

Maryland Port Commission
Open Session Minutes
February 5, 2019

The Three Hundred and Fiftieth Session of the Maryland Port Commission was called to order at 9:00 am by Deputy Secretary Jim Ports at the World Trade Center, 401 E. Pratt Street, Stanton Room, 20th Floor, Baltimore, Maryland 21202. The Commission met in Open Session from 9:00 am until 9:45 am.

Present: Deputy Secretary Jim Ports, Commissioners Dandy, Dean, Huber, Lunn, Richardson (phone) and Tilley (phone).

Staff: James White (Executive Director), Bob Munroe (MPA Chief Counsel), Dave Thomas (Deputy Executive Director), Chris Correale (Director of Harbor Development), Mike Miller (Director of Maritime Commercial Management), Steve Johnson (Director of Engineering), Wonza Spann Nicholas (Director of Finance), Rick Powers (Director of Marketing), Brian Miller (Director of Operations), David Espie (Director of Security), Jim Dwyer (Director of Planning), Richard Scher (Director of Communications), John Thornton (Manager of Procurement) and Christina Nichols (Executive Office).

Chair Ports introduced Secretary Kelly Schulz from the Department of Commerce. The Secretary of Commerce serves as an ex-officio of the Maryland Port Commission.

Minutes of the Three Hundred Forty Eighth Open and Closed Session Meetings

Commissioner Huber moved to approve the Open and Closed Session Minutes of the Three Hundred and Forty Ninth Port Commission meeting, Commissioner Dandy seconded the motion. The minutes were approved unanimously without discussion.

FY2020 Operating Budget Request

Ms. Nicholas provided an overview of the Maryland Port Administration's (MPA) FY2020 Operating Budget request to include the following:

FY2020 Highlights:

- COLA on FY2019 \$421K
- MdTA Police \$100K
- Baltimore Pride II Grant to the Secretary's Office (\$500K)

- DBM formula adjustments \$180K

Business Units	Permanent Positions	Contract Positions	Total Positions	Budget	% Budget
The Secretary's Office	320.0	10.0	330.0	\$ 773.1	13%
State Highway Administration	2,961.5	88.0	3,049.5	1,996.6	35%
Maryland Port Administration	210.0	1.2	211.2	188.2	3%
Maryland Vehicle Administration	1,707.5	6.5	1,714.0	251.1	4%
Maryland Transit Administration	3,366.0	16.0	3,382.0	1,540.0	26%
Maryland Aviation Administration	494.5	0.5	495.0	294.1	5%
Maryland Transportation Authority	1,748.0	-	1,748.0	806.1	14%
Total MDOT	10,807.5	122.2	10,929.7	\$ 5,849.2	100%

Note: MPA Positions are 2% of total MDOT PINS

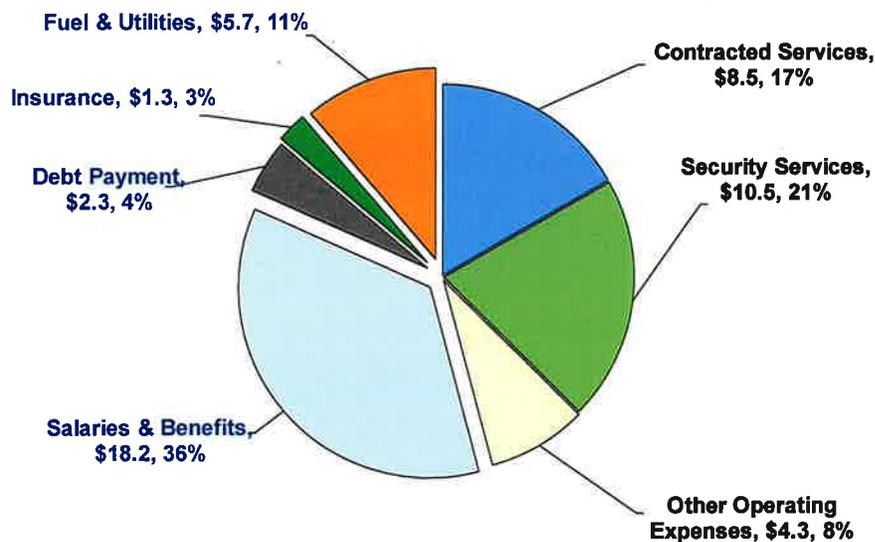
FY2019 Appropriation vs. FY2020 Budget Allowance (\$ Millions)

	FY 19 Approp	FY 20 Allow	Net Change	% Change
Salary and Wages	\$17.8	\$18.2	0.4	2.25%
Non-Discretionary	9.0	9.3	0.3	3.33%
Discretionary	23.5	23.3	(0.2)	(0.85%)
Total Operating Program	\$50.3	\$50.8	0.5	0.99%
Capital Program	117.6	137.4	19.8	16.84%
Total Port Administration	\$167.9	\$188.2	20.3	12.09%

FY2020 Operating Budget Allowance \$50.8 Million Detail

Non-Discretionary

Discretionary



FY2020 Capital Budget Request, Jim Dwyer, Director of Planning

Highlights of Mr. Dwyer’s presentation included:

- MDOT’s Total 6-year Capital Program FY2019-FY2024 is \$16.4 billion.
- MPA’s 6-year program is \$824 million (5.1%).

MPA Capital Program FY 19 - FY 24 Final CTP (Millions of Dollars)							
	FY 19	FY 20	FY 21	FY 22	FY 23	FY 24	Total
Harbor Development	\$ 70.9	\$ 84.3	\$ 134.5	\$ 99.6	\$ 75.1	\$ 62.1	\$ 526.5
Landside *	\$ 41.6	\$ 47.6	\$ 77.8	\$ 52.9	\$ 23.2	\$ 23.8	\$ 266.9
Operating-to-Capital	\$ 5.0	\$ 5.1	\$ 5.2	\$ 5.2	\$ 5.0	\$ 5.0	30.5
Total	\$ 117.5	\$ 137.0	\$ 217.5	\$ 157.7	\$ 103.3	\$ 90.9	\$ 823.9

Op-to-Cap includes services which support the MPA capital program (Planning, Engineering, Harbor Development etc.)
The capital program includes \$19.9M in Federal funds: \$8.9M in Energy Donor Ports Funding, \$1.3M in Federal Security grants and Environmental related grants; \$3.1M in TIGER grant award and \$6.6M in BUILD grant funding.

- At \$824M, the new 6-year Capital program is 3% greater than last year's total, and it includes \$19.9M in Federal funds, a new high amount.
- Harbor Development's FY20 Budget is \$13M more than FY19, as Cox Creek ramps up activity; however, Pearce Creek and TIGER wind down.
- Landside's FY20 budget is about \$6M more than FY19's budget; new projects are getting started (e.g. FMT Wet Basin, DMT Mooring Dolphin, DMT Berth 3 Reconstruction and SLP Fruit Slip Development).
- The funding for FY24 will need to be fortified in the future.

MPA Capital Program Landside Construction Projects Final CTP (Millions of Dollars)							
	FY 19	FY 20	FY 21	FY 22	FY 23	FY 24	Total
1. Property Acquisition	\$ -	\$ 5.0	\$ -	\$ -	\$ -	\$ -	\$ 5.0
2. TIGER FMT Wet Basin Development	\$ 4.4	\$ 2.0					\$ 6.4
3. Cruise Terminal	\$ 1.4	\$ 0.5					\$ 1.9
4. Stormwater Management	\$ 3.4	\$ 0.6	\$ 8.2	\$ 2.0	\$ 0.8		\$ 15.0
5. Security Projects	\$ 1.5	\$ 0.8			\$ 0.2	\$ 0.2	\$ 2.7
6. Fruit Slip Development		\$ 2.7	\$ 1.0				\$ 3.7
7. DMT Berth 3, 4 Reconstruction		\$ 6.0	\$ 17.1	\$ 8.1			\$ 31.2
8. Deck Mods and Berth Improvements	\$ 3.4	\$ 6.5	\$ 10.1	\$ 7.4	\$ 2.3	\$ 2.2	\$ 31.9
9. World Trade Center	\$ 2.8	\$ 1.5	\$ 2.2	\$ 2.4	\$ 1.0	\$ 1.5	\$ 11.4
10. Chrome Ore Processing Residue	\$ 4.8	\$ 4.7	\$ 4.9	\$ 4.3	\$ 4.2	\$ 4.3	\$ 27.2
11. A/E & System Preservation	\$ 19.9	\$ 17.3	\$ 34.3	\$ 28.7	\$ 14.7	\$ 15.6	\$ 130.5
Total	\$ 41.6	\$ 47.6	\$ 77.8	\$ 52.9	\$ 23.2	\$ 23.8	\$ 266.9

MPA Capital Program Dredging and Dredge Material Placement Final CTP (Millions of Dollars)							
	FY 19	FY 20	FY 21	FY 22	FY 23	FY 24	Total
Masonville	\$ 12.2	\$ 10.7	\$ 21.8	\$ 19.3	\$ 19.3	\$ 18.3	\$ 101.6
Cox Creek	\$ 33.2	\$ 31.2	\$ 64.2	\$ 30.7	\$ 28.0	\$ 15.4	\$ 202.7
Poplar Island	\$ 6.9	\$ 10.5	\$ 12.3	\$ 25.8	\$ 18.2	\$ 17.6	\$ 91.3
Hart-Miller Island	\$ 4.5	\$ 6.4	\$ 6.4	\$ 2.7	\$ 2.0	\$ 1.6	\$ 23.6
Mid-Bay Option	\$ 0.7	\$ 1.5	\$ 0.9	\$ 2.0	\$ 3.0	\$ 6.0	\$ 14.1
SMT Modernization (Dredge Ph.1 & BUILD)	\$ 0.7	\$ 7.2	\$ 8.0				\$ 15.8
Studies, Mitigation, Other	\$ 12.7	\$ 16.8	\$ 20.9	\$ 19.1	\$ 4.6	\$ 3.2	\$ 77.4
Total	\$ 70.9	\$ 84.3	\$ 134.5	\$ 99.6	\$ 75.1	\$ 62.1	\$ 526.5

Legislative Outlook, Jennifer Guthrie, Legislative Manager

Ms. Guthrie gave an overview of the Maryland General Assembly outreach initiatives conducted by the MPA as well as local and federal government outreach efforts. Highlights of Ms. Guthrie's presentation included:

- Baltimore City Outreach
 - **Council Bill 17-0122:** Rezones 1 and 101 North Haven Street from Industrial zoning to Industrial Mixed-Use (IMU) zoning, which allows residential. (*Enacted*)
 - **Council Bill 18-0277:** Establishes a second Industrial Mixed-Use zoning district (IMU-2) that prohibits residential; and renames the current Industrial Mixed-Use zoning district IMU-1. (*In Committee – Land Use and Transportation*)
 - **Council Bill 18-0294:** Rezones 1 and 101 North Haven Street from IMU to IMU-2, which prohibits residential. (*In Committee – Land Use and Transportation*)
- Federal Government Current Issues and Legislative Victories
 - Current Issues
 - Federal Priorities – FY2020
 - Howard Street Tunnel
 - Poplar Island Restoration Project and Expansion
 - Baltimore Harbor and Channels
 - C&D Canal
 - Customs and Border Patrol (CBP)
 - Facility Requests – Senator Van Hollen Letter to DHS Secretary Nielsen
 - Harbor Maintenance Tax – Full-Use (HMT)
 - 2019 Infrastructure Package
 - Legislative Victories
 - Energy and Water Appropriations Act, 2019 – Enacted
 - America's Water Infrastructure Act of 2018 – Enacted
 - Build Grant Award
 - \$6.5M – Seagirt Marine Terminal Berth #3 Expansion
- Moving Forward – Spring through Fall 2019
 - Build and cultivate relationships within the new landscape of Maryland elected officials through education and outreach in the form of port tours and briefings from the MPA and private industry.

Move into Closed Session

At 9:45 am, in accordance with State Government Article, Section 10-508 (a)(4), Annotated Code of Maryland, Commissioner Richardson moved that the Commission meet in Closed

Session, and Commissioner Dean seconded the motion. The motion was approved unanimously. See attached closing statement. The Commission met in Closed Session from 9:45 am until 10:45 am. Staff attending: Jim White (Executive Director), Bob Munroe (MPA Chief Counsel), Judy Slater (MDOT Director of Human Resources), Tim Bishop (MDOT Classification & Compensation Manager) and Christina Nichols (Executive Office).

The following topics were discussed during the Business Update; Howard Street Tunnel, the following topics were discussing during the MPC Employee Compensation; Employee Compensation. Vote taken to fill the position for Director of Harbor Development. The Closed Session ended at 10:45 am and the meeting returned to Open Session.

Adjournment

There being no further business, a motion to adjourn was made by Commissioner Dandy and seconded by Commissioner Huber. The motion carried unanimously. The meeting adjourned at 10:45 am.