SUMMARY STATEMENT

ITEM NO.                      SUBJECT: Contract No. PPC-16-2007
                                  Cruise Terminal – Pier No. 2
                                  New Mooring and Breasting Structures

COMMITTEE:                     New Business

COMMITTEE MEETING DATE:        March 19, 2008

BOARD ACTION DATE:             March 19, 2008

PROPOSAL:                      That the Board authorizes staff to negotiate a construction contract
                                with the firm of Atlantic Subsea, Inc. to install new mooring and
                                breasting structures on Pier 2 at the Philadelphia Cruise Terminal.

                                Amount: $1,300,000.00

                                Contractor: Atlantic Subsea, Inc.
                                108 Ferry Road
                                Bridgeport, NJ 08014

                                Other Bidders:
                                PKF-Mark III, Inc. $1,619,000.00
                                A.P. Construction, Inc. $1,626,100.00
                                JPC Group, Inc. $1,845,550.00

                                Engineers Estimate: $1,504,377.00

PURPOSE:                       To perform improvements to Pier 2 at the Philadelphia Cruise
                                Terminal. This project will consist of installation of three (3) new
                                pile supported mooring structures, installation of four (4) new pile
                                supported breasting structures and improvement to the outside of
                                Pier 2.

BACKGROUND:                   In 2007, the Philadelphia Cruise Terminal posted another strong season
                                featuring 19 homeport sailings on two major international cruise lines
                                (Royal Caribbean Cruise Lines and Norwegian Cruise Lines), as well as
                                port calls by three of the most prestigious lines in the industry (Crystal
                                Cruise Line, Seabourn Cruises, Phoenix Reisen). Over 40,000
                                passengers passed through the terminal. In 2008, the Philadelphia
                                Cruise Terminal will offer an expanded schedule of ten sailings from
                                Norwegian Cruise Lines, with the larger and more luxurious Norwegian
                                Majesty and new itineraries to Canada/New England and the Caribbean,
                                as well as traditional sailings to Bermuda. The terminal will also host
2008 port calls for Princess Cruises and the European lines Fred Olsen Cruises and V-Ships. To accommodate these sailings in 2008, however, the Philadelphia Cruise Terminal requires immediate repairs to Pier 2.

An independent engineering analysis found that the existing Pier 2 bollards lack the capacity to handle the larger ships that currently call on the Philadelphia Cruise Terminal. It was recommended that three independently supported pile foundations with new higher capacity bollards be installed to accommodate mooring forces from the bow and stern lines of the cruise ships. It was further recommended to install four independent, pile supported breasting structures to increase the lateral load capacity of the pier. This work will be completed prior to the start of the 2008 cruise season on August 30, 2008 in order to facilitate the safe docking of cruise vessels.

The project was publicly advertised and bid documents were offered to the public beginning on February 5, 2008 with a bid opening date of February 26, 2008. Nine (9) sets of documents were sold. A total of four (4) bids were received. The low bid was submitted by Atlantic Subsea, Inc. in the amount of $1,300,000.00.

Staff has completed the evaluation of bids and recommends that the contract be awarded to Atlantic Subsea, Inc. in the amount of $1,300,000.00 as the lowest responsive bidder to perform the contract work.

SUMMARY:

| Amount:          | $1,300,000.00 |
| Source of Funds: | General Fund  |
| Capital Project #: | CT0801       |
| Operating Budget: | N/A           |
| Master Plan Status: | N/A          |
| Other Fund Sources: | N/A         |
| Duration of Contract: | 6 months    |
| Other Parties Involved: | N/A       |
RESOLUTION

RESOLVED: That the Board of Commissioners of the Delaware River Port Authority accepts the bid of Atlantic Subsea, Inc. to install new mooring and breasting structures on Pier 2 at the Philadelphia Cruise Terminal, and that the proper officers of the Authority be and hereby are authorized to negotiate a contract with Atlantic Subsea, Inc. for the required work in an amount not to exceed $1,300,000.00 as per the attached Summary Statement; and be it further

RESOLVED: The Chairman, Vice Chairman and the Chief Executive Officer must approve and are hereby authorized to approve and execute all necessary agreements, contracts, or other documents on behalf of the DRPA. If such agreements, contracts, or other documents have been approved by the Chairman, Vice Chairman and Chief Executive Officer and if thereafter either the Chairman or Vice Chairman is absent or unavailable, the remaining Officer may execute the said document(s) on behalf of DRPA along with the Chief Executive Officer. If both the Chairman and Vice Chairman are absent or unavailable, and if it is necessary to execute the said document(s) while they are absent or unavailable, then the Chief Executive Officer shall execute such documents on behalf of DRPA.

SUMMARY:

- Amount: $1,300,000.00
- Source of Funds: General Fund
- Capital Project #: CT0801
- Operating Budget: N/A
- Master Plan Status: N/A
- Other Fund Sources: N/A
- Duration of Contract: 6 months
- Other Parties Involved: N/A