

**2015 ANNUAL REPORT TO THE
PORT OF NEWPORT BOARD OF COMMISSIONERS**

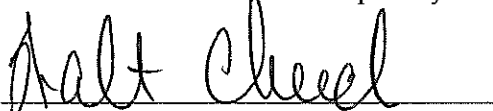
This Annual Report is filed with the Port of Newport Board of Commissioners by the President, Vice President and Secretary/Treasurer pursuant to ORS 777.140(2). This report focuses on the major events and accomplishments during the course of the previous calendar year. The report is available at the Port office and is formally submitted to be included into the public record.

1. Approved employment agreement with Kevin Greenwood as the Port of Newport's new General Manager.
2. Appointed Ken Brown to Position #4 for an unexpired term ending June 30, 2017.
3. Approved Resolution 2014-01, naming Kevin Greenwood as the Port's registered agent.
4. Authorized lease renewal extension with Carver Fuel Dock.
5. Awarded contract with HC ETC, Inc for Wi-Fi services for \$11k.
6. Contributed to the Oregon Sea Grant "Working Waterfronts Interpretive Program".
7. Authorized a contract with Advance Remediation Technology for \$12,090.00 for soil sampling related to the International Terminal dredging.
8. Authorized the lease amendment with Oregon Brewing Co. for distillery expansion.
9. Adopted Commission By-laws, a first for the Port of Newport.
10. Approved a resolution amending the boundary of the Lincoln County Enterprise Zone.
11. Approved Intergovernmental Agreement with Special Districts Insurance Trust. modifying the Port's relationship with SDAO.
12. Awarded auditing contract with Grimstad & Associates.
13. Updated Commission liaison positions.
14. Approved \$14-million budget for FY 2014-15.
15. Approved Resolution 2014-03, updating tariffs for commerce crossing the International Terminal
16. Approved the Seafarer Renewal Lease renewal.
17. Approved the J. Lamb Marine Electronics lease renewal.
18. Approved Resolution 2014-04, amending the facilities code to change rules pertaining to insurance and dock storage.
19. Authorized an agreement with Servco Pacific Insurance as broker of record.
20. Adopted Resolution 2014-05, adopting a compensation plan for employees.
21. RFQs sent out for South Beach diesel line repair contract.
22. Authorized a contract with Tough Construction to repair roof on building at terminal.
23. Commissioners Brown and Barton attended Rogue ground-breaking ceremonies for distillery expansion.
24. Commissioners Jincks and Barton attended Business Oregon Conference and accepted an award to the PON from the Oregon DEQ for the terminal project.
25. Awarded the South Beach diesel line repair contract to 4C's Environmental Inc.
26. Awarded the architectural contract for a new PON administration office building to DH Goebel, Architecture.
27. Jincks and Brown assigned to serve as Commission liaisons during the design process of the new administration building.
28. Approved IGA with the City of Newport regarding Yaquina Bay Fruit Processors Inc., allowing the tenant time to develop expansion plans.
29. Approved Resolution 2014-06, adopting rates, fees, and charges.

30. Awarded South Beach electric, water, and heating contract to Radar Plumbing for \$13,960.
31. Approved new lease agreements with the Chelsea Rose and the Patty Mae Barge.
32. Adopted Resolution 2014-08, for filling commission vacancies.
33. Adopted Resolution 2014-09, adopting the process for the annual performance evaluation of the General Manager.
34. Adopted Resolution 2014-10, requesting the Lincoln County Enterprise Zone be designated for electronic commerce.
35. Commissioner Barton met with Secretary of State Kate Brown for a tour of the NOAA MOC-P facilities.
36. Approved the election of officers: Chuck, President; Fleck, Vice President; Brown, Secretary/Treasurer as Commission officers for the FY 2015-16.
37. Conducted six-month performance evaluation of General Manager.
38. Approved the Special Use Permit for the Great Albacore Tuna Challenge. Approved the donation of proceeds from the Great Albacore Tuna Challenge (\$9,400 total collection) to the Newport Food Program.
39. Approved architectural design contract with Goebel/Capri.
40. Received permits for the International Terminal dredging.
41. Approved a contract with Macpherson, Gintner & Diaz for legal services.
42. Approved a ten-year loan agreement with LCHS for the Pasley Propeller.
43. Supported General Manager in his hiring of Stephen Larrabee as new Director of Finance.
44. Commissioner Barton attended the Oregon Coastal Economic Summit.
45. Approved a contract with HME Construction for the International Terminal unconsolidated dredging.
46. Approved a contract with Northwest Hydro Inc. for \$5,400 for the International Terminal Dredge Survey.
47. Approved a contract with Day CPM Services in the amount of \$10k for the International Terminal project management.
48. Donated launch fees for the Hospice Regatta.
49. Approved a contract with GRI in the amount of \$15,500 for geotechnical survey for the new PON administration building.
50. Adopted Resolution 2014-11, making parking violation adjustment from \$15 to \$40.
51. Adopted Resolution 2014-12, designating bank accounts and authorizing check signers as amended.
52. Approved Special Use Permit for the "U-DA-Man" Fishing Tournament.
53. Approved Special Use Permit for the Newport Rotary "Trick or Treat Monster Feet 5k Run".
54. Approved Special Use Permit for the "Bay to Brews" running event.
55. Adopted Resolution 2014-13, exempting contract from competitive bidding for the Port Administration Building.
56. Adopted Resolution 2014-14, requesting preservation of USCG Air Facility at Newport, Oregon.
57. Adopted Amendment No. 31B to the CMGC agreement between the PON and Natt McDougall Co for the International Terminal renovation in an amount not to exceed \$656,876.86.
58. Approved Special Use Permit to Coast Hills for the Turkey Trot runs.
59. Attended PON/POT Commissions Joint Goal Setting Work Session in Toledo.

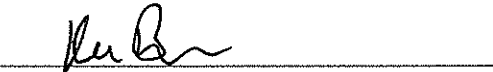
60. Held a Special Meeting on November 20th advocating for the retention of the U.S Coast Guard Air Station.
61. Approved the Port join as co-plaintiff with the Newport Fishermen Wives Association, City of Newport, Lincoln County, and other parties in a federal lawsuit challenging the U.S. Coast Guard's planned decommissioning of its air rescue station in Newport.
62. Adopted the final draft of the FY 2014-15 financial statements.
63. Adopted Lease Renewal Amendment No .12 with GSA for the U.S. Customs lease.
64. Authorized Amendment No. 5 with Pacific Habitat Services Inc. for NOAA Marine Operations Facility Eelgrass Mitigation Project.
65. Authorized amendment with 4C'S for environmental fuel tank boring.
66. Commissioner Chuck attended U.S. Coast Guard personnel/architects tour of NOAA facility for possible Coast Guard cutter relocation.
67. Received 2% insurance premium discount for successfully obtaining board training. Chuck attended "How to Be a Commissioner" in Toledo on April 23, 2014; Fleck watched the DVD "Public Meetings" on September 23, 2014; Brown attended SDAO training in Seaside on February 9, 2014; Barton watched the DVD "Executive Director Performance Evaluation" on September 23, 2014; and Jincks watched the DVD "Duties, Responsibilities, and Liabilities on September 23, 2014.

The President, Vice President, Secretary/Treasurer are proud of the work accomplished by our Commission and staff. We look forward to an equally successful 2015. This Annual Report is submitted to the Port of Newport by:



Walter Chuck, President

Dean Fleck, Vice President



Ken Brown, Secretary/Treasurer

At their January 27, 2015 Regular Board Meeting.