



Eric Garcetti Mayor, City of Los Angeles
Board of Harbor Commissioners: Jaime L. Lee (President), Edward R. Renwick (Vice President), Diane L. Middleton (Commissioner), Lucia Moreno-Linares (Commissioner), Anthony Prozzi, Jr. (Commissioner)
Eugene D. Seroka Executive Director

January 29, 2020

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

CD No. 15

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

Subject: ORDER NO. 19-7274 - PROPOSED APPROVAL OF CONSENT TO TRANSFER REPRESENTING A CHANGE OF CONTROL OF SAN PEDRO PUBLIC MARKET, LLC. UNDER LEASE NO. 915

Pursuant to Section 606 of the City Charter, enclosed for your approval is Order No. 19-7274 authorizing a proposed consent to transfer for Lease No. 915 between the City of Los Angeles Harbor Department and San Pedro Public Market, LLC (SPPM); which was approved at the November 21, 2019 meeting of the Board of Harbor Commissioners. SPPM, wholly owned by SPPM Managing Member, LLC (Managing LLC), will assign its interest as the sole owner of SPPM to a newly-formed entity known as SPPM Development, LLC (Development LLC), wherein Osprey Investors, LLC (Osprey) will receive a maximum 80 percent ownership interest. Managing LLC has negotiated the receipt of a \$30,000,000 equity commitment by Osprey in exchange for ownership interest in the San Pedro Public Market Project. The Harbor Department has received an Executive Directive-4 waiver for this item. 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) in accordance with Article II, Section 2(f) of the Los Angeles City CEQA Guidelines;
2. APPROVE Harbor Department Order No. 19-7274 authorizing a proposed consent to transfer for Lease No. 915 between the City of Los Angeles Harbor Department and San Pedro Public Market, LLC; and
3. Return to the Board of Harbor Commissioners for further processing.

Respectfully Submitted,
[Signature]
AMBER M. KLESGES
Commission Secretary

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

Erick Martell, Harbor Representative
Janice Chang Yu, CAO
Dennis Gleason, CD15
Matthew Shade, CLA