CMANC is a consortium of California harbors, ports and marine interest groups with a mission of maintaining the integrated system of ports and harbors along California's 3,427 mile tidal shoreline as a major gateway for the nation's commerce while protecting the interests of California citizens and the environment.

### CMANC's Current Issues:

Gain adequate Presidential Budget Requests to construct and properly maintain statutorily authorized maritime infrastructure, including ports, harbors, and related transportation structures;

Obtain Congressional appropriations to meet the WRRDA 2014 goals for FY2019;

Achieve the full expenditure of Harbor Maintenance Tax receipts for their intended purpose;

Support complete Congressional appropriations for all Federal Navigation Structures/projects;

Advise the U.S. Army Corps of Engineers on efficiencies within the navigation program to do all necessary development and maintenance;

Support adaptive and flexible management of coastal resources including sediment based on proven and scientific techniques;

Support a risk management approach on potential impacts for climate change that includes the life expectancy of structures;

Support a Re-authorization of the Magnuson-Stevens Act that preserves the integrity of the law while providing more consideration for communities, careful increases in flexibility in rebuilding timelines, and assuring that the Act is the singular law of the land for fisheries management and habitat protection;

Encourage the development of an intermodal National Freight Policy to promote trade growth at ports; and,

Support a Coastal and Marine Spatial Planning structure that is inclusive of all stakeholders, non-regulatory and transparent.

### Public Agency Members

Channel Islands Harbor, Ventura County

City of Monterey City of Morro Bay City of Oceanside City of Newport Beach City of Redondo Beach City of San Leandro City of San Rafael City of Santa Barbara Contra Costa County County of Los Angeles County of Orange County of Ventura Crescent City Harbor Humboldt Bay Harbor **Moss Landing Harbor** Napa County Noyo Harbor District Port San Luis Harbor Dist Port of Hueneme Port of Long Beach Port of Los Angeles Port of Oakland Port of Redwood City Port of Richmond Port of San Diego Port of San Francisco Port of Stockton Port of West Sacramento San Mateo Co. Harbor Santa Cruz Port District Ventura Port District

Jim Haussener Executive Director 20885 Redwood Rd., # 345 Castro Valley, CA 94546 (925) 828-6215 www.cmanc.com Jim@cmanc.com

# CALIFORNIA'S PORTS AND HARBORS 2018 MEETINGS, ATTENDEES WASHINGTON, DC

**Mr. Richard Aschieris** Port of Stockton **Councilmember Brad Avery City of Newport Beach** Ms. Cristina Birdsey Port of Hueneme Ventura Port District **Commissioner Brian Brennan** Mr. Grady Bryant Gahagan & Bryant Ms. Marisela Caraballo DiRuggiero Port of Los Angeles Mr. Scott Collins **City of Morro Bay Mayor Duffy Duffield City of Newport Beach** Ms. Denise Dutra The Dutra Group Mr. Eric Endersby **City of Morro Bay** Mr. Cesar Espinosa L.A. County, Dept. of Beaches & Harbors **Commissioner Toby Goddard** Santa Cruz Port District Mr. Bill Hanson **Great Lakes Dredge & Dock** Mr. Jim Haussener CMANC Staff (CA) Mr. John Haynes **City of Monterey Council Member John Headding City of Morro Bay** Mr. Ryan Hernandez **Contra Costa County** Ms. Karen Holman Port of San Diego **Mayor Jamie Irons City of Morro Bay** Mr. Jay Jahangiri **TRE Consulting Channel Islands Harbor** Ms. Lyn Krieger Ms. Anne Landstrom Moffatt & Nichol Ms. Andrea Lueker Port San Luis Harbor District Mr. Chris Miller **City of Newport Beach** Ms. Julie Minerva CMANC Staff (WDC) Mr. John Moren San Mateo County Harbor District Ms. Marian Olin Santa Cruz Port District Mr. Richard Parsons Ventura Port District Mr. Brian Pendleton Ventura Port District Mr. Rick Rhoads Moffatt & Nichol **Commissioner Bob Vessely** Port San Luis Harbor District Mr. Thanh Vuong Port of Oakland **Channel Islands Harbor** Ms. Suzy Watkins Mr. David Webb **City of Newport Beach** Mr. Jeff Wingfield Port of Stockton Mr. David Yow Port of San Diego

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#### CALIFORNIA'S PORTS AND HARBORS

#### 2018 MEETINGS

#### WASHINGTON, DC

<u>Agenda</u>: To discuss international maritime trade through California, the resulting contributions to the National Economy, benefits of civil works to the environment and recognition of the California Port and Harbor System in budgeting priorities.

Tuesday, March 6, 2018

Ms. Helen Brohl

Mr. Bradley Watson Ms. Susan Monteverde

Mr. James Dalton

Mr. Eddie Belk

Ms. Sheryl Carrubba

Mr. Bradd Schwichtenberg

Mr. Charles Wilson

Ms. Julia Harvey

Mr. Joe Benz

Honorable Grace Napolitano Mr. Jim Herz Committee on the Maritime Transportation System Coastal States Organization American Association of Port Authorities U. S. Army, Corps of Engineers U.S. Army, Corps of Engineers Deputy Assistant Secretary of the Army Member of Congress Office of Management and Budget

#### GOLDEN STATE RECEPTION

#### Wednesday, March 7, 2018

Mr. Trent Bauserman Honorable John Garamendi Ms. Alexis Segal Honorable Julia Brownley Ms. Monica Pham Ms. Jessica Powell Mr. Robert Mariner

Mr. Robert Edmonson Mr. Dustin Davidson Office of House Minority Whip Hoyer Member of Congress Office of Senator Feinstein Member of Congress Office of Senator Harris Office of Chairman Womack U.S. DOT, Infrastructure Finance & Innovation Office of Democratic Leader Pelosi Office of Chairman Graves

#### POSITION OF CALIFORNIA'S PORTS AND HARBORS

#### ON THE

#### HARBOR MAINTENANCE TAX & HARBOR MAINTENANCE TRUST FUND

California's system of ports and harbors are crucial to the nation's economic wellbeing and security. They also are at the forefront of protecting coastal and ocean waters for future generations and species. To those ends, the California Marine Affairs and Navigation Conference memorializes its position of:

- We support full utilization of Harbor Maintenance Tax (HMT) revenues for its intended purposes;
- We support prioritization of HMT funds for use on traditional Operations and Maintenance (O&M). Further, we do not support use of HMT funds for landside projects or generally for new in-water projects (i.e. Construction-General, widening, or deepening);
- We support equitable return of HMT funds to Donor States. The system
  of ports and waterways within these states create a large share of the
  Harbor Maintenance Trust Fund. An equitable return to these systems
  ensures stronger HMT revenue collection in the future and provides
  returns to the shippers that use these ports;
- We support limited expansion of use for donor ports, including, for example, maintenance of in-water improvements.
- The cost-share formula for maintenance should be reflective of the current cargo fleet.

### REQUEST FOR

#### FISCAL YEAR 2019 ENERGY AND WATER DEVELOPMENT APPROPRIATIONS

California's Ports and Harbors are requesting the 115<sup>th</sup> Congress provide the following levels of funding for navigation projects within California during Federal Fiscal Year 2019:

INVESTIGATIONS	\$298,000.00;
CONSTRUCTION – GENERAL	\$14,600,000.00;
CONTINUING AUTHORITIES	\$13,000,000.00;
<b>OPERATIONS &amp; MAINTENANCE</b>	\$182,421,000.00;
TOTAL	<u>\$210,319,000.00</u>

The business model of California's Interdependent system of ports and harbors provides value to nation:

- By developing a green infrastructure allowing for 40% of waterborne goods to leave and enter the United States;
- Supporting over 3.5 Million Jobs across the country;
- Provides \$10 Billion per year in taxes;
- Provides over \$30 Billion in Personal Income per year;
- On a per container basis there are 0.23 jobs and \$2,127.00 in personal income, in 2017 ~ 20 million containers (TEU) moved through California's system of ports and harbors.

Every dollar spent on Federal port and harbor maintenance in California generates more than \$160 in Federal revenues.

Over \$400 million in Harbor Maintenance Tax is collected annually in California. Less than 25% of which is returned to California for reinvestment in the System.

As state and local governments cannot fairly allocate costs among the nationwide beneficiaries of the California port and harbor system we believe this is a role for the Federal government and the Harbor Maintenance Trust Fund.

#### DRAFT LINE ITEM REQUEST FOR

#### FISCAL YEAR 2019 ENERGY AND WATER DEVELOPMENT APPROPRIATIONS

INVESTIGATIONS East San Pedro Bay Ecosystem Restoration	\$298,000.00
CONSTRUCTION - GENERAL	
Port of San Francisco	\$6,000,000.00
Port of Stockton	\$3,600,000.00
Surfside-Sunset and Newport Beach	\$11,000,000.00
CONTINUING AUTHORITIES	
Port of Hueneme	\$5,000,000.00
Port of San Francisco	\$8,000,000.00
<b>OPERATIONS &amp; MAINTENANCE</b>	
Channel Islands Harbor (Dredging)	\$5,000,000.00
Channel Islands Harbor (Breakwater Repair)	\$5,000,000.00
Crescent City Harbor	\$6,300,000.00
Humboldt Bay Harbor	\$6,000,000.00
Morro Bay Harbor	\$3,000,000.00
Moss Landing Harbor	\$4,500,000.00
Napa River	\$3,000,000.00
Newport Beach Harbor	\$400,000.00
Noyo River and Harbor	\$6,700,000.00
Oakland Harbor	\$19,076,000.00
Oceanside Harbor	\$3,000,000.00
Pillar Point Harbor	\$200,000.00
Pinole Shoal Management/Delta LTMS	\$2,500,000.00
Port of Hueneme	\$2,500,000.00
Port San Luis	\$5,000,000.00
Project Condition Surveys	\$3,500,000.00
Redondo Beach Harbor	\$8,000,000.00
Redwood City Harbor	\$12,000,000.00
Richmond Harbor	\$13,000,000.00
Sacramento River (30 ft) and (shallow draft)	\$8,210,000.00
Sacramento River and Tributaries	\$2,100,000.00
San Diego Harbor	\$4,400,000.00
San Francisco Bay - Delta Model	\$3,500,000.00
San Francisco Bay Long Term Mgmt.	\$3,500,000.00
San Francisco Harbor	\$4,335,000.00
San Francisco Harbor - Debris Removal	\$5,000,000.00
San Joaquin River - Stockton Channel	\$6,000,000.00
San Leandro Marina	\$4,200.000.00
San Pablo Bay & Mare Island Strait	\$5,500,000.00
San Rafael Creek	\$5,000,000.00
Santa Barbara Harbor	\$3,500,000.00
Santa Cruz Harbor	\$500,000.00
Suisun Bay Channel/New York Slough	\$10,000,000.00
Ventura Harbor	\$8,000,000.00
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THE CALIFORNIA PORT AND HARBOR SYSTEM ARE GATEWAYS TO FAMILY-WAGE JOBS,

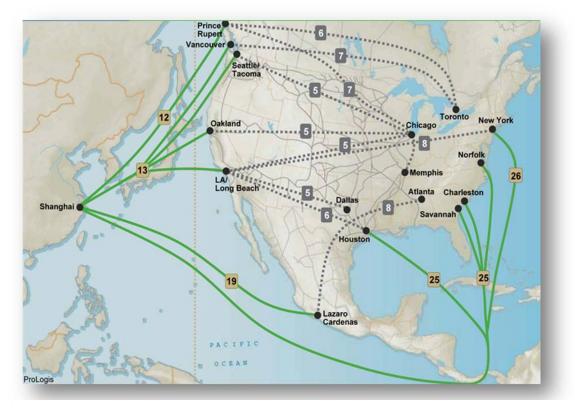
THE EXPORT OF GOODS AND AGRICULTURAL PRODUCTS AND

**PROVIDE FOR ECONOMIC PROSPERITY & GROWTH** 

- California Ports and Harbors employ more than 3.5 Million people in California and nationwide through cargo related activities.
- California Ports and Harbors for over a century have created familywage jobs and support local and national economic growth.
   Transportation and warehousing sector jobs average over \$47,000 per year.
- California Ports and Harbors are vital economic engines, connecting American farms, factories, and goods to the world market place in an efficient and reliable manner.
- California Ports and Harbors deliver vital goods and services to consumers, and efficiently move U.S. exports. Over \$100 billion worth of products and goods are exported through the California Port and Harbor System annually.
- 40% of the United States' waterborne trade goes through the California Port and Harbor System.
- Nationally, waterborne cargo activity accounts for 26% of the U.S. Economy. California Ports and Harbors help by moving close to \$500 Billion worth of cargo annually.
- California Ports and Harbors generate more than \$10 billion in state and local taxes a year. Over \$5 billion in customs revenues are also generated.

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### California is the Maritime Gateway to the United States



It takes less time by ship and rail to get to Chicago and New York via California than the Gulf Coast or East Coast ports!

The Ports of Los Angeles, Long Beach and Oakland are at 50 feet of water depth already and they have invested billions of dollars on landside infrastructure to accommodate the large vessels entering the maritime trade.



The largest container vessel to call on a North American Port, the Benjamin Franklin, docking at the Port of Oakland.

#### CALIFORNIA'S PORTS AND HARBORS

#### SUGGESTIONS FOR THE

#### USACE CIVIL WORKS PROGRAM

The goal for navigation partners is to perform timely and effective channel maintenance. It is not just to execute the allocation!

Performance should be the metric the Corps uses in the maintenance of navigation channels. Not spending the money or retaining staff.

Schedule the entire Corps process to minimize draft restrictions in federal navigation channels.

Maximize efficiencies in Corps internal process to reduce costs and reduce time.

Adjust the contract vehicle for a given project or group of projects to maximize amount dredged for a given dollar amount.

Pursue the implementation of Value Engineering recommendations in the following categories:

- Resource Agency Coordination / Restriction Relief;
- Internal (Intra District & Intra Division) Corps Coordination;
- Funding Quantity and Flexibility Improvements;
- Project Delivery Timeline/ Sequencing / Frequency Improvements;
- Dredge Project Support Services Contracting;
- Control/Influence Third Parties (pollutant sources / third parties mining dredge materials);
- Dredge Contracting Methods;
- Dredge Prism / Dredge Method Changes;
- Disposal Alternatives.

Perform timely and regular communications with local sponsors and the contracting community as well as other stakeholders.

Evaluate purpose and methodology of Customer Satisfaction Surveys. Some of our members have reported being asked to change their submittal; being taken to task for what they thought were helpful comments to the process; and, they believe that relationships have gone downhill as a result of some comments made.

Encourage scientifically defensible regulatory standards for the permanent designation of open-ocean, near-shore, in-bay, and upland placement / re-use sites, as well as the use of beach re-nourishment, for the management of dredged materials. Advocate for the concept of placing "clean" sediment back into the water column as beneficial.

#### POSITION OF CALIFORNIA'S PORTS AND HARBORS

#### ON THE

#### NATIONAL MARINE SANCTUARY ACT

CMANC supports the use and conservation of the nation's ocean and Great Lake resources through National Marine Sanctuaries (NMS). CMANC member ports, harbors, and communities have a history of working with California's four NMS and with the Office of National Marine Sanctuaries. While the National Marine Sanctuaries Act has offered a framework for establishing and managing NMS, CMANC members see that the Act can be clarified and strengthened to improve the services it provides to the nation.

CMANC's recommendations for the Re-Authorization of the National Marine Sanctuaries Act are:

- The Act should explicitly require that Sanctuary managers utilize the best available, peerreviewed science, representing a broad range of scientific views, when making decisions for regulations or permit conditions, and be tasked with making credible efforts to reconcile any competing or conflicting scientific opinions;
- Clarify that the 1972 Marine Protection, Research and Sanctuaries Act did not envision Sanctuaries be regulatory agencies in regard to dredging and dredge material disposal relative to harbors that may be in or adjacent to Sanctuaries. We believe that responsibility has been given to the Corps of Engineers and EPA;
- Beneficial reuse of the nation's marine sediment resources has become a clear policy mandate in State and Federal resource agency guidelines. However, Sanctuary designation documents generally contain pejorative language relative to dredging activities. Such broad brush, negative language does not serve the nation's stated sediment goals and should be amended to encourage a fair, scientific analysis of each dredging application. NOAA should encourage favorable findings by Sanctuary managers where the facts of any individual application support a beneficial outcome;
- Sanctuaries should not have the authority to regulate fisheries, either directly or indirectly or through reserves or no-take zones. This should be left to existing science-based regulatory authorities. Sanctuaries must be tasked to work with the fishing industry, NOAA Fisheries, and the Regional Fishery Management Councils towards a consensus solution, if any fishery-related issue arises;
- Sanctuary Advisory Councils (SAC). The Sanctuaries Act should provide clear direction that council members accurately reflect the makeup of the community, including stakeholders, and that some method of accountability from the council representatives to their constituency groups, whom they are to represent, be provided. Sanctuary Managers should not have full control over the types of seats and who occupies those seats on the Advisory Councils. SACs should be able to be organized by communities and not under NOAA. CMANC believes that the public expects that these Councils will reflect the will of the regional communities and stakeholders;
- Strengthen the public process required to change a Sanctuary designation document. Concurrence for any language or boundary changes, or new authorities, should be required from both the member(s) of Congress representing the District(s) that adjoin the Sanctuary, as well as from the local agency which served as the lead agency for Sanctuary Designation;
- Sanctuary status should not restrict vessel traffic nor require alterations to shipping lanes that are not supported by that industry;
- CMANC opposes the expansion of existing Sanctuaries or designation of new Sanctuaries, until the problems identified above are resolved.

CALIFORNIA'S PORTS AND HARBORS

THANK THE FOLLOWING SUPPORTERS OF THE

59th ANNUAL GOLDEN STATE RECEPTION

CHANNEL ISLANDS HARBOR **CITY OF MONTEREY CITY OF MORRO BAY CITY OF SANTA BARBARA GREAT LAKES DREDGE AND DOCK** MANSON CONSTRUCTION COMPANY **MOFFATT & NICHOL** PORT OF OAKLAND PORT OF STOCKTON THE DUTRA GROUP **VENTURA PORT DISTRICT** 





# **THE CALIFORNIA PORT & HARBOR SYSTEM** SUPPORT DIVERSE NEEDS:

Containerized Cargo | Commercial Fishing | Automobiles | Recreation | Cruise Ships | Agriculture | Manufacturing | Cargoes of All Types | Energy

The Nation is Dependent on the California Port and Harbor System for its economic sustainability.

California Ports share the responsibility for carrying out this mandate. **NO ONE PORT CAN DO IT ALL!** 

Each port and harbor, large or small, has a role in the international trade and needs federal support to perform its role.

California is the nation's leader in maritime business and recreation, serving both in an environmentally sustainable manner.

