

GREATER LAFOURCHE PORT COMMISSION

AGENDA

September 13, 2017 at 10:30 AM

Administration Office · 16829 East Main St · Cut Off, LA 70345

(Revised: September 12, 2017 at 10:19AM)

- I. Call to Order
- II. Pledge of Allegiance
- III. Roll Call
- IV. Consider approval of minutes for August 9, 2017 regular meeting and August 23, 2017 special meeting
- V. Executive Director's Report
 - A. Northern Expansion
 - 1. Northern Expansion Slip C 950 LF West Sweep Dredging (*Angelette-Picciola*)
 - 2. Northern Expansion GLF625 Site Improvements (*Angelette-Picciola*)
 - 3. Northern Expansion Slip C 939' West Bulkhead (*Angelette-Picciola*)
 - 4. Northern Expansion Slip C 1671' East Bulkhead (*Picciola & Associates*)
 - 5. Mitigation Dredge of Slip D (*J. Wayne Plaisance*)
 - B. Airport Projects
 - 1. Aircraft operations
 - 2. Taxiway Lighting and Runway LED upgrades (*Duplantis Design Group*)
 - 3. LOOP brine line replacement
 - C. Other Projects
 - 1. Section 203 Feasibility Study (*GIS Engineering*)
 - 2. Nerby Collins Marina steel pile replacement
 - 3. Offshore Anchorage
 - 4. LA 308 Airport Access Improvements
- VI. Public Comment - None
- VII. Committee Reports
 - A. Executive Committee
 - 1. Consider approving Chouest Shorebase Services' provision to stabilize shoreline on lease site GLF621-2
 - 2. Consider approving the request from Ecoserv to amend lease to modify transfer station type
 - 3. Consider approving the request from Expert Riser Solutions to extend lease term for site GLF410
 - 4. Consider approving the Expert Riser Solutions' Landlord Agreement
 - 5. Consider approving the members to attend the 2017 AAPA Annual Convention meetings
 - 6. Consider approving the agreement with Chevron for use of the Nerby Collins Marina
 - 7. Consider naming the Airport Maintenance Shop in memory of Vinton Crosby
 - B. Permits & Waterways Committee
 - 1. Review permits from LOOP, LLC, John Pardue, Jonathan Marx, and LA DOTD
 - C. Construction & Development Committee
 - 1. Consider adopting a resolution for Capital Outlay guaranteeing Port's matching funds
 - 2. Consider approving Amendment No. 1 of the Cooperative Endeavor Agreement with Capital Outlay for Minor Cheramie Sr. Road
 - 3. Consider approving Change Order No. 1 for the Slip C 939' West Bulkhead project with Sealevel Construction
 - 4. Consider adopting a resolution to accept the FAA grant award for the Taxiway Lighting and Runway LED Upgrades
 - D. Finance Committee
 - 1. Consider approving payment of August 2017 invoices and recognize expenditures over \$10,000
 - 2. Consider approving the August 2017 unaudited financial statements
 - 3. Consider approving insurance renewals and crime policy
 - 4. Consider approving the out of state travel requests
- VIII. Any other business – None
- IX. Adjournment

*Serena L. Bruce, Legal/Projects Assistant
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OFFICIAL PROCEEDINGS OF THE GREATER LAFOURCHE PORT COMMISSION
September 13, 2017

The Board of Commissioners of the Greater Lafourche Port Commission met in regular session on Wednesday, September 13, 2017 at 10:30 AM at the Administration Office 16829 East Main Street, Cut Off, LA 70345.

President Gisclair called the meeting to order and Secretary Cheramie called roll.

ATTENDED: Chuckie Cheramie, Perry Gisclair, Kris Gaudet, Rodney Gisclair, Mike Callais, Larry Griffin, John Melancon, Jr., Jimmy Guidry, and Ervin Bruce

ABSENT: None

Upon motion by Griffin second by Melancon, with no public comment, the board unanimously approved the minutes for August 9, 2017 regular meeting and August 23, 2017 special meeting.

Executive Director's Report

Northern Expansion – Engineer Larry Picciola reported RLB Contractors has approximately 15 – 20 days remaining for Slip C 950 LF West Sweep Dredge project. They are currently at 118 days over contract time. RLB's office and staff were affected by Hurricane Harvey but they are back on site as of today. Engineer Larry Picciola reported Sealevel Construction plans to start today for GLF625 Site Improvements with contract time ending November 27th. Engineer Picciola reported Sealevel Construction has completed driving piles for 3 deadman for Slip C 939' West Bulkhead project. The sheet piles are being delivered. There is a change order for the placement of culverts along the access road an increase of \$111,484. Engineer Joe Picciola reported Crosby Dredging was issued the notice to proceed assembly period beginning Monday, September 18th for 60 days to order materials and drive test piles. Engineer John Plaisance reported Crosby Dredging is on site filling along LA 3090 for the Mitigation Slip D project. In a week or so, they will move to the mitigation area.

Airport Projects – Davie Breaux reported in August the total aircraft operations were 2,874 with 10,081 passengers and 9,545 vehicles. Breaux reported the Taxiway Lighting and Runway LED upgrades award was to Sun Industries for \$796,124.14. Contracts are being signed. Later for approval is the FAA grant award to fund \$720,911. Regarding the LOOP brine line replacement on the eastside of the runway, LOOP is finalizing the permit application for crossing the hurricane levee on the north end. They will start replacing the brine line on the southern end of our property in the next week or so. Gaudet questioned if we will have to displace the runway on the north end, which Breaux replied yes they plan on working on 200' sections at a time and the equipment will be shut down. The airport manager has sent out notification to all airport tenants making them aware of this project.

Other Projects – Dustin Malbrough with GIS Engineering reported on Section 203 Feasibility Study. The project is progressing well with 50% completion on engineering. The remaining parts are the siltation rate on maintenance dredging which is being done by the Water Institute and the Geotech to determine the Port's needs for Fourchon Island and the channel. The economics benefits section is 85% complete and expect final report in October to proceed into the tentatively selective plan. The environmental is 65% complete and expected to send the draft EIS in November to the Corps for review. Davie Breaux reported E&L Enterprises has completed installation of 6 new steel piles and wharf repairs for the Nerby Collins Marina project. Chett Chiasson reported the field unit level is complete for the Offshore Anchorage and submitted to USCG District to be routed for signature then published in the federal register for comments. Once the comment period is over, it will be issued for final ruling. Engineer Joe Picciola received notice to proceed last week by the Parish to begin engineering on LA 308 Airport Access Improvements. The permit application has been submitted to DOTD. He met this week with South Central Planning who is managing the EDA grant. They are finalizing plans and should be ready to bid in a couple of months. Chiasson stated this project is being managed by the Parish that received an EDA grant and Port matching

funds. R. Gisclair questioned if it will shift the road further north, which Picciola replied yes. It will shift the road to be more in line with going across the bayou for the future road project along with drainage, widening shoulders, and additional turning lanes.

Public Comment – Andrew Martin addressed the board to discuss Phase 3 of the Airport Access Road and the Parish meeting last night. He stated in 1973 Governor Edwards' vision that the Port needed an Airport for future passenger transportation by helicopter. In 2006, he was made aware of Phase 3 of the airport corridor and the Port was interested in purchasing his property. He stated from his property he does witness the 24/7 vehicle traffic coming and going to the airport and is concerned that LA308 needs a caution light and possibly widening the entrance. The presentation from Chiasson at the Parish Council meeting was fantastic. To get \$11 million in tax revenues in 2 years is an accomplishment itself. It also helps other things such as growth of operations, jobs, tourism, industrial park, diversification, and emergency response. You covered everything. It is something we need if we will expand the Port with the LNG facility and a shipyard on Fourchon Island. He stated Fourchon Island was talked about in 1975 but the deal fell through in 1977. The Fourchon Island project would be an advantage to the Parish. He stated that when Phase 3 is completed, he feels we will not have a problem getting a bridge built. Phase 3 is a no brainer. The Council did what they had to do but he feels it was political. He hopes the Council will realize the revenue we are talking about for the parish and come to a conclusion. Martin stated that if that can't be done in a certain period of time he has to look at his situation since he had 2 other clients interested in buying his property. Melancon thanked him for coming. P. Gisclair stated his opinion of the Parish meeting was that the Council was not against the project but against the funding source. We hope that they can get back together and come meet with the Port. He agrees we need a corridor there whether a bridge is there or not to take the traffic out the subdivisions and alleviate traffic even up to the SL Bridge.

Jimmy "T-Jim" Lafont announced his candidacy for Port Commission Seat E for the election on October 14th.

Daniel Lorraine with the Lafourche Parish Council announced the Leeville Public Boat Launch Fishing Pier and Pavilion was opened on Monday, September 11th and thanked the Port for attending the ceremony. He thanked the Port for participating \$166,000 toward the project. Regarding last night's Parish meeting, he thanked the Port for attending and the presentation was done well. He hopes that a second plan works out. The Port generates millions of dollars. It is a parish hub for the whole parish. Most of the councilmen were for it, but the vote didn't pass. We need to not lose this property because there are not many other locations like this one. It is a no brainer. Lucy Sposito with the Lafourche Parish Council stated she was one that voted against the funding of the project, but not the project in general. The Parish was seeking the funds from our BP fund which is why most of the council voted against it. The Parish is always supportive of the Port but we need to do so wisely. We requested 3 estimates of the property. We are stewards of public funds and we need to make sure it is accurate and we take the funds from the proper line item.

Graham Elliot with Energy World made a presentation on the Fourchon LNG project. Energy World is proposing 5 million tons per annum (TPA) LNG facility in Port Fourchon. Energy World is an investor, developer, owner and operator on energy infrastructure projects from gas reservoir in the ground to burner tip. We are looking to build the Port into big business opportunity of LNG. The need of LNG as a domestic fuel source and the ability to leverage American assets and export overseas. Port Fourchon is an ideal location with existing infrastructure, proximity to gas supply, available land, skill workforce, and a welcoming environment. LNG philosophy trying to break from the idea that LNG must be in huge quantities or contracts and make it available to anyone in the world in whatever quantity as an affordable source of clean energy. There is a domestic market in the US and there is a much greater international market because there is a lot of developing countries that need a lot more electrical energy and really need to start getting that from natural gas instead of coal, heavy oil or other dirty fuels. We have a land lease with a Right of First Refusal on the larger area. The layout of the Fourchon LNG facility is being designed and will be developed in 2 phases with the first phase installing 1 tank with 2 million TPA capacity, modules, loading facility and structures and the second phase installing the second tank with 3 million TPA capacity, modules and structures. Energy World is undergoing the FERC pre-filing process now. The

next event is a public open house September 19th from 5- 7 PM at the South Lafourche Library. The Fourchon LNG project team includes CHART Industries, Siemens, and CH-IV International. The liquefaction process is the same as a refrigerator on a larger industrial scale. Air coolers are the biggest thing you will see on the site. The cold boxes are fabricated in New Iberia. The concrete storage tanks are lined with insulating material, then a secondary barrier of insulating material, then the inner wall is stainless steel. Energy World has their own LNG Carrier "Ocean Quest" 128,000 cubic meter vessel. Approximately 1 ship movement per week at full 5 million TPA capacity. Currently in the 2 year FERC process now and hope to kick off construction in 2 years with 2 years to complete. We are also looking at smaller ships for domestic supply. Storm surge considerations of the entire facility will be constructed on an elevated platform to make sure the deck will be 20 to 23 feet above sea level. The proposed plant in Fourchon is the same as one currently being constructed in Indonesia. P. Gisclair thanked him for the presentation. He then stated this Fourchon LNG facility will be the single largest investment in Port Fourchon. Mr. Elliot replied the first phase is estimated at \$888 million direct investment in the Port. We will be looking at ways for local investors to get involved. We are here to be a good neighbor and get local contractors, subcontractors and engineering as much as possible.

Committee Reports

Executive Committee - The committee met August 23rd in Fourchon present was P. Gisclair, Melancon, Griffin, and Cheramie. They also met September 11th in Cut Off with all present.

Upon motion by Cheramie second by R. Gisclair, with no public comment, the board approved the request from Chouest Shorebase Services, LLC to amend lease site GLF621-2 to extend the timeframe by one year to August 31, 2018 to stabilize the shoreline with the guarantee of rent for one year. The vote resulted in 8 yeas and 1 abstain by P. Gisclair.

Upon motion by Griffin second by Bruce, with no public comment, the board unanimously approved the request from Ecoserv Environmental Services to amend lease on site GLF628 to include authorized users to operate either Type T and/or Type A E&P Waste Transfer Facility as regulated by the State of Louisiana.

Upon motion by Melancon second by Guidry, with no public comment, the board unanimously approved the request from Expert Riser Solutions for the addition of a sixth 5-year extension option to its GLF410 lease.

Upon motion by Gaudet second by Callais, with no public comment, the board unanimously approved the request from Expert Riser Solutions for a Landlord Agreement and Lien Subordination.

Upon motion by Cheramie second by Gaudet with no public comment, the board unanimously approved the delegate Chett Chiasson to attend the 2017 AAPA Annual Convention meetings with Melancon and Gaudet as alternates.

President P. Gisclair presented for the board's review the agreement with Chevron for use of the Nerby Collins Marina. No action taken.

Upon motion by Griffin second by Bruce, with no public comment, the board unanimously approved naming the Airport Maintenance Shop in memory of Vinton Crosby.

Permits & Waterways Committee - The committee met August 23rd in Fourchon present was P. Gisclair, Griffin, Callais, and Cheramie. They also met September 11th in Cut Off with all present.

Chairman Cheramie presented for the board's review the permits from LOOP, LLC, John Pardue, Jonathan Marx, and LA DOTD.

Construction & Development Committee - The committee met August 23rd in Fourchon present was Griffin, P. Gisclair, R. Gisclair, and Bruce. They also met September 11th in Cut Off with all present.

Upon motion by Melancon second by Guidry, with no public comment, the board unanimously adopted a resolution for Capital Outlay guaranteeing Port's matching funds of \$600,000.

Upon motion by Callais second by Cheramie, with no public comment, the board unanimously approved Amendment No. 1 of the Cooperative Endeavor Agreement with Capital Outlay for Minor Cheramie Sr. Road.

Upon motion by Bruce second by Melancon, with no public comment, the board unanimously approved Change Order No. 1 from Sealevel Construction for Slip C 939' West Bulkhead project to increase the price by \$111,484.00.

Upon motion by Gaudet second by R. Gisclair, with no public comment, the board unanimously approved the FAA Grant Award and adopted resolution for the Taxiway Lighting and Runway LED Upgrades of \$720,911 funding.

Finance Committee - The committee met August 23rd in Fourchon present was Melancon, P. Gisclair, Gaudet, and Guidry. They also met September 11th in Cut Off with all present.

Upon motion by Melancon second by Bruce, with no public comment, the board unanimously approved payment of August 2017 invoices and recognized expenditures over \$10,000. Invoices total \$1,242,508.47.

Upon motion by Melancon second by Guidry, with no public comment, the board unanimously approved the August 2017 unaudited financial statements.

Upon motion by Melancon second by Callais, with no public comment, the board unanimously approved the 2017 insurance renewals and the purchase of a crime policy of \$2,068 with a total premium of \$377,524.41 a 9% decrease from last year. Chiasson stated the crime policy is based on new agreed upon procedures mandated by the legislative auditor.

Upon motion by Melancon second by Guidry, with no public comment, the board unanimously approved the out of state travel requests from Chett Chiasson to attend the LA 1 Meetings in DC September 6th – 7th, Davie Breaux and Joni Tuck to attend the Deepwater Operations Conference in Texas November 7th – 9th, Chett Chiasson, John Melancon, Rodney Gisclair, and Kris Gaudet to attend the GPAA Fall Meetings in Florida November 1st – 3rd, and Robert St. Pierre and Luke Adams to attend the FLETC Inland Boat Operator Training in Georgia November 12th – 17th.

Upon motion by Cheramie second by R. Gisclair, the board adjourned the board meeting at 11:20AM.

ATTEST:



Perry Gisclair, President



Harris "Chuckie" Cheramie, Jr., Secretary