



# PORT AUTHORITY OF GUAM



# Port Projects and Priorities in Guam

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# Agenda

- ❑ Background
- ❑ Port Modernization Program
- ❑ Projects
- ❑ Challenges and Opportunities
- ❑ Questions

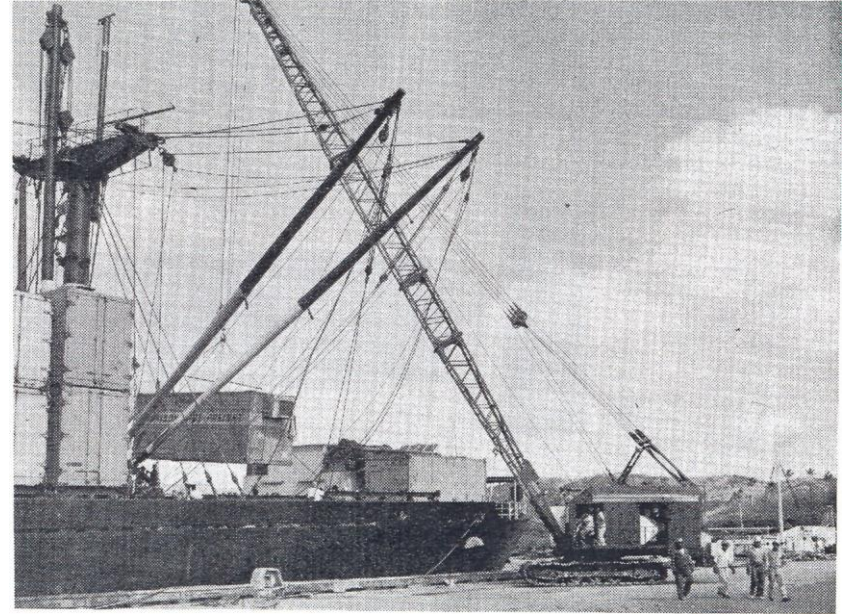


*“To accomplish great things, we must not only act, but also dream, not only plan, but also believe.”*

*~ Anatole France*

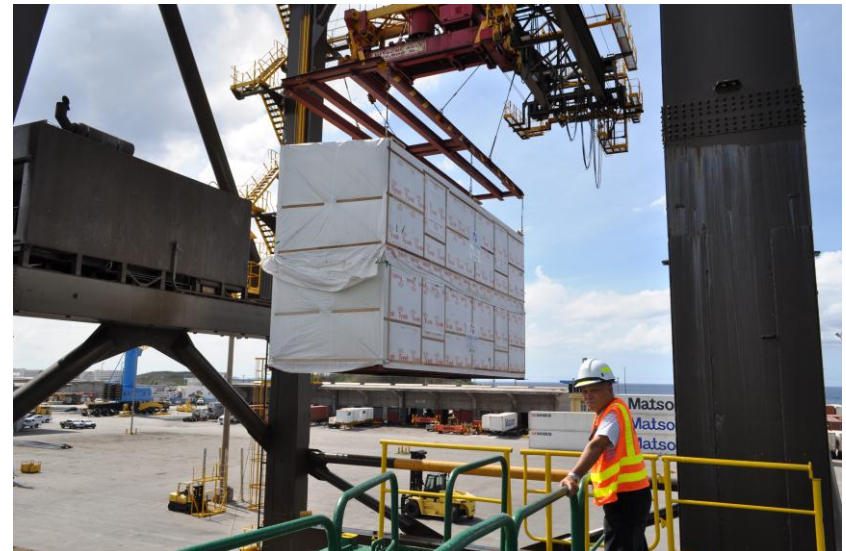


# The Port of the Past ...





# Our Port Today ...





## How we began ...

- Guam has served as a port of call since the 16th century, first catering to the Spanish Galleons
- By the 20th century, the United States established the island as its Western Pacific coaling and shipping station
- Naval Administration ran the port until 1951, when command was handed to the Dept of Commerce
- Ownership/Operations given to GovGuam in 1970's



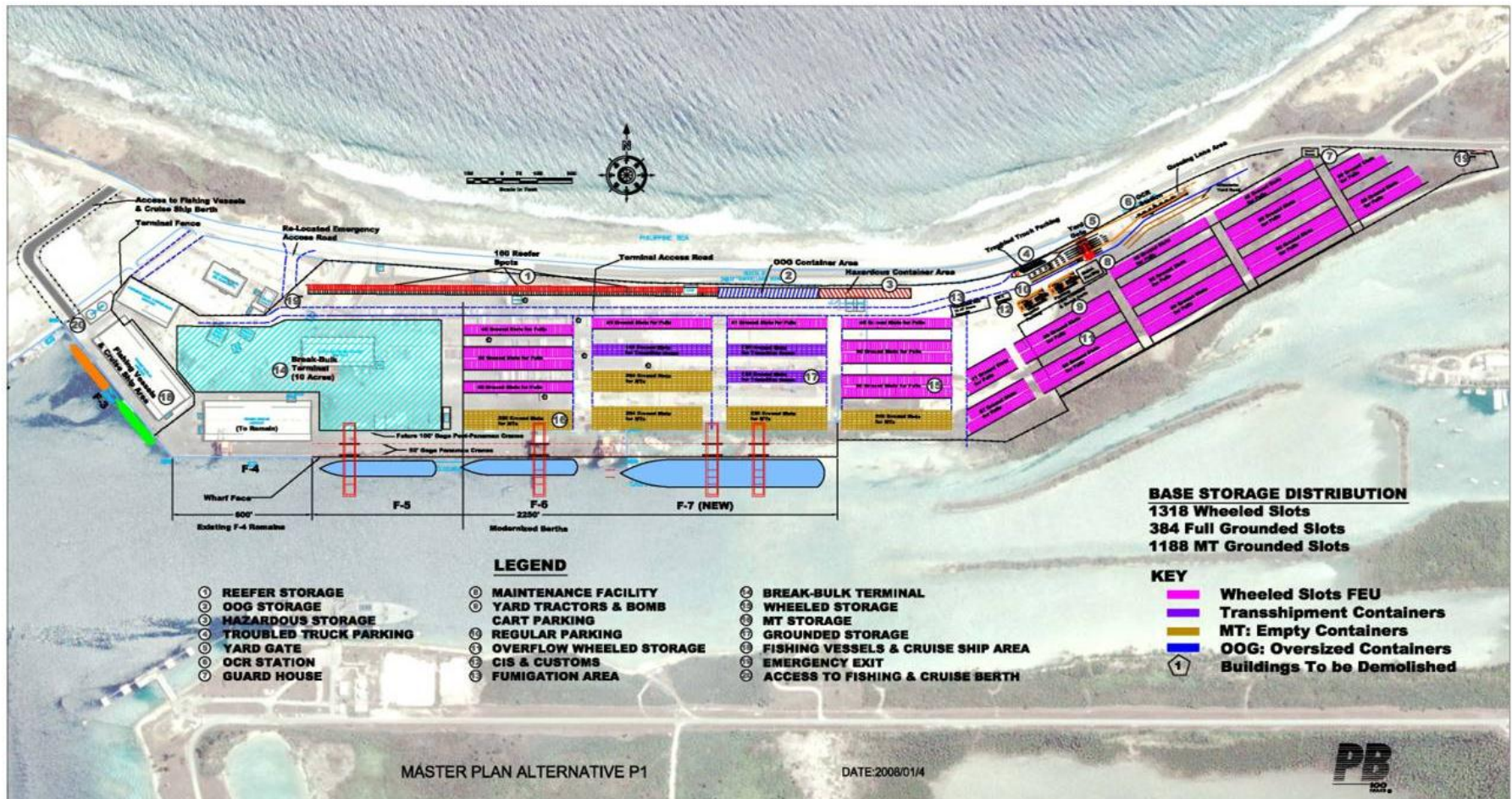
## How we began ...

- 1975- Commercial Port of Guam established as a public corporation and autonomous instrumentality (Public Law 13-87)
- 2002- The Port Authority of Guam was renamed Jose D. Leon Guerrero Commercial Port (Public Law 26-106)
- Today, the Port of Guam is a transportation hub linking the Commonwealth of the Northern Marianas, the Micronesian islands and expanding Far East markets with the United States and the rest of the world



# Our Vision in 2007 ...

The Port engaged Parsons Brinckerhoff International to update its 1999 Port Master Plan in light of the 2006 US-Japan Force Realignment and announced relocation of US marines to Guam



# Port Modernization Plan in 2007...

- ❑ Authorized by the Guam Legislature
- ❑ Valued at \$260 Million and projected over 30 years
- ❑ Phase I-A and Phase I-B focused on critical maintenance and repair of waterfront facilities, dredging and uplands expansion to handle near-term cargo demands of the military buildup
- ❑ Phase II focused on future expansion needed to address cargo demands of the long-term organic growth of Guam and our neighboring islands

# Port Modernization Plan in 2008...


- Master Plan (MP) 2007 Update Report completed
- Conditionally approved by Guam Legislature
- Financial Feasibility Assessment completed
- PAG-MARAD MOU executed contingent on Congressional Authorization







## Port Modernization Plan in 2009...

- Port included under Public Utility Commission
  - Phase 1A + 1B concepts approved by Guam Legislature
  - Enterprise Fund and MARAD –PAG Partnership authorized by Congress PL-110-417
  - September 2009 Port granted “Strategic Port” designation by the U.S. Military Surface Deployment and Distribution Command
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## Port Modernization Plan in 2010...

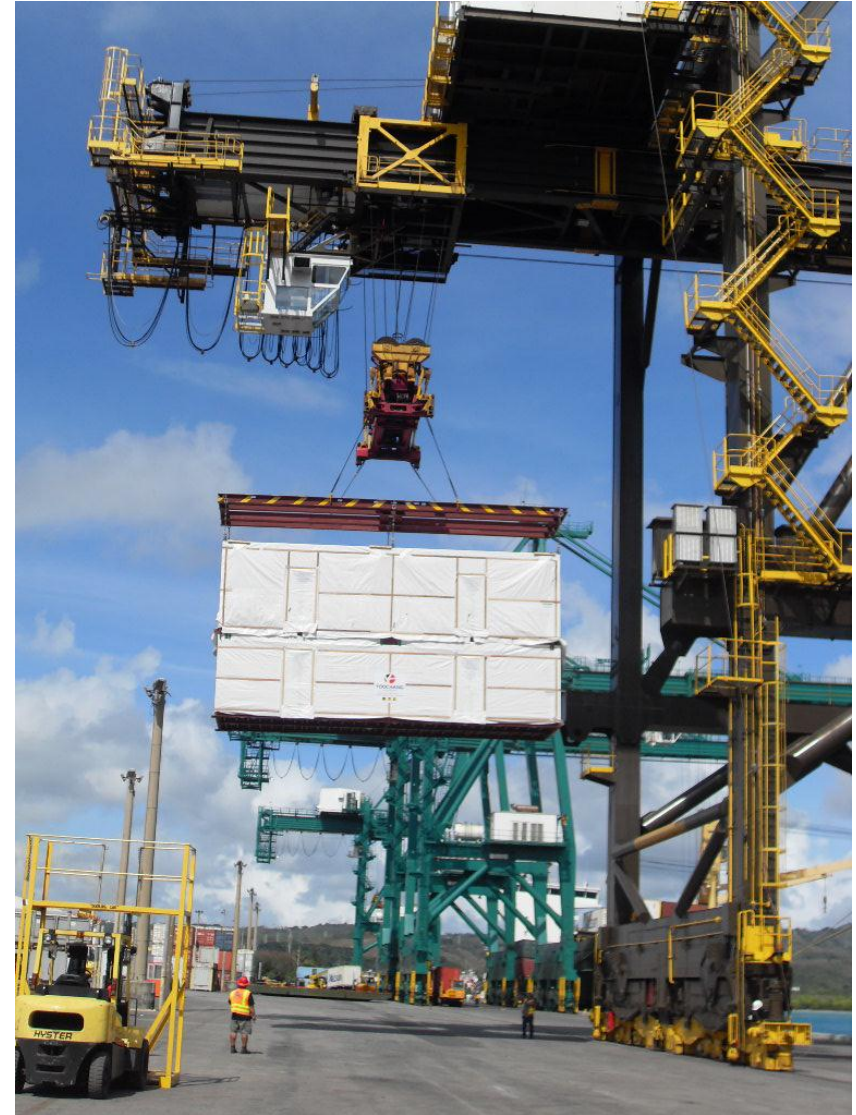
- ❑ July 2010- President Obama signed into law HR 4899 the “Supplemental Appropriations Act, 2010”
- ❑ Gave the Port a \$50 Million grant from the Department of Defense
- ❑ October 2010- USDA awards the Port \$54.5 Million in loans for the Modernization Program

# Guam Military Buildup Reset...

## In 2011

- Information being released by the DOD indicated the military buildup on Guam would be adjusted downward

- Port Modernization Program adjusted to reflect the changes and address the needs of local and regional communities





## 2011 Reset ...

- ❑ The Port and MARAD then agreed upon a revised implementation plan and layout
- ❑ MARAD informs PAG that DOD-IG wants waterfront risks mitigated
- ❑ Port and Stakeholders present unified front to MARAD requesting they proceed with a balanced Modernization Program



# Where we are in 2012

- ❑ Governor Calvo led a February meeting in Washington D.C. with Port, MARAD, DOD-IG, JGPO and USDA officials
  - Discuss Port's plan to mitigate risks at the wharf
  - Request to initiate uplands improvement projects
  
- ❑ MARAD indicated it anticipates a ground breaking ceremony for TO-O4 and TO-O5 construction to be held by the 4<sup>th</sup> Quarter of 2012

# Ongoing projects...

## Container Yard Lighting

- US Department of Homeland Security/FEMA grant project
- Ground breaking ceremony held in March





# Other ongoing projects...

## G.D. Perez Marina Upgrades



- Phase I Grant from Dept of the Interior OIA to replace and repair 461 linear feet of sheet pile
- Phase I completed March 2012
- Phase II Grant award from Dept of the Interior OIA to replace and repair 533 linear feet of sheet pile replacement

# Other ongoing projects ...

## ■ **Security Upgrades**

- Finalizing the scope of work for the issuance of an RFP for \$4 Million in US DHS/FEMA funded maritime and port security upgrades project
- purchase backup generators and a Mobile Container/Vehicle X-Ray Screening System

## ■ **F-1 Fuel Pier Catwalk Replacement Project**

## ■ **Maintenance and Repairs to Wharfs**

- Repair of F-5 Columns
- Cathodic Protection Replacement

# Other ongoing projects ...

## **Gantry Crane Acquisition**

- Purchase of 2 cranes mandated by PL 31-145
- Approval of Sales Agreement and Interim Maintenance Agreement before the PUC at their July meeting
- Port to purchase 3 POLA Cranes and 1 Gantry Crane
- Concurrent application for approval of tariff surcharge to fund crane loan and costs



# Other ongoing projects ...

## **Deliverables to the Guam Public Utilities Commission per Tariff Rate Adjustment approval:**

- Five year rate plan to detail any tariff rate increases
- Plan for the upgrade to the Marina facilities
- Management Review of staffing patterns, terminal functions and operations, equipment operations and inventory controls, training and certification

# Opportunities ...

## Guam Port has both unique advantages and huge challenges

- Only commercial cargo handling marine facility on the island
- Primary seaport in Micronesia and hub for the entire Western Pacific Region
- We are indeed the lifeline to the islands



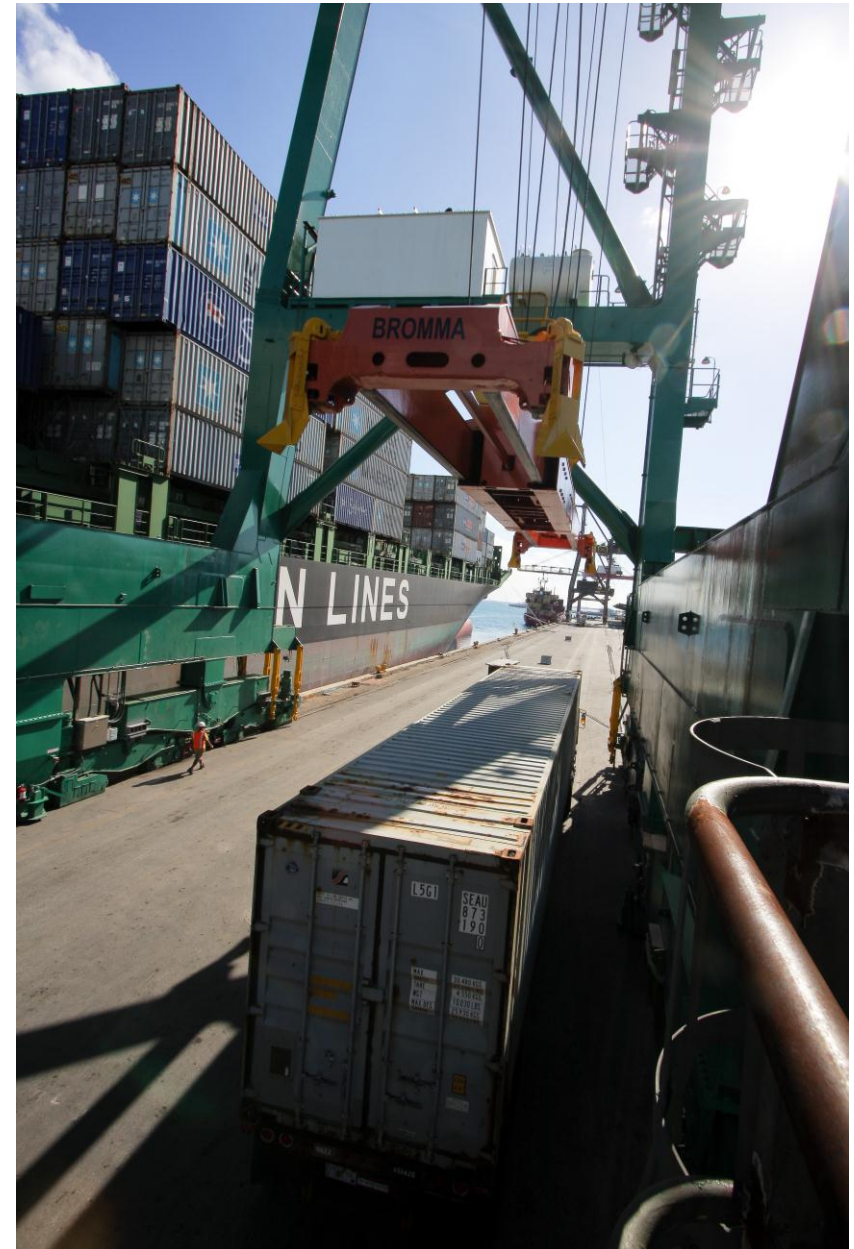
# Challenges become opportunities ...

- Vital economic infrastructure
- 90% of consumer goods pass through our ports
- Transporting consumer goods to the outer islands must be done in a safe, timely and efficient manner
- Focus on bringing the Port of Guam to the level that meets the needs of our community, our region and the U.S. national interests



# Forward Vision ...

- Create non-cargo revenue generating business models
- Optimize commercial opportunities
  - *Batch Plant*
  - *New wharf development*
  - *Real property development*
    - *Notice of areas available for lease, license or permit posted at [www.portguam.com](http://www.portguam.com)*





# The opportunities for progress at the Port of Guam



are achievable...

# The Port of Guam is evolving.....





.....is working to develop new industries



.....and is helping to sustain current ones





And the work we do  
and the successes we  
achieve are based on  
strong relationships  
with our local .....



**Matson**®





# And our Federal Partners .....

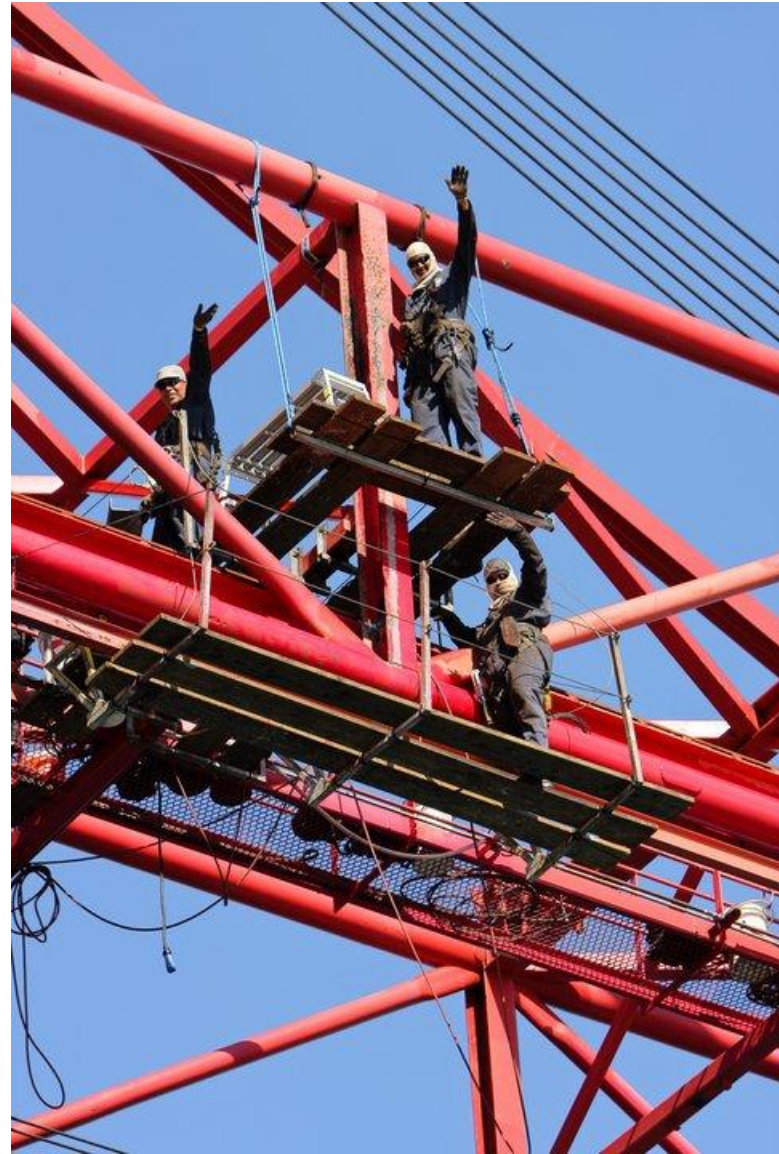


U.S. Department  
of Transportation  
**Federal Highway  
Administration**





And most importantly, our successes come from the heart and soul of this Port.... The Port Strong employees.





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**Si Yu'us Ma'ase**  
**Thank you!**





# PORT AUTHORITY OF GUAM

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