

MARITIME COMMITTEE
MEETING MINUTES
Thursday, August 29, 2002
12 noon – 2:00 p.m.
Courtyard Conference Room

Attendees:

Commissioner David Kramer
Commissioner Phil Tagami (Excused)
Commissioner Peter Uribe
Tay Yoshitani
Jerry Bridges
Joe Wong
Tom Clark
Sal DiGrande

Gay Joseph
John Betterton
Michael Beritzhoff
Jerry Serventi
Dennis White
Dan Westerlin
Sharon Maves

The Maritime Committee meeting was called to order at 12:08 p.m.

Calendar Items:

Approval of Items for Board Meeting of September 3, 2002.

Six discussion items were reviewed and recommended for consideration to the full Board:

Items for Discussion

1. Approval of Plans and Project Manual for Annual Dredging of Port of Oakland Berths for the Period Commencing January 1, 2003, 2004, or 2005 and Ending December 31, 2003, 2004, or 2005. **This program performs periodic maintenance dredging in order to maintain required water depths for shipping operations. The previous contracts have expired and the project needs to be re bid. Commissioner Uribe voiced concern about the duration of the proposed contract and a review process of contractors awarded the bid. Staff explained that the contract is set up based on one-year options, reviewed annually. If the contractor is not performing or it would be advantageous to re bid, there is that option. Recommended for approval.**
2. Ratification of Change Orders to the Contract for Improvement of Yard Lighting, Berth 23, Outer Harbor Terminal – Modifications to the Substation at Building D851 Including Back-Up Generator and Providing Power to the Temporary Trailers. **Commissioner Kramer inquired about the responsibility of cost for the project and if the tenants would share in that cost. Staff explained that they would share in the costs. These changes combined with the process of relocating/building a facility for Harbor Maintenance staff, has resulted in a schedule change to complete projects much earlier. Port will incur all initial cost but will recover some costs back under the construction contract of Berths 57-59. Recommended for Board approval.**
3. Approval of Consultant Agreement for Architectural and Engineering Services for Facilities Redevelopment of American President Lines Middle Harbor Terminal, Berths 60-63. **Commissioner Kramer questioned any conflict of interest or loyalty to tenant issues regarding Moffat & Nichol. They were part of our RFP process. Commissioner Uribe recommends that we obtain a statement of assurances and some added language regarding conflict of interest. The Committee wants to make sure that consultants will be working in the Port's interest. Actual construction will be covered by the PLA. Recommended for approval.**

4. Approval to Establish Executive Director's Authority to Authorize Changes in Scope to Agreement with Harris/TRS, a Joint Venture, for Construction Management Services for Construction of Berths 57-59 Container Yard and Gate, Vision 2000. **Staff excluded the normal contingency when previously obtaining approval. Contractor has been working well and we have added some work to the project scope. Commissioner Uribe would have preferred to see work broken up and distributed but understands time constraints and familiarity with projects. Staff further explained that this work was to be completed two to three years out during the project. As a result of the acceleration of Matson and Yusen terminals moving early, it requires us to advance some of the projects. When initially contracted, we did not anticipate them managing so many contracts. Recommended for approval.**
5. Approval to Grant the State of California, Department of Transportation (Caltrans) a Right-of-Entry Agreement and Extension of Existing Right-of-Entry Agreements for Work Relating to Construction of the Eastern Span of the San Francisco/Oakland Bay Bridge (Seismic Safety Project). **Staff explained that this space is required by Caltrans in order to complete Bay Bridge work. Staff is recommending short term right of entry to give ease of access to the Bay Bridge and the right of entry agreements are for one year extensions only. Recommended for approval.**
6. Authorization for Professional Services Agreement to Conduct Maritime Segmentation Analysis and to Develop a Maritime Marketing Strategy. **Marketing segmentation analysis should be completed by January. Staff will then proceed with an appropriate marketing plan. Staff proposes monthly updates brought to the committee on status and findings until completion. Recommended for approval.**

Approval of Items for Board Meeting of September 17, 2002.

Five discussion items were reviewed and recommended for consideration to the full Board:

Items for Discussion

1. Authorization to Dispense with Standard Bidding Procedures and to Include Construction of 7th Street Bay Trail Spur Connection to Middle Harbor Shoreline Park, Phase 1, Vision 2000, in the Port's Small Business Program. **Recommended for approval.**
2. Transport Trucks and Aqueous Diesel Demonstration Project. **Staff informed Committee that they would like to move forward on an air quality mitigation procedure with a local trucking company and application on use of aqueous diesel fuel. CSX Lines operate a fleet of trucks within the Port area. They have been selected as our demo test trucking company for this project. Results of this test will be used to quantify the value and obstacles in further expanding the use of aqueous diesel fuel. Recommended for approval.**
3. Approval of Grant Agreement Amendments for Vision 2000 Container Terminal Equipment Repower and Retrofit Program. **Staff presented oral report indicating that all terminal operators have enthusiastically embraced the Equipment Retrofit and Repower program. Most have completed the various projects. However, due to some compatibility issues between filtering systems and existing diesel engines, we need to modify our policy in order to allow other technology to be used. There will be a Board letter and other information submitted for the September 17th Board meeting.**
4. Authorization to Dispense with Standard Bidding Procedures for the Construction of Port Field Support Services Complex, Inner Harbor. **Recommended for approval.**
5. Authorization to Dispense with Standard Bidding for Furnishing Labor, Materials and Equipment for Paving, Grading and Associated Contractor's Services for Port of Oakland Facilities for the Period Commencing December 1, 2002 and Ending December 31, 2003, 2004 or 2005. **Recommended for approval.**

Appearances:

Robert Wallach, International Business Consultant – Invited on short notice to the United Nations Economic and social commission for Asia and the Pacific in Thailand. Business services represented all over the world by Maritime. He gave a speech on Best practices in North America and Asia. Mr. Wallach is presenting that report (speech) to the Maritime Committee. Board Secretary, John Betterton will make certain Commissioners receive a copy.

Sanjiv Handa, East Bay News Service – 1) Offering information on how other jurisdictions are dealing with projects. Caltrans found a back door way to improve their general fund budget. Measure E bonds and money slated for the replacement building. Negotiations are somewhat unbalanced. Council will take proceeds for the sale of that building. 2) Trucking, - Bus operators are have heavily opposed on the use of diesel gas. CMG will not give warranties on engines after 120 days. The purchasers are afraid of heavy maintenance costs. 3) Identifying a pool of resource contractors for a project is much better than going sole source. Only small businesses may be left out who would not otherwise know the opportunity exists. It may be best to do an advertisement to the public surrounding these projects.

Items Requiring Closed Session: Meeting entered closed session at **1:03** p.m. Open meeting resumed at **1:30** p.m. with no additional discussion items.

Next Meeting:

The Committee's next meeting is tentatively scheduled for **Thursday, September 26, 2002, in the Courtyard Conference Room at 12:00p.m.**

Meeting adjourned at **1:30** p.m.