

**Logistics Task Force Meeting**  
**July 19, 2010**  
**Raleigh, NC**

Lt. Governor Walter Dalton, Chairman of the Logistics Task Force, called the meeting to order at 12:32 p.m. on Monday, July 19, 2010, at the Transportation Building with the following members present:

Al Delia, Secretary Dee Freeman, Earl Brinkley, Beth Austin, Bob Morgan, David Congdon, John Atkins, Dan Danieleley, Larry Wooten, Pat Long, Joe Stephens, Dee Blackwell, David Willauer, Gary Teng, Senator Michael Walters, Tom Eagar, Representative Nelson Cole, and Secretary Gene Conti.

Members absent were: Secretary Keith Crisco, Senator Clark Jenkins, Dawn Clegg, Rick Sholtes, Allen Joines, Guy Shavender, Terry Bellamy, Jerry Orr, Paul Kauffman, John Goodman and Representative Danny McComas.

Chairman Dalton thanked everyone for attending in Raleigh and also for attending the meetings in various areas of the state. He stated that it is very important to attend the meetings in various areas of the state in order to get an idea of the opportunities that are available throughout the state. He encouraged everyone to continue to support the Task Force by attending the meetings.

Chairman Dalton informed the Task Force that the Legislature did not approve any funding for the International Port. However, the issue has not gone away. The issue of a deep water port is something that will probably be looked at by this Logistics Task Force. The Task Force has not taken an official position on this issue. Chairman Dalton welcomed Senator Michael Walters, a new member to the Logistics Task Force.

Al Delia welcomed everyone and talked briefly about the Legislature asking the Logistics Task Force to complete a study regarding rails, ports, GTP, etc. Mr. Delia also mentioned the Task Force has not taken an official position on the deep water port. He stated the Task Force should take a look at all aspects.

Chairman Dalton introduced Mr. Anthony Menzies, Market Manager and Mr. Russ Smitley, Vice President of Marketing with Aberdeen Carolina & Western Railway Company's. Mr. Smitley presented the Task Force with information regarding railroads in North Carolina. He shared several ideas of how global economics are impacting North Carolina logistics. Mr. Smitley introduced Mr. Carl Hollowell, Vice President Operations and General Manager of Aberdeen Carolina & Western Railway Company's. Mr. Hollowell shared information with the Task Force regarding shortline railroads of North Carolina and how they bring value to the state. There are 18 shortline railroad companies that operate in 46 North Carolina counties. Both ports in North Carolina are served by the shortline railroad. A copy of this presentation is made a part of the minutes as Addendum Item 1.

Chairman Dalton introduced Kevin Lacy, State Traffic Engineer for NCDOT. Mr. Lacy presented information to the Task Force regarding Mobility and North Carolina Highways. Mr. Lacy stated there are approximately 5,400 miles of Strategic Corridors (Statewide Tier). This includes Interstates, Intrastate System routes, National Highway System routes and other major highways. There are approximately 9,300 miles included in the Regional Tier which are the primary routes (US and NC) not on the Statewide Tier. The Subregional Tier has approximately 64,000 miles which include secondary routes (SR) not on the Statewide Tier. Mr. Lacy also shared information regarding how NCDOT is measuring mobility and their traffic flow theory. A copy of this presentation is made a part of the minutes as Addendum Item 2.

A motion was made by Task Force Member Congdon which was seconded by Task Force Member Danieley to approve the minutes of the June 24, 2010 meeting in Cullowhee.

A motion was made by Task Force Member Danieley which was seconded by Task Force Member Long to approve the minutes of the May 17, 2010 meeting in Asheville.

The Task Force Members broke out into Subcommittees.

The full Logistics Task Force reconvened at 2:51 p.m. for reports from the four subcommittees.

Report from the Best Practices Subcommittee: Chairman Dan Danieley stated their subcommittee discussed the need to effectively interact with all the subcommittees on the Logistics Task Force. He stated how important it is for all subcommittees to work together. This subcommittee wants to look at bringing ideas back to NC in order to make it a better place. They will look into any success story throughout the world and define the characteristics needed for a better future for North Carolina.

Report from the Governance Subcommittee: Chairman Austin stated their subcommittee will be looking at how North Carolina governs logistics. A question that will be investigated is whether or not NCDOT logistics are laid out correctly. They will look at other states for governance. The subcommittee would like to have George List, Rob Martinez and Walter Kissmme meet with them. They feel a statewide marking would be better than regional marking. Earl Brinkley was appointed as Vice Chairman of the subcommittee.

Report from the Commerce Subcommittee: Chairman Larry Wooten stated the importance of the interdependence of all subcommittees. Jed McMillan will provide the subcommittee with a inventory of importers and exporters regarding business and industry into the state. The subcommittee will determine what are the needs of these importers and exporters. Also, what is needed regarding high speed rail and ports. The subcommittee will bring back any policy implications.

Report from the Regional Hub Design Subcommittee: Task Force Member Pat Long shared the charge of this subcommittee. Mr. George List from NCSU discussed the “7 Portal Study”. A final report will be ready in late January 2011. This subcommittee will look into what are other states doing regarding regional hub designs.

Chairman Dalton announced the next meeting of the Logistics Task Force will be Wednesday, August 25, 2010 at the Broyhill Civic Center in Lenoir.

The meeting was adjourned at 3:05 p.m.