

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 AT 925 HARBOR PLAZA, LONG BEACH, CALIFORNIA, ON MONDAY, AUGUST 7, 2006, AT 1 P.M.

Present: Commissioners: Topsy-Elvord, Hancock, Cordero, Hankla
Absent: " Walter

Also present:

R. D. Steinke	Executive Director
S. B. Rubin	Managing Director
G. T. Hein	Executive Officer to the Board
D. A. Thiessen	Chief Harbor Engineer
T. K. Whitesell	Director of Administration
H. C. Morris	Director of Communications
S. Joumblat	Revenue Manager
D. L. Albrecht	Director of Information Management
R. Rich	Director of Maintenance
K. M. Cartwright	Manager of Transportation 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
R. S. Baratta	Director of Risk Management
D. T. Holzhaus	Principal Deputy City Attorney

PRESIDENT HANKLA PRESIDED AS CHAIRPERSON.

APPROVAL OF MINUTES.

Upon motion by Commissioner Topsy-Elvord, seconded by Commissioner Cordero and unanimously carried, the minutes of the regular meeting of July 24, 2006, were declared read and approved as read.

PUBLIC COMMENTS.

Dr. John Kashiwabara, former Commissioner, introduced Mr. Michael Vaughn, President of the Long Beach Yokkaichi Sister City Association.

Mr. Vaughn stated the Trio Program between Yokkaichi and Long Beach is a program exchanging a teacher and two students in alternating years with schools in Yokkaichi and was implemented in 1965. He introduced this year's Trio from Yokkaichi, teacher, Ms. Yukari Kobayashi, and students, Ms. Shuku Nakana, and Mr. Yusuke Taniguchi.

Commissioner Topsy-Elvord welcomed the Trio.

CONSENT CALENDAR – ITEMS NOS. 1-9.

Items Nos. 4, 5, and 9 were removed from Consent Calendar for discussion.

1. TMAD TAYLOR AND GAINES – DOCUMENT NO. HD-7069 AND URS CORPORATION – DOCUMENT NO. HD-7070 – EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE CONTRACTS FOR THE PIER G TERMINAL REDEVELOPMENT.

Communication from D. A. Thiessen, Chief Harbor Engineer, dated August 2, 2006, recommending authorization of Contracts with TMAD Taylor and Gaines and URS Corporation for the Pier G terminal redevelopment, both in the amount of \$440,000, with a contract term ending December 31, 2010, was presented to the Board. The recommendation was approved by the Executive Director.

2. REJECTION OF BIDS FOR THE PIER C STREET DRAINAGE IMPROVEMENT UNDER SPECIFICATION NO. HD-S2277 - AUTHORITY TO RE-ADVERTISE THE PROJECT.

Communication from D. A. Thiessen, Chief Harbor Engineer, dated August 2, 2006, recommending the rejection of bids for the Pier C Street drainage improvements under Specification No. HD-S2277 and authorization to re-advertise the project, was presented to the Board. The request was approved by the Executive Director.

3. LEVEL I HARBOR DEVELOPMENT PERMITS – RECEIVED AND FILED.

Communication from Robert Kanter, Director of Planning, by Richard Cameron, dated July 25, 2006, requesting that the following Level I Harbor Development Permits be received and filed:

HDP #06-077	Chemoil Marine Terminal – Replace/Remove Fire Monitor Valve
HDP #06-079	Metropolitan Stevedore Company – Office Building Demolition
HDP #06-084	California Sandblasting and Coating, Inc. – Spray Booth Replacement
HDP #06-085	Pacific Container Terminal – Fire Hydrant Relocation
EMP #06-086	Tidelands Oil Production Company – Emergency Water Injection Line Repair

was presented to the Board. The request was approved by the Executive Director.

6. 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 August 1, 2006, submitting the following Fund Transfer Journals received from the Department of Financial Management:

<u>AMOUNT</u>	<u>DESCRIPTION</u>
\$953,732.31	Employee Benefits and Insurance Funds – transfer of the June 2006 cost of employees' fringe benefits (3 pay periods)
730,481.50	Fire Department – Fire boats for July 2006 Fire Department – Fire stations for July 2006
8,307.25	Fire Department – vessel patrol for July 2006
273,423.00	Police Department – police services for June 2006
139,932.70	Gas, water, and sewer for June 2006
245.00	Reprographics for July 2006
176,900.00	Gas & Oil Department – cost for Pier G main gas relocation
1,200.00	Gas & Oil Department – cost for 1-1/2" steel services at main for demolition
18,902.67	Utility user's tax billed for June 2006

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

7. JOHANNA A. THUNELL – APPOINTMENT.

Communication from Toni K. Whitesell, Director of Administration, dated August 2, 2006, requesting approval of the appointment of Ms. Johanna A. Thunell to the position of Assistant Administrative Analyst I at Range/Step 470/1, effective August 8, 2006, was presented to the Board. The request was approved by the Executive Director.

President Hankla stated the correct classification for Ms. Thunell should be Assistant Administrative Analyst II at Range/Step 530/01.

8. DANIEL J. RAMSAY – APPOINTMENT.

Communication from Toni K. Whitesell, Director of Administration, dated August 2, 2006, requesting approval of the appointment of Mr. Daniel J. Ramsay to the position of Environmental Remediation Specialist II at Range/Step 694/5, effective August 8, 2006, was presented to the Board. The request was approved by the Executive Director.

Commissioner Topsy-Elvord moved, seconded by Commissioner Cordero that the communications be received and filed and that Items Nos. 1-3, 6, and 8 be approved as recommended, and Item No. 7 be approved as amended. Carried by the following vote:

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

4. DISTRIBUTION OF A NEGATIVE DECLARATION/APPLICATION SUMMARY REPORT FOR A 30-DAY PUBLIC REVIEW AND COMMENT PERIOD FOR THE CONSTRUCTION OF AN ADVANCE MARITIME EMISSIONS CONTROL SYSTEM – APPROVED.

Communication from Robert Kanter, Director of Planning, by R. Cameron, dated August 1, 2006, requesting distribution of a Negative Declaration/Application Summary Report, for a 30-day public review and comment period to construct an Advanced Maritime Emissions Control System on Pier G, Berths G212-G214, was presented to the Board. The recommendation was approved by the Acting Executive Director.

In response to a question from Commissioner Hancock, Ms. Tomley stated the project is consistent with the Clean Air Action Plan and staff expects the project to be received very positively as the Port is moving forward to remove emissions from vessels.

In response to questions from Commissioner Cordero, Ms. Tomley stated if the project proves to be successful, then the terminal operations around the Southeast Basin could also move forward and the Port would not have to go through another environmental review process. Additionally, she clarified that the stack configurations may not fit on every vessel that calls and that the stack configurations do not require retro fits.

In response to a question by Commissioner Cordero, Ms. Tomley stated this is being considered as an alternative for cold-ironing to also get emission reductions for terminals where they have infrequent callers. She added cold-ironing in not proposed at this berth.

Commissioner Hancock moved, seconded by Commissioner Topsy-Elvord that the communication be received and filed, that the Board approve the distribution of the Negative Declaration/Application Summary report to construct an Advanced Maritime Emissions Control System.

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

5. DISTRIBUTION OF A NEGATIVE DECLARATION/APPLICATION SUMMARY REPORT FOR A 21-DAY PUBLIC REVIEW AND COMMENT PERIOD FOR THE CONSTRUCTION OF A SECURITY COMMAND AND CONTROL CENTER – APPROVED.

Communication from Robert Kanter, Director of Planning, dated August 1, 2006, requesting distribution of a Negative Declaration/Application Summary Report, for a 21-day public review and comment period to construct a Security Command and Control Center at 1249 Pier F Avenue, was presented to the Board. The recommendation was approved by the Executive Director.

In response to a question by Commissioner Hancock, Mr. Cartwright stated this project benefits both the Port of Long Beach and the Port of Los Angeles and that staff is not expecting any controversial comments regarding the distribution.

In response to a question by Commissioner Cordero, Mr. Perrone stated the scheduled completion date is October 2008, and this action will help keep the project on schedule.

Commissioner Hancock moved, seconded by Commissioner Topsy-Elvord that the communication be received and filed, that the Board approve the distribution of the Negative Declaration/Application Summary Report to construct a Security Command and Control Center. Carried by the following vote:

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

9. KEVIN J. ELDRIDGE – APPOINTMENT.

Communication from Richard D. Steinke, Executive Director, dated August 3, 2006, requesting approval of the appointment of Kevin J. Eldridge to the position of Assistant Executive Director, at \$180,000 annually was presented to the Board. The request was approved by the Executive Director.

Mr. Steinke stated Mr. Eldridge retired from the Coast Guard after 32 years of service. He stated he has experience in a wide range of leadership and he will be an excellent fit for our management team with his background in marine safety and security, pollution prevention and response, port operations, vessel operations, and crisis management.

Commissioner Hancock moved, seconded by Commissioner Topsy-Elvord that the communication be received and filed and that Kevin J. Eldridge be appointed to the position of Assistant Executive Director. Carried by the following vote:

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

REGULAR AGENDA.

10. FINANCIAL STATEMENTS FOR THE LONG BEACH HARBOR DEPARTMENT FOR THIRD QUARTER ENDED, JUNE 30, 2006 – RECEIVED AND FILED.

Communication from Michael J. Slavin, Chief Financial Officer, dated August 2, 2006, requesting the financial statements for the Long Beach Harbor Department for the third quarter ended June 30, 2006, be received and filed, was presented to the Board. The financial statements were approved by the Executive Director.

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

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

11. FOREIGN TRADE ZONES BOARD – APPLICATION FOR A BOUNDARY MODIFICATION FOR FOREIGN TRADE ZONE EXPANSION SITE 50-3 FOR PARCELS LOCATED IN THE CITY OF SAN BERNARDINO – RESOLUTION NO. HD-2312- ADOPTED.

Communication from Kathryn McDermott, Director of Properties, dated July 11, 2006, recommending approval of the application for a boundary modification for Foreign Trade Zone Expansion Site 50-3, for parcels located in the City of San Bernardino, was presented to the Board together with the authorizing resolution therefore. The recommendation was approved by the Executive Director.

Commissioner Topsy-Elvord moved, seconded by Commissioner Hancock that the communication be received and filed and that the resolution entitled, "A RESOLUTION OF THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF

LONG BEACH APPROVING A REQUEST FROM INLAND VALLEY DEVELOPMENT AGENCY FOR A BOUNDARY MODIFICATION OF FOREIGN-TRADE ZONE 50, EXPANSION SITE 50-3, SITE 4, AUTHORIZING THE EXECUTIVE DIRECTOR TO SUBMIT AN APPLICATION FOR THIS BOUNDARY MODIFICATION TO THE FOREIGN-TRADE ZONES BOARD OF THE UNITED STATES DEPARTMENT OF COMMERCE, AND MAKING A DETERMINATION RELATING THERETO," be declared read and adopted as read. Carried by the following vote:

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

12. PORT OF LONG BEACH – PORT OF LOS ANGELES – ALAMEDA CORRIDOR TRANSPORTATION AUTHORITY – KONOIKE-PACIFIC CALIFORNIA, INC. - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE EXCHANGE AGREEMENT FOR PROPERTY ADJACENT TO THE ALAMEDA CORRIDOR – FIRST READING OF ORDINANCE.

Communication from Kathryn McDermott, Director of Properties, dated August 2, 2006, recommending the approval of an exchange agreement between the Port of Long Beach, the Port of Los Angeles, Alameda Corridor Transportation Authority, and Konoike-Pacific California, Inc., for property adjacent to the Alameda Corridor, was presented to the Board together with the authorizing ordinance therefore. The recommendation was approved by the Executive Director.

Commissioner Topsy-Elvord moved, seconded by Commissioner Cordero that the communication be received and filed and that the ordinance entitled, "AN ORDINANCE OF THE BOARD OF HARBOR COMMISSIONERS OF THE CITY OF LONG BEACH AUTHORIZING THE EXECUTIVE DIRECTOR TO EXECUTE AN EXCHANGE AGREEMENT BETWEEN AND AMONG THE CITY OF LONG BEACH, THE CITY OF LOS ANGELES, THE ALAMEDA CORRIDOR TRANSPORTATION AUTHORITY AND KONOIKE-PACIFIC CALIFORNIA, INC., AND MAKING A DETERMINATION RELATING THERETO," be declared read for the first time and laid over for its second and final reading. Carried by the following vote:

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

NEW BUSINESS.

Mr. Hein introduced Ms. Diane Jacobus and stated she would be working in the Office of the Executive Officer to the Board as the Protocol Officer.

President Hankla welcomed Ms. Jacobus, in her new capacity as Protocol Officer.

SERVICE PIN RECOGNITION.

The following were presented to the Board in recognition of their service to the City:

Reggie Givins Construction Supervisor 25 years

President Hankla congratulated Mr. Givins on his 25 years of service.

TRADE MISSION TRAVEL REPORT.

Mr. Hein gave a report on the recent Trade Mission to Tokyo for customer information meetings and stated the delegation visited Yokkaichi to also carryout some business for Mayor Foster. The delegation consisted of President Hankla, Commissioner Cordero, Commissioner Walter, Mr. Steinke, Dr. Kanter, and Ms. McDermott and, while in Yokkaichi, they met with Mayor Inoue and several members of the City Assembly and Chamber of Commerce.

Additionally, Mr. Hein stated the Trade Mission culminated into a media and press event with K Line and International Transportation Service to celebrate the recent agreed upon lease.

ADJOURNED IN MEMORY OF WARREN ILIFF.

At 1:50 p.m., Commissioner Topsy-Elvord moved, seconded by Commissioner Cordero that the meeting be adjourned sine die in memory of Warren Iliff. Mr. Iliff was the first CEO and President of the Aquarium of the Pacific and he is survived by his wife, Ghislaine. Carried by the following vote:

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