



Item No.: 5C Supp
Date of Meeting: June 5, 2018

Project Authorization for North Harbor Surplus Crane Dispositions

Project Authorization

North Harbor Surplus Crane Dispositions

Request project authorization to remove four surplus ship to shore (STS) container cranes from the North Harbor terminals in an amount not to exceed \$4,000,000 for work associated with the North Harbor Surplus Crane Dispositions, Master Identification No. U00293.



Background

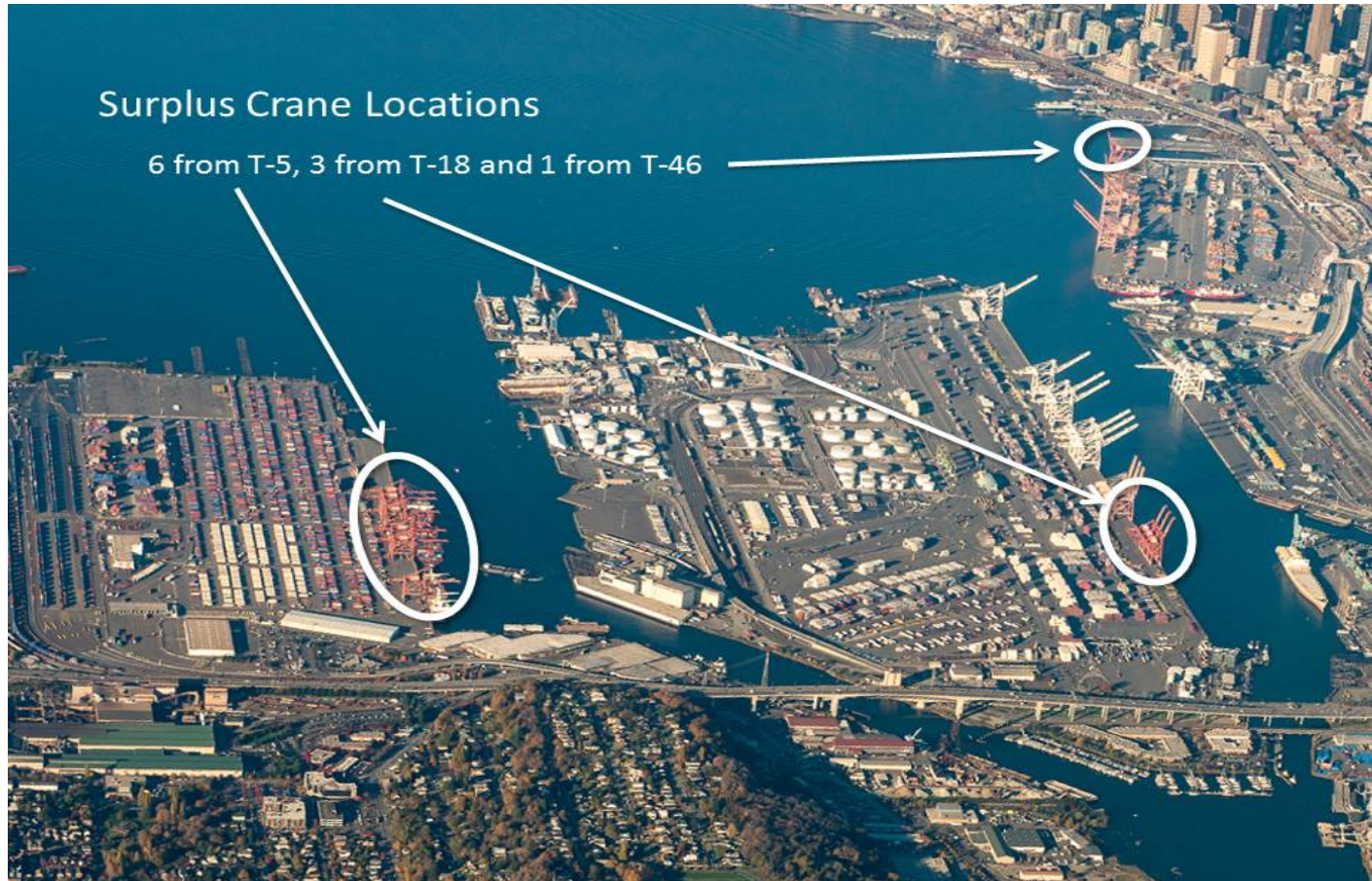
North Harbor Surplus Crane Dispositions

- **10 North Harbor Cranes have been Declared Surplus**
 - One Crane on Terminal 46 in 2009
 - Three Cranes on Terminal 18 in 2012
 - Six Cranes on Terminal 5 in 2014
 - T-5 Crane disposition to occur in a future action item



Locations

North Harbor Surplus Crane Dispositions





Project Objectives and Schedule North Harbor Crane Dispositions

- Objectives

- Remove four cranes from Terminals 18 & 46
 - Efficiently as possible
 - Adherence to labor to labor jurisdictions

- Drivers

- Meets Lease obligation
- Allows full commercial use of Terminal 46 dock

- Schedule

- Four cranes removed by the end of 2018

Source of Funds

North Harbor Surplus Crane Dispositions

- The current five year capital investment plan includes over \$10 million for the removal of ten cranes in the North Harbor
- The five year forecast anticipated that these costs would be expensed beginning in 2019
- Based on the current 2018 financial forecast, it is recommended that the three cranes at Terminal 18 and possibly the crane at Terminal 46 be removed in 2018
- The estimated cost for the removal is not to exceed \$4,000,000



Conclusion

North Harbor Surplus Crane Dispositions

Request project authorization in an amount not to exceed \$4,000,000 for work associated with the North Harbor Surplus Crane Dispositions, Master Identification No. U00293

