



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.)

SECTION 2 DEFINITIONS & SCHEDULE OF CHARGES		ITEM NO.
<u>WHARFAGE (Continued)</u>		
(d)	<p>OVERSTOWED CARGO:</p> <p>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.</p>	
(e)	<p>MINIMUM CHARGE:</p> <p>See Item 220.</p>	
(f)	<p>SCHEDULE OF RATES:</p> <p>Except as otherwise specifically provided, rates are in cents per ton.</p>	
(i)	<p><u>PORT OF ALASKA MODERNIZATION SURCHARGE</u></p> <p>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.</p>	

What?



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PORT OF ALASKA MODERNIZATION SURCHARGE:

271

EFFECTIVE: 01/01/2020



When?

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



THANK YOU!

