



600 S. E. BAY BOULEVARD NEWPORT, OREGON 97365 (541) 265-7758 FAX (541) 265-4235 www.portofnewport.com

For Immediate Release

October 26, 2011

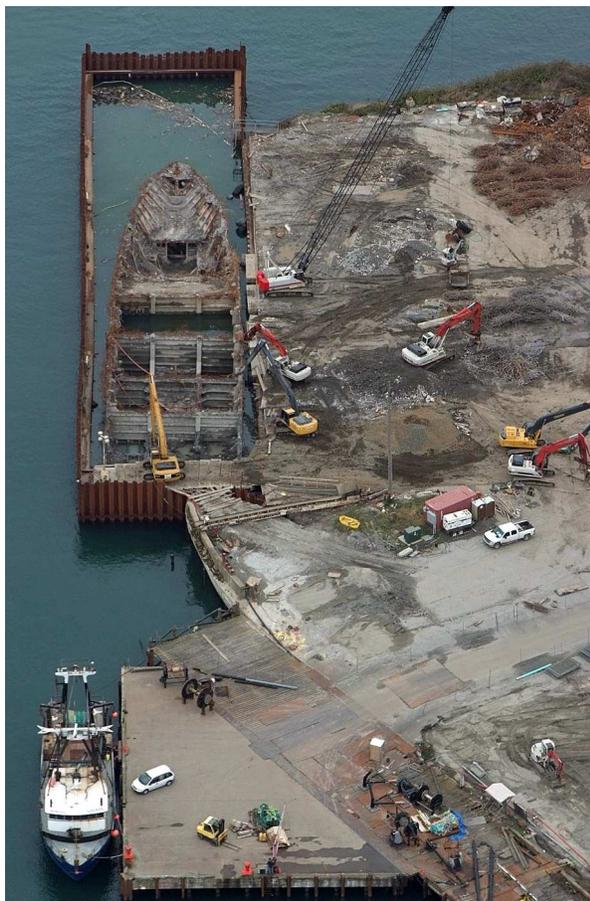
Contact:

Don Mann, General Manager
541-265-7758

Port Commission Briefed on Construction Updates for the International Terminal Renovation

NEWPORT – The Port Commission was briefed on the progress of the International Terminal Renovation Project at its regular meeting Tuesday, October 25, 2011.

Frank Berg, Day CPM Project Manager, first advised that the pipe piling had been ordered for the east dock and is expected to be delivered to the site this week.



At the beginning of the month, the upper section of the SS Pasley had been removed, a temporary bridge was installed at the bow, and an artificial reef was built under the ship to rest the forward section of the ship during low tides. This reef allows the subsequent compartments of the ship to be demolished, moving one compartment forward at a time. The demolition has proceeded this month with the complete removal of Hold 0 to the Engine Room. Berg reported that all remaining demolition should be complete by month's end or early next month. Work continues to take extended hours including weekends. Sediments inside the containment cell (cofferdam) and beneath the Pasley will be tested to check for contaminants or hazardous material before the end of the month.

MORE

Old material in all holds of the SS Hennebique has been removed, and holds have been cleaned and filled with clean dredge sand with the exception of the Aft Peak Void. The Aft Peak Void was found to have sludge in the bottom of it which was tested and found to have PCB's. The water in this hold was tested, found acceptable to be pumped through the water filtration system and discharged. Removal of the hazardous material in the Aft Peak Void has been scheduled to start the week of October 31.

Approximately 4,800 tons of contaminated material has been moved to the Coffin Butte landfill facility since the start of the removal process with about 3,000 tons coming from the Pasley and 1,000 tons so far from the Hennebique.

The water treatment system was shut down for a couple of days while its settlement tanks were cleaned. This on-site facility continues to clean all contaminants from the water being removed from the holds of the Hennebique. As of this report, Berg said that over 19.3 million gallons of water has been filtered through the water treatment facility on site. The water from the treatment system is tested regularly prior to discharge into the bay.

Berg presented Amendment 13 to the Port of Newport's agreement with Natt McDougall Company. He explained that Amendment 13 was for the coating systems on the sheet and pipe piling, the installation of the sheet piling at the bow of the SS Hennebique, and the purchase and installation of the pipe pile for the east dock with a Guaranteed Maximum Price (GMP) of \$1,193,530.76. Berg noted that Amendment 13 recognizes the savings and closeout of previous Amendments 1, 2, 3, 4, 5, 7 and 8, representing a \$2,086,157 in savings. Additional savings and closeout of Amendments 6 and 9 of \$792,182 provides a total \$2,878,339 to roll out of the previous GMP total creating a total GMP through Amendment 13 of \$15,574,069.68.

The Commission approved the execution Amendments 13 with the recognized savings, overrun, and closeouts of previous Amendments in accordance with Article 14 of its agreement with Natt McDougall Company.

For more information about the project, contact General Manager Don Mann at the Port of Newport, 541-265-7758, or visit the Port's Web site at www.portofnewport.com. Comments can be submitted at anytime by emailing terminalproject@portofnewport.com.

End