# CITY OF LONG BEACH





DEPARTMENT OF PUBLIC WORKS 333 West Ocean Boulevard 9th Floor Long Beach, CA 90802

(562) 570-6383

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November 10, 2009

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

#### **RECOMMENDATION:**

Authorize the City Manager to execute all necessary documents pertaining to the widening of Pacific Coast Highway at Second Street, including an easement for street purposes to be granted to CALTRANS and a Release and Indemnification Agreement with CALTRANS. (District 3)

#### DISCUSSION

The Department of Public Works (PW) is in the process of widening the intersection of Pacific Coast Highway at Second Street as recommended in the Marina Shores Environmental Impact Report of 1998. Project design is complete for this project, which is to be built with Transportation Mitigation Program Funding. This street widening will necessitate the partial acquisition of adjoining real property. On October 20, 2009, City Council adopted a Resolution of Necessity to determine the public interest and necessity for acquiring and authorized the condemnation of the property needed for the widening. A copy of the council letter is attached.

As Pacific Coast Highway is a California State (Caltrans) highway, this project must be done in collaboration with Caltrans. In order to receive the necessary street construction permit, Caltrans requires that the City execute a Release and Indemnification Agreement protecting them against liabilities associated with any hazardous materials that might be found on the project site, as well as general liability for the construction of the roadway improvements. After construction is complete, the City of Long Beach shall grant an easement to Caltrans making the additional street width a part of Pacific Coast Highway.

In conformance with the California Environmental Quality Act, Mitigated Negative Declaration Number ND-25-07 was issued for this street-widening project.

This matter was reviewed by Deputy City Attorney Linda Trang on October 28, 2009 and by Budget and Performance Management Bureau Manager David Wodynski on October 27, 2009.

HONORABLE MAYOR AND CITY COUNCIL November 10, 2009 Page 2

### TIMING CONSIDERATIONS

City Council action is requested on November 10, 2009, in order to provide Caltrans assurance that the City of Long Beach is moving forward with this project.

## **FISCAL IMPACT**

Design and construction of the roadway improvements is estimated at \$900,000. Sufficient funds are budgeted in the Capital Improvement Fund (CP 201) in the Department of Public Works (PW). The funding source is traffic mitigation fees. There is no net impact to the General Fund.

#### SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted

**DIRECTOR OF PUBLIC WORKS** 

GMM:SC

P: PCH 6300 CALTRANS CLsc.d

Attachment

APPROVED:



# CITY OF LONG BEACH



DEPARTMENT OF COMMUNITY DEVELOPMENT

333 WEST OCEAN BOULEVARD - LONG BEACH, CALIFORNIA 90802

October 20, 2009

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

#### RECOMMENDATION:

Conduct a public hearing on the Resolution of Necessity to determine the public interest and necessity for acquiring and authorizing the condemnation of a portion of real property at 6265 East 2<sup>nd</sup> Street, a portion of Assessor Parcel Numbers 7242-021-002 and 7242-021-003, including easements and improvements for the PCH/2<sup>nd</sup> Street Improvement Project;

Receive testimony from staff and property owner(s) with interest in the property (if required written requests to be heard have been received); and

Adopt the Resolution of Necessity making the findings required by law, including determining the public interest and necessity for acquiring, and authorizing the condemnation of a portion of certain real property within the City of Long Beach for the PCH/2<sup>nd</sup> Street Improvement Project. (District 3)

#### DISCUSSION

The PCH/2<sup>nd</sup> Street Improvement Project (Project) is a result of areawide traffic improvement measures identified in the Marina Shores Environmental Impact Report (EIR) certified by the City of Long Beach in 1998. The Marina Shores project is located at Pacific Coast Highway and Studebaker Road, just south of the Project. As part of the EIR, it was determined that the intersection of PCH and 2<sup>nd</sup> Street was operating at a deficient level of service and that a widening project to provide additional southbound traffic lanes on PCH will not only mitigate the development's impact, but will provide significant traffic flow benefits. City Council approved funding for these improvements through the Traffic Mitigation Program and the Department of Public Works has been working with the California Department of Transportation to design and implement improvements to the intersection. On June 21, 2007, the Planning Commission certified Mitigated Negative Declaration No. ND-25-07 for the Project. City Council has been provided with a copy of the Mitigated Negative Declaration (Exhibit A) concurrent with this staff report.

#### **EXHIBIT A**

In order to proceed with the Project, the acquisition of permanent and temporary easements at the northwest corner of 2<sup>nd</sup> and PCH (Subject Property) is necessary (Exhibit B). The Subject Property includes approximately 9,934 square feet of permanent easement and 19,389 square feet of temporary construction easement for the purposes of construction. An appraisal of the Subject Property was conducted by an independent appraiser, Donahue, Hawran and Malm, LLC, on January 16, 2009. Fair Market Value of the permanent easement, improvements and temporary construction easement was determined to be \$655,000. An offer to purchase the Subject Property at Fair Market Value pursuant to Government Code Section 7267.2(a) was presented to the owners of record. The offer was rejected and negotiations have continued without success. The acquisition of the Subject Property will not be possible without the use of the City's power of eminent domain.

A Notice of Hearing on the Resolution of Necessity was mailed on September 24, 2009, by certified mail, return receipt requested, and by first class mail to the owners of record of the Subject Property as shown on the latest equalized tax rolls. Said owners were notified that if he/she wishes to appear at the hearing and be heard, he/she must file a written request to appear with the City Clerk within fifteen (15) days from the date the notice was mailed. The proposed Resolution of Necessity is attached.

The Code of Civil Procedure, Section 1245.230 requires that the Resolution of Necessity be adopted after a hearing at which time the governing body of the public entity must find and determine each of the following:

- 1. Whether the public interest and necessity require the proposed project;
- 2. Whether the proposed project is planned or located in the manner that will be most compatible with the greatest public good and the least private injury;
- 3. Whether the property sought to be acquired is necessary for the proposed project; and
- 4. Whether the offer required by Government Code Section 7267.2(a) has been made to the property owner or owners of record, or the offer has not been made because the owner(s) cannot be located with reasonable diligence.

Recommended findings of the City as they relate to the condemnation of the Subject Property at 6265 East 2<sup>nd</sup> Street, a portion of Assessor Parcel Numbers 7242-021-002 and 7242-021-003, including easements and improvements, are as follows:

1. Public interest and necessity require the proposed project.

The PCH/2<sup>nd</sup> Street Improvement Project is a result of areawide traffic improvement measures identified in the Marina Shores Environmental Impact Report (EIR)

HONORABLE MAYOR AND CITY COUNCIL October 20, 2009 Page 3

certified by the City of Long Beach in 1998. As part of the EIR, it was determined that the intersection of PCH and 2<sup>nd</sup> Street was operating at a deficient level of service and PCH should be widened to provide additional southbound traffic lanes. Acquisition of the Subject Property is necessary to construct the public street improvement.

2. Whether the proposed project is planned and located in a manner that will be most compatible with the greatest public good and least private injury.

The property to be acquired is a portion of the sidewalk and landscape improvements to the existing parcels. The acquisition of 9,934 square feet of permanent street easement and 19,389 square feet of temporary construction easement will have minimal impact on the current use of the property. Acquisition and construction of the street improvements affects a greater public good with minimal private injury.

3. The property sought to be acquired is necessary for the proposed project.

The current configuration of the intersection of PCH and 2<sup>nd</sup> Street is operating at a deficient level of service and areawide traffic improvement measures must be implemented to accommodate existing volumes. The planned street improvements include the widening of PCH to provide additional southbound traffic lanes. Acquisition of the property is necessary in order to make the requisite improvements to the intersection of 2<sup>nd</sup> Street and PCH.

4. The offer of just compensation has been made to the property owners.

The Subject Property was appraised by an independent appraiser, Donahue, Hawran and Malm, LLC, on January 16, 2009. Fair market value, as determined by the appraisal dated January 16, 2009, is \$655,000. An offer to purchase the Subject Property pursuant to Government Code Section 7267.2(a) was presented to the owners of record. The offer was rejected and negotiations have continued without success. Due to the refusal of the owner to accept the City's offer of just compensation based on the fair market value, the Subject Property cannot be acquired except by the City's exercise of its power of eminent domain.

This matter was reviewed by Assistant City Attorney Heather A. Mahood on October 2, 2009, and Budget and Performance Management Bureau Manager David Wodynski on September 30, 2009.

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### TIMING CONSIDERATIONS

Acquisition of the Subject Property is required to proceed with the proposed improvements to the intersection of PCH and 2<sup>nd</sup> Street. The City must provide at least 15 days notice to the property owners of the date and time of the public hearing. A letter of notice was sent on September 24, 2009. Therefore, it is requested that the City Council act on this request on October 20, 2009.

### FISCAL IMPACT

The cost of the acquisition of the necessary right-of-way is \$655,000. Sufficient funds are budgeted in the Capital Improvement Fund (CP 201) in the Department of Public Works (PW). The funding source is traffic mitigation fees. There is no net impact to the General Fund.

#### SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

DENNIS J. THYS

DIRECTOR

THE DEPARTMENT OF COMMUNITY DEVELOPMENT

MICHAEL P. CONWAY

DEPARTMENT OF PUBLIC WORKS

DJT:MPC:MFT:ggw

Attachment:

Exhibit A - Mitigated Negative Declaration No. ND-25-07 (CD Format)

Exhibit B - Subject Property

Resolution of Necessity

10.20.09.2nd and PCH v2.doc

APPROVED:

PATRICK H. WEST