

MINUTES OF A REGULAR MEETING OF THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH, HELD IN THE BOARD ROOM OF THE HARBOR DEPARTMENT ADMINISTRATION BUILDING AND THE STAFF CONFERENCE ROOM AT 925 HARBOR PLAZA, LONG BEACH, CALIFORNIA, ON MONDAY, FEBRUARY 6, 2006, AT 9 A.M.

Present: Commissioners: Walter, Hancock, Cordero, Hankla, Topsy-Elvord
 Absent: " None

Also present:

R. D. Steinke	Executive Director
S. B. Rubin	Managing Director
T. Teofilo	Managing Director
G. T. Hein	Executive Officer to the Board
D. A. Thiessen	Chief Harbor Engineer
T. K. Whitesell	Director of Administration
A. W. Wong	Assistant Director of Communications
M. J. Slavin	Chief Financial Officer
D. L. Albrecht	Director of Information Management
R. Rich	Director of Maintenance
R. G. Kanter	Director of Planning
K. J. McDermott	Director of Properties
C. Perrone	Director of Security
D. B. Snyder	Director of Trade & Maritime Services
C. A. Kemp	Director of Community Relations
D. T. Holzhaus	Principal Deputy City Attorney

PRESIDENT TOPSY-ELVORD PRESIDED AS CHAIRPERSON.

APPROVAL OF MINUTES:

Upon motion by Commissioner Walter, seconded by Commissioner Hankla and unanimously carried, the minutes of the regular meeting of January 30, 2006, were declared read and approved as read.

PUBLIC COMMENTS.

Mr. E. Del Smith from Smith, Esposito & Lyerly, stated he would be available for the afternoon to answer any questions from the Commissioners regarding what is going on in our nation's capitol.

CONSENT CALENDAR – ITEMS NOS. 1-6.

Items No. 3 and 4 were removed from Consent Calendar for discussion.

1. SOUTHERN CALIFORNIA GAS COMPANY – ELIMINATION OF FEES ON EXISTING AND FUTURE AGREEMENTS - APPROVED.

Communication from Kathryn McDermott, Director of Properties, dated January 31, 2006, requesting approval of the write-off of existing fees connected with Pipeline Permits 87-1, HD-5318-238/670, and HD-4911-E, refund rent paid under Pipeline Permit 00-01, and discontinue billing of future fees under any pipeline agreement with Southern California Gas Company, was presented to the Board. The request was approved by the Executive Director.

2. MARINE TECHNICAL SERVICES, INC. – EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE, UPON SATISFACTION OF CERTAIN CONDITIONS BY CONTRACTOR, CONTRACT FOR THE DEMOLITION OF TWO DOCKSIDE CONTAINER CRANES AT PIER F AND PIER J UNDER SPECIFICATION NO. HD-S2293 – CITY ATTORNEY REQUESTED TO PREPARE CONTRACT – DOCUMENT NO. HD-7022 - CWO NO. 5059, SUPPLEMENT NO. 1, AND A PROJECT BUDGET REVISION - APPROVED.

Communication from D. A. Thiessen, Chief Harbor Engineer, dated February 1, 2006, requesting conditional authorization of a Contract with Marine Technical Services, Inc., for the demolition of two dockside container cranes at Pier F and Pier J under Specification No. HD-S2293, in the amount of \$725,000, CWO No. 5059, Supplement No. 1, in the amount of \$932,030, and a project budget revision, was presented to the Board. The request was approved by the Executive Director.

5. HARBOR REVENUE FUND – APPROVAL OF FUND TRANSFER JOURNALS AND AUTHORIZATION OF TRANSFER OF FUNDS.

Communication from Michael J. Slavin, Chief Financial Officer, by J. A. Urrutia, dated February 1, 2006, submitting the following Fund Transfer Journals received from the Department of Financial Management:

<u>AMOUNT</u>	<u>DESCRIPTION</u>
103,614.92	Employee Benefits and Insurance Funds – worker’s compensation for February 2006
123,294.92	Employee Benefits Fund – pension obligation bonds for February 2006
175,515.33	General Fund – transfer of the February 2006 estimated City general administration costs
9,811.75	General Fund – adjusted for additional cost of indirect overhead for prior year – February 2006

1,127.97	Reprographics for January 2006
11,058.33	Technical Systems – financial information system for February 2006
83,426.57	Planning and Building permits for December 2005
250.00	Human Resources – traffic control/security officer training on December 1, 2005

was presented to the Board. The Fund Transfer Journals were approved by the Executive Director.

6. UBS SECURITIES LLC – EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE ASSIGNMENT AND CONSENT AGREEMENT OF THE COMMERCIAL PAPER PROGRAM – DOCUMENT NO. HD-7023.

Communication from Michael J. Slavin, Chief Financial Officer, dated January 25, 2006, recommending that the Executive Director be authorized to approve the Assignment by UBS Financial Services, Inc., to and assumption by UBS Securities LLC under the Dealer Agreement of the Port's Commercial Paper Program, was presented to the Board. The request was approved by the Executive Director.

Commissioner Walter moved, seconded by Commissioner Cordero that the communications be received and filed and that Items Nos. 1, 2, 5, and 6 be approved as recommended. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Cordero, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

3. JANNA WATANABE – APPOINTMENT.

Communication from Toni K. Whitesell, Director of Administration, dated February 1, 2006, requesting approval of the appointment of Janna Watanabe, to the position of Environmental Specialist Assistant, at Range/Step 514/01, effective February 13, 2006, was presented to the Board. The request was approved by the Executive Director.

Commissioner Cordero moved, seconded by Commissioner Walter that the communication be received and filed and that Janna Watanabe be appointed to the position of Environmental Specialist Assistant. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Cordero, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

4. JAMES B. VERNON III – APPOINTMENT.

Communication from Toni K. Whitesell, Director of Administration, by C. A. Stafford, dated February 1, 2006, requesting approval of the appointment of James B. Vernon III, to the position of Environmental Specialist Assistant, at Range/Step 514/05, effective February 13, 2006, was presented to the Board. The request was approved by the Executive Director.

Commissioner Cordero asked if the incoming Environmental Specialist Assistants have appropriate and relevant experience and background in environmental issues.

In response to the question by Commissioner Cordero, Mr. Cottrill stated both Ms. Watanabe and Mr. Vernon have their bachelor degree and they do have appropriate and relevant experience in environmental issues.

Commissioner Cordero moved, seconded by Commissioner Walter that the communication be received and filed and that James B. Vernon III be appointed to the position of Environmental Specialist Assistant. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Cordero, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

REGULAR AGENDA.

7. FINANCIAL STATEMENTS FOR THE LONG BEACH HARBOR DEPARTMENT FOR FIRST QUARTER ENDED, DECEMBER 31, 2005 – RECEIVED AND FILED.

Communication from Michael J. Slavin, Chief Financial Officer, by J. A. Urrutia, dated January 31, 2006, requesting the financial statements for the Long Beach Harbor Department for the first quarter ended December 31, 2005, be received and filed, was presented to the Board. The financial statements were approved by the Executive Director.

Commissioner Hankla moved, seconded by Commissioner Hancock that the communication and financial statements transmitted therewith be received and filed. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Cordero, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

8. DISCUSSION OF STRATEGIC PLAN PROGRESS UPDATE.

Communication from Tom Teofilo, Managing Director, dated February 2, 2006, transmitting for discussion and review information regarding the Strategic Plan progress update, was presented to the Board. The transmission was approved by the Executive Director.

Commissioner Hancock moved, seconded by Commissioner Hankla that the communication and the discussion of the Strategic Plan progress update transmitted therewith be received and filed. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Cordero, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

NEW BUSINESS.

Mr. Slavin introduced the Finance Division's new Revenue Manager, Mr. Sam Joumbat. He stated Mr. Joumbat comes to us from the City Auditor's office and has worked on numerous Harbor projects.

Mr. Joumbat stated he was glad to be here at the Harbor and he looks forward to working with the team in Finance.

President Topsy-Elvord welcomed Mr. Joumbat.

President Topsy-Elvord announced that the Century Club held their 50th Sports Night Award Ceremony and that The Walter Family had been recognized with the Tom and Georgie Gleason Award and the award is given for constant encouragement and support of Long Beach athletic achievements. She stated on March 5, 2005, the Pyramid on the campus of Long Beach State officially became known as the Walter Pyramid thanks to the Walter's generous donation.

Commissioner Walter thanked President Topsy-Elvord for the recognition. He stated that he and Arline have always tried to reach out and support the community that they are involved in.

Additionally, as a tribute, President Topsy-Elvord acknowledged the Dr. John E. Kashiwabara Award and this award is given annually to student-athletes who provide outstanding leadership on the team, on campus, and in their community; who are inspirations to teammates by action and deeds; and dedicated to academic excellence.

She stated Dr. Kashiwabara had served on the Commission from July 1996 through March 2003.

Mr. Hein stated there would be a Special Meeting next week at 11:00 a.m. regarding a policy on environmental sustainability and the Board meeting is at the regular scheduled time of 1:00 p.m.

ADJOURNED.

At 11:35 a.m., Commissioner Hancock moved, seconded by Commissioner Walter that the meeting be adjourned sine die. Carried by the following vote:

AYES:	Comms:	Walter, Hancock, Cordero, Hankla, Topsy-Elvord
NOES:	"	None
ABSENT:	"	None