

**TO THE COUNCIL OF THE
CITY OF LOS ANGELES**

Your

TRADE, COMMERCE, AND TOURISM

Committee

report as follows:

GENERAL EXEMPTION, TRADE, COMMERCE, AND TOURISM COMMITTEE REPORT relative to a proposed amendment to Permit No. 733 with Eagle Marine Services.

Recommendations for Council action:

1. FIND that this action is exempt from the California Environmental Quality Act (CEQA) pursuant to Article II, Section 2(f) of the Los Angeles City CEQA Guidelines.
2. APPROVE the proposed third amendment to Permit No. 733 with Eagle Marine Services (EMS).
3. CONCUR with the Board of Harbor Commissioners action of August 13, 2009.

Fiscal Impact Statement: The City Administrative Officer reports that approval of the Harbor Department request to amend Permit No. 733 with the Eagle Marine Services will waive container fees for one year, from July 1, 2009 through June 30, 2010, and the Harbor Department could forgo a maximum revenue amount of approximately \$1.8 million, which is based on an estimated 26,000 containers at an average wharfage fee of \$71 per container. The proposed amendment will not impact the City General Funds and the City Financial Policies are not applicable.

The Board of Harbor Commissioners reports that approval of the proposed third amendment would exempt EMS from the Harbor Department tariff provision for the one year period referenced the report (contained in the Council file.) Should EMS incur transferred merchandise wharfage charges during this time frame, the Harbor Department could forgo a maximum revenue amount equal to 26,000 containers (= 500 containers/week x 52 weeks) at a rate dependent on a commodity and freight basis (which is known only at the time such cargo arrives).

Community Impact Statement: None submitted.

SUMMARY

At a regular meeting held on October 21, 2009, the Trade, Commerce, and Tourism Committee considered proposed amendment to Permit No. 733 with Eagle Marine Services. An opportunity for public comment was held. After a brief discussion, the Committee moved to approve the recommendations contained in the Board of Harbor Commissioners report. This matter is now forwarded to the Council for its consideration.

Respectfully submitted,
TRADE, COMMERCE, AND TOURISM COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
HAHN:	YES
ROSENDAHL:	ABSENT
LABONGE:	YES

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Not Official Until Council Acts