

ADMINISTRATIVE EXEMPTION and TRADE, TRAVEL, AND TOURISM COMMITTEE REPORT relative to amending the Port of Los Angeles (POLA) Foreign-Trade Zone (FTZ) General Purposes Operating Agreement with Geodis Logistics, LLC.

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 Port Resolution No. 19-9520 authorizing the Second Amendment to POLA FTZ General Purposes Operating Agreement No. 19-3270-B with Geodis Logistics, LLC, extending the term by five years from November 30, 2019, to November 29, 2024, for the continued use of 718,000 square feet of warehouse and office space within FTZ 202, Site 40, located at 1710 West Baseline Road, Rialto, for an annual payment of \$7,750.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that this action will not impact the General Fund. Geodis Logistics, LLC, will pay an annual fee of \$7,750 per year or \$38,750 for the five-year term. All funds will be deposited in the Harbor Revenue Fund. The above recommendations comply with POLA financial policies in that any expenditures made for FTZ-related expenses will be paid by appropriate revenues and fees.

Community Impact Statement: None submitted.

TIME LIMIT FILE – DECEMBER 30, 2019

(LAST DAY FOR COUNCIL ACTION – DECEMBER 11, 2019)

SUMMARY

In a report to the Mayor dated October 28, 2019, the CAO states POLA requests approval of the Second Amendment to the FTZ General Purposes Operating Agreement with Geodis Logistics, LLC, extending the term of the agreement by five years. Geodis operates a multi-usage FTZ warehouse, receiving, storing, relabeling, repackaging, and managing inventory and distributing various imported consumer products, electronics, and other merchandise for the domestic and international markets.

On August 22, 2019, the Board of Harbor Commissioners approved POLA's request. The CAO concurs with this action.

At its meeting held November 5, 2019, the Trade, Travel, and Tourism Committee recommended that Council approve the proposed amendment of POLA's FTZ Operating Agreement with Geodis Logistics, LLC, 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:	YES
KREKORIAN:	ABSENT

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-NOT OFFICIAL UNTIL COUNCIL ACTS-