

CATEGORICAL EXEMPTION and TRADE, COMMERCE, AND TOURISM COMMITTEE REPORT relative to the proposed approval of a form covering Non-Exclusive Revocable Fuel Delivery Permits at Van Nuys Airport.

Recommendations for Council action:

1. ADOPT the determination by the Board of Airport Commissioners (Board) that the proposed action is exempt under the California Environmental Quality Act (CEQA) as provided in Article III, Class 1(18)(c) of the Los Angeles City CEQA Guidelines.
2. APPROVE the form for Non-Exclusive Revocable Fuel Delivery Permit(s) at Van Nuys Airport.
3. CONCUR with the Board's action of March 18, 2014 by Resolution No. 25353 authorizing the Executive Director, under a new Blanket Resolution, to execute the Non-Exclusive Revocable Fuel Delivery Permits with airlines, including the current permittees: Air Petro Corporation; Amber Resources, LLC; AvFuel Corporation; Epic Aviation, LLC dba Air BP Aviation Services; Mercury Air Group, Inc.; World Fuel Services; KAG West; Van Dyk Tank Lines, Inc. dba Cool Transports; Fuel Controls, Inc.; and Tri-Pet Group, Inc. dba National Dist. Systems.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that approval of the proposed Department Executive Officer blanket authorization to issue new and/or successor permits to multiple fuel suppliers for the delivery of aviation and turbine fuel to the Van Nuys Airport will generate approximately \$1.9 million in annual revenue, and \$9.5 million over the five-year term, to the Airport Revenue Fund. The proposed permits comply with the Department of Airports' adopted Financial Policies. Approval of the proposed permits with multiple fuel suppliers for the Van Nuys Airport will have no impact on the City's General Fund.

Community Impact Statement: None submitted.

**TIME LIMIT FILE - APRIL 26, 2014**

**(LAST DAY FOR COUNCIL ACTION - APRIL 25, 2014)**

## SUMMARY

At a special meeting held on April 8, 2014, your Trade, Commerce and Tourism Committee considered a Los Angeles World Airports (LAWA) transmittal relative to blanket authorization to issue new and/or successor permits to multiple fuel suppliers for the delivery of aviation and turbine fuel to the Van Nuys Airport to ensure compliance with the Department's operational requirements for airport security, self-sustaining operations, insurance, and payment of petroleum fees; and avoid a disruption to the delivery of jet/aviation gas to the airport's customers. The CAO reports that if granted, the Executive Director's blanket authorization will allow LAWA to implement or extend agreements with approximately 10 fuel vendors at Van Nuys Airport that will help the Department to retain approximately \$1.9 million in annual revenue from fuel delivery and administration fees while encouraging vendor compliance with applicable airport requirements. The current five-year Non-Exclusive Revocable Fuel Delivery Permits will expire on April 30, 2014.

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
BUSCAINO:	ABSENT
BONIN:	YES

ME

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**