PORT ORDINANCE NO. 4538

ORDINANCE AUTHORIZING AND APPROVING THE EXTENSION OF SPACE ASSIGNMENT AGREEMENTS THAT HAVE BEEN IN EFFECT FOR MORE THAN ONE YEAR AS OF OCTOBER 24, 2019 AND THE EXTENSION OF CERTAIN SPACE ASSIGNMENT AGREEMENTS THAT ARE LIKELY TO BE IN EFFECT FOR MORE THAN ONE YEAR AS OF DECEMBER 31, 2019.

WHEREAS, the Board of Port Commissioners of the City of Oakland ("Board") has reviewed and evaluated the proposed extension of space assignment agreements in the Port of Oakland's ("Port") maritime area as set forth in the Agenda Report for Agenda Item 6.3, dated October 24, 2019, (the "Agenda Report") and related agenda materials, has received the expert testimony of Port staff, and has provided opportunities for and taken public comment; now, therefore

BE IT ORDAINED by the Board of Port Commissioners of the City of Oakland as follows:

SECTION 1. In acting upon this matter, the Board has exercised its independent judgment based on substantial evidence in the record and adopts and relies upon the facts, data, analysis, and findings set forth in the Agenda Report and in related agenda materials and in testimony received.

SECTION 2. The Board hereby finds and determines as follows:

A. The proposed extension of space assignments with maritime area tenants is categorically exempt from the California Environmental Quality Act ("CEQA") pursuant to the Port CEQA Guidelines, Section 15301(p), which exempts renewals, extensions or amendments to leases or license and concession agreements where the premises or licensed activity was previously leased or licensed to the same or another person, and involving negligible or no expansion of use beyond that previously existing. Extending the space assignments with existing tenants to continue their current business operations meets the criteria for this exemption. B. Some of the space assignment premises are under regulatory agency oversight with deed restrictions on the property:

- The former Oakland Army Base ("OAB"), which is under the oversight of the State of California's Department of Toxic Substances Control ("DTSC") (EnviroStor site 01970016) due to a variety of historical contaminants in soil and groundwater, remaining from the OAB's former use as a military installation. Most of the sites have been remediated. Two deed restrictions¹ on the OAB prohibit certain land uses and activities, such as groundwater extraction and excavation or soil disturbance without DTSC review and approval, and compliance with the final Remedial Action Plan and Risk Management Plan, among other conditions.
- The former U.S. Navy Fleet and Industrial Supply Center Oakland site that is under the oversight of the DTSC (EnviroStor site CA4170090027) due to volatile organic compounds in shallow groundwater, remaining from its former use as a military installation. A deed restriction² on that portion of the site prohibits constructing wells and extracting groundwater.
- The former Union Pacific Railroad Roundhouse property that is under the oversight of the Regional Water Quality Control Board ("RWQCB") (Geotracker site SL18339759) due to petroleum products in soil and groundwater, remaining from the site's former use by Western Pacific and Union Pacific Railroads. A deed restriction³ on the Roundhouse site prohibits certain land uses and activities, such as groundwater extraction and excavation or soil disturbance without RWQCB review and approval, requires compliance with a Site Management Plan, and requires surface covers, among other conditions.
- A portion of the Howard terminal property that is under the oversight of DTSC (EnviroStor site 01440006) due to volatile organic compounds, polynuclear aromatic hydrocarbons, total petroleum hydrocarbons, lead, and cyanide in soil and groundwater, remaining from a former

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http://www.envirostor.dtsc.ca.gov/regulators/deliverable_documents/7657270133/Land%20Use%20Covena nt.pdf

http://www.envirostor.dtsc.ca.gov/regulators/deliverable documents/1262481510/P181921%20Land%20U se%20Covenant%20%5BRecorded%206-29-07%5D.pdf

http://www.envirostor.dtsc.ca.gov/regulators/deliverable documents/4256138443/Land%20Use%20Coven ant%20%5Brecorded%202-22-01%5D.pdf

https://geotracker.waterboards.ca.gov/regulators/deliverable_documents/7523511588/UPRR%20Roundhou se%20deed%20restriction.pdf

use as a manufactured gas plant. A deed restriction⁴ on that portion of the site prohibits certain land uses and activities, such as disturbance of the asphalt cover, groundwater extraction and excavation or soil disturbance without DTSC review and approval of a health and safety plan, among other conditions.

• The former McGuire property that is under the oversight of the DTSC (EnviroStor site 01280092) due to volatile organic compounds in shallow groundwater, remaining from a former use as a marine chemical terminal and hazardous materials bulk storage and processing facility. A deed restriction⁵ on that portion of the site prohibits certain land uses and activities, such as groundwater extraction and excavation or soil disturbance without DTSC review and approval of a soil management plan.

Continued use of these deed-restricted sites for maritime support purposes is not subject to CEQA under Section 15061(b)(3) of the CEQA Guidelines, which states that CEQA applies only to activities that have a potential for causing a significant effect on the environment. It can be seen with certainty that there is no possibility that extending the existing space assignments with existing tenants for the same uses on these sites will result in a physical change in the environment, and therefore this action is not subject to CEQA.

SECTION 3. The Board approves the extensions set forth in the Agenda Report and authorizes the Executive Director of the Port ("Executive Director") to extend (i) those Space Assignment Agreements set forth in Table 1 in Attachment A to this Ordinance that have been in effect for more than one (1) year as of October 24, 2019 and (ii) those Space Assignment Agreements set forth in Table 2 of Attachment A to this Ordinance that are likely to be in effect for more than one year as of December 31, 2019. The Board authorizes and approves extension of said agreements on a month-to-month basis under the same terms and conditions and at such rates as are set forth in Port Tariff 2-A, as the same may be amended from time to time by the Board. Each of the month-to-month Space Assignment Agreements herein authorized shall be subject to further Board review and approval in the event that any such Space Assignment Agreements continue for more than one (1) year.

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www.envirostor.dtsc.ca.gov/regulators/deliverable_documents/4891050040/Howard%20Terminal%20Land%
20Use%20Covenant.pdf

http://www.envirostor.dtsc.ca.gov/regulators/deliverable documents/8129270255/Howard%20Terminal% 20Land%20Use%20Covenant%20Amendment.pdf

www.envirostor.dtsc.ca.gov/regulators/deliverable_documents/4540135025/LUC.Port.Final.Execu.recor ded.pdf

SECTION 4. This ordinance is not evidence of and does not create or constitute (a) a contract, or the grant of any right, entitlement or property interest, or (b) any obligation or liability on the part of the Board or any officer or employee of the Board. This resolution approves and authorizes the execution of an agreement in accordance with the terms of this resolution. Unless and until a separate written agreement is duly executed on behalf of the Board as authorized by this resolution, is signed and approved as to form and legality by the Port Attorney, and is delivered to other contracting party, there shall be no valid or effective agreement.

The Board of Port Commissioners, Oakland, California, October 24, 2019. Passed to print for one day by the following vote: Ayes: Commissioners Colbruno, Lee, Leslie, Martinez, Story and President Butner - 6. Excused: Commissioner Cluver - 1. Noes: 0.

Daria Edgerly

Secretary of the Board

ATTACHMENT A APPROVAL OF EXTENSION OF SPACE ASSIGNMENTS

Table 1: Space Assignment Agreements That Have Been In Effect for More than One Year as Of October 24, 2019

Company	Agreement	Type of Use	Current Lease Start Date	Monthly Rent
AAA Express	1487MMJ1	Trucking operations	4/1/2018	\$6,690.00
Academy of Truck Drivin	1182MMJ1	Parking of training vehicles	8/1/2006	\$697.79
Academy of Truck Drivin	1185MMJ1	Office and training space	8/1/2006	\$1,580.60
Amnav Maritime Services	1172MMJ1	Tug boat operations	7/1/2006	\$8,655.08
Ariana Hot Dog	1368MMJ3	Food vendor	10/15/2013	\$171.00
Bay Area Rapid Transit	1478MMJ1	Construction laydown	5/21/2018	\$9,713.28
Bay City Express	1511MMJ1	Trucking operations	12/1/2018	\$11,820.75
Best Bay Trucking	1389MMJ4	Trucking operations	9/29/2014	\$27,942.35
Bridgeport Transportation	1504MMJ4	Trucking operations	10/13/2018	\$29,891.14
California Freight Sale	1318MMJ1	Trucking operations	7/1/2006	\$10,146.50
Calport and Rail	1501MMJ1	Trucking operations	9/1/2018	\$11,613.84
CMI Transportation	1476MMJ5	Trucking operations	12/1/2017	\$33,825.29
CPX Carrier	1138MMJ1	Office space/trucking ops	5/1/2017	\$1,429.26
CPX Carrier	1246MMJ1	Office space/trucking ops	5/1/2017	\$10,146.50
CTS Tires and Recycling	1363MMJ1	Truck repairs	9/25/2013	\$6,192.66
Digital Realty Trust	1280MMJ3	Storage and auto parki	7/13/2010	\$2,930.40
DNH Carriers	1485MMJ1	Trucking operations	1/8/2018	\$5,536.42
El Patron Lonchera	1229MMJ3	Food vendor	6/1/2008	\$171.00
Fast Way Xpress	1458MMJ1	Office space/trucking ops	4/15/2017	\$12,515.30
Fred's Truck Service	1404MMJ1	Truck repairs	7/1/2015	\$4,981.50
Fundis Company	ОНQ932	Truck scale	12/1/2000	\$5,112.00
Fundis Company	1245MMJ1	Trucking operations	2/1/2009	\$14,484.00
GST Transport	1494MMJ4	Trucking operations	7/20/2018	\$25,434.94
Impact Transportation	1500MMJ1	Fumigation	12/1/2018	\$540.00
Isaac Logistics	1489MMJ4	Trucking operations	5/1/2018	\$6,302.00

K&W Trucking Group	1427MMJ4	Trucking operations	3/1/2016	\$10,146.50
La Chole	MHQ1031	Food vendor	9/1/2003	\$171.00
Legner and Sons	1173MMJ1	Office space/trucking ops	7/1/2006	\$10,642.05
Longdo Trucking	1499MMJ1	Trucking operations	9/1/2018	\$7,961.10
Maritech Equipment	1089MMJ1	Office space and repai	1/1/2005	\$4,452.20
MC&PL Tire	1105MMJ5	Truck tire repair	4/1/2005	\$451.56
Metritech	1268MMJ1	RFID center	12/17/2009	\$133.80
North Central Truck Supply	1311MMJ1	Truck parts	8/1/2011	\$7,987.50
North Central Truck Supply	1464MMJ1	Truck parking	7/1/2017	\$3,037.50
Occupational Testing	1371MMJ1	Trucker physicals	1/1/2014	\$1,580.00
Olivia's Catering	1475MMJ1	Food vendor	10/1/2017	\$171.00
Pacific Maritime Association	1378MMJ4	ILWU training	2/24/2014	\$59,677.20
Pena's Trucking Service	1351MMJ1	Trucking operations	4/15/2013	\$10,146.50
PG&E	1490MMJ4	Construction laydown	6/20/2018	\$10,338.28
Pinnacle Ag Services	1449MMJ1	Trans-loading operatio	11/1/2016	\$31,188.96
PRO-SE Services	1452MMJ3	Trucking operations	2/1/2017	\$3,715.49
R&G Express	1352MMJ1	Trucking operations	4/1/2013	\$5,352.00
Ranokx Logistics	1400MMJ4	Trucking operations	4/1/2015	\$11,613.84
Rick's Portable Welding	1375MMJ1	Equipment repair	1/15/2014	\$1,288.56
SAI Trucking	1438MMJ1	Trucking operations	8/22/2016	\$15,984.64
Schnitzer Steel	1231MMJ3	Steel export operation	1/16/2011	\$4,760.06
Schnitzer Steel	1284MMJ3	Steel export operation	4/1/2011	\$1,800.00
Sea Road Transportation	1469MMJ1	Trucking operations	7/1/2017	\$12,951.84
Sea-Logix	1433MMJ1	Container operations	4/30/2016	\$7,261.00
Sincere Hardware	1241MMJ4	Product storage	12/1/2008	\$2,619.90
Singh Express	1437MMJ1	Trucking operations	8/1/2016	\$25,087.50
S-Line Transportation	1393MMJ4	Trucking operations	12/3/2014	\$33,550.35
Star J Trucking	1440MMJ1	Trucking operations	8/1/2016	\$12,956.30
Sunny Trucking	1450MMJ1	Trucking operations	11/1/2016	\$11,214.44
Tacos Los Cuates	1253MMJ4	Food vendor	6/1/2009	\$171.00
Tran Kim Muoi	1333MMJ2	Food vendor	6/1/2012	\$171.00

Unicold	1388MMJ5	Container storage	6/1/2012	\$2,319.57
United Bridge Transport	1472MMJ1	Trucking operations	9/1/2017	\$14,049.00
Villegas Diesel Tech	1418MMJ1	Truck repairs	2/1/2016	\$3,616.80
Westar Marine Services	1165MMJ1	Water taxi services	4/1/2006	\$745.50
Wings Century Trucking	1307MMJ1	Trucking operations	7/1/2011	\$21,370.09
World Transportation	1447MMJ1	Trucking operations	9/1/2016	\$7,916.50
XPO Drayage	1379MMJ4	Trucking operations	3/1/2014	\$34,923.82
Xtreme Intermodal	1508MMJ1	Trucking operations	12/3/2018	\$7,961.10

Table 2: Space Assignment Agreements Likely to be in Effect for More than One Year as of December 31, 2019

Company	Agreement	Type of Use	Current Lease Start Date	Monthly Rent
AV Trucking	1527MMJ4	Trucking operations	6/17/2019	\$9,031.50
E&H 24-Hour Road Svcs	1502MMJ1	Truck repairs	8/1/2019	\$2,230.00
Harley Marine Services	1493MMJ4	Tug and barge operatio	5/1/2019	\$3,500.00
Hercules Trucking	1512MMJ4	Trucking operations	1/3/2019	\$11,952.80
Intermodal Logistics	1526MMJ1	Trucking operations	8/1/2019	\$11,820.86
Oakland Port Trans	1523MMJ4	Trucking operations	5/13/2019	\$17,030.35
Seaport Intermodal	1513MMJ4	Trucking	2/15/2019	\$7,961.10
Shimmick	1517MMJ1	Construction laydown	5/15/2019	\$4,602.05