## CITY OF OAKLAND

# Agenda Report

FILED OFFICE OF THE CITY CLERP

2008 JUN 26 PM 4: 20

TO:

Office of the City Administrator

ATTN: Deborah Edgerly

FROM: Community and Economic Development Agency

DATE: July 8, 2008

RE:

A Report And Resolution Granting Jack London Square Investors II, LLC, A Revocable And Conditional Permit For A New Pedestrian Bridge To Encroach Over Embarcadero And Connect A New Parking Garage At 255 2nd Street With

A New Commercial Building At 65 Harrison Street

#### SUMMARY

A resolution has been prepared granting Jack London Square Investors II, a California limited liability company (no. 200708910145) and developer of a new multi-modal parking garage at 255 2nd Street and a new commercial building at 65 Harrison Street (Jack London Market), a conditional and revocable permit (EMNJ 08057) that will allow a one-hundred thirty (130) feet long prefabricated pedestrian bridge to be installed twenty-three (23) feet above Embarcadero and the Union Pacific railroad tracks to provide overhead public access between the buildings.

## **FISCAL IMPACT**

Staff costs for processing the proposed encroachment permit are covered by fees set by the Master Fee Schedule and have been paid by the developer and were deposited in the special revenue Development Service Fund (2415), Engineering Services organization (88432), right-Encroachment Permits account (42314), Engineering and Architectural Plan Approval (PS30). The standard conditions of the encroachment permit require the property owner to maintain liability and property damage insurance and to include the City as a named insured.

#### PROJECT DESCRIPTION

The developer is constructing a seven (7) story parking garage (permit B0701473) and a six (6) story commercial building (permit B0703555) abutting the east and west sides of Embarcadero between Alice Street and Webster Street. The developer has a long-term lease with the Port Of Oakland for the properties. Staff previously discussed this encroachment in a Supplemental Report to the Public Works Committee on December 11, 2007. The one-hundred thirty (130) feet long bridge will be prefabricated and shipped to the site in sections. The sections will then be assembled and the whole structure craned into position.

## **KEY ISSUES AND IMPACTS**

#### General

Approval of encroachments in a public easement or the public right-of-way is a discretionary action by the City Council. The permit, which is revocable by the Council, is issued by staff

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with "boilerplate" conditions related to indemnity for the City and maintenance by the property owner. Permit processing fees are prescribed in the Master Fee Schedule. In general, the City Council may

- > approve or deny an encroachment as proposed, or
- > approve the encroachment subject to modification of its type (non-hazardous, aesthetically pleasing, farmers' market, etc.), location (below ground, temporary street closure, etc.), and/ or extent (Saturdays, vended products, etc.).

Conditions imposed on ministerial and discretionary permits must have an associated relationship (nexus) with the permitted project and are typically based on public health, safety, and welfare.

## Oakland Municipal Code

Section 12.08.030 requires that proposed encroachments into the public right-of-way (basements, foundations, vaults, etc.) receive approval of the City Council. The overhead encroachment will not interfere with the public's use of the right-of-way and easements or maintenance of buried utilities. The Union Pacific Railroad has approved the clearance of the bridge above their tracks. Similar pedestrian bridges over the Embarcadero serve the Amtrack station near Alice Street and the Port of Oakland headquarters building at Water Street.

#### SUSTAINABLE OPPORTUNITIES

#### Economic

The new multi-modal parking garage and commercial building will provide opportunities for professional services and construction related jobs for the Oakland community.

## Environmental

Building permits require that contractors comply with City ordinances and regional Best Management Practices for reducing noise, dust, debris disposal, and pollutant runoff.

## Social Equity

The pedestrian bridge will provide safe access over the railroad tracks and Embarcadero for Jack London Square residents, visitors, and business tenants.

#### DISABILITY AND SENIOR CITIZEN ACCESS

The design and construction of new buildings are required to conform to State and City requirements for handicapped accessibility.

#### RECOMMENDATIONS

Staff recommends that the Committee accept this report and forward it to the City Council to adopt the proposed resolution approving the encroachment over the public right-of-way.

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# ACTION REQUESTED OF THE CITY COUNCIL

Staff recommends that the City Council accept this report and adopt the proposed resolution granting Jack London Square Investors II, LLC, a conditional and revocable encroachment permit to allow a pedestrian bridge to encroach over the Embarcadero right-of-way to connect a new parking garage at 255 2nd Street with a new commercial building at 65 Harrison Street.

Respectfully submitted,

DAN LINDHEIM

Director

Community and Economic Development Agency

Prepared by:

Raymond M. Derania Interim City Engineer Building Services Division

APPROVED FOR FORWARDING TO THE PUBLIC WORKS COMMITTEE

Office Of The City Administrator

Introduced By				

Councilmember



Approved For Form And Legality

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City Attorney

# **OAKLAND CITY COUNCIL**

•	RESOLUTION	C.M.S.

A Resolution Granting Jack London Square Investors II, LLC, A Revocable And Conditional Permit For A New Pedestrian Bridge To Encroach Over Embarcadero And Connect A New Parking Garage At 255 2nd Street With A New Commercial Building At 65 Harrison Street

WHEREAS, Jack London Square Investors II, a California limited liability company (no. 200708910145) and lessee from the Port of Oakland of the properties identified by the Alameda County Assessor as APN 001-0151-007-00, 001-0151-008-00, and 0000-0420-004-00, and identified by the City of Oakland as 255 2nd Street and 65 Harrison Street, and more particularly described in Exhibit A attached hereto, has made an application to the Council of the City of Oakland for a conditional permit (ENMJ 08057) to allow a new pedestrian bridge that will connect a new multi-modal parking garage (permit B 0701473) with a new commercial building (permit B 0703555) to be installed above the Embarcadero public right-of-way and the Union Pacific Railroad Company road bed between Alice Street and Harrison Street; and

WHEREAS, the limits of the encroachment are delineated in Exhibit B attached hereto; and

WHEREAS, the structural components supporting each end of the elevated pedestrian bridge are not located within the public right-of-way; and

WHEREAS, the Union Pacific Railroad Company has approved the clearance of the underside of the pedestrian bridge above the existing tracks in Embarcadero; and

WHEREAS, the encroachment and its location will not interfere with the use by the public of the roadway, rail road, sidewalk, or buried utilities; and

WHEREAS, the City of Oakland has previously approved pedestrian bridge encroachments above Embarcadero for the Amtrack Station near Alice Street and the Port of Oakland administration building near Clay Street; and

WHEREAS, the City of Oakland, as the Lead Agency for purposes of environmental review under the California Environmental Quality Act of 1970 ("CEQA"), prepared the Jack London Square Final Environmental Impact Report ("EIR"), certified by the Oakland Planning Commission on March 17, 2004 in accordance with the California Environmental Quality Act, Public Resources Code § 21000, et seq., and upheld by the City Council on June 15, 2004 (Oakland City Council Resolution No. 78635 C.M.S.; and

WHEREAS, the City of Oakland has reviewed and considered documentation relevant to the proposed encroachment and the EIR and hereby finds and determines that there are no changes to the project considered in the EIR, or circumstances under which it will be undertaken, or new information of substantial importance that requires preparation of a subsequent or supplemental EIR, as specified in CEQA and the State EIR Guidelines, including without limitation, Public Resources Code Section 2116 and State EIR Guidelines Section 15162 and 15163; and the requirements of the California Environmental Quality Act (CEQA), the Guidelines as prescribed by the Secretary of Resources, and the provisions of the Statement of Objectives, Criteria and Procedures for Implementation of the California Environmental Quality Act have been satisfied, in that this project is exempt from the California Environmental Quality Act in accordance with, but not limited to, each of following California Code of Regulations: Section 15332 (Class 32: Infill Projects), Section 15301 (minor alteration to existing structures), and Section 15304 (minor alterations to land); now, therefore, be it

RESOLVED: That the City hereby finds and determines: (1) that it has been presented with, and has independently reviewed and considered the information contained in the previously certified EIR and relevant to the encroachment, and the encroachment complies with CEQA and none of the circumstances necessitating preparation of additional CEQA review as specified in CEQA and the CEQA Guidelines, including without limitation Public Resources Code Section 21166 and CEQA Guidelines Section 15162, are present in that (1) there are no substantial changes proposed in the Project or the circumstances under which the Project is undertaken that would require major revisions of the EIR due to the involvement of new environmental effects or a substantial increase in the severity of previously identified significant effects; and (2) there is no "new information of substantial importance" as described in CEQA Guidelines Section 15162(a)(3); and be it

**FURTHER RESOLVED**: That the encroachment, as conditioned herein and delineated in Exhibit B, is hereby granted for a revocable permit to allow the installation of a pedestrian bridge above Embarcadero to connect a new public parking garage at 255 2nd Street and a new commercial building at 65 Harrison Street; and be it

**FURTHER RESOLVED:** That the encroachment is hereby conditioned by the following special requirements:

- the Permittee is responsible for the relocation of all existing public utilities including but not limited to fire alarm cable, master signal cable, street lighting and intersection signal cable, as required; and
- 2. after notice to the Permittee, this permit shall be revocable at the sole discretion of the Council of the City of Oakland, expressed by resolution of said Council; and
- 3. the Permittee, by the acceptance of this conditional and revocable permit, hereby disclaims any right, title, or interest in or to any portion of the public right-of-way area, underlying the encroachments or the air space above and agrees that said temporary use of the area does not constitute an abandonment on the part of the City of Oakland of any of its rights for street purposes and otherwise; and

- 4. the Permittee shall maintain in force and effect at all times that the encroachments occupy the public right-of-way, valid and sufficient Commercial General Liability insurance in an amount not less than \$2,000,000.00 for each occurrence with a property damage sub-limit in the amount not less than \$1,000,000.00 for each occurrence, including contractual liability and naming as additional insured the City of Oakland, its directors, officers, agents, representatives, employees, and volunteers against any and all claims arising out of the existence of said encroachments in said right-of-way area, and that a certificate of such insurance and subsequent notices of the renewal thereof, shall be filed with the City Engineer of the City of Oakland and that such certificate shall state that said insurance coverage shall not be canceled, materially changed, or be permitted to lapse without thirty (30) days' written notice to the City Engineer. The Permittee also agrees that the City of Oakland may review the type and amount of insurance required at any time and may require the Permittee to increase the amount of and/or change the type of insurance coverage required. In addition, the insurance amounts stated above shall be automatically adjusted upwards cumulatively consistent with the Consumer Price Index (CPI) in the Bay Area every five years; and
- 5. the Permittee, by the acceptance of this conditional permit agrees and promises to defend, hold harmless, and indemnify the City of Oakland and its officials, officers, employees, agents, representatives, and volunteers from any and all claim, demand, lawsuit and judgment for damages of any kind and nature whatsoever arising out of or caused by the existence, installation or maintenance of the encroachments into the public right-of-way and regardless of responsibility for negligence. This indemnification shall survive termination of this Permit; and
- 6. the Permittee shall make no changes to the encroachments hereby allowed either structurally, with regard to dimension, or with respect to use, without the prior written consent of the City Engineer and understands that the City of Oakland may impose reasonable fees and considerations for processing permits required for such proposed changes. The Permittee also understands that the City of Oakland is not obligated to grant any changes requested by the Permittee; and
- 7. the Permittee, by the acceptance of this conditional permit shall be solely and fully responsible for the repair or replacement of any portion or all of the improvements in the event that the improvements shall have failed or have been damaged to the extent of creating a menace or of becoming a hazard to the safety of the general public; and that the Permittee shall be solely liable for the expenses connected therewith; and
- 8. upon the termination of the permission herein granted, the Permittee shall immediately remove the encroachments from within the public right-of-way, restore the premises to its original condition, and shall repair any resulting damage to the satisfaction of the City Engineer; and
- 9. the Permittee shall file with the City of Oakland for recordation, a disclaimer and agreement that Permittee accepts and shall comply with and shall be bound by each and all of the terms, conditions and provisions of this resolution; and that the disclaimer and agreement shall be subject to the approval of the City Attorney and the City Engineer; and

- 10. the plans and exact location of the encroachments hereby granted are subject to the review and approval of the City Engineer and that the Permittee shall obtain all necessary permits prior to commencing said work; and that the encroachment shall be located as set forth in Exhibit B; and
- 11. the Permittee acknowledges that the City of Oakland makes no representations or warranties as to the conditions beneath the encroachments; and that by accepting this conditional revocable permit, the Permittee agrees that it will use the encroachment area at its own risk, is responsible for the proper coordination of its activities with all other permittees, underground utilities, contractors, or workmen operating within the encroachment area and for the its own safety and any of its personnel in connection with its entry under this conditional revocable permit; and
- 12. the Permittee acknowledges that the City of Oakland is unaware of the existence of any hazardous substances beneath the encroachment areas, and hereby waives and fully releases and forever discharges the City of Oakland and its officers, directors, employees, agents, and volunteers from any and all claims, demands, liabilities, damages, actions, causes of action, penalties, fines, liens, judgments, costs, or expenses whatsoever (including, without limitation, attorneys' fees and costs), whether direct or indirect, known or unknown, foreseen or unforeseen, that may arise out of or in any way connected with the physical condition, or required remediation of the excavation area or any law or regulation applicable thereto. including, without limitation, the Comprehensive Environmental Response, Compensation and Liability Act of 1980, as amended (42 U.S.C. Sections 9601 et seq.), the Resource Conservation and Recovery Act of 1976 (42 U.S.C. Section 6901 et seg.), the Clean Water Act (33 U.S.C. Section 466 et seq.), the Safe Drinking Water Act (14 U.S.C. Sections 1401-1450), the Hazardous Materials Transportation Act (49 U.S.C. Section 1801 et seg.), the Toxic Substance Control Act (15 U.S.C. Sections 2601-2629), the California Hazardous Waste Control Law (California Health and Safety Code Sections 25100 et seq.), the Porter-Cologne Water Quality Control Act (California Health and Safety Code Section 13000 et seq.), the Hazardous Substance Account Act (California Health and Safety Code Section 25300 et seq.), and the Safe Drinking Water and Toxic Enforcement Act (California Health and Safety Code Section 25249.5 et seq.); and
- 13. the Permittee further acknowledges that it understands and agrees that it hereby expressly waives all rights and benefits which it now has or in the future may have, under and by virtue of the terms of California Civil Code Section 1542, which reads as follows: "A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM MUST HAVE MATERIALLY AFFECTED HIS SETTLEMENT WITH THE DEBTOR"; and
- 14. the Permittee recognizes that by waiving the provisions of Civil Code Section 1542, it will not be able to make any claims for damages that may exist, and to which, if known, would materially affect its decision to execute this encroachment agreement, regardless of whether Permittee's lack of knowledge is the result of ignorance, oversight, error, negligence, or any other cause; and

15. the hereinabove conditions shall be binding upon the Permittee and the successive owners and assigns thereof; and be it

**FURTHER RESOLVED:** That to the extent allowed under the Development Agreement with the City of Oakland, the Council of the City of Oakland, at it sole discretion and at future date not yet determined, may impose additional and continuing fees as prescribed in the Master Fee Schedule, for use and occupancy of the public right-of-way; and be it

**FURTHER RESOLVED:** That this resolution shall take effect when all the conditions hereinabove set forth shall have been complied with to the satisfaction of the City Attorney and the City Engineer of the City of Oakland and shall become null and void upon the failure of the Permittee to comply with the conditions hereinabove set forth after notice and failure to cure such conditions in a reasonable manner; and be it

**FURTHER RESOLVED:** That the City Clerk is hereby directed to file a certified copy of this resolution for recordation by the Alameda County Clerk-Recorder.

IN COUNCIL, OAKLAND, CALIFORNIA,	, 200
PASSED BY THE FOLLOWING VOTE:	
AYES - BROOKS, BRUNNER, CHANG, KERNI PRESIDENT DE LA FUENTE	GHAN, NADEL, QUAN, REID, AND
NOES -	
ABSENT -	`
ABSTENTION -	
	ATTEST:
	LATONDA SIMMONS City Clerk and Clerk of the Council of the City of Oakland, California

#### Exhibit A

# Description Of The Indentured Property

This land referred to is situated in the County of Alameda, City of Oakland, State of California and is described as follows:

#### 255 2nd Street

A PORTION OF HARRISON STREET VACATED BY CITY OF OAKLAND ORDINANCE NO. 11646 C.M.S., RECORDED NOVEMBER 9, 1993, AS SERIES NO. 93-399745, ALAMEDA COUNTY RECORDS, A PORTION OF ALICE STREET VACATED BY CITY OF OAKLAND ORDINANCE NO. 11594 C.M.S., RECORDED AUGUST 27, 1993, AS SERIES NO. 93-307111, ALAMEDA COUNTY RECORDS, AND A PORTION OF THE REAL PROPERTY DESCRIBED IN THE GRANT DEED RECORDED JUNE 19, 1985, AS SERIES NO. 85-118933, ALAMEDA COUNTY RECORDS, MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT A CITY OF OAKLAND NAIL AND TAG MONUMENT IN A MONUMENT WELL, LOCATED AT THE INTERSECTION OF MARTIN LUTHER KING JR. WAY (FORMERLY GROVE STREET) AND EMBARCADERO (FORMERLY FIRST STREET), DESIGNATED AS MONUMENT NO. H020 ON RECORD OF SURVEY NO. 990, FILED JULY 19, 1994, IN BOOK 18 OF RECORDS OF SURVEY AT PAGES 50 THROUGH 60, ALAMEDA COUNTY RECORDS; THENCE SOUTH 62°35'34" EAST 2310.66 FEET TO A PORT OF OAKLAND BRASS DISK MONUMENT IN A MONUMENT WELL, LOCATED AT THE INTERSECTION OF WEBSTER STREET AND EMBARCADERO, DESIGNATED AS MONUMENT NO. H016 ON SAID RECORD OF SURVEY NO. 990; THENCE SOUTH 68°48'37" EAST 396.12 FEET TO A POINT ON THE CENTERLINE OF HARRISON STREET VACATED BY SAID CITY OF OAKLAND ORDINANCE NO. 11646 C.M.S.; SAID POINT IS ALSO ON THE NORTHEAST LINE OF EMBARCADERO, 121.00 FEET WIDE AS DESCRIBED IN CITY OF OAKLAND BOARD OF PORT COMMISSIONERS RESOLUTION NO. 22628, ENTITLED "RESOLUTION OFFERING TO DEDICATE CERTAIN AREAS IN THE PORT AREA AS A PUBLIC STREET AND REQUESTING THE CITY COUNCIL TO OPEN SAID STREET AS A PUBLIC STREET", AND IS THE TRUE POINT OF BEGINNING;

THENCE CONTINUING ALONG SAID CENTERLINE OF VACATED HARRISON STREET NORTH 27°24'37" EAST 199.99 FEET TO THE SOUTHWEST LINE OF SECOND STREET, 80.50 FEET WIDE AS ESTABLISHED BY CITY OF OAKLAND ORDINANCE NO. 367 ENTITLED, "AN ORDINANCE ESTABLISHING STREET LINES WITHIN THE CITY OF OAKLAND", APPROVED FEBRUARY 7, 1870; THENCE ALONG SAID SOUTHWEST LINE OF SECOND STREET SOUTH 62°35'23" EAST 380.80 FEET TO A POINT ON THE CENTERLINE OF ALICE STREET VACATED BY SAID CITY OF OAKLAND ORDINANCE NO. 11594 C.M.S.; THENCE ALONG SAID CENTERLINE OF VACATED ALICE STREET SOUTH 27°24'37" WEST 199.99 FEET TO SAID NORTHEAST LINE OF EMBARCADERO; THENCE ALONG SAID NORTHEAST LINE NORTH 62°35'23" WEST 380.80 FEET TO THE TRUE POINT OF BEGINNING.

BEARINGS AND DISTANCES CALLED FOR IN THIS DESCRIPTION ARE BASED ON THE CALIFORNIA COORDINATE SYSTEM, ZONE III, NORTH AMERICAN DATUM OF 1983 (NAD83), 1984 ADJUSTMENT, PUBLISHED IN 1986. ALL DISTANCES IN THIS DESCRIPTION ARE GRID DISTANCES. MULTIPLY GRID DISTANCES BY 1:0000705 TO OBTAIN GROUND DISTANCES.

## 65 Harrison Street

THE RIGHTS TITLE AND INTEREST IF ANY CONTAINED IN THAT CERTAIN DOCUMENT ENTITLED OPERATING AGREEMENT BETWEEN THE CITY OF OAKLAND, A MUNICIPAL CORPORATION ACTING BY AND THROUGH ITS BOARD OF PORT COMMISSIONERS AND CEP-JLS I LLC, A DELAWARE LIMITED LIABILITY COMPANY, RECORDED MARCH 29, 2002 AS INSTRUMENT NO. 2002141789, OFFICIAL RECORDS, ALAMEDA COUNTY AND AMENDED BY DOCUMENT RECORDED MAY 3, 2007 AS INSTRUMENT NO. 2007172754 OFFICIAL RECORDS, ALAMEDA COUNTY.

EXHIBIT B

Limits Of Encroachment

