MINUTE ITEM

This Calendar Item No. <u>2114</u> was approved as Minute Item No. <u>114</u> by the California State Lands Commission by a vote of <u>3</u> to <u>6</u> at its <u>6-19-98</u> meeting.

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CONSIDER PRIOR APPROVAL OF SUBSIDENCE COSTS FOR VERTICAL AND HORIZONTAL MEASUREMENTS AND STUDIES, 1998/99 FISCAL YEAR, CITY OF LONG BEACH, LOS ANGELES COUNTY

APPLICANT:

City of Long Beach
Department of Oil Properties
Attn: Mr. Dennis M. Sullivan, Director
211 E. Ocean Blvd., Suite 500
Long Beach, CA 90802

BACKGROUND:

The City of Long Beach (City) conducts ground elevation and horizontal distance measurement surveys and studies twice each year throughout the Harbor District for the purpose of monitoring changes that may be attributable to subsidence. The project consists of vertical and horizontal measurements and studies in the City of Long Beach between July 1, 1998 and June 30, 1999. A major portion of the work effort and cost is in the vertical measurement (elevation) surveys and studies. The City estimates the cost of the work to be:

Vertical Measurements and Studies \$395,000

Consultants and Contingencies \$250,000

Horizontal Measurements and Studies \$15,000

\$660,000

The estimated cost for vertical and horizontal measurements and studies has increased by \$335,000 from the current year's estimate of \$325,000. The increase (103 %) in operating cost is due to implementation of a new accounting

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system by the City. Subsidence management costs have been segregated from engineering services. As a result, costs formerly charged as General Engineering are now accumulated as charges to City Trust-Subsidence Management or Long Beach Unit-Subsidence Management.

FISCAL IMPACT:

Subsidence costs for vertical and horizontal measurements and studies conducted in the Long Beach Harbor District are deducted from the Long Beach tidelands oil revenues, with the prior approval of the State Lands Commission in accordance with Chapter 138 Statutes of 1989, First Extra Section, Section 1(e).

OTHER PERTINENT INFORMATION:

- 1. The City of Long Beach has determined that the project is exempt from the requirements of the CEQA as a categorically exempt project under Class 6, Information Collection, Title 14, California Code of Regulations, section 15306.
- 2. Pursuant to the Commission's delegation of authority and the State CEQA Guidelines (Title 14, California Code of Regulations, section 15061), staff recommends that the Commission concur with the City's determination.

EXHIBITS:

- A. Location Map.
- B. Cost Estimate.

PERMIT STREAMLINING ACT DEADLINE:

N/A

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

CONCUR WITH THE CITY OF LONG BEACH'S DETERMINATION THAT THE PROPOSED ACTIVITY IS EXEMPT FROM THE REQUIREMENTS OF CEQA AS A CATEGORICALLY EXEMPT PROJECT, CLASS 6, INFORMATION COLLECTION; AND

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AUTHORIZATION:

1. APPROVE SUBSIDENCE COSTS, AS DEFINED IN CHAPTER 138
STATUTES OF 1989, FIRST EXTRA SECTION, SECTION 1(e); AND AS
SHOWN ON EXHIBIT B ATTACHED AND BY THIS REFERENCE MADE A
PART HEREOF, PROPOSED TO BE EXPENDED BY THE CITY OF LONG
BEACH, FOR SUBSIDENCE VERTICAL AND HORIZONTAL MEASUREMENTS
AND STUDIES TO BE CONDUCTED IN THE LONG BEACH BETWEEN JULY
1, 1998 AND JUNE 30, 1999, SUBJECT TO THE CONDITION THAT THE
WORK CONFORMS IN ESSENTIAL DETAILS TO THE DEFINITIONS AND
PROCEDURES FOR SUCH WORK ESTABLISHED BY THE COMMISSION ON
JUNE 27, 1979, MINUTE ITEM 27.

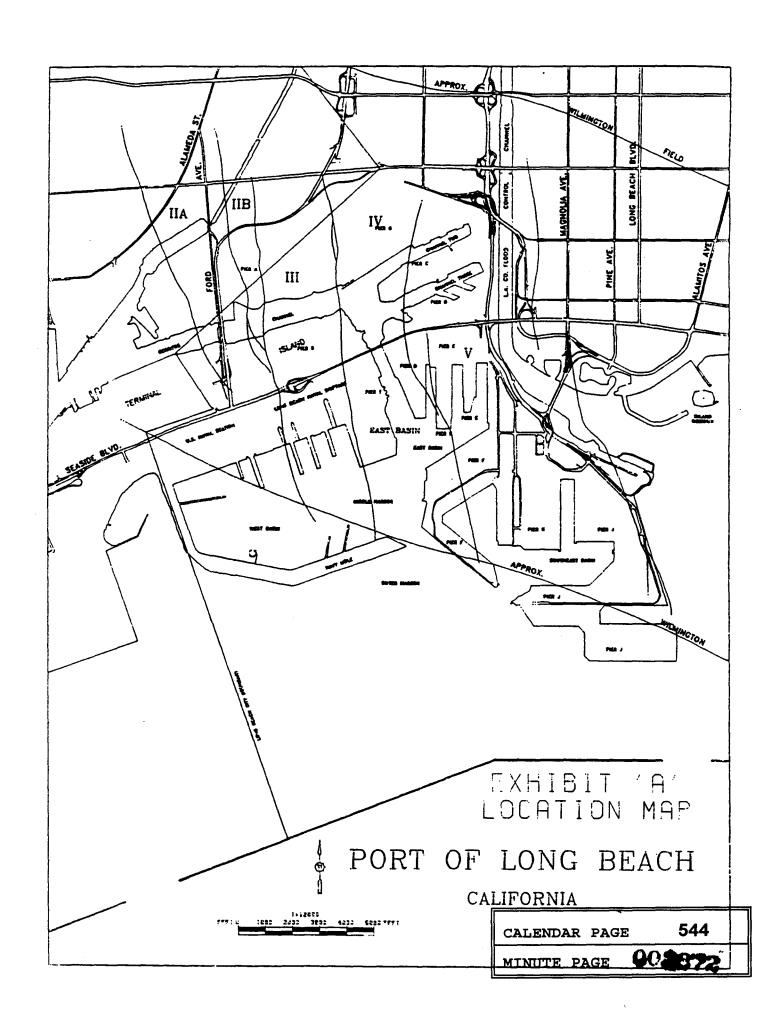


EXHIBIT B

COST ESTIMATE LONG BEACH WORK ORDER NO. W 10432 Estimates Submitted by City of Long Beach for Subsidence Vertical and Horizontal Surveys 1998/99 Fiscal Year

ITEM	PROPOSED WORK	RECOMMENDED APPROVAL
1.	Vertical Measurements and Studies	\$395,000
2.	Consultants and Contingencies	\$250,000
3.	Horizontal Measurements and Studies	<u>\$ 15.000</u>
	Total	\$660,000

