \$50,000 for specific categories plus \$45,000 for contingencies.

B. Staff Analysis: Estimate is in line with historically recent expenditures.

FISCAL IMPACT:

Costs borne 100% by State.

STATUTORY AUTHORITY:

A. City's Reference: Chapter 138/64, 1st E. S.

B. Staff Determination: Chapter 138/64, 1st E.S., Sec. 1 (e)

DISCUSSION:

Details of the proposed work are set forth in a letter from the Port of Long Beach Assistant General Manager, dated May 23, 1977.

The amounts requested are considered minimal to cover work for which approval is intended, should the need for such work arise.

A 52, 57, 58

S 27, 31

CALENDAR ITEM NO. 32. (CONTD)

Beginning in 1972, a Subsidence Maintenance Contingency Fund was authorized each year to provide for unforeseen costs. A \$45,000 Contingency Fund is recommended for the duration of the 1977-78 Fiscal Year to cover possible costs to be expended by the City in addition to or over and above the estimated amounts recommended for specific categories. Contingency Fund expenditures are limited to emergency type circumstances where time does not permit processing a request for Commission prior approval of needed additional funds for urgent subsidence remedial or protective work.

If the use of the Contingency Fund becomes necessary, the City will formally notify the Division's Executive Officer or Manager, Long Beach Operations prior to any expenditure with adequate detailed explanation of the work proposed. The final amount of subsidence costs allowed, if any, will be determined by the Commission after an engineering review and audit when the work is completed.

EXHIBIT: A. Cost Estimate

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. (CATEGORICAL EXEMPTIONS, INCLUDING EXISTING FACILITIES), AND PRC 21172 AND CAL. ADM. CODE 15071 (EMERGENCY PROJECTS).
2. APPROVE COSTS PROPOSED 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 JULY 1, 1977 TO JUNE 30, 1978, SUBJECT TO THE CONDITIONS THAT THE AMOUNTS, DEDUCTIBLE UNDER SECTION 4 (G) OF CHAPTER 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, SAID REVIEW AND AUDIT TO CONSIDER SUBSIDENCE COSTS DISBURSED FOR WORK DEFINED ON JOB RECORDS AS TO LOCATION AND SUBSIDENCE CHARACTER AND THAT THE WORK CONFORM IN ESSENTIAL DETAILS TO THE PLANS AND BACKGROUND MATERIAL PREVIOUSLY SUBMITTED TO THE COMMISSION.

CALENDAR ITEM NO. 32, (CONTD)

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

Attachment: Exhibit "A"

EXHIBIT "A"

W 10332

LONG BEACH WORK ORDER NUMBER 10332

Project and Estimates Submitted by the City of Long Beach

SUBSIDENCE MAINTENANCE, 1977-'78 FISCAL YEAR

<u>ITEM</u>	<u>WORK PROPOSED</u>	<u>LBHD ESTIMATED PROJECT EXPENDITURES JULY 1, 1977 TO JUNE 30, 1978</u>	<u>RECOMMENDED APPROVAL ESTIMATED SUBSIDENCE COSTS</u>
1	GENERAL SUBSIDENCE MAINTENANCE	\$10,000	\$10,000
2	REPAIRS TO TERMINAL FACILITIES	30,000	30,000
3	REPAIRS TO OTHER FACILITIES	10,000	10,000
4	SUBSIDENCE MAINTENANCE CONTINGENCY	<u>45,000</u>	<u>45,000</u>
	TOTALS:	\$95,000	\$95,000