



425 S. Palos Verdes Street Post Office Box 151 San Pedro, CA 90733-0151 TEL/TDD 310 SEA-PORT www.portoflosangeles.org

Karen Bass

Mayor, City of Los Angeles

Board of Harbor  
Commissioners

Lucille Roybal-Allard  
President

Diane L. Middleton  
Vice President

Michael Muñoz  
Commissioner

Edward R. Renwick  
Commissioner

I. Lee Williams  
Commissioner

Eugene D. Seroka

Executive Director

February 12, 2024

Honorable Members of the  
City Council of the  
City of Los Angeles

CD No. 15

Attention: Mr. Andrew Suh, City Clerk's Office

Subject: RESOLUTION NO. 22-10076: FIRST AMENDMENT TO FOREIGN-TRADE ZONE OPERATING AGREEMENT NO. 17-3510 BETWEEN THE CITY OF LOS ANGELES HARBOR DEPARTMENT AND CNS ENTERPRISES, INC, FTZ 202, SITE 50

Pursuant to Section 373 of the City Charter and Section 10.5 of the Los Angeles Administrative Code, enclosed for your approval is Resolution No. 22-10076 for the First Amendment to Foreign-Trade Zone (FTZ) Operating Agreement No. 17-3510 between the City of Los Angeles Harbor Department (Harbor Department) and CNS Enterprises, Inc. (CNS) to continue operating its facility within FTZ 202, Site 50, located at 7709 Industry Avenue, Pico Rivera, CA 90660. The Harbor Department, as the FTZ Grantee, establishes Operating Agreements with FTZ site operators to oversee their FTZ operations.

CNS' current FTZ Operating Agreement No. 17-3510 expired on September 30, 2022. The First Amendment will extend the Operating Agreement by five years. CNS requests to continue operating its warehouse as an FTZ warehouse. The Harbor Department must execute the First Amendment to extend the Agreement, as required by the FTZ Board.

Site 50 consists of a 0.56-acre site with approximately 24,500 square feet of warehousing and office space located 25 miles from the Port of Los Angeles. CNS will operate its facility under FTZ procedures as a single-usage site. The proposed First Amendment will not require funding by the Harbor Department. If the proposed amendment is approved, the Harbor Department will receive \$10,000 annually from CNS (per FTZ Tariff No. 2). There is no impact to the General Fund.

#### RECOMMENDATION FOR CITY COUNCIL:

1. ADOPT the determination by the Board of Harbor Commissioners that the proposed action is administratively exempt from the requirements of the California Environmental Quality Act (CEQA) under Article II Section 2(f) of the Los Angeles City CEQA Guidelines and;
2. APPROVE POLA Resolution No. 22-10076 for the First Amendment to Foreign-Trade Zone Operating Agreement No. 17-3510 between the City of Los Angeles Harbor Department and CNS Enterprises, Inc. to continue operating its facility within FTZ 202, Site 50, located at 7709 Industry Avenue, Pico Rivera, CA 90660.

Respectfully Submitted,

AMBER M. KLESGES  
Commission Secretary

cc: Trade, Travel & Tourism Committee  
Councilwoman Park, Chair  
Councilman McOsker  
Councilman Soto-Martinez  
Heleen Ramirez, Mayor's Office  
Jacqueline Wagner, CAO  
Sergio Carrillo, CD15

Erick Martell, Mayor's Office  
Stephanie Magnien Rockwell, Harbor Representative  
Jim House, CAO  
Kevin Brunke, CD11  
Tristan Noack, CLA  
Anissa Raja, CD15