The Impact of Air Quality Issues on The Cruise Industry

Presented to:

The American Association of Port Authorities

February 9, 2006





All Pollutants are Not Created Equal

- Magnitude of Emissions (How Much)
- Types of Pollutants (What)
- Boundaries of Inventory (Where)
- Issues of Exposure (When)



Emissions Inventory Estimation

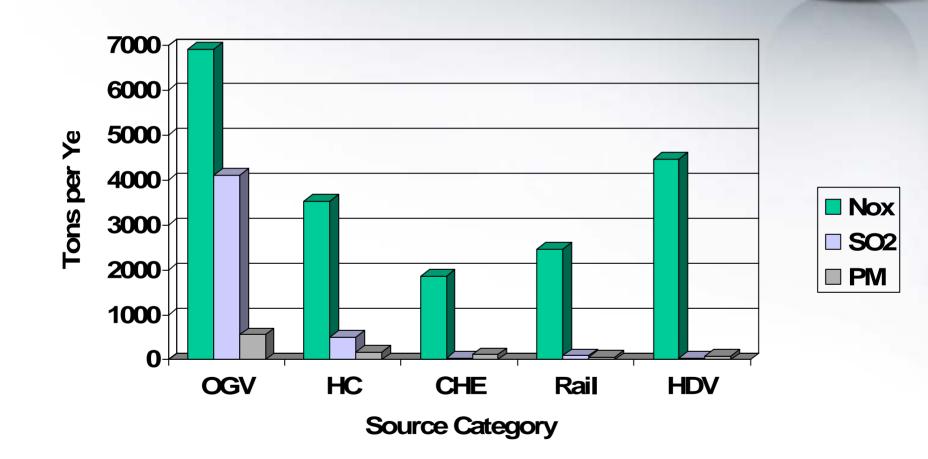
- Inventory = Emission Rate (g/hp-hr) * Activity (hours per year) * Rated Horsepower * Load Factor * Correction Factor(s) * Control Factor(s) * Adjustment Factor(s)
- Basic Emission Rate = Zero Hour Emissions + Cumulative Hours * Deterioration Rate

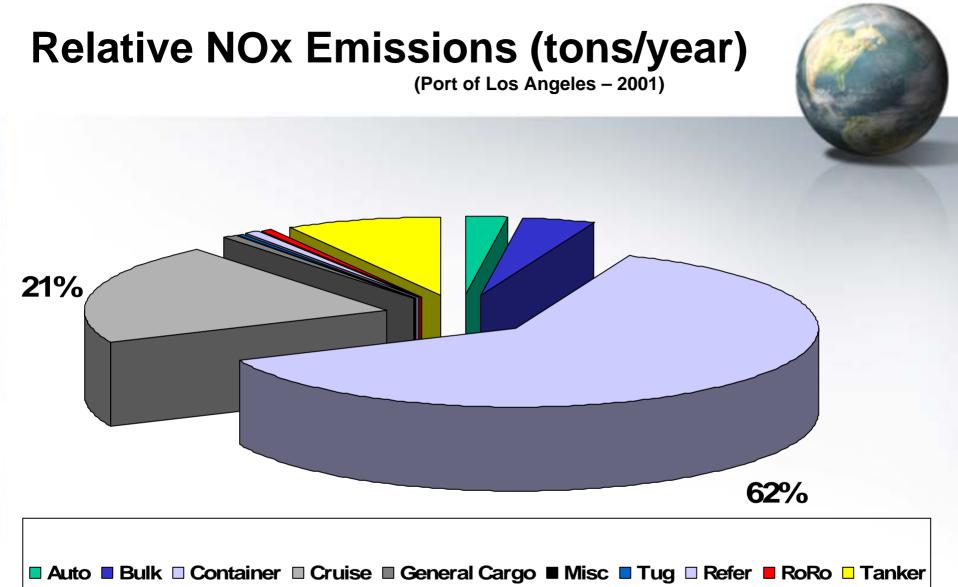


Port Related Emissions

- Port Operations Almost Exclusively Diesel
- Diesels Emit High Levels of Oxides of Nitrogen (NOx), Particulate Matter (PM), and Oxides of Sulfur (SOx), Compared to Other Fuels
- NOx is Instrumental in the Formation of Ozone
- PM is listed as a Toxic Air Contaminant by the State of California
- SOx emissions lead to Secondary PM formation and Impact Visibility

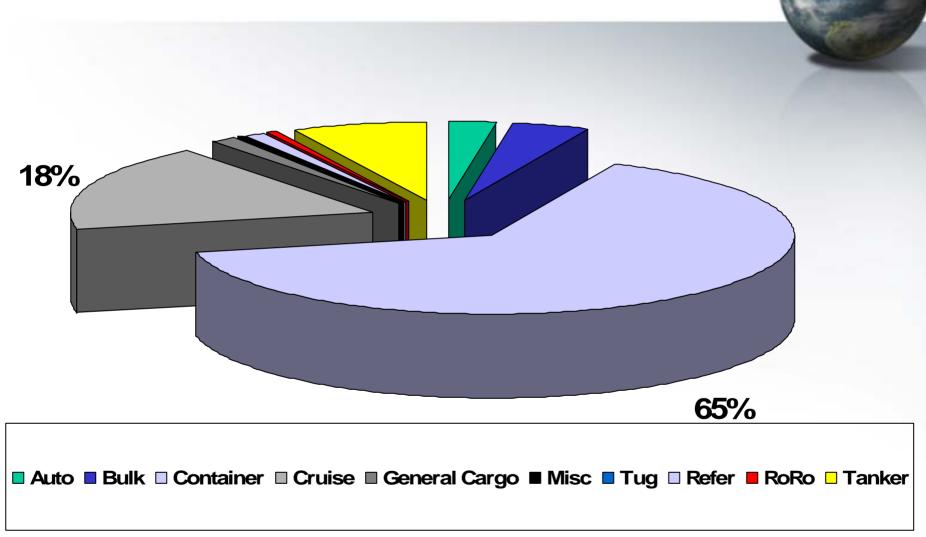
Emissions by Source Category (Port of Los Angeles-2001)





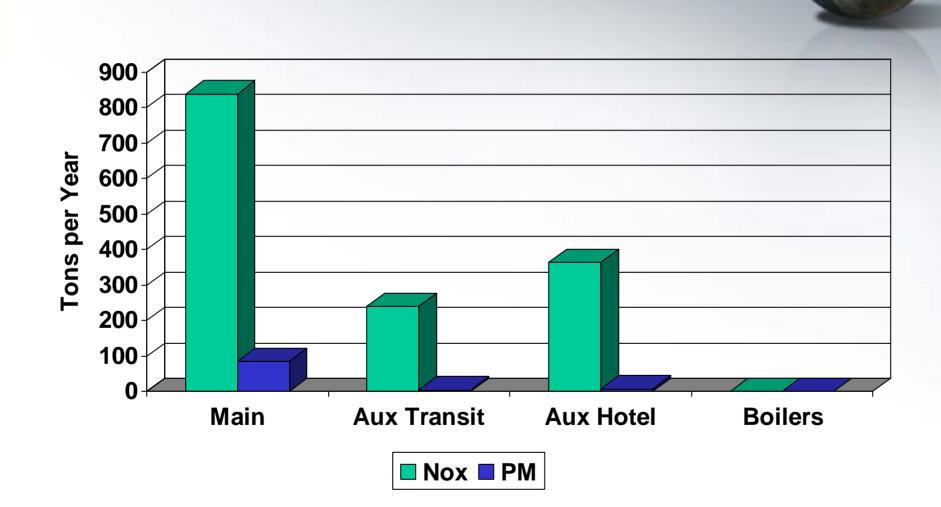
Relative PM Emissions (tons/year)

(Port of Los Angeles – 2001)

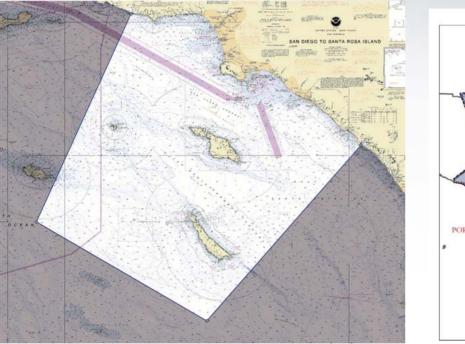


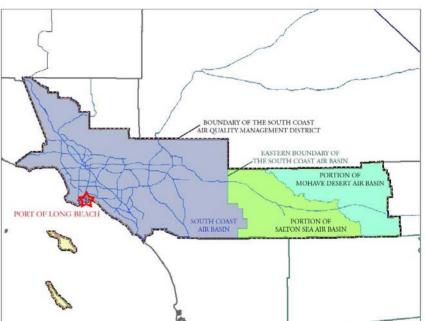
Contribution by Engine and Activity

(Cruise Ships – Port of Los Angeles – 2001)



Boundaries of The Emissions Inventory (Port of Long Beach – South Coast Air Basin)

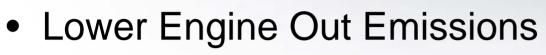




Over-Water Boundaries

Over-Land Boundaries

Emission Reduction Strategies

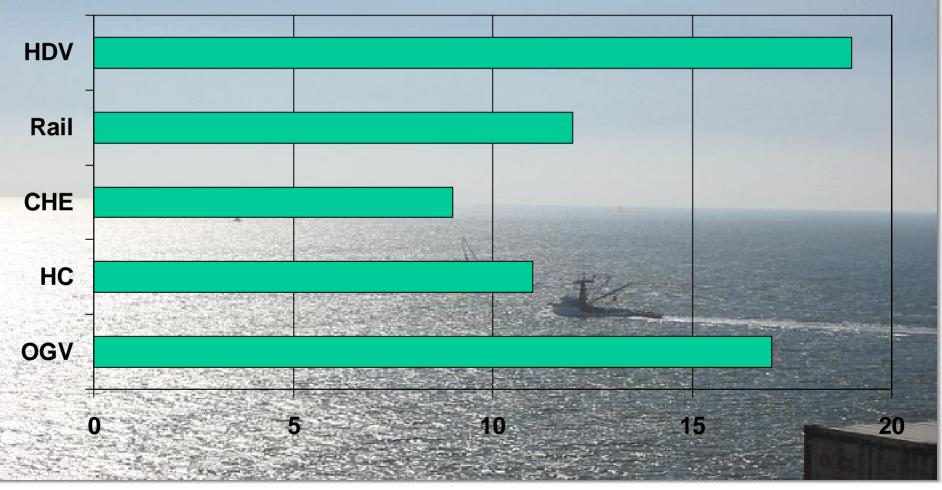


- Fuel Reformulation / Alternative Fuels
- Improvement in Engine Technology
- Use of After-treatment
- Lower Activity
 - Fewer Calls
 - Improved Efficiency
- Lower Loads
 - Reduced Speeds



"NNI" No Net Increase Process

Included a Total of 68 Different Measures



Regulatory Measures for OGVs

- OGV 1- New Engine Standards for Ships
- OGV 5- New Cat3 Engine Standards (U.S. Flagged)
- OGV 8- Cleaner Fuels for Ship Auxiliary Engines
- OGV10- SECA
- OGV13- Additional Aux. Eng. Reductions
 (Frequent Callers)
- OGV17- Additional In-Use Measures for Ships

Proposed POLA CAP Measures



- CAP OGV1- Vessel Speed Reduction
- CAP OGV2- Alternative Maritime Power
- CAP OGV3- Auxiliary Engine Fuel Improvement
- CAP OGV4- Main Engine Fuel Improvement
- CAP OGV5- Low Emission Main Engines
- CAP OGV6- Reroute Cleanest Ships

Proposed POLB Metrics Approach

- Separately Tracking Growth in Emission and Growth in Activity
- Pounds of Emissions per Passenger Moved
- Measure of Efficiency Recognizing the need for
 Growth



Future Efforts

- Establish new 2005 Emissions Inventory Baselines
- Compare Pervious and Current Baselines for Growth and Progress Toward Goals
- Investigate Key Factors Impacting Estimates of Emissions and Exposure
- Promote Cleaner Technologies as They Become Viable
- As Emissions are Reduced from Containerships The contribution from the Cruise Industry will Increase

Ongoing OGV Related Activities

- Goods Movement Plan
- POLA Clean Air Plan
- POLB Green Ports Initiative