

Proposed Port Modernization Program Tariff Surcharge

Anchorage Port Commission
December 2, 2020



Why?

- Insufficient funds on hand to complete cargo dock design
- \$50 million needed over the next 3 years



How?

- Short-term borrowing and long term debt service to acquire needed funds
- Apply a surcharge to all cargo dock users/benefactors to cover debt service (cargo, cruise, DoD, petroleum, etc.)



What?

PORT OF ALASKA TERMINAL TARIFF 9.0

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	SECTION 2 DEFINITIONS & SCHEDULE OF CHARGES	NO.	
	WHARFAGE (Continued)		
(d)	OVERSTOWED CARGO:		
	Overstowed cargo destined for discharging at another port will be exempt of wharfage charges, provided such cargo is immediately reloaded to depart of the same vessel.		
(e)	MINIMUM CHARGE:		
	See Item 220.		
(f)	SCHEDULE OF RATES:		
	Except as otherwise specifically provided, rates are in cents per ton.		

(i) PORT OF ALASKA MODERNIZATION SURCHARGE

_Notwithstanding any other schedule of charges, the Port shall assess a Port of Alaska Modernization Program Surcharge according to the amount of cargo, non-cargo goods, and Passengers crossing the Port facilities. See Item 271.



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What?

SECTION 2 **DEFINITIONS & SCHEDULES OF CHARGES** PORT OF ALASKA MODERNIZATION SURCHARGE: Notwithstanding any other schedule of charges, the Port of 271 Alaska shall assess a surcharge in the amount of a flat \$5,000. or \$2.77 per ton (whichever is greater) for all vessels calling at the Port<u>'s Terminals 1, 2, and 3, This surcharge will be in</u> effect until such time it is amended or rescinded by either the Port Director or an Assembly action. EFFECTIVE: 01/01/2020 ISSUED: 01/01/2020



When?

- Surcharge to be effective starting January 1, 2022
- Port will front funding for the
 2021 design work (\$5 million)

