

## AGENDA

Port Freeport  
Capital Planning Committee  
Special Meeting  
Tuesday, August 15, 2023, 4:00 pm - 5:00 pm  
In Person & Videoconference - Administration Building - 1100 Cherry Street - Freeport

This meeting agenda with the agenda packet is posted online at [www.portfreeport.com](http://www.portfreeport.com)

The meeting will be conducted pursuant to Section 551.127 of the Texas Government Code titled "Videoconference 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/83844379380?pwd=ZkNySTdWUjdQdHdSSTFOd3Z0N3pkUT09>

Meeting ID: 838 4437 9380

Passcode: 631895

Dial by your location

1 346 248 7799 US (Houston)

Meeting ID: 838 4437 9380

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

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 FY2024 Capital Budget.
7. 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.***



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Phyllis Saathoff, Executive Director/CEO

**PORT FREEPORT**



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**TO:** Capital Planning Committee  
Executive Director/CEO

**FROM:** Rob Lowe

**DATE:** August 11, 2023

**SUBJECT:** Preliminary Capital Budget

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Staff has assembled the preliminary 2024 capital budget for discussion. The preliminary budget supporting ongoing initiatives as well as new projects is \$52,610,110. A breakdown by strategic initiative category is found below and will be discussed in the Capital Planning Committee meeting.

<b><i>Strategic Initiatives</i></b>	<b><i>Milestones</i></b>	<b><i>Funding Sources</i></b>
➤ Freeport Harbor Channel	\$ 950,000	General Obligation Bonds, Cash or Reserves
➤ Buildout of the Port's Container Handling Facilities	37,124,000	Pledged Revenue Debt, Cash or Reserves
➤ Development of warehousing and OEM distribution facilities	1,440,000	Pledged Revenue Debt, Cash or Reserves
➤ Port Infrastructure Support:	13,096,110	Cash or Reserves
<b>Total</b>	<u>\$ 52,610,110</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	2024	2025	2026	2027	2028	2024-2028 TOTAL
<b>VELASCO TERMINAL &amp; RELATED INFRASTRUCTURE DEVELOPMENT</b>						
Cash Funded	\$ 1,895,000	\$ -	\$ -	\$ -	\$ -	\$ 1,895,000
Revenue Debt/Cash Funded	-	-	3,000,000	5,000,000	-	8,000,000
Estimated Grant Application Funded	30,429,000	24,828,000	26,756,500	-	-	82,013,500
Cranes (2)- Equipment or Revenue Debt Funded	4,800,000	4,800,000	14,400,000	-	-	24,000,000
Revenue Growth Funded	-	-	-	10,000,000	-	10,000,000
<b>Subtotal Velasco Terminal &amp; Related Infrastructure</b>	<b>\$ 37,124,000</b>	<b>\$ 29,628,000</b>	<b>\$ 44,156,500</b>	<b>\$ 15,000,000</b>		<b>\$ 125,908,500</b>
<b>OEM / LOGISTICS CENTER</b>						
Cash Funded	1,440,000	6,200,000	-	-	-	7,640,000
Revenue Debt/Cash Funded	-	-	-	-	-	-
Grant Application Funded	-	-	24,000,000	-	-	24,000,000
<b>Subtotal OEM/Logistics Center</b>	<b>\$ 1,440,000</b>	<b>\$ 6,200,000</b>	<b>\$ 24,000,000</b>	<b>\$ -</b>		<b>\$ 31,640,000</b>
<b>OTHER PROJECTS, M &amp; R, EQUIPMENT</b>						
Cash Funded	12,188,500	2,011,000	699,000	592,000	391,000	15,490,500
Estimated Grant Application Funded	907,610	1,240,700	88,300	-	-	2,236,610
<b>Subtotal Other Projects, M &amp; R, Equipment</b>	<b>\$ 13,096,110</b>	<b>\$ 3,251,700</b>	<b>\$ 787,300</b>	<b>\$ 592,000</b>		<b>\$ 17,727,110</b>
<b>CAPITAL CONTRIBUTED TO OTHERS</b>						
Cash Funded	200,000	2,000,000	-	-	-	2,200,000
General Obligation Debt Funded	-	-	-	-	5,000,000	-
Revenue Debt/Cash Funded	-	-	-	-	-	-
Funded From Capital Improvement Reserve	750,000	750,000	1,030,000	750,000	750,000	3,280,000
<b>Subtotal Capital Contributed to Others</b>	<b>\$ 950,000</b>	<b>\$ 2,750,000</b>	<b>\$ 1,030,000</b>	<b>\$ 750,000</b>		<b>\$ 5,480,000</b>
<b>TOTALS</b>						
Cash Funded	15,723,500	10,211,000	699,000	592,000	391,000	27,616,500
Revenue Debt Plus Cash Flow Funded	-	-	3,000,000	5,000,000	-	8,000,000
Equipment Lease/Other Debt Funded	4,800,000	4,800,000	14,400,000	-	-	24,000,000
Grant Funded* (see note below)	31,336,610	26,068,700	50,844,800	-	-	108,250,110
General Obligation Debt Funded	-	-	-	-	5,000,000	5,000,000
Funded From Capital Improvement Reserve	750,000	750,000	1,030,000	750,000	750,000	4,030,000
Revenue Growth Funded	-	-	-	10,000,000	-	10,000,000
	<b>\$ 52,610,110</b>	<b>\$ 41,829,700</b>	<b>\$ 69,973,800</b>	<b>\$ 16,342,000</b>	<b>\$ 6,141,000</b>	<b>\$ 186,896,610</b>
*Port Freeport Cashflow Portion of Grant	\$ 12,896,840	\$ 5,949,500	\$ 12,689,125			\$ 31,535,465
Total Cash Flow or General Reserve	\$ 28,620,340	\$ 16,160,500	\$ 13,388,125	\$ 592,000	\$ 391,000	\$ 59,151,965

**PORT FREEPORT 2024  
CAPITAL BY FUNDING**

