

ADMINISTRATIVE EXEMPTION and TRADE, TRAVEL, AND TOURISM COMMITTEE REPORT relative to amending the Port of Los Angeles (POLA) Foreign Trade Zone (FTZ) General Purpose Operating Agreement with KW International, Inc. (KWI).

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 the Port Resolution No. 18-8315 authorizing the Second Amendment to the POLA FTZ General Purpose Operating Agreement No. 18-2605-B with KWI for the continued use and operation of warehouse and office space within FTZ 202, Site 4C, located at 18655 South Bishop Avenue, Carson.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that this action will not impact the General Fund. The proposed amendment of this FTZ Operating Agreement will allow KWI to continue operating and managing its FTZ office and warehouse facilities. KWI will pay an annual fee of \$7,750 to POLA for the five-year term of the agreement. Funds will be deposited in the Harbor Revenue Fund.

Community Impact Statement: None submitted.

TIME LIMIT FILE - OCTOBER 9, 2018

(LAST DAY FOR COUNCIL ACTION - OCTOBER 9, 2018)

SUMMARY

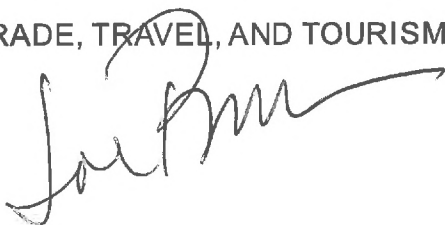
In a report to the Mayor dated August 2, 2018, the CAO states that POLA requests approval of Resolution No. 18-8315 authorizing a proposed Second Amendment to the FTZ Operating Agreement with KWI to continue using 56,733 square feet of office space and warehouse facilities within FTZ 202, Site No. 4C, at 18655 South Bishop Avenue, in Carson. According to the CAO, KWI receives, stores, manages inventory, and distributes various products for United States consumption and, sometimes, international uses.

On July 17, 2018, the Board of Harbor Commissioners approved POLA's request. The CAO concurs with this action.

At its meeting held August 21, 2018, the Trade, Travel, and Tourism Committee recommended that Council approve the proposed amendment of POLA's FTZ General Purpose Operating Agreement with KWI, as recommended by the Board of Harbor Commissioners and the CAO.

Respectfully Submitted,

TRADE, TRAVEL, AND TOURISM COMMITTEE



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

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-NOT OFFICIAL UNTIL COUNCIL ACTS-