

NORTH CAROLINA PORTS

Paul J. Cozza
Chief Executive Officer

December 30, 2015

The North Carolina Joint Legislative Commission on Governmental Operations
Suite 308, Legislative Office Building
Raleigh, NC 27626

Re: Report of Activity Pursuant to NCGS §136-273

Dear Commission Members:

NCGS §136-273 grants the North Carolina State Ports Authority (NCSPA) an exemption from certain requirements found in Chapter 133 and 143 of the General Statutes when it finds good cause to expedite the purchase of supplies, materials and equipment, and building contracts for a particular port facility. This statute further requires the NCSPA to report quarterly to the North Carolina Joint Legislative Commission on Governmental Operations any building projects exceeding two hundred fifty thousand (\$250,000) dollars to which an exemption, as described above, was applied.

For the period from September 24, 2015 to December 30, 2015 the NCSPA did not exercise its exemption.

However, while the following is not for a "building contract", NCSPA did receive two bids on December 10, 2015 for crane repairs at the Port of Morehead City, one at \$1.45M and the other at \$1.77M. The start date for the crane repair has been delayed until January 25, 2016 based on cargo shipping schedules. NCSPA revised the scope of the initial bid and will receive a new proposal from the low bidder on or before January 11, 2016 in efforts to drive costs down. Thus, the contract with the low bidder, Global Rigging and Transport, is not yet executed, pending the revised proposal.

Sincerely,

Paul J. Cozza
Chief Executive Officer

cc: NCDOT Secretary Nick Tennyson
PJC/rbk