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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. 23-10181: APPROVAL OF FOREIGN-TRADE ZONE GENERAL
PURPOSE OPERATING AGREEMENT BETWEEN THE CITY OF LOS ANGELES
HARBOR DEPARTMENT AND NIPPON EXPRESS USA INC., FTZ 202, SITE 61

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. 23-10181 for the proposed approval of a Foreign-Trade Zone (FTZ) Operating Agreement No. 23-9962 between the City of Los Angeles Harbor Department and Nippon Express USA Inc. (Nippon Express) to operate its facility within FTZ 202, Site 61, located at 1901 W. Pacific Coast Highway, Long Beach, California. This is a 10-acre property including a warehouse and offices located approximately 6 miles north of the Port of Los Angeles. Currently, Site 61 is managed by Nippon Express and operates its warehouse under FTZ procedures as a multi-usage site. The Harbor Department, as the FTZ grantee, establishes General Purpose Operating Agreements with FTZ operators to oversee their FTZ operations. The proposed Agreement is for a term of five years with three, five-year renewal options. If the proposed Agreement is approved, the Harbor Department will receive \$7,750 annually from Nippon Express (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. 23-10181 for the for the proposed Foreign-Trade Zone Operating Agreement No. 23-9962 between the Harbor Department and Nippon Express.

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