

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, OCTOBER 3, 2005, AT 1 P.M.

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

Also present:

G. Knatz	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
H. C. Morris	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 Cordero and unanimously carried, the minutes of the regular meeting of September 26, 2005, were declared read and approved as read.

PUBLIC COMMENTS.

Mr. Rich Maxwell and Mr. Scott Johns from Wittman Engineering & Construction, Inc., provided information regarding Pacific Spill Control School.

President Topsy-Elvord thanked Mr. Maxwell and Mr. Johns for their information.

CONSENT CALENDAR – ITEMS NOS. 1-9.

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

1. LOCKWOOD GREEN - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE FIRST AMENDMENT TO CONTRACT FOR SECURITY COMMAND AND CONTROL CENTER - DOCUMENT NO. HD-6818A - CWO NO. 1260, SUPPLEMENT NO. 3 AND A BUDGET REVISION - APPROVED.

Communication from D. A. Thiessen, Chief Harbor Engineer, dated September 28, 2005, requesting approval of an amendment to Contract with Lockwood Green for additional work for the Security Command and Control Center, in the amount of \$487,200, CWO No. 1260, Supplement No. 3, in the amount of \$4,500,000, and a budget revision, was presented to the Board. The request was approved by the Executive Director.

2. DEPARTMENT OF TOXIC SUBSTANCES CONTROL – EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE MEMORANDUM OF UNDERSTANDING TO COMPLETE ENVIRONMENTAL DOCUMENTATION FOR THE PIER A WEST SITE – DOCUMENT NO. HD-6980.

Communication from Robert Kanter, Director of Planning, dated September 28, 2005, recommending authorization of a Memorandum of Understanding with Department of Toxic Substances Control (DTSC) to complete environmental documentation for the Pier A West/Area 2, was presented to the Board. The recommendation was approved by the Acting Executive Director.

3. WRITE-OFF OF CERTAIN ACCOUNTS RECEIVABLE - APPROVED.

Communication from Michael J. Slavin, Chief Financial Officer, dated September 27, 2005, requesting approval of the write-off of certain accounts receivable, in the amount of \$86,374.76, was presented to the Board. The request was approved by the Executive Director.

5. ERICA A. ZENTGRAF – APPOINTMENT.

Communication from Toni K. Whitesell, Director of Administration, dated September 28, 2005, requesting approval of the appointment of Erica A. Zentgraf to the position of Secretary, at Range/Step 410/02, effective October 3, 2005, was presented to the Board. The request was approved by the Executive Director.

6. NORTH PACIFIC GROUP DBA NORTH PACIFIC LUMBER - ACCEPTANCE OF WORK UNDER SPECIFICATION NO. HD-S2273.

Communication from Randy Rich, Director of Maintenance, dated September 27, 2005, advising that North Pacific Group dba North Pacific Lumber has satisfactorily completed, as of September 27, 2005, the furnishing and delivering of creosote timber piles, as described in Specification No. HD-S2273, and recommending that said work be accepted as complete as of that date, was presented to the Board. The recommendation was approved by the Executive Director.

7. APF TRAVEL, INC. - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE CONTRACT FOR PORT TRAVEL SERVICE ARRANGEMENTS - DOCUMENT NO. HD-6981.

Communication from Gustav T. Hein, Executive Officer, dated September 28, 2005, recommending authorization of a Contract with APF Travel, Inc., for Port travel service arrangements for the period of October 1, 2005, through September 30, 2006, was presented to the Board. The recommendation was approved by the Executive Director.

8. EMODAL.COM, LLC AND INTERNATIONAL ASSET SYSTEMS LIMITED - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE FIRST AMENDMENT TO CONTRACT FOR THE DEVELOPMENT OF A VITRUAL CONTAINER YARD – DOCUMENT NO. HD-6953A.

Communication from Geraldine Knatz, Managing Director, dated September 27, 2005, requesting approval of an amendment to Contract, deleting the last paragraph of Section 5, with eModal.com, LLC, and International Asset Systems Limited, for the development of a virtual container yard, was presented to the Board. The request was approved by the Executive Director.

Without objection the communications were received and filed and Items Nos. 1-3 and 5-8 were approved by unanimous consent. Carried by the following vote:

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

4. INSURANCE RESERVE ACCOUNT – ANNUAL ALLOCATION OF FUNDS.

Communication from Michael J. Slavin, Chief Financial Officer, dated September 27, 2005, requesting authorization of funding for the insurance reserve account from unrestricted cash, in the amount of \$3 million, was presented to the Board. The request was approved by the Executive Director.

Commissioner Walter stated he had read where the cost to rebuild the Port of New Orleans would be between \$2 and \$4 billion.

Commissioner Walter moved, seconded by Commissioner Hankla that the communication be received and filed, and that the annual allocation of funds for the insurance reserve account be approved. Carried by the following vote:

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

9. CITY OF LOS ANGELES – ALAMEDA CORRIDOR TRANSPORTATION AUTHORITY - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE COST SHARING AGREEMENT FOR THE DEVELOPMENT OF A VIRTUAL CONTAINER YARD – DOCUMENT NO. HD-6982.

Communication from Geraldine Knatz, Managing Director, dated September 27, 2005, requesting approval of a Cost Sharing Agreement with the City of Los Angeles and the Alameda Corridor Transportation Authority for the development of a virtual container yard, with each contributing funds in the amount of \$250,000, was presented to the Board. The request was approved by the Executive Director.

In response to a request by Commissioner Cordero, Dr. Knatz gave an overview of what the expectations are and how it will benefit the Port with efficiency.

Without objection the communications were received and filed and that said Cost Sharing Agreement with the City of Los Angeles and the Alameda Corridor Transportation Authority be approved, and that the Executive Director be authorized to execute the agreement. Carried by the following vote:

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

REGULAR AGENDA.

10. GIBBS, GIDEN, LOCHER & TURNER – INCREASE IN CONTRACT FOR LEGAL SERVICES - APPROVED.

Communication from Dominic Holzhaus, Principal Deputy City Attorney, dated September 28, 2005, requesting authorization of an increase to the Contract with Gibbs, Giden, Locher & Turner, for public works counsel, in the amount of \$500,000, was presented to the Board.

Commissioner Hancock moved, seconded by Commissioner Hankla that the communication be received and filed and that said increase of Contract with Gibbs, Giden, Locher & Turner be authorized. Carried by the following vote:

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

11. THUMS LONG BEACH - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE THIRD AMENDMENT TO LEASE FOR THE WILMINGTON OIL FIELD – FIRST READING OF ORDINANCE.

Communication from Kathryn McDermott, Director of Properties, dated September 26, 2005, recommending approval of the Third Amendment to Lease with Thums Long Beach for the operation of the eastern onshore and offshore sections of the Wilmington Oil Field, was presented to the Board together with the authorizing ordinance therefore. The recommendation was approved by the Executive Director.

Commissioner Walter moved, seconded by Commissioner Hankla 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 A THIRD AMENDMENT TO LEASE AGREEMENT BETWEEN THE CITY OF LONG BEACH, ACTING BY AND THROUGH ITS BOARD OF HARBOR COMMISSIONERS, AND THUMS LONG BEACH COMPANY FOR THE USE OF CERTAIN PREMISES IN THE HARBOR DISTRICT 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:	Walter,Hancock,Cordero,Hankla,Topsy-Elvord
NOES:	"	None
ABSENT:	"	None

12. SOUTHERN CALIFORNIA EDISON COMPANY - EXECUTIVE DIRECTOR AUTHORIZED TO EXECUTE LEASE FOR THE PIER S DOCK SUBSTATION – FIRST READING OF ORDINANCE.

Communication from Kathryn McDermott, Director of Properties, dated September 28, 2005, recommending approval of the Lease with Southern California Edison Company for the Pier S Dock Substation, was presented to the Board together with the authorizing ordinance therefore. The recommendation was approved by the Executive Director.

In response to questions by Commissioner Hankla, Ms. McDermott stated that she would confirm that the financial terms of this lease are consistent with the other agreements between the Port and Southern California Edison Company.

Commissioner Hankla moved, seconded by President Topsy-Elvord that the communication be laid over. Carried by the following vote:

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

NEW BUSINESS.

SERVICE PIN RECOGNITION.

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

Tom Johnson	Manager of Environmental Planning	15 years
Steven Macias	Communications Specialist IV	15 years
Alex Alarcon	Geographic Information Systems Analyst II	25 years
Dena McQuarn	Clerk Typist I	25 years

President Topsy-Elvord congratulated the service pin recipients on their years of service.

INTRODUCTION.

Mr. Don Snyder, Director of Trade and Maritime Services, introduced the Port's new Marketing Manager, Mr. Kenneth Uria.

Mr. Uria stated he is looking forward to working with the Commissioners and staff. He stated he previously worked for NYK Line for 8-1/2 years and was a graduate of Washington State University.

President Topsy-Elvord welcomed Mr. Uria.

PRESENTATION.

Mr. Cosmo Perrone, Director of Security, stated the Port had received funding, in the amount of \$12,768,629, from the Department of Homeland Security for Round 5 of Port security grants. Additionally, he stated this money was for the following projects; fiber optic backbone to create a robust security system, an underwater surveillance system, and an interoperability and integration system to bring the terminals' security programs in line with the Ports.

GREEN PORT OPEN HOUSE REPORT.

Ms. Heather Morris gave an overview and presented a slide show of the recent Green Port Open House. She stated the attendance was estimated at over 2,000.

Additionally, Ms. Morris applauded the staff that had worked diligently on this project for the last 3-4 months. She stated there were over 25 information booths and that total included tenant booths.

President Topsy-Elvord thanked the staff for all their efforts and hard work in making the first Green Port Open House such a tremendous success.

ADJOURNED.

At 2:50 p.m., Commissioner Walter moved, seconded by Commissioner Cordero that the meeting be adjourned sine die. Carried by the following vote:

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