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File No. 09-2522

CATEGORICAL EXEMPTION and INNOVATION, GRANTS, TECHNOLOGY, COMMERCE, AND TRADE COMMITTEE REPORT relative to the seventh amendment to the permit with Eagle Marine Services, LTD. (EMS) to modify calculation of compensation on approximately 261 acres of Port of Los Angeles (POLA) property.

Recommendations for Council action:

1. ADOPT the determination by the Los Angeles Harbor Department (LAHD) that the proposed action is exempt under the California Environmental Quality Act (CEQA) as provided in Article III, Class 1(14) of the Los Angeles City CEQA Guidelines.
2. APPROVE the LAHD Resolution No. 16-7919 authorizing the seventh amendment to Permit No. 733 between the LAHD and EMS.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that the LAHD states that the proposed amendment with EMS will change the current calculation of the compensation structure for the dockage and wharfage charges to one that includes a calculation on the volume of Twenty-Foot Equivalent Unit (TEU) cargo containers. The proposed TEU-based compensation scale will allow more efficient collection of revenue and implement a system with EMS and other shipping lines that is similar to other cargo container terminals in the POLA.

Community Impact Statement: None submitted.

TIME LIMIT FILE - JULY 16, 2016

(LAST DAY FOR COUNCIL ACTION - JULY 1, 2016)

SUMMARY

At the meeting held on July 21, 2016, your Innovation, Grants, Technology, Commerce and Trade Committee considered a LAHD transmittal relative to the approval of Resolution No. 16-7919 authorizing a proposed seventh amendment to Permit No. 733 with EMS, a terminal operator, to change the compensation structure for use of its cargo terminal at the POLA. The proposed amendment will change the current calculation used by the LAHD's compensation structure for the dockage and wharfage charges to one that includes a calculation on the volume of cargo containers. A standard cargo container size is approximately twenty feet and is called a TEU. The wharfage fee is a charge assessed by the POLA to lease the terminal to handle incoming or outgoing cargo. The dockage fee is a charge by POLA on the length of water frontage used by a vessel tied up to the wharf. The LAHD states that the proposed TEU-based compensation scale will allow more efficient collection of revenue and implement a system similar to other cargo container terminals in the POLA. An opportunity for public comment was held. After a brief discussion, the Committee moved to approve the recommendations contained in the transmittal. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

INNOVATION, GRANTS, TECHNOLOGY, COMMERCE, AND TRADE COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
BLUMENFIELD:	YES
BONIN:	ABSENT
KREKORIAN:	YES
BUSCAINO:	YES
MARTINEZ:	YES

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-