



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

September 12, 2023

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

CD No. 15

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

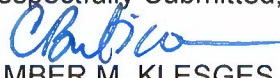
Subject: RESOLUTION NO. 23-10189 – CONSENT TO THE TRANSFER OF 51 PERCENT OF THE AGGREGATE DIRECT AND INDIRECT OWNERSHIP INTERESTS OF TRAPAC, LLC - PERMIT NO. 881 FROM MITSUI O.S.K. LINES, LTD., A JAPANESE CORPORATION, TO UNITED PACIFIC PORTS B (UK) LTD., A UNITED KINGDOM PRIVATE LIMITED COMPANY; AND APPROVE GUARANTEES FROM OCEAN NETWORK EXPRESS HOLDINGS, LTD. AND OCEAN NETWORK EXPRESS PTE. LTD.

Pursuant to Section 606 of the City Charter, enclosed for your approval is Resolution No. 23-10189 authorizing approval of the i) consent to the transfer of 51 percent of the aggregate of the direct and indirect ownership interests in TraPac, LLC, a tenant of the City of Los Angeles Harbor Department under Permit No. 881; and ii) approve termination of the existing guaranty provided by Mitsui O.S.K. Lines, Ltd. (MOL) in favor of new guarantees furnished by Ocean Network Express Holdings, Ltd. and Ocean Network Express Pte. Ltd. Currently, TraPac is 100 percent owned by International Transportation, Inc. (ITI), which is 100 percent owned by Mitsui O.S.K. Lines, Ltd. Under this proposed transfer, United Pacific Ports B (UK) Ltd. (UPP), a wholly owned subsidiary of Ocean Network Express Pte. Ltd. would acquire 51 percent indirect ownership in TraPac via a 77.8 percent ownership interest in ITI. There is a separate but related item also subject to the Harbor Department's consent concerning the remaining 49 percent interest in TraPac. If both items are approved, Ocean Network Express Pte. Ltd through its subsidiary UPP would own 51 percent of TraPac and the Macquarie Infrastructure Partners Inc.-controlled funds or investment vehicles will hold, in the aggregate, the remaining 49 percent direct and/or indirect equity interest in TraPac. No changes will be made to the Permit or terminal operations under this action. 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. 23-10189 authorizing approval of the consent to the transfer of 51 percent of the aggregate direct and indirect ownership interests of TraPac, LLC - Permit No. 881 from Mitsui O.S.K. Lines, LTD., a Japanese corporation, to United Pacific Ports B (UK) LTD., a United Kingdom Private Limited Company; and approve guarantees from Ocean Network Express Holdings, LTD. and Ocean Network Express PTE. LTD.

Respectfully Submitted,

  
for AMBER M. KLESGES  
Commission Secretary

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

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