

## City of Hermosa Beach

Civic Center, 1315 Valley Drive, Hermosa Beach, California 90254-3885

## **DEPARTMENT OF PUBLIC WORKS**

August 4, 2020

Ms. Vicki Patman 3010 Hermosa Ave. Hermosa Beach, CA 90254

Via E-mail: <u>VPatman1@verizon.net</u>

Mr. James Anderson 3018 Hermosa Ave. Hermosa Beach, CA 90254

Via E-mail: JAnderson@andpacllc.com

Dear Ms. Patman and Mr. Anderson:

**Subject**: Acknowledgement of Design Costs for the Proposed Greenwich Village North Underground Utilities Assessment District (District)

The City of Hermosa Beach is requiring that the property owners within the boundary of the proposed subject matter District pay for design of the project. We are writing to notify you as the primary representatives that once the District is created, the utility companies involved will require the following payment amounts up-front in order to begin the design process:

Crown Castle	\$10,000
Frontier	\$40,000
SCE	\$135,000
Total	\$185,000

Please note that these amounts are all estimates as provided by each company and that fees could be increased should any of the utility companies determine that their actual costs exceed these estimates.

We will be working with you to develop an agreement with all of the details of the terms for the deposit of funds to pay for these up-front design costs, and this agreement will be presented to the City Council at the meeting for the public hearing, which will also be the meeting where the assessment ballots are opened and counted. If the ballots are in favor, the District may be formed by the City Council. However, as we prepare for the next meeting at which the City Council will establish the public hearing date, we are seeking acknowledgment from you (as the representatives of the District) that you have

been notified of the amount and up-front payment requirement to initiate design should the District be formed. Please note that all amounts deposited will be refunded from the proceeds of the bonds if the District is successfully formed, which will be memorialized (along with further details) through an agreement with the property owners, and there is no obligation to pay these fees if the District is not formed.

Please sign below acknowledging the up-front amount that will be required after the Public Hearing and formation of the District in order to begin the design of the project.

Regards,

Marnell Gibson

Marnell Gibson, Director of Public Works

Acknowledged by:

Vicki Patman

3010 Hermosa Ave.

James Anderson 3018 Hermosa Ave.