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Eric Garcetti *Mayor, City of Los Angeles*
Board of Harbor Commissioners
Eugene D. Seroka *Executive Director*
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Patricia Castellanos
Anthony Pirozzi, Jr.
Edward R. Renwick

August 9, 2017

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

CD No. 15

Attention: Mr. John White, City Clerk's Office

SUBJECT: RESOLUTION NO. 17-8120 – PROPOSED SECOND AMENDMENT FOR FOREIGN-TRADE ZONE GENERAL PURPOSE OPERATING AGREEMENT NO. 2606 BETWEEN THE CITY OF LOS ANGELES HARBOR DEPARTMENT AND NIPPON EXPRESS USA, INC. FTZ 202, SITE 7B

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. 17-8120 authorizing proposed Second Amendment Agreement No. 17-2606-B between the City of Los Angeles Harbor Department and Nippon Express USA, Inc. (Nippon Express); which was approved at the June 15, 2017 meeting of the Board of Harbor Commissioners. Nippon Express receives, stores, re-labels, repackages, manages inventory, and distributes various imported products for U.S. consumption. The Second Amendment allows Nippon Express USA to continue operating its warehouses under the FTZ program by extending their agreement for another 5-year term, expiring on July 31, 2022. There is no impact to the General Fund.

RECOMMENDATION FOR CITY COUNCIL:

1. ADOPT the determination by the Board of Harbor Commissioners (Board) that the proposed action is exempt from the requirements of the California Environmental Quality Act (CEQA) in accordance with Article III, Class 1 (14) of the Los Angeles City CEQA Guidelines;
2. APPROVE Harbor Department Resolution No. 17-8120 authorizing proposed Second Amendment Agreement No. 17-2606-B between the City of Los Angeles Harbor Department and Nippon Express USA, Inc.; and
3. Return to the Board of Harbor Commissioners for further processing.

Respectfully Submitted,

AMBER M. KLESGES
Commission Secretary

cc: Trade, Travel & Tourism Committee
Councilman Buscaino
Councilman Bonin
Councilman Krekorian
Mandy Morales, Mayor's Office

Erick Martell, Harbor Representative
Alvin Newman, CAO
Dennis Gleason, CD15
Mandana Khatibshahidi, CLA