

ADMINISTRATIVE EXEMPTION and INNOVATION, GRANTS, TECHNOLOGY, COMMERCE, AND TRADE COMMITTEE REPORT relative to the first amendment to the agreement with Westrec Marina Management, Inc. (Westrec) for the operation, management, and maintenance of the Cabrillo Way Marina, structures, and facilities located in San Pedro.

Recommendations for Council action:

1. ADOPT the determination by the Los Angeles Harbor Department (LAHD) that the proposed action is exempt under the California Environmental Quality Act (CEQA) as provided in Article II, Section 2(i) and Article III, Classes 1(1) and 1(14) of the Los Angeles City CEQA Guidelines.
2. APPROVE LAHD Resolution No. 17-8057 authorizing First Amendment Agreement No. 17-3125-A with Westrec.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that the net income to the LAHD from the original agreement with Westrec was approximately \$4.5 million. The proposed amendment with Westrec will include additional maintenance responsibilities, which are currently performed by the LAHD, and increase its maintenance expense budget by \$150,000. The estimated cost for Westrec to install a third crane is approximately \$100,000. Westrec will pay for the cost to purchase and install the third crane and the fourth crane, if needed in the future. These costs items and all other amended costs in the revised scope of work are included and accounted for in the Fiscal Year 2016-17 budget of Westrec.

Community Impact Statement: None submitted.

**TIME LIMIT FILE - APRIL 15, 2017**

**(LAST DAY FOR COUNCIL ACTION - APRIL 7, 2017)**

**SUMMARY**

At the meeting held on March 21, 2017, your Innovation, Grants, Technology, Commerce and Trade Committee considered a Board of Harbor Commissioners (Board) transmittal relative to the request for approval of LAHD Resolution No. 17-8057 authorizing the proposed first amendment to agreement 13-3125 with Westrec to continue as the operator on behalf of the LAHD to operate, manage, and maintain the Cabrillo Way Marina (Marina), its structures, and facilities located in San Pedro. The CAO reports that the LAHD selected Westrec through a competitive bid process. The original agreement was approved for five years, from July 2013 through June 2018, with two five-year renewal options. The renewal options are based on annual operational performance evaluations as well as monthly financial reports and documentation. The proposed amendment includes changes to the scope of work for the Marina, in order to reflect updates to the current operational requirements and provide clearer direction on the areas of responsibility for the LAHD and Westrec. An opportunity for public comment was held. After a brief discussion, the Committee moved to approve the recommendations contained in the Board's transmittal. This matter is now forwarded to the Council for its consideration.

Respectfully Submitted,

INNOVATION, GRANTS, TECHNOLOGY, COMMERCE AND TRADE COMMITTEE

A handwritten signature in blue ink, appearing to read "Bl. Blumenfeld", is written over the printed text.

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

ME

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**