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Eric Garcetti

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Executive Director

May 3, 2022

Honorable Members of the City Council of the City of Los Angeles

CD No. 15

Attention:

Mr. Andrew Suh, City Clerk's Office

Subject:

RESOLUTION NO. 21-9923 - PROPOSED PERMANENT ORDER TO AMEND PORT OF LOS ANGELES TARIFF NO. 4, INCREASING RATES FOR PETROLEUM PRODUCTS, CHANGING A

PROVISION OF THE MERCHANDISE NOS RATE, AND ADMINISTRATIVE UPDATES

Pursuant to Section 653(a) of the City Charter, enclosed for your approval is Resolution No. 21-9923 authorizing Permanent Order No. 21-7318, to amend Port of Los Angeles Tariff No. 4, adding a definition to Section One "Definitions"; increasing rates to Section Five "Wharfage:, Items 550-600 through 550-625; and deleting Item 550-650, Items 550-902 through 550-975, Items 560-001 through 560-975, and item 1220; which was approved at the November 4, 2021 meeting of the Board of Harbor Commissioners, along with a Temporary Order to allow time for City Council review. The proposed approval, effective January 1, 2022 will authorize (i) a rate increase of 9.4 and 11.8 percent applicable to the respective petroleum products; (ii) a note to the Merchandise Not Otherwise Specified (NOS) rate stating that any change in the Merchandise NOS rate shall be offset by any scheduled increase in the compensation section of a container terminal permit; (iii) a definition in Section 1 of Tariff No. 4 defining a "Scheduled Increase in Compensation"; and (iv) the deletion of rated tariff items which are no longer relevant. Staff estimates that the proposed petroleum products' tariff increases will generate \$326,292 in additional revenues during Fiscal Year 2022. There is no impact to the General Fund.

RECOMMENDATION FOR CITY COUNCIL:

- 1. ADOPT the determination by the Board of Harbor Commissioners that the proposed action is categorically exempt from the requirements of the California Environmental Quality Act (CEQA), under Article III Class 1(31) of the Los Angeles City CEQA Guidelines; and
- 2. APPROVE POLA Resolution No. 21-9923 authorizing proposed Permanent Order No. 21-7318, along with corresponding ordinance to amend Port of Los Angeles Tariff No. 4, adding a definition to Section One "Definitions"; increasing rates to Section Five "Wharfage:, Items 550-600 through 550-625; and deleting Item 550-650, Items 550-902 through 550-975, Items 560-001 through 560-975, and item 1220.

Respectfully Submitted,
Amber M.

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AMBER M. KLESGES

Commission Secretary

cc: Trade, Travel & Tourism Committee Councilman Buscaino Councilman Bonin Councilman Krekorian Heleen Ramirez, Mayor's Office Erick Martell, Harbor Representative Stephanie Magnien Rockwell, Harbor Representative Janice Chang Yu, CAO Dennis Gleason, CD15 Tristan Noack, CLA