

AGENDA

**Port Freeport
Capital Planning Committee
Special Meeting
Tuesday, August 13, 2024, 4:00 pm - 5:00 pm
In Person & Videconference - Administration Building - 1100 Cherry Street - Freeport**

The meeting will be conducted pursuant to Section 551.127 of the Texas Government Code titled "Videconference Call." A quorum of the Capital Planning Committee, including the presiding officer, will be present at the Commissioner Meeting Room located at 1100 Cherry Street, Freeport, Texas. The public will be permitted to attend the meeting in person or by videoconference. The videoconference is available online as follows:

Join Zoom Meeting

<https://us02web.zoom.us/j/89100072007?pwd=6pIX0Qmdw0jL3XabGWfXa1aiaZNaxJ.1>

Meeting ID: 891 0007 2007

Passcode: 979022

Dial by your location

• 1 346 248 7799 US (Houston)

Meeting ID: 891 0007 2007

Find your local number: <https://us02web.zoom.us/j/kcZUIp0jPu>

1. Committee Members: Kincannon (Chairman), Santos, Giesecke
2. CONVENE OPEN SESSION in accordance with Texas Government Code Section 551.001, et. seq., to review and consider the following:
3. Roll Call.
4. Public Comment. (Public comment on any matter not on this Agenda will be limited to 5 minutes per participant and can be completed in person or by videoconference)
5. Public Testimony. (Public testimony on any item on this Agenda will be limited to 5 minutes per agenda item to be addressed per participant and can be completed in person or by videoconference. The participant shall identify in advance the specific agenda item or items to be addressed)
6. Review and discuss FY2025 Capital Budget.
7. Discussion regarding facility repairs related to Hurricane Beryl.
8. EXECUTIVE SESSION in accordance with Subchapter D of the Open Meetings Act, Texas Government Code Section 551.001, et. seq., to review and consider the following:
 - A Under authority of Section 551.072 (Deliberation of Real Property Matters) for discussion regarding:
 1. The potential purchase, exchange, lease or value of real property located at Port Freeport, including but not limited to the real property located at and contiguous to Berths 1, 2, 5, 7 and 8.
9. RECONVENE OPEN SESSION:
10. Adjourn.

The Committee does not anticipate going into a closed session under Chapter 551 of the Texas Government Code at this meeting for any other items on the agenda, however, if necessary, the Committee may go into a closed session as permitted by law regarding any item on the agenda.

With this posted notice, Port Commissioners have been provided certain background information on the above listed agenda items. Copies of this information can be obtained by the public at the Port Administrative offices at 1100 Cherry Street, Freeport, TX.



Phyllis Saathoff, Executive Director/CEO

PORT FREEPORT

Participation is welcomed without regard to race, color, religion, sex, age, national origin, disability or family status. In accordance with Title II of the Americans with Disabilities Act and Section 504 of the Rehabilitation Act, persons with disabilities needing reasonable accommodations to participate in this proceeding, or those requiring language assistance (free of charge) should contact the Executive Assistant no later than forty-eight (48) hours prior to the meeting, at (979) 233-2667, ext. 4326, email: bevers@portfreeport.com.

La participación es bienvenida sin distinción de raza, color, religión, sexo, edad, origen nacional, discapacidad o situación familiar. De acuerdo con el Título II de la Ley de Estadounidenses con Discapacidades y la Sección 504 de la Ley de Rehabilitación, las personas con discapacidades que necesiten adaptaciones razonables para participar en este procedimiento, o aquellas que requieran asistencia lingüística (sin cargo), deben comunicarse con el Asistente Ejecutivo a más tardar cuarenta -ocho (48) horas antes de la reunión, al (979) 233-2667, ext. 4326, correo electrónico: bevers@portfreeport.com.



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TO: Capital Planning Committee
Executive Director/CEO

FROM: Rob Lowe

DATE: August 7, 2024

SUBJECT: Preliminary Capital Budget

Staff has assembled the preliminary 2025 capital budget for discussion. The preliminary budget supporting ongoing initiatives as well as new projects is \$81,732,460. A breakdown by strategic initiative category is found below and will be discussed in the Capital Planning Committee meeting.

<i>Strategic Initiatives</i>	<i>Milestones</i>	<i>Funding Sources</i>
➤ Freeport Harbor Channel	\$ 3,350,000	General Obligation Bonds, Cash or Reserves
➤ Buildout of the Port's Container Handling Facilities	53,823,580	Pledged Revenue Debt, Grant, Cash or Reserves
➤ Development of warehousing and OEM distribution	14,800,000	Pledged Revenue Debt, Cash or Reserves
➤ Port Infrastructure Support:	9,758,880	Cash or Reserves
Total	<u>\$ 81,732,460</u>	

PORT COMMISSION

RAVI K. SINGHANIA, CHAIRMAN; ROB GIESECKE, VICE CHAIRMAN; BARBARA FRATILA, SECRETARY; KIM KINCANNON, ASST. SECRETARY;
DAN CROFT, COMMISSIONER; RUDY SANTOS, COMMISSIONER; PHYLLIS SAATHOFF, EXECUTIVE DIRECTOR/CEO

PORT FREEPORT

PROPOSED PORT CAPITAL EXPANSION PLAN

FY 2024 to 2028

PROJECT	2025	2026	2027	2028	2029	2025-2029 TOTAL
VELASCO TERMINAL & RELATED INFRASTRUCTURE DEVELOPMENT						
Cash Funded	\$ 2,050,000	\$ -	\$ -	\$ 17,376,000	\$ -	\$ 19,426,000
Revenue Debt/Cash Funded	-	-	-	-	-	-
Estimated Grant Application Funded	40,000,000	14,111,585	26,756,500	-	21,720,000	\$ 102,588,085
Cranes (2)- Equipment or Revenue Debt Funded	11,773,580	10,520,960	-	-	-	\$ 22,294,540
Revenue Growth Funded	-	-	-	-	10,000,000	10,000,000
Subtotal Velasco Terminal & Related Infrastructure	\$ 53,823,580	\$ 24,632,545	\$ 26,756,500	\$ 17,376,000	\$ 31,720,000	\$ 154,308,625
OEM / LOGISTICS CENTER						
Cash Funded	14,800,000	-	-	-	-	14,800,000
Revenue Debt/Cash Funded	-	-	-	-	-	-
Grant Application Funded	-	13,500,000	18,000,000	-	-	31,500,000
Subtotal OEM/Logistics Center	\$ 14,800,000	\$ 13,500,000	\$ 18,000,000	\$ -	-	\$ 46,300,000
OTHER PROJECTS, M & R, EQUIPMENT						
Cash Funded	6,748,000	707,000	796,000	595,000	497,000	9,343,000
Estimated Grant Application Funded	3,010,880	581,540	-	-	-	3,592,420
Subtotal Other Projects, M & R, Equipment	\$ 9,758,880	\$ 1,288,540	\$ 796,000	\$ 595,000	\$ 497,000	\$ 12,935,420
CAPITAL CONTRIBUTED TO OTHERS						
Cash Funded	2,600,000	-	-	-	-	2,600,000
General Obligation Debt Funded	-	-	30,000,000	5,000,000	-	35,000,000
Revenue Debt/Cash Funded	-	-	-	-	-	-
Funded From Capital Improvement Reserve	750,000	1,030,000	750,000	750,000	750,000	4,030,000
Subtotal Capital Contributed to Others	\$ 3,350,000	\$ 1,030,000	\$ 30,750,000	\$ 5,750,000	-	\$ 41,630,000
TOTALS						
Cash Funded	26,198,000	707,000	796,000	17,971,000	497,000	46,169,000
Revenue Debt Plus Cash Flow Funded	-	-	-	-	-	-
Equipment Lease/Other Debt Funded	11,773,580	10,520,960	-	-	-	22,294,540
Grant Funded* (see note below)	43,010,880	28,193,125	44,756,500	-	21,720,000	137,680,505
General Obligation Debt Funded	-	-	30,000,000	5,000,000	-	35,000,000
Funded From Capital Improvement Reserve	750,000	1,030,000	750,000	750,000	750,000	4,030,000
Revenue Growth Funded	-	-	-	-	10,000,000	10,000,000
	<u>\$ 81,732,460</u>	<u>\$ 40,451,085</u>	<u>\$ 76,302,500</u>	<u>\$ 23,721,000</u>	<u>\$ 32,967,000</u>	<u>\$ 255,174,045</u>

*Port Freeport Cashflow Portion of Grant	\$ 13,892,810	\$ 8,370,070	\$ 11,189,125	\$ -	\$ 5,430,000	\$ 38,882,005
Total Cash Flow or General Reserve	\$ 39,490,810	\$ 9,077,070	\$ 11,985,125	\$ 17,971,000	\$ 5,927,000	\$ 84,451,005

**PORT FREEPORT 2025
CAPITAL BY FUNDING**

