

ADMINISTRATIVE EXEMPTION and TRADE, TRAVEL, AND TOURISM COMMITTEE REPORT relative to the transfer of a Port of Los Angeles (POLA) lease from San Pedro Public Market, LLC, to SPPM Development, LLC for ownership interest in the San Pedro Public Market Project.

Recommendations for Council action:

1. ADOPT the determination by the Board of Harbor Commissioners that the proposed action is administratively exempt under the California Environmental Quality Act (CEQA) in accordance with Article II, Section 2.f of the Los Angeles City CEQA Guidelines.
2. APPROVE Port Order No. 19-7274 authorizing a proposed consent to transfer for Lease No. 915 from San Pedro Public Market, LLC, to SPPM Development, LLC for ownership interest in the San Pedro Public Market Project.

Fiscal Impact Statement: The Board of Harbor Commissioners reports that this action will not impact the General Fund.

Community Impact Statement: None submitted.

TIME LIMIT FILE – MARCH 2, 2020

(LAST DAY FOR COUNCIL ACTION - FEBRUARY 28, 2020)

SUMMARY

In a report to the Board of Harbor Commissioners dated November 14, 2019, POLA requests approval of a proposed consent to transfer POLA Lease No. 915 with San Pedro Public Market, LLC. San Pedro Public Market, LLC, will assign its interest as the sole owner of San Pedro Public Market to a newly-formed entity known as SPPM Development, LLC, wherein Osprey Investors, LLC, will receive a maximum 80 percent ownership interest. SPPM Development, 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. POLA staff states the transfer is not a transfer of rights under the lease but rather it represents a change in control of the San Pedro Public Market Project. On November 21, 2019, the Board of Harbor Commissioners approved POLA's request.

At its meeting held February 4, 2020, the Trade, Travel, and Tourism Committee recommended that Council approve the proposed action, as recommended by the Board of Harbor Commissioners.

Respectfully Submitted,

TRADE, TRAVEL, AND TOURISM COMMITTEE

A handwritten signature in black ink, appearing to read "Sue Brown", is written over the printed name of the committee.

<u>MEMBER</u>	<u>VOTE</u>
BUSCAINO:	YES
BONIN:	ABSENT
KREKORIAN:	YES

jaw

-NOT OFFICIAL UNTIL COUNCIL ACTS-