

TO THE COUNCIL OF THE
CITY OF LOS ANGELES

Your **TRADE, COMMERCE, AND TOURISM** Committee

reports as follows:

ADMINISTRATIVE EXEMPTION and TRADE, COMMERCE, AND TOURISM COMMITTEE REPORT relative to proposed Foreign Trade Zone (FTZ) General Purpose Operating Agreement with LAXFUEL Corporation, FTZ 202, Site 25.

Recommendations for Council action:

1. ADOPT the determination by the Los Angeles Harbor Department that the proposed action is exempt under the California Environmental Quality Act (CEQA) as provided in Article II, Section 2(f) of the Los Angeles City CEQA Guidelines.
2. APPROVE the Foreign Trade Zone General Purpose Operating Agreement No. 12-3074 with LAXFUEL Corporation, FTZ 202, Site 25.

Fiscal Impact Statement: The City Administrative Officer reports that approval of the proposed FTZ Operator Agreement with LAXFUEL Corporation will have no impact on the City General Fund. LAXFUEL has paid the one-time application fee of \$5,000 and will pay an annual administrative fee of \$5,000 per year for the initial five-year term and three five-year renewal options, for a possible contract amount of up to a total of \$105,000 for the life of the contract. There will be no impact on the City General Fund. All Funds will be deposited in the Harbor Revenue Fund.

Community Impact Statement: None submitted.

TIME LIMIT FILE – OCTOBER 26, 2012

(LAST DAY FOR COUNCIL ACTION – OCTOBER 26, 2012)

SUMMARY

At a regular meeting held on September 10, 2012, your Trade, Commerce and Tourism Committee considered a Port transmittal relative to a proposed FTZ Operating Agreement No. [12-3074](#) with LAXFUEL Corporation, in FTZ No. 202, Site 25 within the Port of Los Angeles. The proposed operating Agreement with LAXFUEL is for an initial term of five years and three subsequent five-year renewal options, for a contract term up to a total of 20 years, subject to approval by the Board, Mayor and Council. The FTZ Operator plans to activate Site No. 25 for the storage and delivery of jet fuel to serve the Los Angeles International Airport.

An opportunity for public comment was held. After a brief discussion, the Committee moved to approve the recommendations contained in the transmittal.

This matter is now forwarded to the Council for its consideration.

Respectfully submitted,

TRADE, COMMERCE, AND TOURISM COMMITTEE

<u>MEMBER</u>	<u>VOTE</u>
LABONGE:	YES
ROSENDAHL:	ABSENT
BUSCAINO:	YES

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Not Official Until Council Acts