

CATEGORICAL EXEMPTION and INNOVATION, GRANTS, TECHNOLOGY, COMMERCE, AND TRADE COMMITTEE REPORT relative to the first amendment to the Foreign-Trade Zone (FTZ) agreement with Geodis Logistics LLC (Geodis) for FTZ 202, Site 40.

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 III, Class 1(14) of the Los Angeles City CEQA Guidelines.
2. APPROVE LAHD Resolution No. 17-8088 authorizing the proposed first amendment to Agreement No. 17-3270-A between the LAHD and Geodis.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that the amendment for LAHD FTZ Operating Agreement will change the corporate name to Geodis USA, Inc., with no change to the location of its FTZ warehouse and office facility in FTZ 202, Site No. 40. Geodis paid the LAHD an annual fee of \$7,750 per year for the initial five-year term of the agreement. The three additional renewal options are subject to ratification by the Board of Harbor Commissioners, for up to a 20-year contract term, for a maximum amount of \$162, 500, including one-time fees. There will be no impact on the City General Fund and funds will be deposited in the Harbor Revenue Fund.

Community Impact Statement: None submitted.

TIME LIMIT FILE – JULY 14, 2017

(LAST DAY FOR COUNCIL ACTION – JUNE 30, 2017)

SUMMARY

At the meeting held on June 6, 2017, your Innovation, Grants, Technology, Commerce and Trade Committee considered a Board of Harbor Commissioners transmittal relative to LAHD Resolution No. 17-8088 authorizing the proposed First Amendment to FTZ Operating Agreement No. 14-3270. The CAO reports that the amendment will change the corporate name from OHL International, Inc. to Geodis, which is located in FTZ 202, in the same FTZ Site No. 40, and contract's Miscellaneous Provisions, Notices to the Parties. Geodis will continue to locate its FTZ warehouse and office facility at 1710 Baseline Road, in the City of Rialto, approximately 70 miles from the Port of Los Angeles. Except for these contract provisions, all other terms and conditions of the agreement will remain in effect. 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 "Bob Blum", is written over the committee name.

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

ME

-NOT OFFICIAL UNTIL COUNCIL ACTS-