TRANSMITTAI	L	0150-03656-0086
TO Eugene D. Seroka, Executive Director	DATE	COUNCIL FILE NO.
Harbor Department	OCT 0 9 2018	
FROM The Mayor	1	COUNCIL DISTRICT

PROPOSED PERMANENT ORDER AMENDING PORT OF LOS ANGELES TARIFF NO. 4, SECTION TWO, ITEMS NO. 255 –"FURNISHING REQUIRED DOCUMENTS"
IN SUPPORT OF THE PORT'S COMMOM USER DATA PORTAL

Transmitted for further processing and Council consideration. See the City Administrative Officer report attached.

**Ana** Guerrero

MÁYOR

RHL:ABN:10190027t

## OFFICE OF THE CITY ADMINISTRATIVE OFFICER

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Date:

September 24, 2018

CAO File No.

0150-03656-0086

Council File No.

Council District: 15

To:

The Mayor

From:

Richard H. Llewellyn, Jr., City Administrative Officer

Reference:

Correspondence from the Harbor Department dated September 5, 2018; referred by

the Mayor for report on September 10, 2018

Subject:

PROPOSED PERMANENT ORDER AMENDING PORT OF LOS ANGELES

TARIFF NO. 4, SECTION TWO, ITEMS NO. 255 —"FURNISHING REQUIRED DOCUMENTS" IN SUPPORT OF THE PORT'S COMMOM USER DATA PORTAL

## **RECOMMENDATIONS**

That the Mayor:

- Approve Harbor Department (Port) Board of Harbor Commissioners request to authorize Resolution No. 18-8338 for Permanent Order No. 18-7247 and a corresponding Ordinance to amend Port of Los Angeles Tariff No. 4, Section Two, Item No. 255, for "Furnishing Required Documents," in support of the Port's Common User Data Portal; and,
- 2. Return the document to the Port for further processing, including Council consideration.

#### SUMMARY

The Harbor Department (Port) Board of Harbor Commissioners (Board) requests approval of Resolution No. 18-8338 authorizing Permanent Order (Order) No. 18-7247 and the corresponding ordinance to amend the Port of Los Angeles (POLA) Tariff No. 4 (Port Fees, Rules and Regulations) in Section Two, Item No. 255, entitled "Furnishing Required Documents." The proposed Tariff Amendment will support and add a requirement to Tariff No. 4 to further enhance and digitize the Port's Common User Data Portal (Portal). The Portal provides an online cargo database through a single digital solution that translates multiple informational programs and queries into a centralized program to improve the maritime supply chain performance at the POLA.

The Tariff Amendment will require Marine Terminal Operators (MTO) to electronically transmit specific information on containers handled at the POLA. Port staff does not anticipate any additional financial impact to the POLA due to the approval of the Tariff Amendment. In accordance with Charter Section 653, the Council must approve the ordinance to amend Tariff No. 4, Section Two, before it can become effective.

#### DISCUSSION

The maritime shipping industry is a highly competitive industry that has sought to reduce everincreasing expenses and container volume by undergoing mergers and acquisitions, vessel alliances, and building larger container vessels (megaships). The collaborative efforts between cargo operators and users have led to operational changes to ensure better coordination between marine terminal systems and supply chain stakeholders. MTOs are normally provided information through multiple websites and sources to help them manage their day-to-day operations. In 2016, the Port approved an agreement with General Electric Transportation (GET) to develop the Portal to provide easier access for vessels and cargo containers arriving and departing POLA terminals.

The Port's Portal improved and provided centralized data-flow to participating MTOs to access the supply chain network in the POLA. The Port states that as the use of the Portal has increased, collecting data in a consistent format has become more challenging because of a lack of consistency and standardization in the way the maritime industry collects and processes data. According to the Port, the Tariff Amendment will add requirements for the marine terminals to electronically deliver and expedite the container status and specified activities within respective terminals. The Tariff Amendment will create a standard set of data points and timelines to enhance and further digitize the Portal.

The City Attorney has approved the proposed Order and draft ordinance as to form. The Port states that the approval of the Order to amend Tariff No. 4, Item No. 255, is an administrative activity. Therefore, the Port Director of Environmental Management has determined that the proposed action is administratively exempt from the requirements of California Environmental Quality Act (CEQA) under Article II, Section 2(f) of the Los Angeles City CEQA Guidelines.

#### FISCAL IMPACT STATEMENT

Approval of the Harbor Department (Port) request to amend the Port of Los Angeles (POLA) Tariff No. 4, Section Two, Item No. 255, "Furnishing Required Documents," will require Marine Terminal Operators to electronically transmit to the Port specific information on containers handled at the POLA. There is no additional financial impact expected due to this Tariff Amendment. Funding has been provided as part of the Fiscal Year 2019 budget adoption process for the Common User Data Portal.

RHL:ABN:10190027

Attachment

#### **ATTACHMENT**

ORD	INANCE I	<b>NO.</b>			
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An ordinance approving Order No. of the Board of Harbor

Commissioners of the City of Los Angeles, amending Port of Los Angeles Tariff No. 4.

# THE PEOPLE OF THE CITY OF LOS ANGELES DO ORDAIN AS FOLLOWS:

Section 1. That Order No. 18-7247 passed and adopted by the Board of Harbor Commissioners of the City of Los Angeles on the 23 day of August 2018, amending Port of Los Angeles Tariff No. 4, be, and the same is he ratified, confirmed and approved, which Order is in words and figures as follows:

### ORDER No. 18-7247

An Order of the Board of Harbor Commissioners of the City of Los Angeles amending Port of Los Angeles Tariff No. 4.

THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LOS ANGELES DOES HEREBY ORDER AS FOLLOWS:

Section 1. Port of Los Angeles Tariff No. 4, adopted July 12, 1989, by Order No. 5837, and Ordinance No. 165,789, adopted April 10, 1990, as amended, is further amended as set forth in Exhibit "A," attached hereto and incorporated herein by reference.

Section 2. The Director of Environmental Management has determined that the proposed action is exempt from the requirements of the California Environmental Quality Act (CEQA) in accordance with Article 11, Section 2 (f) of the Los Angeles City CEQA Guidelines.

Section 3. The Board Secretary shall certify to the adoption of this Order by the Board of Harbor Commissioners and shall cause the same to be published once in a daily newspaper printed and published in the City of Los Angeles, as well as posted electronically on the Port of Los Angeles website.

Section 4. The Board Secretary shall transmit to the City Council for approval the Order and Ordinance approving the amendment to Tariff No. 4 pursuant to City Charter Section 653(a).