

CITY OF LONG BEACH

C-5

DEPARTMENT OF DEVELOPMENT SERVICES

333 West Ocean Blvd., 4th Floor Long Beach, CA 90802 Phone: 562.570.5237 Fax: 562.570.6215

June 7, 2011

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Authorize the City Manager to execute a Repair Agreement with the City of Long Beach and Olson 737-Long Beach 2, LLC, for a sinkhole on the mid-block of the Promenade. (District 2)

DISCUSSION

In 2008, Olson 737-Long Beach 2, LLC, (Olson) completed a mixed-use condominium project with subterranean parking, commonly known as 133 Promenade Walk (Project), on the mid-block of the Promenade between 1st Street and Broadway.

In February 2010, a sinkhole appeared on the Promenade adjacent to the Project within the public right-of-way (Exhibit A). It has been determined that the sinkhole was a result of the lack of soil compaction during the construction of the Project. Therefore, Olson has agreed to enter into a Repair Agreement with the City of Long Beach and absorb the \$12,091 expense associated with the repair of the sinkhole damage.

The repair will include waterproofing the lower level garage walls of the Project, compaction of the soils associated with the sinkhole, removal and replacement of the sidewalk, and replacement of landscaping along the damaged area of the Promenade.

This letter was reviewed by Chief Assistant City Attorney Heather Mahood on May 16, 2011, and by Budget Management Officer Victoria Bell on May 19, 2011.

TIMING CONSIDERATIONS

City Council action is requested on June 7, 2011, to expedite implementation of the proposed Agreement.

FISCAL IMPACT

There is no impact to the General Fund and no local job impact as a result of this recommended action.

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SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

AMY J. BODEK, AICP

DIRECTOR OF DEVELOPMENT SERVICES

MICHAEL P. CONWAY

DIRECTOR/OF PUBLIC WORKS

AJB:RMZ:SR

Attachment: Exhibit A - Site Map

R:\City Council Letters\2011 City Council Letters\f June\Olson Sink Hole Agreement v3.doc

APPROVED:

PATRICK H. WEST CITY MANAGER

