

LOS ANGELES COUNTY DEPARTMENT OF REGIONAL PLANNING

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Administrative Deputy,
Administration

June 25, 2024

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

AMEND CONTRACT NO. 79343 FOR LOS ANGELES COUNTY OIL WELL AMORTIZATION STUDY (ALL SUPERVISORIAL DISTRICT) (3-VOTES)

SUBJECT

Amend Contract No. 79343 with CJM Petroleum Consulting Inc. (Contractor) for the Los Angeles County Oil Well Amortization Study ("Study").

IT IS RECOMMENDED THAT THE BOARD:

1. Find that the amendment is exempt from the California Environmental Quality Act (CEQA), pursuant to Section 15378 (b) (4) of the CEQA Guidelines; and
2. Approve and instruct the Director of Regional Planning to sign the attached amendment with the Contractor, effective the day after your Board's approval, to extend the base term of the contract to three years, with one six-month renewal option, at a maximum contract sum (MCS) of \$892,980 including \$81,180 (10%) contingency.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

On September 15, 2021, your Board approved a series of motions aiming to build a healthy, resilient, and equitable Los Angeles County through the just transition away from fossil fuels. One of the motions specifically directed the Department of Regional Planning ("DRP" or "Department") to designate all existing oil extraction activities within the unincorporated areas as legal non-conforming uses in all zones and to perform a study to determine an appropriate amortization schedule to

terminate these uses.

On November 1, 2022, your Board approved Contract No. 79343 to prepare the Study. The progress of the Study has been delayed due to the unavailability of crucial data in a digital format, which has necessitated a time-consuming, manual effort to collect and digitize the data. This data is crucial to the development of an analytical model to determine the amortization schedule to guide the County.

The approval of this amendment will allow sufficient time to complete the Study.

Implementation of Strategic Plan Goals

This amendment supports the County's 2024-2030 Strategic Plan Board Priority 7 "Sustainability." The Study supports the "OurCounty Sustainability Plan" by advancing a vision of a healthier, more livable, economically stronger, more equitable, and more resilient County by determining the appropriate termination procedures and amortization period(s) for the termination of these oil operations in unincorporated Los Angeles County as expeditiously as possible.

FISCAL IMPACT/FINANCING

This amendment extends the base term of the contract for an additional eighteen months for a total of three years. The MCS of the contract after amendment remains the same at \$792,640 and was funded with Net County Cost included in the Department's Fiscal Year 2022-2023 Operating Budget.

This contract does not include provisions for Cost-of-Living Adjustments throughout its term.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The amendment (Attachment I) will become effective the day after Board approval and extend the base term for an additional eighteen months. At the end of the term, the contract may be extended for one six-month option extension for a total of three years and six months.

The original contract contains all the latest applicable Board mandated provisions, including those pertaining to consideration of hiring qualified County employees targeted for layoffs, contractor responsibility and debarment, Child Support program, GAIN/GROW participants, Safely Surrendered Baby Law, and the provisions of Paid Jury Service time for the Contractor's employees.

County Counsel has approved the amendment as to form.

ENVIRONMENTAL DOCUMENTATION

The services provided through this contract and its amendments will not have an effect on the environment and therefore, this contract is exempt from CEQA, pursuant to Section 15378 (b) (4) of the CEQA Guidelines.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

This contract and its amendment will not result in the displacement of any County employees. Upon

The Honorable Board of Supervisors

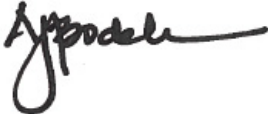
6/25/2024

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the Board approval of this amendment, DRP will complete the Study to determine the amortization schedule of the oil wells in the unincorporated areas.

For further information, please contact Hsiao-Ching Chen of the Strategic Planning & Program Section at (213) 974-6559 or hchen@planning.lacounty.gov.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Amy Bodek", with a long horizontal flourish extending to the right.

Amy J. Bodek, AICP

Director

AJB:JH: HC:EY:ap

Enclosures

c: Executive Office, Board of Supervisors
Chief Executive Office (Christine Frias)
County Counsel

**AGREEMENT BY AND BETWEEN COUNTY OF LOS ANGELES AND CJM
PETROLEUM CONSULTING INC. FOR LOS ANGELES COUNTY OIL WELL
AMORTIZATION STUDY**

CONTRACT NO. 79343

AMENDMENT NO. 1

THIS AMENDMENT is made and entered into this _____ day of June, 2024

by and between

COUNTY OF LOS ANGELES
(hereafter "County").

and

CJM PETROLEUM
CONSULTING INC.
(hereafter "Contractor")

WHEREAS, reference is made to Contract No. 79343 entitled, "Agreement by and between County of Los Angeles and CJM Petroleum Consulting Inc. for the Los Angeles County Oil Well Amortization Study (hereinafter known as the "Agreement"), dated November 1, 2022; and

WHEREAS, the Board of Supervisors delegated the authority to the Director of Regional Planning to approve and execute amendments to incorporate necessary changes to the contract that do not significantly affect the scope of work or exceed the MCS of \$892,900; and

WHEREAS, the County and the Contractor mutually agree that it is necessary to extend the Contract Term for an additional eighteen months to October 31, 2025, with one six-month optional renewal for a maximum Contract Term to April 30, 2026.

NOW, THEREFORE, the parties agree as follows:

1. This Amendment shall become effective upon date of execution by all parties ("Amendment No. 1 Effective Date").
2. Section 4.0 Term of Contract, paragraphs 4.1 and 4.2 shall be deleted in its entirety and replaced as follows:
 - 4.1 The term of this Contract will be three (3) years commencing after execution by County's Board of Supervisors, unless sooner terminated or extended, in whole or in part, as provided in this Contract.

4.2 The County will have the sole option to extend this Contract term for up to one (1) additional six-month optional extension, for a maximum Contract term of three (3) years six (6) months. Each such extension option may be exercised at the sole discretion of the Director of Regional Planning or his/her designee.

The County maintains databases that track/monitor contractor performance history. Information entered into such databases may be used for a variety of purposes, including determining whether the County will exercise a contract term extension option.

3. Except for the changes set forth herein above, the Contract shall not be changed in any other respect by this Amendment.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by its Director for the Department of Regional Planning, and Contractor has caused this Amendment to be subscribed in its behalf by its duly authorized officer, the day, month and year first above written.

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SIGNATURES FOLLOW

COUNTY OF LOS ANGELES

By _____
AMY J. BODEK, AICP
Director of Regional Planning

CJM PETROLEUM CONSULTING INC.
Contractor



Signature

By Colin Muir
Printed Name

Title President

APPROVED AS TO FORM:

DAWYN R. HARRISON
County Counsel

By Kathy Park
Deputy County Counsel