

CARGO FACILITY CHARGE

The path to providing a more efficient, safe, and environmentally friendly transportation system.



THE PORT AUTHORITY OF NY & NJ



Cargo Facility Charge: WHAT?

- Realignment of Port Authority Tariff
- Establishing a cargo based port infrastructure and security fee
- •Applicable to all waterborne cargo discharged and loaded on vessels performing operations at a Port Authority facility.
- Elimination of the PA Rail lift fee (Capital Recover Fee)
- Elimination of Sea-Link container terminal subscription fee.





Cargo Facility Charge: WHY?

- To Increase the Operational Efficiency of the movement of cargo in and out of the Port area
- Provide a Safe & Secure Port Area
- Create a more environmentally sustainable operation
- Create a more cost competitive port operation.
- Facilitate the use of rail transportation
- Reduce truck congestion and idle times





Cargo Facility Charge: HOW MUCH?

- •<u>Containers</u> = \$4.95 / TEU
 - •All loaded and empty vessel lifts

• <u>Vehicles</u> = \$1.11 / vehicle unit

• <u>Bulk</u> / Breakbulk / Project / Special Cargos = \$0.13 / metric ton





Cargo Facility Charge: HOW MUCH?

Consumer Impact Examples

- Flat screen Televisions average 32" TV
 - Around 600 per 40' container would equal \$0.015 per TV
- Athletic Shoes by the pair
 - Around 4000 pairs per 40' container would equal \$0.002 per pair
- Bottle Beer by the 6-pack
 - •Around 4600 6-packs per 20' container would equal \$0.001 per 6-pack





Cargo Facility Charge: BENEFITS!

<u>Infrastructure Improvement – Port access</u>:

- Expand Port roadway system's capacity in order to
 - •Reduce congestion
 - Decrease travel time
 - Accommodate future volume growth
 - Decrease truck idling time
- Specific Projects:
 - •Brewster Road Realign & Widen
 - Port Street Road Realign & Widen
 - McLester Street Widening
 - McLester & North Avenue East Curve



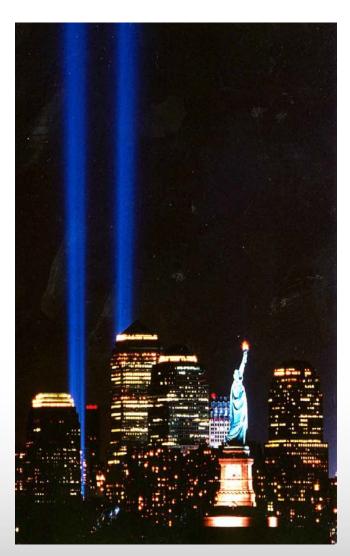




Cargo Facility Charge: BENEFITS!

Security & Safety Component:

- •Fund Federal security mandates
- •Implement additional cargo security measures for the protection of all cargo traveling with-in the port district.
 - •Installation of CCTV and video recording system
 - Development of 24/7 Operations Control Center
 - Emergency Notification System
- Working with all waterfront personnel to promote a safe work environment and safety measures & programs.
 - •Tenant Security Working Group
 - •Law Enforcement Working Group





Cargo Facility Charge: BENEFITS!

- •Reduced emissions due to truck idling and traffic on port and regional roadways.
- Encourage a more environmentally friendly freight transportation

	Fuel Efficiency - Ton-Miles per Gallon	Emissions Grams/Ton-Mile				
		HC	СО	NO2	РМ	CO2
Truck	155	0.020	0.136	0.732	0.018	64.960
Rail	413	0.024	0.064	0.654	0.016	24.390

Conclusion: Rail uses less fuel and produces less emissions than trucks.

Source: Texas Transportation Institute

March 2009 White Paper





INTERMODAL RAIL

Served by: CSX, Norfolk Southern, & Canadian Pacific Railway

Decreased intermodal cost will allow for additional short-haul destinations to become economically viable and in addition allow for off-dock destinations to be offered on-dock. Increased use of on-dock rail reduces roadway traffic and congestion, thus truck dray times.











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THANK YOU

THE PORT AUTHORITY
OF NEW YORK & NEW JERSEY

