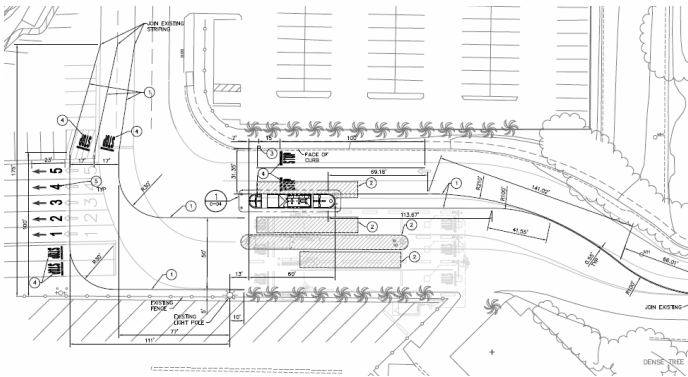


# CAPITAL IMPROVEMENT PROGRAM STATUS REPORT AND UPDATE

## TWIC / MAIN GATE SECURITY PROJECT

### Project Overview

This project was authorized by the Board of Harbor Commissioners to realign and improve the District's Central Gate to better respond to the security needs of the District by enabling the deployment of TWIC card readers, and accommodating the Department of Homeland Security mandate through the Customs and Border Protection ("CBP") group to install Radiation Portal Monitors ("RPM") at U.S. Seaports. The portion of the work that involves the installation of the RPMs is being contracted directly and separately through CBP. The RPM installation will begin at the conclusion of the District's project. The District's portion of the work was advertised – bids were received on July 7 and a Contract was awarded to Loyal Development at the July 13, 2009



Board of Harbor Commissioners meeting. The time for completion of the District portion of the work is 58 calendar days. The time for completion of the CBP portion of the work is 48 days. Depending on the actual start and stop times for the individual projects, the overall work could be completed as early as mid-November 2009. The District's

portion of the work has a project budget of \$400,000 all of which is eligible for security grant funding. The State of California has removed the suspension of the grant funds that would provide the \$100,000 match for the federal grant funding. At the time the Board of Harbor Commissioners authorized the project the State had suspended its Prop 1B grant program and so the \$100,000 match was identified as coming from the District General Fund.

The Notice to Proceed has been given to Loyal Development with a completion date in mid-October. The Customs and Border Protection portion is anticipating awarding a contract for their portion in late August or early September with a start date that will be coordinated with our actual completion date.

In order to keep traffic flowing through the District's Central Gate, the project has been divided into phases. The first phase consists of the demolition of the existing gate booth and island along with the demolition of the southern two weigh scale pits. It also includes trenching and installation of new conduits to provide electrical power and communication to the new gate booth as well as to the new Customs and Border Protection Booth. As of the writing of this report the first phase of the project is nearing completion. It is expected that the second phase of the project began on September 14. The second phase includes the demolition of the third weigh scale pit and the construction of the new island and installation of the new gate booth.

There are issues with the gate booth that have a potential to delay the project completion and add additional cost to the project. The basic issue is the difference between what was specified in the plans and specifications and what the manufacturer is able to produce. The amount of delay is uncertain and will not be known until the shop drawing for the booth is approved and the gate booth released for production and a delivery date established. Any cost impact will likewise not be known until the booth shop drawing is approved.