

ENERGY, CLIMATE CHANGE, AND ENVIRONMENTAL JUSTICE COMMITTEE REPORT relative to a 50-Year License Agreement (License) between the Los Angeles Department of Water and Power (LADWP) and Honeywell International, Inc. (Honeywell) to implement the North Hollywood Honeywell Settlement Agreement (Settlement Agreement).

Recommendations for Council action, SUBJECT TO THE APPROVAL OF THE MAYOR:

1. CONCUR with the Board of Water and Power Commissioners' (Board) action of January 28, 2020, Resolution No. 020 130, approving the License between the LADWP and Honeywell whereby the LADWP grants permission to Honeywell to use certain LADWP-owned properties for the purposes and upon the terms and conditions set forth in said License; and, authorizes the LADWP to execute the License and any ancillary documents required to be entered into in furtherance of said License.
2. FIND that the term of the License longer than 30 years is in the best interest of the City, pursuant to City Charter Section 607(a) due to long-term access needs relative to the implementation of the Settlement Agreement.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that the approval of the proposed Resolution and License will not have an impact on the General Fund, and will not have any new or additional fiscal impact to the Water Revenue Fund. The License complies with the LADWP's adopted Financial Policies.

Community Impact Statement: None submitted.

**TIME LIMIT FILE - FEBRUARY 29, 2020**

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

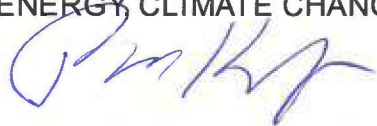
### SUMMARY

At its regular meeting held on February 18, 2020, the Energy, Climate Change, and Environmental Justice Committee discussed the Board and CAO reports, and Resolution relative to the approval of the 50-year License between the LADWP and Honeywell. The License provides Honeywell long-term access to certain LADWP-owned properties as a condition precedent to the implementation of the Settlement Agreement relative to the contamination of the LADWP's North Hollywood East Branch, Erwin Well Field, and Whitnall Well Field located within the North Hollywood Operable Unit (NHOU). Under the terms of the Settlement Agreement, Honeywell is required to build, maintain, and operate a groundwater treatment facility and associated infrastructure to extract and treat contaminated groundwater to provide at least 8,500 acre-feet per year (AFY), and potentially up to 15,000 AFY, of treated groundwater to the LADWP which meets drinking water quality standards for public use. The License is for a term of 50 years, or until the United States Environmental Protection Agency deems that the remedial action objectives for the NHOU have been met and groundwater cleanup is complete, whichever occurs first.

After providing the opportunity for public comment, the Committee moved to approve the recommendations contained in the Board and CAO reports, and Resolution, as detailed above. This matter is now transmitted to the Council for its consideration.

Respectfully Submitted,

ENERGY CLIMATE CHANGE, AND ENVIRONMENTAL JUSTICE COMMITTEE



<u>MEMBER</u>	<u>VOTE</u>
KORETZ	YES
KREKORIAN	YES
OFARRELL	YES
MARTINEZ	ABSENT
OFARRELL	ABSENT

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**-NOT OFFICIAL UNTIL COUNCIL ACTS-**