HAWAII DEEP WATER CABLE PROGRAM

PHASE II

REASSESSMENT OF CABLE VESSEL AVAILABILITY

Prepared by

L. Lopez and F. McHale of Hawaiian Dredging and Construction Company

Prepared for

The Ralph M. Parsons Company, Hawaiian Electric Co., Inc.

and the

U.S. Department of Energy

DECEMBER 1983

HAWAII DEEP WATER CABLE DEMONSTRATION PROGRAM

REASSESSMENT OF CABLE VESSEL AVAILABILITY

Ref: "Preliminary Cable Vessel Ship Inventory and Capabilities" MGA Report Dated 26 March 1982

I. Background

The referenced report summarized a survey of existing cable vessels to determine their applicability and availability to the HDWC Program. This report concluded that none of the existing vessels were applicable to the program without major modifications to the cable handling equipment.

In addition, it was unclear that any of the candidate cable vessels would be available for the cable laying operation schedule for March 1985.

The report further recommended that the FOSS 286 barge be outfitted with the necessary equipment and used as the cable vessel. A conceptual design and cost estimate for this approach was prepared.

As a result of technical discussions with Parsons, HECO and DOE, HD&C was requested to reassess the applicability and availability of the most likely candidate cable vessels. The following sections discuss the latest work.

II. Reassessment

On March 8, 1983, Morris Guralnick Associates, Inc. was tasked with updating the vessel availability portion of Ref This effort resulted in the March 23, 1983 (MGA report), which is attached as Appendix A.

Representatives for Parsons, Simplex, HD&C met with MGA in San Francisco on April 4, 1983 to review the report. The results of the meeting concluded that the vessels APACHE, SKAGERRAK, FOSS 286 and the SUSITNA were potential candidates for the program's cable vessel. Although the MGA March 82 report suggested the APACHE and SKAGERRAK might not be available for the program, the latest information indicate they could be available. The SUSITNA was not identified in the March 82 report and its addition to the list of candidates resulted from discussions with Mr. Schoephoester of Northern Offshore. The SUSITNA has been used to lay high voltage cable in Alaska.

Appendix B is a summary of required modifications to the candidate vessels for the range of cable characteristics specified by Simplex.

III. Cable Vessel Proposals

Subsequent to the April 4 meeting, Parsons and HD&C concluded it would be more efficient and cost effective for HD&C to directly contact the candidate cable vessel owners and continue the effort initiated by MGA.

HD&C prepared and submitted an RFP, Appendix C, to the candidate cable vessels, and received replies from Santa Fe Engineering (Appendix D), Pirelli Cable Corporation (Appendix E), and Chugach Electric (Appendix F). Although the Chugach reply expressed interest in providing the SUSITNA for the program, no cost or technical data was provided.

Table 1 is a summary of the pertinent cost data extracted from Appendix D, E and the MGA report which proposed the use of the FOSS 286 barge.

IV. Evaluation of Proposals

The criteria upon which the cable vessel proposals are evaluated is (from Appendix C):

- Ability of vessel to perform the cable laying operation safely in sea state specified.
- 2) Cost and cost sharing.
- 3) Ability to commit vessel for deployment in early 1985.
- 4) Other terms and conditions.

Comments

- Santa Fe and Pirelli indicate that the vessels proposed are capable of the cable laying operation in the sea state specified.
- 2) None of the proposers offered any cost sharing.
- 3) The APACHE is available in the timeframe of early 1985, however, a significant increase in cost results if the vessel is used after February 15, 1985 (\$7,927,000 vs. \$14,787,000). The time estimates developed for the program and the estimate provided by Pirelli do not support the possibility of completing the cable laying operation prior to February 15, 1985. Therefore, the higher value will be used for comparison. This large cost increase results from the fact that APACHE's prime business starts after February when sea conditions

· · ·	Santa Fe		Pirelli				MGA
	APACHE	SUSITNA	H.P. LADING	APACHE	A.D. 7	SKAGERRAK	FOSS 286
Task l Design/Procurement Fab/Test Laying Equipt.	3,500,000 Note 3	3,500,000 Note 2	3,500,000 Note 2	3,500,000 Note 2	3,500,000 Note 2	3,500,000 Note 2	6,387,000 Note 4
Task 2 Mob/Demob Prior 2/15/85 After 2/15/85	1,335,000 3,485,000	- 13,000,000 Note 1	8,000,000 Note 1	20,000,000	5,000,000 Note 1	10,000,000	
Task 3 Cable Laying/Ret Operation Prior 2/15/85 After 2/15/85	2,930,000 7,640,000						- 4,435,000
Task 4 Other Services Radio Navigation	12,000	12,000	12,000	12,000	12,000	12,000	Note 1
Misc.	150,000	150,000	150,000	150,000	150,000	150,000	
TOTAL	7,927,000	2/14/85 13,512,000 2/15/85	11,662,000	23,662,000	8,662,000	13,662,000	10,822,000

TABLE 1 SUMMARY OF RFP RESPONSES $\overline{\mathcal{Q}}$

Note 1. Includes the cost of tugs.

Note 2. Includes primarily tensioning equipment turntable, overboard sheave.

Note 3. Santa Fe response did not consider the need for linear tensioning, therefore 3.5M is used to be consistent with " Pirelli response.

Note 4. MGA estimated cost for equipment is based on moderate cable tensioning loads - similar to Pirelli/Santa Fe basis In addition. MGA costs provide for auxiliary marine equipment in addition to cable handling equipment. improve. Prior to that time, APACHE is essentially in a standby mode and therefore can offer a reduced cost. Pirelli provided cost data on five vessels (including

- the APACHE); however, additional effort is required to determine availability of the vessels. Pirelli recommended the A.D. 7 (Italy) as the cable laying vessel for technical and economic reasons (estimated cost \$8,662,000).
- 5) The FOSS 286 costs are the same as reported in the March 82 report. No effort was expended to update these estimates, since no significant change in equipment or requirements were identified. Additionally, the owners of the 286 were requested to propose on the use of the barge, however, they offered to support the program but did not provide any cost estimates.
- 6)

4)

The vessels under consideration fall into two broad categories as follows:

Self-Propelled	Non Self-Propelled
APACHE	SUSITNA
SKAGERRAK	H.P. LADING
· · · ·	A.D. 7

FOSS 286

Another factor that must be weighed in before a final selection can be made is the required maneuverability and controllability and how well any candidate vessel can meet these requirements. The self-propelled vessels have the advantage of following a predetermined track with relative small deviations when compared to the non self-propelled vessels. However, a requirement for such close tracking has not been identified. Additional analysis on the requirements for stationkeeping will be necessary to resolve this matter.

7) A reduction in cost would be realized if the sea trial site were closer to the cable manufacturers plant. However, it is unlikely that the combination of bottom profile and depth, sea and wind conditions, and currents, could be located at sites other than the Alenuihaha Channel. Duplicating these conditions is important since each element contributes to the cablelaying/retrieving equipment design, and cable vessel requirements.

Conclusion

The ranking of cable vessels based on cost is:

1)	A.D. 7	\$ 8,662,000	
2)	FOSS 286	10,822,000	
3)	H.P. LADING	11,662,000	
4)	SUSITNA	13,512,00	
5)	SKAGERRAK	13,662,000	
6)	APACHE	14,787,000	

It appears that the A.D. 7, recommended by Pirelli, could represent a significant savings (\$2.2M) over the FOSS 286 proposal by MGA. Additionally, the A.D. 7 has been used for cable laying operations in opean ocean environment and should provide greater assurance of a successful deployment. Before any firm conclusion can be reached, however, it will be necessary to confirm the cost estimate, the availability of the A.D. 7, review data supporting its ability to operate in the Alenuihaha Channel, and obtain more data regarding its design. Since the A.D. 7 is a foreign vessel, it will also be necessary to confirm there are no legal barriers to use the vessel on a Federally-funded project.

REPORT ON CABLE SHIP AVAILABILITIES

Prepared by

MORRIS GURALNICK ASSOCIATES, INC.

for

HAWAIIAN DREDGING AND CONSTRUCTION CO.

1580 Makaloa Street

Honolulu, Hawaii 96814

March 23, 1983

APPENDIX A

MORRIS GURALNICK ASSOCIATES, INC.

I. Introduction

This report has been developed in preparation for Phase II of the Hawaii Deep Water Electrical Transmission Cable (HDWC) Demonstration Program. Its purpose is to update the vessel availability portion of the "Preliminary Cable Ship Inventory and Capabilities" report dated 29 January 1982 which was prepared as part of the Phase I effort.

Vessel owners/operators were contacted to discuss present and future committments for their vessels through mid 1985. The late '84 mid '85 period was emphasized since it is felt that this time frame will be required to cover vessel acquisition and modification, cable transport, cable deployment and retrieval, and vessel demobilization to meet the July 31, 1985 end date.

The results of the availability survey are provided in the following sections.

II. U.S. Flag Vessels

A. U.S. Government

 <u>Vessels</u> - USNS ZEUS USNS ALBERT J. MYER USNS NEPTUNE USNS AEOLUS
 <u>Person Contacted</u> - Mr. Jim Coleman NAVELEX PME 124

Washington, DC

(202) 692-8820

3) Vessel Schedules

The MYER, NEPTUNE and AEOLUS are currently operating for U.S. Government communication cable laying operations and the ZEUS is scheduled for delivery in January, 1984. Exact schedules for the vessels are classified and therefore

cannot be released without proper authorization. Mr. Coleman did say, however, that all of the vessels are fully committed throughout the '84-'85 time frame.

Based on a brief description of the power cable and the project, Mr. Coleman voiced the opinion that it would not be economically feasible to convert any of the government cable ships for this project. He sited the lack of deck space to provide stowage for a reel or turntable and the need to provide much larger overboarding sheaves as two problems that would be expensive to overcome. He also voiced the opinion that the Navy may be reluctant to commit a vessel to a shipyard conversion in view of the delays and other experiences they encountered in recent conversion projects of their own.

B. Santa Fe Engineering and Construction Co.

1) Vessels - APACHE

CHICKASAW

2) Person Contacted - Mr. Bob Warren

Santa Fe Engineering and Construction Co.

Orange, CA

(714) 558-1300

3) Vessel Schedules

The APACHE is normally assigned to the North Sea for pipelaying operations in the summer months (May -September) and is idle during the winter (October -April) unless special projects can be found. They have no firm committment for '84 or '85 although they are currently bidding work for the summer of '84.

The CHICKASAW is normally assigned to the Gulf Coast region for pipelaying operations. They currently have no plans for this vessel for either '84 or '85.

He felt that either vessel could be adapted to the needs of the program and that the APACHE would be the better candidate of the two. He stated that they normally charter the APACHE at about half the daily rate during the winter months since she would otherwise be idle.

As a less espensive alternative, Mr. Warren said that Santa Fe also has portable reels which could be mounted on the deck of a barge or supply vessel for short term cable laying operations.

C. Transoceanic Cable Ship Co. (AT&T)

1) Vessel - LONG LINES

SALERNUM

2) Person Contacted - Mr. Vince Tomalonis

Transoceanic Cable Ship Co.

Morris Township, NJ

(201) 326-4410

3) Vessel Schedule

The C/S LONG LINES is currently completing transatlantic TAT-7 and will enter the shipyard about May for a one month maintenance period. The remainder of '83 will be spent on cable guard duty out of its North Carolina base.

In 1984, the ship is tentatively scheduled for U.S. Navy work in the Pacific for the 2nd and 3rd quarters, but no firm committments have been made. It is firmly scheduled for work on a fibre optics system to the Canary Islands during the last quarter of '84 and extending into early '85. Beyond that, nothing is scheduled until the next transatlantic lay in 1988.

As a point of interest, Mr. Tomalonis stated that Transoceanic is going to purchase the Italian cable ship

SALERNUM and convert it to American flag and crew. (Data sheets on this vessel are attached). It will then be based in Hawaii by late '84 or early '85 to replace the CABLE ENTERPRISE on Pacific cable repair duty.

Although this vessel as configured could not meet the HDWC requirements, it has been modified temporarily in the past by the Italians to lay power cable.

III Foreign Vessels

A. COFLEXIP

1) Vessels - FLEXSERVICE 1 FLEXSERVICE 2 FLEXSERVICE 3 STAD - FLEX

2) Person Contacted - Mr. Phillipe De Panafieu

COFLEXIP

23 Avenue Neuilly 75116 Paris, France

011-33-1-747-11-42

3) Vessel Schedules

The FLEXSERVICE 1 is currently operating off Brazil for PETROBRAS. They have firm contracts for this vesselthrough 1984, with an option for 1985. These committments would appear to rule out this vessel as a viable candidate.

Mr. De Panafieu felt that any one of the other three vessels operated by Coflexip could be converted for the HDWC program. The FLEXSERVICE 2 is currently in the Arabian Gulf and is contracted through May of 1984. They have no firm or potential committments beyond that time. The FLEX-SERVICE 3 is currently operating between Europe and the Middle East. However, this vessel is under contract to

MORRIS GURALNICK ASSOCIATES, INC.

Electricité de France (EDF) to lay power cables between France and England during July and August of both 1984 and 1985. Hence it would not be available for the HDWC time frame.

The STAD - FLEX is currently working in the Mediterranean off Europe and has no firm committments for 1984 or '85.

COFLEXIP also has available a series of portable reels for use on other vessels.

B. Standard Telephon og Kabelfabrik A/S (STK)

1) Vessel - C/V SKAGERRAK

2) Person Contacted - Mr. O.I. Gilbertson

STK 591 Camino de la Reina San Diego, CA (619) 295-5181

3) Vessel Schedule

The vessel is currently under contract to the British Columbia Hydro and Power Authority to lay power cables between the mainland and Vancouver Island, British Columbia. This project is expected to be completed in November, 1983.

There are no firm committments for the vessel beyond that time although they are negotiating for a project that would take approximately 3 months during the summer of 1984.

Mr. Gilbertson stated that the ship's present capability is limited to approximately 50 metric tons line pull and that the maximum required for the Vancouver project is 32 tons. Thus some modification would be required for the HDWC project as configured. He also emphasized that the availability of the vessel would be dependent upon setting a firm schedule as soon as possible and making some committments to STK to hold that time slot.

÷ К

5009

SECTION III. CABLESHIP DATA AND STATISTICS

Part 2. Individual Ship Data Displays (Continued)

SALERNUM

		·	
Reference numbers	Lloyd's: 5307738	Number of drums fwd.	2
ABS: 5402623	R. I. Na. 20751	Diameter	10.0 feet
. Flag	Italy	Type of drive	electric
Designer	Prof. Ernesto Fasano	N.A. Force	36 7 4 tons
Builder	see remarks	at what speed	0,5 3 8 knots
Date taid down	1952	Type of fleeting	hydraulic knives
Laid down as what	cableship	Type of drawoll gear	sheave and jockey
Date launched	1953	Effective diameter	4.9 feel
Date commissioned	1954	After cable engine type	none
Date converted	-	Diameter of drum	•
Converted from what	•	Type of drive	•
Functions	cable laying and repai	r Force	•
		at what soced	-
Base	Naples	Type of flecting	-
Operating areas	alloceans	If no alter gear.	
Operating areas		method of payout aft	uses forward drums
Leonth over all	339 6 (ec)	Sign sheave or chuic	sheave
Between permendiculars	299 5	Effective diameter	6.8 feet
Extreme breadth	41.4	Plow handling device	none
Moded breadth	41.3	Shin's bollard pull	35 tons
Molded death	19.4	Mast height above keel	98.5 feet
Gruss register tonger	2834	No. of main cable tanks	3
Net register lungare	1032	Coiling capacity	23, 307 cubic feet
Underdeck tunnaer	2295	Nu ul spare cable tanks	none
Deadwernht	2165 tons	Coiling capacity	•
Displacement loorlod	J 380	Allowable cable and	
Displacement light	2135	repeater deadweight	1800 tons
Desti full boul	18 8 (cet	Number of cable page	
	13 1	that can be loaded	none
Stabilization topologi	2005	Cuiling capacity each	•
Automatic by full load	2. ú feet	Weight each	- '
Mais namedation turns	who come the	Reporter stoware method	racks, in hangar, upper
Mara proprision type	3500	and location	deck, way of tank hatches
Number of scrobs	2	Capacity of bunkers	382 1005
Number of selders	1	Rate of use, cruising	15 tons per day
Tuna of sudderts	balanced spade	working	5
Type of forward	······	in port	· 2
maneusering unit	none	Range at cruising speed	ותם 7000
Horsenawer	_ •••	Fresh water capacity	200 tons
Thrust	-	potable	200
Directions	-	builer	-
Type of after		Evaporator capacity	12 tons per day
naneuverine unit	none	Number of persons that	
Horseower	•	can be berthed	110
Thrust		as crew	92
Directions	•	as other	18
Manousering controls		Number of single cabins	6
Locations		Testroom adequacy for	
- Integration	- · ·	repairs	5 (score 0-5)
Cruisian sound	14 knots	laving	S
Maximum sured	1 15	Remarks	
Number of how showers			Anteo Armalori Built lo
Row where a diameter	. Ow	ned and operated by Fratelli d	America Armana and Statis
THIS ALL AVE MENTED	Ca	intière Navale Navalmeccanica	, Castellammare et acauca,

Naples. Propulsion diesel-electric, or geared diesel for passage. Class + A1E +AMS; also 1,8 and 81.

SECTION III. CABLESHIP DATA AND STATISTICS Part 2. Individual Ship Data Displays (Continued)

and -



SALERNUM in 1954, and below, after fitting of bow gantry in 1957



i 174

Part 2. Individual Ship Data Displays (Continued) 5 0 16 í۵ 61 ſ , 0 ው 0 511 \bigcirc -||-||-: 7 С $^{\circ}$ П 6.] <u>c</u>., Hitti ``

SECTION III. CABLESHIP DATA AND STATISTICS

I dynamometer 7 No. 2 cable tank 13 drum room 2 hold No.3 8 No. 1 cable tank 14 Jaboratory 3 cable engine 9 hold No. 2 15 high voltage room 4 engine room 10 hold No. 1 16 electrical test room 5 generator room 11 chart room 6 No. 3 cable tank 12 wheelhouse

General Arrangement, SALERNUM

176

CABLE VESSEL REQUIREMENTS FOR THREE POTENTIAL HDWC DEMONSTRATION CABLES

Cable Vessel Requirements	Cable Designation Per Low - 4.9" O.D. Med.	Simplex 4/12/83 Lo - 5.4" O.D. Hig	etter gh - 6.0" O.D.
Reel/Turntable Capacity - LBS	420,000	620,000	820,000
Reel/Turntable Min. Hub Dia FT	13.0	16.0	16.0
Overboarding Sheave Min. Dia FT	33.0	39.0	45.0
Cable Drum Min. Dia FT	33.0	39.0	45.0
Max Design Tension During Deployment & Retrieval - LBS	127,000	209,000	282,000
Max Rating for Tensioning Equipment (Design Tension + 0.65) - LBS	195,000	322,000	434,000
* Number of 10 Tonne Linear Machines Read for Full Tension	9	15	20

* Overall Dimensions 4960 nm x 1240 nm x 2340 nm. ($16.5'L \times 4'W \times 7.8'H$) 10 tonne Brondel machine was selected by MGA because it represented the largest state-of-the-art least cost cable tensioning machine available at the time.

APPENDIX B

C/S SKAGERRAK REQUIRED MODIFICATIONS FOR THREE POTENTIAL CABLE SIZES

. ..

Vessel Requirement	Low - 4.9" O.D.	Cable Designation Med 5.4" O.D.	High - 6.0" O.D.
Turntable Exist. Load Cap. 7000 t.			· .
Mods Required	None	None	None
Exist. Hub Dia 39 FT Mods Required	None	None	None
Overboarding Sheave Exist. Dia 32.8 FT Mods Required	None	Increase to 39 FT	Increase to 45 FT
Cable Drum Exist Dia 32.8 FT Max Tension for this Dia =			•
225,000# Mods Required	None	Increase to 39 FT	Increase to 45 FT
Tensioning Capability Drum - 77,000# Linear - 19,000# Total 96,000#			
Mods Required	Add 5-10 tonne linear machines OR	Add 11-10 tonne linear machines OR	Add 16-10 tonne linear machines OR
· · · ·	Increase drum cap. by 99,000#	Increase drum cap. by 148,000	Increase drum cap. by 148,000
		and add 4-10 tonne linear machines	and add 9-10 tonn linear machines
		· •	
Exist. Manning	None	None	None
Navigation Equipment	Ex	ist. Equip. is Adequate	for HDWC
Propulsion			
Exist 7200 HP Mods Required	None	None	None
Maneuvering			
Lxist 1320 HP Thruster Mods Required	None	Nono	None
was wequired	· none	none	NOILE
Other Mods Required	None	None	None

ed ч

APACHE REQUIRED MODIFICATIONS FOR THREE POTENTIAL CABLE SIZES

Vessel		Cable Designation	
Requirement	Low - 4.9" O.D.	Med 5.4" O.D.	High - 6.0" O.D.
Ree 1			
Exist, Load Cap 2000 t			
Mods Required	None	None	None
indo nequired	None	none	
Exíst. Hub Dia 54 FT			
Mods Required	None	None	None
•			
Overboarding Sheave	· .		
Exist None			
Mods Required	New 33' Dia.	New 39' Dia.	New 45' Dia.
Cable Drum			
Reel Provides 200,000#	Per telecon w/Si	mplex 4/19/83 - Main	reel should
Tensioning	not be used for	storage and tensioni	ng.
— — — — — — — — — —			
Tensioning Capability			
Reel - 200,000#			
T +			
Linear- 80,000#	Provide 6-10 tonn	e Provide 11-10 ton	ne Provide 16-10 tonne
Linear- <u>80,000</u> # Total 280,000#	Provide 6-10 tonn linear machines	e Provide 11-10 ton linear machines	ne Provide 16-10 tonn∈ linear machines
Linear- <u>80,000</u> # Total 280,000# Mods Required	Provide 6-10 tonn linear machines (or a combinat	e Provide 11-10 ton linear machines ion of new cable dru	ne Provide 16-10 tonn∈ linear machines m & línear machine)
Linear- <u>80,000</u> # Total 280,000# Mods Required	Provide 6-10 tonn linear machines (or a combinat	e Provide 11-10 ton linear machines ion of new cable dru	ne Provide 16-10 tonn∈ linear machines m & línear machine)
Linear- <u>80,000</u> # Total <u>280,000</u> # Mods Required Accommodations Exist. Crew = 123	Provide 6-10 tonn linear machines (or a combinat	e Provide 11-10 ton linear machines ion of new cable dru	ne Provide 16-10 tonn∈ linear machines m & linear machine)
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required	Provide 6-10 tonn linear machines (or a combinat	e Provide 11-10 ton linear machines ion of new cable dru None	ne Provide 16-10 tonn∈ linear machines m & linear machine) None
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required	Provide 6-10 tonn linear machines (or a combinat None	e Provide 11-10 ton linear machines ion of new cable dru None	ne Provide 16-10 tonn€ linear machines m & linear machine) None
Linear- <u>80,000</u> Total <u>280,000</u> Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment	Provide 6-10 tonn linear machines (or a combinat None Exist. E	e Provide 11-10 ton linear machines ion of new cable dru None Guip, is Adequate fo	ne Provide 16-10 tonn€ linear machines m & linear machine) None r HDWC
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment	Provide 6-10 tonn linear machines (or a combinat None Exist. E	e Provide 11-10 ton linear machines ion of new cable dru None quip. is Adequate fo	ne Provide 16-10 tonn€ linear machines m & linear machine) None r HDWC
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion	Provide 6-10 tonn linear machines (or a combinat None Exist. E	e Provide 11-10 ton linear machines ion of new cable dru None quip. is Adequate fo	ne Provide 16-10 tonn€ linear machines m & linear machine) None r HDWC
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP	Provide 6-10 tonn linear machines (or a combinat None Exist. E	e Provide 11-10 ton linear machines ion of new cable dru None quip. is Adequate fo	ne Provide 16-10 tonn∈ linear machines m & linear machine) None r HDWC
Linear- <u>80,000</u> # Total <u>280,000</u> # Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP Mods Required	Provide 6-10 tonn linear machines (or a combinat None Exist. E None	e Provide 11-10 ton linear machines ion of new cable dru None Gquip. is Adequate fo None	ne Provide 16-10 tonn€ linear machines m & linear machine) None r HDWC None
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP Mods Required	Provide 6-10 tonn linear machines (or a combinat None Exist. E None	e Provide 11-10 ton linear machines ion of new cable dru None quip. is Adequate fo None	ne Provide 16-10 tonn€ linear machines m & linear machine) None r HDWC None
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP Mods Required Maneuvering	Provide 6-10 tonn linear machines (or a combinat None Exist. E None	e Provide 11-10 ton linear machines ion of new cable dru None quip. is Adequate fo None	ne Provide 16-10 tonn∈ linear machines m & linear machine) None r HDWC None
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP Mods Required Maneuvering Exist. 4 Thrusters @	Provide 6-10 tonn linear machines (or a combinat None Exist. E None	e Provide 11-10 ton linear machines ion of new cable dru None Gquip. is Adequate fo None	ne Provide 16-10 tonn∈ linear machines m & linear machine) None r HDWC None
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP Mods Required Maneuvering Exist. 4 Thrusters (800 HP Ea.	Provide 6-10 tonn linear machines (or a combinat None Exist. E None	e Provide 11-10 ton linear machines ion of new cable dru None Gquip. is Adequate fo None	ne Provide 16-10 tonn∈ linear machines m & linear machine) None r HDWC None
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP Mods Required Maneuvering Exist. 4 Thrusters @ 800 HP Ea. Mods Required	Provide 6-10 tonn linear machines (or a combinat None Exist. E None	e Provide 11-10 ton linear machines ion of new cable dru None quip. is Adequate fo None	ne Provide 16-10 tonn∈ linear machines m & linear machine) None r HDWC None
Linear- <u>80,000</u> # Total 280,000# Mods Required Accommodations Exist. Crew - 123 Mods Required Navigation Equipment Propulsion Exist 7200 SHP Mods Required Maneuvering Exist. 4 Thrusters @ 800 HP Ea. Mods Required	Provide 6-10 tonn linear machines (or a combinat None Exist. E None	e Provide 11-10 ton linear machines ion of new cable dru None quip. is Adequate fo None	ne Provide 16-10 tonn linear machines m & linear machine) None r HDWC None

FOSS 286 REQUIRED MODIFICATIONS FOR THREE POTENTIAL CABLE SIZES

Vessel Cable Designation Requirement Low - 4.9" O.D. Med. - 5.4" O.D. High - 6.0" O.D. Turntable Exist. - None Mods Required New 420,000# Cap. New 620,000# Cap. New 820,000# Cap. Exist. Hub Dia. - None Mods Required New 13' Dia. New 16' Dia. New 16' Dia. Overboarding Sheave Exist. - None Mods Required New 33' Dia. New 39' Dia. New 45' Dia. Cable Drum Exist. - None Mods Required None - Use Linear Hauler Tensioning Capability Exist. - None Mods Required Add 9-10 tonne Add 15-10 tonne Add 20-10 tonne • . • r linear machines linear machines linear machines (or a combination of new cable drum & linear machine) Accommodations Exist. - None Mods Required Temporary Accommodations for 15 People 1.1₁ No Overnight Berthing Required Navigation Equipment Exist. - None Add positioning system, radios - min. Mods Required required to supplement equipment on tugs Propulsion Exist. - None Mods Required To Be Provided With Tugs 2 Tugs @ 3600 SHP Each Maneuvering Exist. - None Mods Required To Be Provided With Tugs Other Mods Required Lifesaving Equipment, Power for Linear Haulers Power for Misc. Services, Fuel Tank(s)

SU SI TNA

REQUIRED MODIFICATIONS FOR THREE POTENTIAL CABLE SIZES

Vessel Cable Designation High - 6.0" O.D. Low - 4.9" O.D.Med. - 5.4" O.D. Requirement Turntable Exist. Load Cap. - 400 T. = 896,000# None None Mods Required None Exist. Hub Día. - 19 FT Mods Required None None None Overboarding Sheave Exist. - Trough Midships Stbd. New 45' Dia. Mods Required New 33' Dia. New 39' Dia. Cable Drum Exist. - None None - Provide Mods Required None - Provide None - Provide linear handlers linear handlers linear handlers Tensioning Capability Mods Required Accommodations Exist. Crew - 26 Mods Required None None None Navigation Equipment Exist. - None Mods Required Propulsion Exist. - None Mods Required To be Provided with Tugs 2 Tugs @ 3600 HP Each Maneuvering Exist. - None To be Provided with Tugs Mods Required Others Mods Required

Hawaiian Dredging & Construction Company

HAWAII DEEP WATER CABLE DEMONSTRATION PROGRAM

Request for Proposal

A. Introduction

The Hawaii Deep Water Cable (HDWC) Demonstration Program is a Department of Energy and State of Hawaii sponsored R&D project dedicated to the development of a high voltage DC cable that can be laid in the deep open ocean waters from the Island of Hawaii to the Island of Oahu in the Hawaiian chain. This program is being developed in anticipation of large quantities of excess electrical power being produced by geothermal energy on the Island of Hawaii which can be used on the heavily populated Island of Oahu.

In addition to the R&D associated with developing the underwater cable, there are two other major elements of the program:

- Bathymetrical surveys to select the routing of the cable and,
 - 2) Outfitting a cable laying vessel capable of handling large loads associated with weight of the cable in 7000

ft. of water and the environmental loads due to currents, waves and wind.

Hawaiian Dredging & Construction Company is the principal subcontractor responsible for the selecting and outfitting of the cable laying vessel.

APPENDIX C

A survey conducted by Morris Guralnick & Associates, Inc., to determine the capabilities of existing cable laying vessels has concluded that no vessel currently has the capability of handling the loads associated with the HDWC although there are candidates which could be modified for the service.

To further investigate the possible candidates, HD&C is soliciting proposals for the modification and use of these vessels for laying 20,000 ft. of the HDWC in mid-1985.

- B. Instructions to Proposers
- The logistic and load requirements for the vessel are outlined in paragraph C below.
- 2) The proposer is to include all costs including management coordination, design, modification, transit, operation, and overhead and profit.
- 3) The U.S. Department of Energy believes the owners of the selected vessel will greatly benefit from the upgrading and experience gained in laying the demonstration cable. It is hoped that proposers would explore the possibility of cost sharing.
- 4) HD&C plans to select only one vessel for further
 negotiations. If more than one proposal is attractive,
 HD&C will conduct a further screening effort.
- 5) The cost of preparing and presenting the proposal will not be reimbursed.
- 6) Presently, the precise characteristics of the cable are not defined. However, it is expected that the

-2-

characteristics will be within the range specified in Paragraph C. The proposer is to indicate the maximum condition of cable weight, size, length, or vessel loads that his vessel can handle after modification. HD&C prefers a negotiated fixed price contract for the

- design, modification and transiting tasks and a day rate for the cable laying phase.
- 8) Proposer to include the following costs:
 - Equipment and vessel modification: design,
 procurement, fabrication, agency approvals
 - b) Seakeeping study and dynamic analysis of cable during laying
 - c) Equipment and vessel testing
 - d) Equipment removal and reconversion (if required)
 - e) Vessel transit: home port to conversion yard, conversion yard to East Coast to pick up cable (assume 7 days cable loading time), East Coast to Honolulu, Hawaii, for deployment, transit to Kawaihae Harbor, Hawaii
 - f) Other vessels required for logistic support, transiting and/or stationkeeping

g) Crew costs

7)

- h) Assume at sea deployment time:
 - 24 hrs. Honolulu to Kawaihae Harbor, Hawaii
 - 12 hrs. Preparation
 - 6 hrs. Laying cable
 - 6 hrs. Holding

12 hrs. Retrieve cable

24 hrs. Return to Honolulu

- 9) The requirements and conditions noted in this solicitation are to be treated as preliminary.
- 10) Each proposal should explicitly address the ability to perform the cable laying and retrieval in the sea state noted in paragraph C.
- Identify services and equipment required to be supplied by others.
- 12) Proposer should provide sufficient information describing the program elements and the related cost including locations where the work will be performed.
- C. Outline of Cable Vessel Requirements

1) Cable characteristic:

Length: 20,000 ft.: Demonstration section

(Unknown) : Permanent cable longest section

	Cabl	e Weight	
	Low .	Moderate	High
Outside Diameter (in.)	4.9	5.4	6.0
Weight in Air (lb./ft.)	21 '	31	41
Weight in Seawater (lb./ft.)	13	22	30
Max. Install. Tension (lb.)	127,000	209,000	282,000
Min. Untensioned Bend			
Radius (ft.)	6.5	8	8
Min. Bend Radius			
During Install. (ft.)	16.5	19.5	22.5

-4-

2) The following data represents the preliminary wind,

wave and current design criteria:

Wind	:	35 knots
Sea Waves	:	Significant Wave Height $H_s = 8$ ft.
· · ·	:	Significant Wave Period $T_s = 6$ sec.
Swell Waves	:	H = 4 ft.

Swell Wave Period T = 13 seconds

Direction: From 147°-236°T

Currents: See Table below

PRELIMINARY OPERATIONAL DESIGN CURRENT FOR THE

HDWC PROGRAM CABLE LAYING VESSEL IN THE

ALENUIHAHA CHANNEL

Depth Below

	Water Surface (ft)	Current (knots)	· .
	0	2.94	· · · · · · · · · · · · · · · · · · ·
	50	2.80	
	100	2.68	· ·
	150	2.58	
••••••••••••••••••••••••••••••••••••••	200	2.51	
	250	2.44	
	300	2.39	•
<u> </u>	400	2.32	· .
	650	2.22	
	800	1.97	
	1000	1.65	
	1200	1.34	
	1300	1.2	

-5-

D. Selection Criteria

Each proposal will be evaluated based on the following:

- Ability of vessel to perform the cable laying operation safely in sea state specified.
- 2) Cost and cost sharing.
- 3) Ability to commit vessel for deployment in early 1985 (and cost of such commitment if any).
- 4) Other terms and conditions.
- E. Schedule

Proposals are to be delivered to HD&C at 1580 Makaloa Street, Suite 840, Honolulu, Hawaii 96814, no later than 4:30 p.m. on May 6, 1983. HD&C will notify each proposer by May 15, 1983 regarding the results of its evaluation.

Please contact Mr. Frank McHale or Louis Lopez at (808)735-3276 for any clarification or other information required.

-6-

) : HANATIAN DREDGING AND CONSTRUCTION CO. TTN : HR. FRANK HCHALE ROM : SANTA FE, EDINBURGH EF : EDIN/AC/1573

JBJECT : HAWAII DEEP WATER CABLE S.F.H.D. 452

A RESPONSE TO YOUR RECENT ENDUIRY DATED 21 APRIL 1983, SANTA FE FESHORE CONSTRUCTION COMPANY (CONTRACTOR) HAS REQUESTED HE SUBHIT EREMITH THEIR BUDGET ESTIMATE FOR THE ABOVE REFERENCED WORK FOR YOUR INSIDERATION.

INTRACTOR PROPOSES TO UTILIZE THE SELF PROPELLED, DYNAMICALLY ISITIONED REEL SHIP ("APACHE"" FOR PERFORMING THE WORK.

RIEF DESCRIPTION OF COAPACHESS

I. VESSEL DESCRIPTION

CLASS Flag	-	A.B.S. UNITED	A1 STATES OF AMERICA
LENGTH BEAH DEPTH DRAFT,	OPERAT)	146	403 FT. 3 INS. DUERALL 70 FT. 28 FT. 6 INS. TO HAIN DECK 18 FT. 2-1/2 INS.
SPEED, SPEED,	CRUISTI LAYING	16 : ;	11. KNOTS. 2 KNOTS. (HAX)
MAIN PR DIESEL PROPELL	OPULSI ERS)H. :	7,200 BHP 2 CONTROLLABLE PITCH
SHIPBOA	RD POH	ER :	3 EACH 900 KN GENERATORS
BOH THR STERN T THRUSTE	USTERS HRUSTE R POHE	RS : R :	2 EACH 800 SHP 2 EACH 800 SHP 3 EACH 900 KH GENERATORS
ENERGEN	юу рой	ER :	1 EACH 250 KH GENERATORS
QUARTER CONDITI	IS, AIR Oned		123 HEN (2 HAN CABINS)
HUSPITA	HL.	:	6 NAN

OVNAHIC POSITIONING SYSTEM

THE APACHE IS EQUIPPED WITH A HONEYWELL/NORCONTROL DYNAMIC POSITIONING SYSTEM WHICH CONTROLS THE TWO VARIABLE PITCH MAIN PROPELLERS AND THE BOW AND STERN TUNNEL THRUSTERS. THE SYSTEM IS FULLY AUTOMATIC AND CAN BE PRE-PROGRAMMED TO FOLLOW ANY SPECIFIED LAY ROUTE OR TO HOLD ANY FIXED POSITION AND HEADING. THE SYSTEM CAN RECEIVE ITS POSITION REFERENCE FROM HONEYWELL RS 7 ACOUSTIC BEACONS, MOTOROLA MINI RANGER, ARTEMIS, SYLEDIS OR ANY OTHER CONVENTIONAL POSITION FIXING SYSTEM.

HOORING SYSTEM

ţ

APACHE IS EQUIPPED WITH A FOUR-POINT MOORING SYSTEM WHICH INCLUDES THE FOLLOWING:-

BOW ANCHORS	:	2	EACH	30,000	LBS.		
STERN ANCHORS	:	2	EACH	28,098	LBS.		
ANCHOR WINCHES	;	2	- INT	ERCONTIN	IENTAL	DOUBLE	DRUH

REEL.		FLANGE DIAHETER 82 FT. HUB DIANETER 54 FT. HIDTH BETHEEN FLANGES 22 FT. HEIGHT CAPACITY 2000
STRAIGHTENER TENSIONER	:	SZTONS OF CABLE ADJUSTABLE HYDRAULIC TRACK TYPE 1 80.000 LBS. CAPACITY SUPPLEMENTING REEL TENSION OF 200.000 LBS DEVELOPING A
А́ + В ИINCH	:	TOTAL TENSION OF 280,000 LBS. INTERCONTINENTAL 300,000 LBS. CAPACITY
CRANES		· ·
CRAHLER	-	1 HANITOHOC 4100 WITH 90 FT. BODN CAPACITIY 400,000 LBS.
PEDESTAL	-	2 SEAKING 2300 HITH 100 FT. BOOH CAPACITY 90,000 LBS.
DAVITS	_	4
NAUISATION AND CON	анныго	

THE TOPPION AND CONTONICATION ENVIRONMENT

.

......

THE APACHE IS FULLY EQUIPPED TO PERFORM ACCURATE NAVIGATION FUNCTIONS, AND HAS A FULL COMPLEMENT OF COMMUNICATIONS EQUIPMENT.

1

٠

_

MAJOR SYSTEM INCLUDES:-

1	-	SPERRY HK37 BYROCOHPASS
2	-	RAYTHEON HD DE-428, X-BAND AND S-BAND RADARS
2	—	RAYTHEON DIGITAL AND WHITE LINE DEPTH SOUNDERS
2	-	ITT FULL SYNTHESIZED 25 WATT UHF-FH
1	-	ITT MRU - 29 B/35A SHIPBARNE COMMUNICATIONS
		CONSOLE FOR WORLD WIDE USE.
6	, -	ITT UHF-FH 5 HATT CCHALKIE-TALKIEC
1	-	ITT ENERGENCY LIFEBOAT CONMUNICATIONS FOUTPHENT
1	— /	ITT-ST-1610 CONHUNICATIONS PACKAGE FOR PUBLICZ
		PRIVATE TELEX OPRTATION FOR HORLD HIDE USE
1	- .	P.A. SYSTEM.
1	. —	HARSAT SATTELITE CONHUNICATIONS SYSTEM.

MISCELLANEOUS EQUIPHENT

1	-	JET PUMP, 1,000 APH BOD PS T
2		AIR COMPRESSORS, GAR CEN 125 P S T
-2	-	HATER MAKERS, ADUACHEN 5-300
1	-	HACHINE SHOP EQUIPPED WITH A GENERAL PURPOSE LATHE.
1	-	UNIGERSAL HILLING MACHINE, HYDRAULIC PRESS, PONER HACKSAN, DRILL PRESS, TOOL GRINDER. ELECTRIC SHOP, EQUIPPED HITH OSCILLISCOPES, HULVI- METERS, HORKBENCHES, BATTERY CHARGERS, ETC.
FUEL	CON	5UHPTION

7.000 U.S. GALSZDAY AVE. DURING TRANSIT OPERATIONS 5.000 U.S. GALSZDAY AVE. DURING LAY OPERATIONS ENVIRONMENTHE RECORDING

WIND SPEED, WIND DIRECTION AND VESSEL HEADING ARE CONTINOUSLY MONITORED BY THE HONEYHELL MICROASK SYSTEM.

WATER DEPTH BENEATH THE VESSEL IS CONTINUUSLY MONITORED BY A RAYTHEON ECHO SOUNDER AND IS RECORDED ON A GRAPH CHART.

1. SCOPE OF WORK

CONTRACTORS ESTIMATE IS BASED ON PERFORMING THE FOLLOWING ITEMS OF WORK.

- 1.1. DESIGN AND HODIFICATIONS TO VESSEL (INCLUDING A.B.C.D. OF PARAGRAPH B.8 OF THE RFP)
- 1.2. HOBILIZATION/DEHOBILIZATION OF VESSEL TO/FROM U.S. EAST COAST PORT.
- 1.3. A. LOAD VESSEL WITH CABLE IN U.S. COAST PORT (7 DAY ALLOWANCE) B. TRANSIT VIA PANAMA CANAL TO HAWAII.
 - C. DEMONSTRATION AT JOB SITE (3.5 DAY ALLOHANCE) (BUDGET ESTIMATE DAYRATE DURING CABLE LAYING PHASE U.S.D. 80,000 PERFORMANCE OF DEMONSTRATION BETHEEN I JAN - 15 FEB 1985 U.S.D. 115,000 PERFORMANCE OF DEMONSTRATION IN 1985 BUT AFTER 15 FEB. D. RETURN TO U.S. COAST PORT TO OFFLOAD CABLE.
 - E. REMOVE CABLE (7 DAY ALLOHANCE).
- . BUDGET ESTIMATE PRICES ALL PRICES IN U.S. DOLLARS

1.1 ESTIMATE BASED UPON PERFORMANCE OF THE DEMONSTRATION OFFSHORE HAWAII DURING THE TIME FRAME OF 1 JANUARY 1985 TO 15 FEBRUARY 1985.

SCOPE OF HORK REF	. ITEH	ESTINATE
1.1 1.2. 1.3.(A,B,C,D,E)	DESIGN AND HODIFICATIONS HDBILIZATION/DEHOBILIZATION SCOPE OF HORK	388.008 1.335.008 2.938.008
	ESTINATE TOTAL USD	4,565,000

.2 ESTIMATE BASED UPON PERFORMANCE OF THE DEMONSTRATION OFFSHORE <u>HAWAII DURING 1985 BUT OCCURING AFTER FEBRUARY 15:</u> (NOTE : INCREASED RATES ARE DUE TO DEMONSTRATION AND SUBSEQUENT DEMORILIZATION OCCURING DURING SEASONALLY PRIME OFFSHORE INSTALLATION MONTHS)

SCOPE OF HORK REF	ITEH .	ESTIHATE
1.1 1.2 1.3.(A.B.C.D.E)	DESIGN AND NODIFICATION HOBILIZATION/DEMOBILIZATIO SCOPE OF WORK	388,888 N 3,485,000 7,648,000
	ESTIMATE TOTAL USA	11.425.000

WHAT FILL TONS ASSUMPTIONS

THE FOLLOWING ASSUMPTIONS HAVE BEEN MADE IN PREPARING OUR BUDGET ESTINATE:

- 3.1. INCLUDED IN THE ESTIMATE ARE:-
 - HANAGEMENT CO-ORDINATION
 - CREW COSTS
 - FUEL, LUBE OIL AND APACHE CONSUMABLES
 - INSURANCE COVERAGE DURING THE PERFORMANCE OF THE WORK CONSISTING OF:-
 - AD ALL HACHTHERY FOR CONTRACTORS EQUIPHENT B) HORKHAN'S COMPENSATION

 - C) GENERAL LIABILITY (LINIT OF 1.000.000 U.S. DOLLARS)
- 3.2. EXCLUDED FROM THE ESTIMATE ARE:-
 - CABLE AND CLIENTS EQUIPHENT
 - COSTS ASSOCIATED WITH CABLE HANDLING ONSHORE

.

- SURVEYORS AND SURVEY EQUIPHENT TO POSITION VESSEL ON SITE?
- BATHYMETRICAL SURVEYS.
- UNDERNATER RIGGING, DIVING SERVICES
- INSPECTION OF CABLE
- CAPABILITIES OF APACHE

AFTER HODIFICATIONS OF APACHE

MAXIMUM CONDITIONS OF CABLE WEIGHT, LENGTH OF LOADS THAT CAN BE HANDLED AFTER HODIFICATIONS AS PER PARAGRAPH B.6 OF REP ARE:

1. LOW CABLE HEIGHT (21 LB-FT) --**36 STATUTE WILES** 2. HODERATE CABLE WEIGHT (31 LB-FT)-24 STATUTE HILES 3. HIGH CABLE HEIGHT (41 LB-FT) - 18 STATUTE HILES

INTRACTOR CONFIRMS THE ABILITY TO PERFORM IN CONDITIONS AS STATED I PARAGRAPH C OF THE REP.

NOTES ----ESTIMATE IS BASED UPON THE PERFORMANCE OF THE DEMONSTRATION OFFSHORE HAWAII DURING THE TIME FRAME OF 1 JANUARY 1985 TO 15 FEBRUARY 1985.

CONTRACTOR CURRENTLY HAS NO PRIOR CONHITTMENTS FOR THE PROPOSED WORK PERIOD. PERFORMANCE OF WORK IS CONTINGENT UPON EXECUTION OF A CONTRACT CONFIRMING MUTUALLY AGREEABLE TERMS AND CONDITIONS AND SUBJECT TO THE AVAILABILITY OF EQUIPHENT.

HE HOPE THIS BUDGET ESTIMATE MEETS WITH YOUR APPROVAL AND HE HOULD BE PLEASED TO HEET YOUR REPRESENTATIVES AT YOUR EARLIEST CONVENIENCE TO PROVIDE ANY ADDITIONAL INFORMATION WHICH MAY BE REQUIRED IN CONNECTION WITH OUR ESTIMATE. WE LOOK FORMARD TO THE OPPORTUNITY OF HORKING WITH HAMAIIAN DREDGING ON THIS PROJECT. REGARDS,

LESTER H. ARBO AREA HAHAGER SANTA FE (UK) LTD



PROPOSAL FOR THE

HAWAII DEEP WATER CABLE DEMONSTRATION PROGRAM

CABLE LAYING EQUIPMENT AND VESSEL

1.0 Introduction

This proposal is in response to Hawaiian Dredging and Construction Company's letter dated April 21, 1983, "Hawaii Deep Water Cable Demonstration Program."

The Pirelli Group holds a leading position in the design, development, manufacture and installation of power submarine cables throughout the world. Presently we are working with Dillingham Corporation Canada Limited on the installation of the 500 kV A.C. cables at Vancouver, Alberta-British Columbia, Canada and we would be most pleased to work with Hawaiian Dredging and Construction Company on this extremely important and interesting program.

The successful performance of high voltage submarine cables, particularly in deep waters is dependent upon not only the proper design and manufacture of the cable but on the proper installation equipment and techniques. Laying submarine cables is a complex and difficult operation, requiring expert technical and installation supervision to coordinate all of the various aspects of the work. Traditionally, to guarantee reliable performance of the complete cable system, the Pirelli Group acts as the prime contractor with total responsibility for the installation.

Recognizing Hawaiian Dredging and Construction Company's key role in the HDWC demonstration program and its expertise in Hawaiian waters, Pirelli is pleased to submit the following proposal. It should be recognized however, that due to the short time available to research and prepare this proposal, our proposal should be considered as a preliminary one, subject to further discussions and confirmation when more data and information is made available to us. At that time, the responsible parties should be prepared to discuss, negotiate, and agree as to how the project should be structured to best satisfy the needs of the program. Therefore, we are available to discuss any and all aspects of our proposal and of the program at your convenience.

APPENDIX E

2.0 PROPOSAL

2.1 GENERAL

Pirelli has been active in the design of deep water cables and has recently submitted a proposal to Parsons Hawaii for Cable Design Development Work for the Hawaii Deep Water Cable Program. Based on our experience and our present knowledge of the program, we have taken the "moderate" values of Section C of the Request For Proposal to develop our proposal strategy. The values listed in the "High" column would appear to be in excess of what we believe will be required.

Considering that the weight of 175 miles of submarine cable for use in the open ocean waters from the Island of Hawaii to the Island of Oahu in the Hawaiian chain would be in the order of 13,000 metric tons and that such cable must be laid from a turntable on the cable laying vessel, Pirelli would concur that no vessel currently has the capability of handling the loads envisioned for the HDWC project. The SKAGERRAK, which is the largest cable laying ship with a turntable presently available, has a maximum load handling capability of 7,000 metric tons.

While it is considered that the cable laying equipment required for the actual cable installation must be that which is to be used for the sea trial, a smaller cable laying vessel could be used. The primary purpose of the sea trial is to

perform a seakeeping study under actual conditions in Hawaiian waters

- check the actual cable laying equipment

- check the laying procedure and perform a dynamic analysis of the cable during laying

- confirm the suitability of the cable design

Therefore, use of the actual cable laying equipment on a smaller, suitable cable laying vessel will not only meet the criteria of the sea trial but would present considerable cost savings. Smaller cable laying vessels are <u>already existing and the transfer of the cable laying equipment to the final</u> cable laying ship in the future would be easily accomplished.

2.2 POTENTIAL VESSELS FOR THE SEA TRIAL

Following are brief descriptions of five potential cable laying vessels for the sea trial with our preliminary comments.



2.2.1 SUSITNA

Owner: CHUGACH Electric Association, Anchorage (Alaska)

Turntable: External diameter: 9 meters Maximum load: 300 tons

Technical comment: the SUSITNA is capable of performing the cable laying and retrieval in the sea state specified in section C of the RFP. The vessel requires two tugs, one for towing and one for assistance.

Availability: To be investigated

Daily Rate including tugs: Operation \$73,000 Stand-by \$65,000

2.2.2 H.P. LADING

Owner: N.K.T., Copenhagen (Denmark)

Turntable: External diameter: 19.5 meters Maximum load: 1450 tons

Technical comment: The H.P. LADING is capable of performing the cable laying and retrieval in the sea state specified in section C of the RFP. This vessel is self-propelled and therefore requires only one assistance tug.

Availability: to be investigated

Daily Rate including tug: Operation \$30,000 Stand-by \$27,000

2.2.3 APACHE

Owner: SANTA FE' INTERNATIONAL CORP, USA

Turntable (verticle): external diameter: 25 meters maximum load: 1815 tons

Technical comment: The APACHE is capable of performing the cable laying and retrieval in the sea state specified in section C of the RFP. This vessel is self-propelled, and has controllable pitch bow and stern thrusters.

Availability: to be investigated

Daily Rate: Operation \$151,000 Stand-by \$145,000

- 3 -

2



2.2.4 A.D.7

Owner: SADAR INCOP, Ancona (Italy)

Turntable: External diameter: 13 meters Maximum load: 400 tons

Technical comment: The A.D.7 is capable of performing the cable laying and retrieval in the sea state specified in section C of the RFP. The vessel requires two tugs, one for towing and one for assistance.

Availability: to be investigated

Daily Rate including tugs: Operation \$23,000 Stand-by \$21,000

2.2.5 SKAGERRAK

Owner: NORWEGIAN ELECTRICITY BOARD, Oslo (Norway)

Turntable: External diameter: 29 meters Maximum load: 7,000 tons

Technical comment: The SKAGERRAK is capable of performing the cable laying and retrieval in the sea state specified in section C of the RFP. The vessel is self-propelled and has dynamic positioning.

Availability: to be investigated

Daily Rate: Operation \$50,000 Stand-by \$45,000

2.3 COST

Pirelli is a leading designer, manufacturer and installer of submarine cable systems throughout the world. However, inasmuch as Pirelli is not an owner of the previously listed cable laying vessels and due to the limited time available to prepare and submit our proposal, the costs presented herein are based on our extensive previous marine operations and do not reflect actual quotations for the items involved. Pirelli is at the disposal of Hawaiian Dredging and Construction Company to further discuss and negotiate a fixed price contract for the services required for a successful program.

2.3.1 LAYING EQUIPMENT

Design, procurement, fabrication, testing lump sum everything included: \$3,500,000

2.3.2 EQUIPMENT AND VESSEL TESTING (included in 2.3.1 above)

2.3.3 EQUIPMENT REMOVAL AND RECONVERSION, if any (included in 2.3.4)

2.3.4 VESSEL TRANSIT, RIGGING AND UNRIGGING

This cost is a function of the type and home location of the vessel. In the development of our proposal we have also assumed that

- The manufacture of the laying equipment and the rigging of the vessels would be carried out close to their relevant home locations.

- the cable would be loaded as per section B 8 e of the RFP. East Coast. No cable transportation cost is foreseen.

- transit is from US East Coast to Honolulu.

- tugs, if any, to be rented at sea-trial site.

- at sea deployment as per section B 8 h of the RFP.

- daily rates as in 2.2.

weather contingencies are excluded from our quotations.

-	SUSITNA	:	approx.	\$13,000,000.
-	H. P. LADING	:	approx.	8,000,000.
-	APACHE	:	approx.	20,000,000.
-	A.D. 7	:	approx.	5,000,000.
	SKAGERRAK	:	approx.	10,000,000.

2.3.5 OTHER VESSELS REQUIRED FOR LOGISTIC SUPPORT

Assistance boats, as required during the sea-trial: \$7,000/day This item is included in the lump sum in item 2.3.4.

2.3.6 CREW COST

Included in vessel's daily rate. Skilled cable personnel and cable handlers involved in rigging, unrigging and sea-trial performance: \$12,000/day. This item is included in item 2.3.4.

2.3.7 OTHER SERVICES

Radio navigation system: \$6,000/day. Local agency services, local personnel transportation, licenses, work permits etc.: \$150,000. Not included in 2.3.4.

-5-

2.4 TIME SCHEDULE

(rough evaluation)

1) Design, procurement, fabrication, testing of laying equipment: 14 months.

2) Vessel transit: from 5 to 7 months, plus an approximate dead time of 3-4 months depending upon the choice of vessels.

2.5 LOCATION

The work will be coordinated by Pirelli Cable Corporation from the headquarters at Union, New Jersey in close association with our Affiliates in the Pirelli Group. The location of the manufacture of equipment and vessel modification is a function of which vessel is chosen for the program.

2.6 PRELIMINARY RECOMMENDATIONS

Based on our discussions in section 2.1 GENERAL and the basis of the RFP, wherein it is stated that "the vessel provided for the demonstration test is not necessarily required to be the vessel used for laying the full length operational cable...It is desired that the equipment developed for the demonstration test be applicable to the commercial operation." Pirelli, for economical and technical reasons, recommends that consideration be given to the use of A.D. 7 for the cable laying vessel.

-6-

900.000 7431875 -...18

HOCCOH 7431879

2056 EST HDCCOH 7431879

TJ186 IN 05/20:53 OUT 05/20:57 HANK YOU HUGACH AHG

ECEIVEN MAY - 5 (989

нисасн анс

PROGRAM MANAGEMENT DIVISION

HUGACH AHG FTN: FRANK NCHALE I RESPONSE TO YOUR LETTER DATED APRIL 21, 10IEN HE DO NOT HAVE HE RESOURCES OR THE STAFF TO RESPOND TO YOUR REP AS A TURN KEY IR THIS PROJECT.

DO HOWEVER, HAVE A BARGE WE FEEL HOULD BE SUITABLE FOR THIS ERATION, AND WOULD CONSIDER MAKING THE NECESSARY MODIFICATIONS MEET YOUR REDUIREMENTS ON A REIMBURSABLE BASIS. WE WOULD ALSO HAPPY TO ESTABLISH LEASE RATES ACCORDING TO THOSE PHASES AND E VARIOUS USIGES OF THE BARGE THROUGHOUT THE PROJECT.

YOU HOULD BE INTERESTED IN AN ARRANGEMENT OF THIS TYPE, PLEASE WIGHT CHUGACH ELECTRIC, ATTENTION ERIC HAEHER.

1

AY BURGESS GACH ELECTRIC -265