

AGENDA
NOVEMBER 10, 1999

- I. Call to Order
- II. Roll Call
- III. Pledge of Allegiance
- IV. Approval of minutes of October 13, 1999
- V. Executive Director's Report
 - A. E-Slip Expansion Updates
 - 1. 2nd Leg
 - 2. 3rd Leg
 - B. Fourchon Bridge
 - C. Northern Expansion Update
 - D. FEMA Damage Repairs
 - 1. Stone Jetties
 - 2. Offshore Breakwaters
 - 3. Belle Pass Dredging
 - E. Highway Improvements
 - F. OCS Revenue Sharing Update
 - G. Golden Meadow Seawall
- VI. Committee Reports:
 - A. Executive:
 - 1. Committee Member Appointments
 - 2. Millennium Port Nominees
 - 3. Adopt resolution authorizing President Bernard to execute Change Order No. 1 of Leg III E-Slip Development Phase III -A, Dredging
 - 4. Accept Certificate of Substantial Completion for Chevron Canal Bridge Repair and Reinforcement Project
 - 5. Adopt resolution authorizing change to signature card with Bank One
 - 6. Adopt resolution authorizing change to signature card with State Bank & Trust Co.
 - 7. Authorize President to execute an Amendment with Martin Terminal, Inc. for additional improvement rentals to Lot 12 (North Yard)
 - 8. Authorize President Bernard to execute a Surface lease with Lafourche Telephone Company, Inc.
 - B. Legal, Permits, & Waterways:
 - 1. Letter of No Objection
 - a. Chevron - Revision
 - b. Chevron USA, Inc.
 - c. Roosevelt J. Crosby, Marine Ways, Inc.
 - d. Chevron USA Production Co.
 - e. C-Port 2, LLC
 - f. Mark Detellier, Sr.
 - 2. Havoline Canal Channel
 - C. Construction & Development:
 - 1. Request from Baroid for name change to Halliburton Energy Services
 - 2. Request from John W. Stone Oil Dist., LLC request to sublease Tract H to Rotorcraft Leasing Co., LLC.
 - D. Finance:
 - 1. Approval of Invoices and recognize following expenditures of over \$10,000:
 - a. Picciola & Associates, Inc. \$ 19,870.38
 - b. Low Land Construction Co., Inc. \$ 49,753.40
 - c. Johnson Bros. Corporation \$235,085.01
 - d. C.E.C., Inc. \$107,460.00
 - 2. Finance Report
 - E. Personnel:
- VII. Any other business
- VIII. Adjournment

OFFICIAL PROCEEDINGS OF THE GREATER LAFOURCHE PORT COMMISSION
November 10, 1999

The Board of Commissioners of the Greater Lafourche Port Commission met in regular session in the Conference Room of the Commission Administration Building in Galliano, Louisiana on Wednesday, November 10, 1999 at 10:30 AM pursuant to the provision of due notice in writing to each and every member thereof and duly posted in the manner prescribed by law.

President Bernard called the meeting to order and requested that Board Member Harrison Cheramie call the roll.

PRESENT: Harrison Cheramie, Jr., Larry Griffin, Rodney Terrebonne, Johnny Melancon, Ervin Bruce, Chester Cheramie, Wilbert Collins, Sr. and Dudley Bernard

ABSENT: Donald Vizier

Also present were Ted M. Falgout, Executive Director; Davie J. Breaux, Assistant Director; Loulan Pitre, Port Attorney; Joe Picciola, John Plaisance and Larry Picciola, Port Engineers; Gerald Guidry, Harbor Police Chief; and Cindy F. Dufrene, Port Secretary.

President Bernard led in the recitation of the Pledge of Allegiance.

Upon motion by Harrison Cheramie, Jr., seconded by Wilbert Collins, Sr. and unanimously passed, the minutes of the October 13, 1999 Board Meeting was approved.

President Bernard then called upon Executive Director Ted Falgout for his report.

EXECUTIVE DIRECTOR'S REPORT:

Director Falgout called upon project engineer Larry Picciola for his report on the E-Slip Bulkhead Extension 2nd Leg, Bulkhead Repair. Mr. Picciola reported he has been in contact with Weeks Marine and, to this date, has still been unable to receive a method of repair. Jim McDonald with Weeks informed him they hired Salvage Association, a surveyor out of New Orleans, two weeks ago to survey the damage. They were to call Mr. Picciola to set up a meeting at the site. He still has not heard from them. He left a message for Mr. McDonald on Monday and has not heard from him. He feels the matter should now be given to the Port Attorney. Port Attorney Loulan Pitre stated he had wanted to approach this issue in a business like fashion and have the claim work itself out but he, along with Director Falgout, have not been happy with the speed of response and action by Weeks Marine. He drafted a letter sent to Weeks Marine from Director Falgout stating they have 10 days to come forth with a plan or the Commission will seek litigation. He drafted a lawsuit to file if Weeks does not respond meaningfully to the letter in 10 days. Attorney Pitre asked the Board for the authority to file the lawsuit if they feel Weeks has not responded meaningfully to the letter. Board Member Melancon asked if anyone knew the cost estimate of repairing the bulkhead. Mr. Picciola stated he has not established an estimate of repair because he is unable to receive any response back from Weeks. Board Member Melancon suggested before going into litigation that the Commission

should hire its own adjuster and have a dollar amount established by both parties. Board Member Collins suggested Mr. Picciola call the salvage company and ask them if they were ever contacted by Weeks Marine. Mr. Picciola stated he would check with them. Director Falgout stated Weeks should have the letter in hand and within 10 days if the Commission does not receive proper response that the Commission should seek litigation. Upon motion by Johnny Melancon, seconded by Rodney Terrebonne and unanimously passed, the Board of Commissioners does hereby allow Port Attorney Pitre to seek litigation against Weeks Marine if a meaningful response is not received within 10 days of letter sent from Director Falgout.

In connection with Leg III, E-Slip Expansion, Phase I, Director Falgout called upon project engineer Joe Picciola for his report. Mr. Picciola reported Johnson Brothers presented him with a clear lien certificate and request for payment of retainage.

In reference to the Leg III - E-Slip Expansion, Phase II, Mr. Picciola reported that Lowland Construction has moved on site and has begun driving timber piles in the area where Newpark is located. They will work that area first and then move on to where Johnson Brothers has finished their project.

In reference to Leg III - E-Slip Expansion, Phase III - Mr. Picciola reported Mike Hooks has moved on site last week and has started dredging Sunday in the old Pass Fourchon area. Tuesday afternoon, the dredge struck an electrical line close to Chevron. Entergy is on the site this morning assessing the damage. He stated he had been in contact with Entergy before the dredging began to mark the lines and received information concerning the lines including their depths. Entergy stated the line in the channel were buried at -26 ft. The contractor was instructed to dredge within 5 feet of that line at all locations. The strike occurred at a depth of -17 ft. Entergy is now considering burying the line at a -26 ft. With all the precautions that were taken in locating the line and the correspondence with the dredge company, Mr. Picciola feels the Commission should not be concerned. Director Falgout asked Mr. Picciola to explain Change Order No. 1 for this project. Mr. Picciola stated that Change Order No. 1 is to exercise Alternate A, maintenance dredging in Bayou Lafourche, in Part 3 of this project, which is the area from C-Port, LLC north to the Flotation Canal. This area of Bayou Lafourche will be dredged to a -23 ft. Discussion followed.

In reference to the Fourchon Bridge Repair, Director Falgout called upon project engineer Mike Badeaux for his report. Mr. Badeaux reported the bridge is nearing completion. Friday he had a walk through with the contractor and Asst. Director Breaux and developed an initial punch list. He presented the certificate of substantial completion to be approved at this meeting; however, there are still things pending as of last Friday and request the Commission wait to accept the certificate of substantial completion until the following month's meeting. He added there is one final change order left to submit. Discussion followed.

In reference to the Northern Expansion, Director Falgout reported the Commission possesses a copy of the permit issued by DNR which has conditions he feels the Commission can live with; however the mitigation requirements will be costly. They were broken down into three phases with the first phase being the lesser and the second phase more costly. The Corps of Engineers cannot submit their permit until they receive DNR's permit. This whole process has taken eighteen months.

Director Falgout called upon Attorney Pitre for an update on the landowner negotiations. Attorney Pitre reported that Mayor Marc Morial has signed the lease for Wisner which officially makes the lease legally binding and are awaiting the signatures from 30 or so other various Wisner interest owners. Should receive the last signature on the document within the week. LL & E's lawyer sent him a document which is consistent with our negotiations. He and his partner, Mr. Deramee, are going through a legal review of it as well as a review of title and other issues that need to be addressed before the transaction is done. The document on a general review looks pretty good and looks consistent with the terms that were discussed in previous meetings. There's a very good chance a document will be ready to present to the board for approval at the next meeting. Discussion followed.

In connection with the Breakwater Repairs & Jetty Repairs, Director Falgout called upon project engineer Joe Picciola for his report. Mr. Picciola reported that the Jetty Repair is complete. The sub-contractor on the Breakwater Repair job is presently fabricating the A-Jacks at the staging area. They are pretty close to finishing the pouring of all the halves of the A-Jack's and are in the process of assembling them together and grouting them. Bertucci is at the port and are constructing a flat bed in front of the barge breakwaters to lay the A-Jack's on. They will begin loading the barge with the A-Jacks and placing them in front of the breakwaters this week.

In reference to the FEMA Project, Belle Pass Dredging, Director Falgout called upon project engineer John Plaisance for his report. Mr. Plaisance reported he is still waiting for the pipelines to be moved. Director Falgout stated that three weeks ago Chevron had a line rupture in West Bay off the river and they dropped everything and focused all their resources there. They just began flowing oil into that pipeline Monday and are now beginning to work on their pipeline relocation permit. Discussion followed. Director Falgout reported that the Commission possess a letter from the Corps of Engineers officially stating the Port has a New Start Project and plan to advertise for bids on that Project in April. Dredging would begin early to mid June. The project would dredge a -24 ft. depth contour close to the sea buoys to a -31 ft. depth north of the jetties from their to a -27 ft. depth to the northern extremity of C-Port. These depths include the -3 ft. depth maintenance dredging which will be maintained by the Corps. Discussion followed.

In reference to Highway improvements, Director Falgout called upon Asst. Director Davie Breaux for an update on the Asphaltic Concrete Shoulders in Golden Meadow. Asst. Director Breaux stated the contractor, Huey Stockstill, Inc. is on site now putting up their signage and are taking test samples to prepare their sub-base. They are rough grating the shoulders. They feel they may be able to gather up their materials within the 45 day time frame to begin working and may request to move on site earlier. They will start from Golden Meadow and head south, turn around and head back north to only close one lane of traffic at a time. Discussion followed. Director Falgout stated he believes this will be an eye opening improvement to see 8 ft. shoulders along side of the road. The Commission has submitted a request for 3.4 million dollars through the Capital Outlay Project process, about 1.5 million dollars from Priority 2 and the rest from Priority 5. Funding from Priority 2 and Priority 5 can be moved between the two. If the Commission receives this funding, it would be used to construct an 8 ft. concrete shoulders from Golden Meadow to Grand Isle. Embankment work would be necessary from Fourchon to Grand Isle. The second Capital Outlay Project submitted by the Port was for building a new four lane overpass in Leeville at a cost of

\$48,100,000 over a five year period.

In reference to the OCS Revenue Sharing Project, Director Falgout reported that the OCS Revenue Sharing Bill 701 is scheduled to be heard today in Congress on the House side. Senator Landrieu's bill hasn't been able to move on the Senate side because it has been bogged down in some details. Since the bills were so close, if Bill 701 passes Committee today, the Senate could adopt that bill as theirs and not have to pass their bill through Congress. If this happens, the bill may be ready for passage early next year. Discussion followed.

In reference to the Golden Meadow seawall, Director Falgout reported the Commission is waiting until the first low tides to access the areas identified by the town engineer along with a representative from the Town of Golden Meadow and DOTD. Pictures and video will be taken.

EXECUTIVE COMMITTEE:

Dudley Bernard, Chairman
Johnny Melancon, Member
Harrison Cheramie, Jr., Member
Donald Vizier, Member

President Bernard announced it was time to make Committee Member Appointments. They are as follows:

PERMITS COMMITTEE - Chairman, Larry Griffin, Members Wilbert Collins and Ervin J. Bruce
CONSTRUCTION & DEVELOPMENT COMMITTEE - Chairman Rodney Terrebonne, Members, Larry Griffin, and Chester Cheramie

FINANCE COMMITTEE - Chairman, Donald Vizier, Members, Harrison Cheramie, Jr., Johnny Melancon

EXECUTIVE COMMITTEE - Chairman, Dudley Bernard, Members Harrison Cheramie, Jr., Donald Vizier and Johnny Melancon

PERSONNEL COMMITTEE - Chairman Johnny Melancon, Members Ervin J. Bruce and Rodney Terrebonne

President Bernard stated it was time to chose the Millennium Port Nominee. Director Falgout read the list of nominees as follows: Richard "Dick" Guidry, Wade Richoux, Darren Duet, Roger White, and Harris Cheramie, Sr. The Executive Committee reviewed these nominees yesterday and President Bernard stated the committee recommended appointing Roger White as the Millennium Port Nominee. Upon motion by Rodney Terrebonne, seconded by Chester Cheramie and unanimously passed, the Board of Commissioners does hereby appoint Roger White as the Millennium Port Nominee.

President Bernard presented a resolution authorizing himself to execute Change Order No. 1 of Leg III E-Slip Development Phase III - A, Dredging. Upon motion by Rodney Terrebonne, seconded by Johnny Melancon and unanimously passed, the Board of Commissioners does hereby authorize President Bernard to execute Change Order No. 1 of Leg III E-Slip Development Phase III - A,

Dredging.

President Bernard presented a resolution authorizing change to signature cards with Bank One. Upon motion by Johnny Melancon, seconded by Chester Cheramie and unanimously passed, the Board of Commissioners does hereby authorize change to signature cards with Bank One.

President Bernard presented a resolution authorizing himself to execute an Amendment with Martin Terminal, Inc. for additional improvement rentals to Lot 12 (North Yard). Director Falgout stated this was for additional bulkheading which was constructed on their property. Upon motion by Wilbert Collins, seconded by Harrison Cheramie, Jr and unanimously passed, the Board of Commissioners does hereby authorize President Bernard to execute an amendment with Martin Terminal, Inc. for additional improvement rentals to Lot 12 (North Yard).

President Bernard presented a resolution authorizing change to signature card with State Bank & Trust Co. Upon motion by Chester Cheramie, seconded by Larry Griffin and unanimously passed, the Board of Commissioners does hereby authorize change to signature card with State Bank & Trust Co.

President Bernard presented a resolution authorizing himself to execute a surface lease with Lafourche Telephone Company, Inc. Director Falgout stated it was a very small lease at the entrance of the Nerby Collins Marina to erect a small facility over the existing phone line system. Upon motion by Chester Cheramie, seconded by Harrison Cheramie, Jr. and unanimously passed, the Board of Commissioners does hereby authorize President Bernard to execute a surface lease with Lafourche Telephone Company, Inc.

LEGAL PERMITS & WATERWAYS:

Larry Griffin, Chairman
Wilbert Collins, Sr., Member
Ervin Bruce, Member

Chairman Griffin presented the following letter of no objections:

Chevron - Revision
Chevron USA, Inc.
Roosevelt J. Crosby, Marine Ways, Inc.
Chevron USA Production Co.
C-Port, LLC
Mark Detellier, Sr.

Upon motion by Larry Griffin, seconded by Wilbert Collins and unanimously passed, the Board of Commissioners does hereby accept the above letters of no objection.

In reference to the Havoline Canal Channel, Chairman Griffin called upon Director Falgout for an update. Director Falgout reported that T. Baker Smith presented the lowest quote and are awaiting on the Terrebonne Parish Government to approve their match before starting the project.

Chairman Griffin recognized Cmdr. Lynn Henderson with the Coast Guard who gave a brief update on the waterway issues at the Port concerning vessel traffic and anchorage. Discussion followed.

CONSTRUCTION & DEVELOPMENT:

Rodney Terrebonne, Chairman
Larry Griffin, Member
Chester Cheramie, Member

Chairman Terrebonne presented a request from Baroid Drilling Fluids, Inc. for name change to Halliburton Energy Services. Upon motion by Rodney Terrebonne, seconded by Wilbert Collins and unanimously passed, the Board of Commissioners does hereby approve request from Baroid Drilling Fluids, Inc. for name change to Halliburton Energy Services.

Chairman Terrebonne presented a request from John W. Stone Oil Dist., LLC to sublease Tract H to Rotorcraft Leasing Co., LLC. Upon motion by Chester Cheramie, seconded by Ervin Bruce and unanimously passed, the Board of Commissioners does hereby authorize request from John W. Stone Oil Dist., LLC to sublease Tract H to Rotorcraft Leasing Co., Inc.

FINANCE COMMITTEE:

Donald Vizier, Chairman
Harrison Cheramie, Jr., Member
Johnny Melancon, Member

Committee Member Melancon presented the invoices for October, 1999 and the expenditures over \$10,000 for approval. Upon motion by Johnny Melancon, seconded by Ervin Bruce., and unanimously passed, the Board of Commissioners does hereby approve the invoices for October, 1999 and recognizes the following expenditures over \$10,000:

- | | | |
|----|---------------------------------|--------------|
| 1. | Picciola & Associates, Inc. | \$ 19,870.38 |
| 2. | Low Land Construction Co., Inc. | \$ 49,753.40 |
| 3. | Johnson Bros. Corporation | \$235,085.01 |
| 4. | C.E.C., Inc. | \$107,460.00 |

Chairman Vizier presented the Financial Report for October, 1999. Upon motion by Johnny Melancon, seconded by Chester Cheramie., and unanimously passed, the Board of Commissioners does hereby approve the Financial Report for October, 1999.

PERSONNEL COMMITTEE:

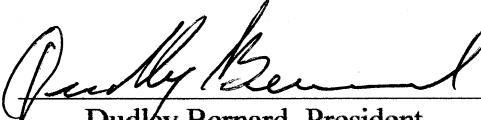
Johnny Melancon, Chairman
Rodney Terrebonne, Member
Ervin Bruce, Member

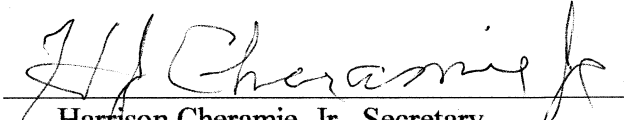
Chairman Melancon reported a letter was received by Captain Bruce Hurder of the M/V Seacor Vantage expressing his gratitude to the Fourchon Harbor Police, especially Officer Jason Plaisance for their prompt, courteous, and professional response to a medical emergency aboard his vessel.

ANY OTHER BUSINESS

Upon motion by Larry Griffin, seconded by Rodney Terrebonne and unanimously passed, the Board Meeting adjourned.

ATTEST:


Dudley Bernard, President


Harrison Cheramie, Jr., Secretary