INTRODUCTION

This chapter presents background and introductory information for the proposed Berths 136-147 Container Terminal Improvement Project (proposed Project), located in the north and eastern portions of the West Basin in the Port of Los Angeles (Port). This chapter presents the authorities of the Lead Agencies (United States [U.S.] Army Corps of Engineers [USACE] and the Los Angeles Harbor Department [LAHD]) preparing this Draft Environmental Impact Statement/Environmental Impact Report (EIS/EIR), the scope and content of the EIS/EIR, and the public outreach for the proposed Project.

This Draft EIS/EIR has been prepared in accordance with the requirements of the National Environmental Policy Act (NEPA) (42 United States Code [USC] 4341 et seq.), and in conformance with the Council for Environmental Quality (CEQ) Guidelines and the USACE NEPA Implementing Regulations. The document also fulfills the requirements of the California Environmental Quality Act (CEQA) (California Public Resources Code [PRC] 21000 et seq.), and the State CEQA Guidelines (California Administrative Code [CAC] 1500 et seq.). The USACE is the NEPA lead agency for this proposed Project, and the LAHD is the CEQA lead agency.

This Draft EIS/EIR describes the affected resources and evaluates the potential impacts to those resources as a result of building and operating the proposed Project. In this document, the term "Proposed Project" is used in the same way as "Proposed Action" is used under NEPA. The proposed Project and alternatives are described in detail in Chapter 2. This Draft EIS/EIR will be used to inform decision-makers and the public about the environmental effects of the proposed waterside, terminal, and transportation improvements to Berths 136-147.

1.1 Background

1.1.1 Project Location and Brief Project Overview

The LAHD operates the Port of Los Angeles under the legal mandates of the Port of Los Angeles Tidelands Trust (Los Angeles City Charter, Article VI, Sec. 601; California Tidelands Trust Act of 1911) and the California Coastal Act (PRC Div 20 S30700 et seq.), which identify the Port and its facilities as a primary economic/coastal resource of the State and an essential element of the national

maritime industry for promotion of commerce, navigation, fisheries and harbor 1 Activities should be water dependent and give highest priority to 2 navigation, shipping and necessary support and access facilities to accommodate the 3 demands of foreign and domestic waterborne commerce. The LAHD is chartered to 4 develop and operate the Port to benefit maritime uses, and functions as a landlord by 5 leasing Port properties to more than 300 tenants. The location of the proposed Project is shown on Figure 1-1. The existing Berths 136-7 147 Terminal, which is currently leased to TraPac, Inc., a container terminal operator 8 and stevedore, for operation as a container terminal, is located in the north and eastern 9 portions of the West Basin of the Port, in the Wilmington and San Pedro Districts of 10 Los Angeles. In 2003, the Berths 136-147 Terminal handled 891,976 twenty-foot 11 equivalent units (TEUs) of containerized cargo, and had 246 vessel calls. 12 Under the proposed Project, most of the improvements would occur on the 176 acres 13 currently operated by TraPac. The proposed terminal expansion areas are bounded by 14 Harry Bridges Boulevard, the existing terminal, and the Pier A Rail Yard. Major 15 elements of the proposed Project include the following: 16 Dredging 295,000 cubic yards (cy) of marine sediments to deepen the berthing 17 areas to match recently approved -53-foot channel depths; 18 Renovating 3,000 feet of wharf and constructing 705 feet of new wharf; 19 Replacing six gantry (container) cranes with five new cranes for a net loss of one 20 gantry crane (there would be a total of 12 gantry cranes at the proposed Project 21 22 instead of the 13 that existed in 2003); 23 an adjoining new berth; 24 25

- Filling the 10-acre Northwest Slip and constructing a new 400-foot wharf built at
- Expanding, redeveloping and constructing container terminal facilities and associated rail facilities;
- Constructing a new on-dock intermodal rail yard;
- Relocating the existing Pier A Rail Yard to an area adjacent to the Consolidated
- Improving Harry Bridges Boulevard; and
- Constructing a 30-acre landscaped area between "C" Street and Harry Bridges Boulevard.

1.1.2 **General Description of Container Terminal Operations**

A modern container terminal is a facility that integrates several different physical components and operational processes in order to load and unload oceangoing vessels and to move the cargo through the terminal to and from trucks and trains as costeffectively as possible. The physical components consist of marine container vessels, berths/wharves (docks), cranes, backland storage areas (container yard), entrance and exit

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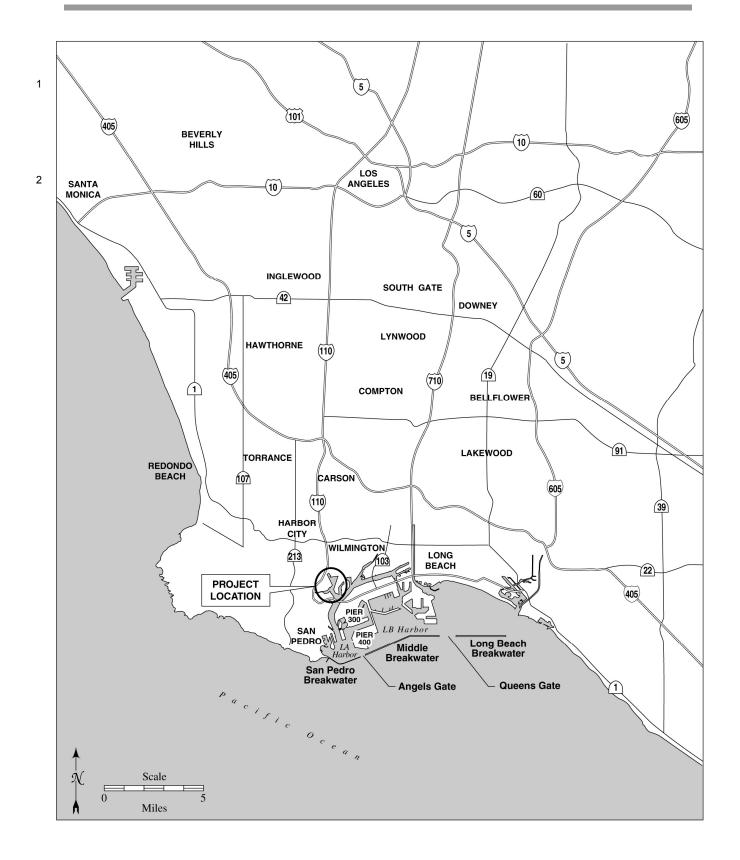


Figure 1-1. Project Location within the Region

gates, rail facilities (usually), and maintenance and administrative buildings (Figure 1-2). The operational processes include stevedoring (loading/unloading ships), container storage and management, in-terminal drayage (hauling), on-dock rail operations, and trucking to offsite locations such as warehouses and rail yards.

In the case of the Berths 135-147 Terminal, the Port owns the major terminal infrastructure (wharves, container storage yard, and buildings) and TraPac owns the wharf gantry cranes (Figure 1-3), which directly affect terminal productivity and require regular maintenance.

Operationally, imported containers arrive at, and exported containers depart from, the Port via container ships. Container ships average between 700 feet to over 1,000 feet long, and have capacities between a few thousand to over 9,000 TEUs (Twenty-foot Equivalent Units; a TEU is a measure of containerized cargo capacity equal to one standard 20 ft [length] × 8 ft [width] × 8 ft 6 in [height] container; since most maritime containers are actually 40 or 45 feet long, one container, on average, is equivalent to approximately 1.8 TEUs.) As a container ship arrives at the Port, two tugboats, one in front and one behind, assist the ship through the main channel to its berth at the container terminal. Once at berth, the off-loading/loading process begins; the ships typically "hotel" or stay at the terminal for approximately 36 hours, or 1.5 days, but the largest ships may stay as long as three days. While at berth the ship's main propulsion engine is shut down but large diesel auxiliaries run continuously to provide electrical power for ship's functions, including supplying power to refrigerated containers.

When the vessel arrives, most of the export cargo to be loaded is already stacked in the yard. Gangs (groups) of longshore workers work night and day shifts to unload and load the ship. Dockside crane operators lift cargo containers to and from the ships onto and off of specialized trailers pulled by yard tractors. Typically, cranes can transfer 25 to 40 containers per hour. The cranes have specialized equipment including anti-sway devices, lighting, and adjustable "spreaders" (cargo hooks) that allow attachment to the various container sizes. The number of cranes operating simultaneously on one ship can vary from one to ten, depending upon the size of the ship, the number of vessels at berth, crane gauge (distance between crane legs), and the availability of cranes.

Once containers have been off-loaded from the ship or received through the gates on trucks and trains, they are stored and moved around the backlands area of the container terminal (the storage yards) using one of three systems: 1) a grounded or "stacked" system (where containers are stacked); 2) a chassis or "wheeled" system (where the containers are stored on a single wheeled chassis and are not stacked); 3) or, more usually, a combination grounded/chassis system.

Export containers from local areas typically arrive at the gate on chassis (trailers) pulled by street-legal tractors (i.e., semitrucks) a day to a week prior to the scheduled departure of the ship that they are booked to travel on, and are stored in the terminal until they are loaded onto the ship.

Export cargo from more distant locations typically arrives at the terminal via rail. It may arrive either directly at the on-dock rail yard inside the terminal or at another local rail yard from which it is trucked to the terminal gate for receiving. Cargo containers are transferred by "toppick" or Rubber Tired Gantry (RTG) cranes from the rail cars to

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Figure 1-2. Existing Container Terminal



Figure 1-3. Gantry Cranes

chassis hauled by yard tractors, and the tractors then drive to pre-planned locations in the yard where the cargo is lifted to grounded locations by toppicks or RTGs.

As shown in Figure 1-2, the import cargo is shifted to stacks or wheeled trailer locations in the container yard (CY or backlands). Some import containers are shifted to stacks near the on-dock rail yard, to be loaded onto departing trains. Others are delivered to trucks that arrive to pick-up the cargo. Cargo containers loaded on trucks are then processed out of the terminal at the exit gate.

Import cargo that leaves the terminal by truck may be transferred to local rail yards (such as the ICTF, Burlington Northern-Santa Fe, or Union Pacific rail yards), to transloading warehouses, or directly to its final destination such as a distribution warehouse. The transloading warehouses unpack and reload containers that are then sent on to other locations.

The number of containers that passes through a terminal is called its throughput. Each container terminal has an annual "throughput capacity," i.e., the maximum number of containers it can handle in a year. As described below and in Section 2.8, the maximum capacity of a terminal is based on site-specific modeling of the physical and operating parameters. That number is a function of the terminal's configuration, berth length, backland area, the ratio of berth length to backland area, and the number and types of equipment it uses. Achieving the maximum capacity of terminals, which is the high end of a realistic operating range, requires that none of the various components of a terminal is a constraint to the movement of cargo through the terminal. The pipeline analogy shown in Figure 1-4 demonstrates that a terminal that is designed with equal-capacity components makes the most efficient use of its land and resources.

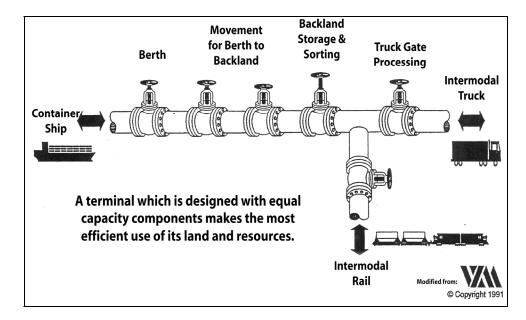


Fig 1-4. Flow of Containers through a Marine Cargo Terminal

Historically, not all terminals at the Port were designed to provide for this maximum capacity. Accordingly, most terminals are limited by one or more of their components such as the amount of berth space available to accommodate the newest/largest ships in the fleet, the number and size of cranes used to unload the ships, the amount and shape of backland adjacent to the berth, adequate gate facilities for trucks, and access to ondock rail yards. As a simplified example, a terminal of 500 acres and only one berth would be constrained by the berth (berth constrained), while a terminal with five long berths and only 50 acres of backland would be constrained by the amount of cargo that could be handled by the backlands (backland constrained).

1.1.3 Growth in Containerized Cargo

Since 1970, containerized shipping through U.S. West Coast ports has increased twenty-fold, driven by this nation's increasing trade with Asian economies. In 2000, the value of waterborne trade through West Coast ports reached \$309 billion, a 400 percent increase since 1980 (Dickerson and Iritani 2002). Major West Coast ports, particularly the ports of Los Angeles, Long Beach, and Oakland, have continued to invest billions of dollars optimizing their facilities to accommodate increases in containerized shipping. These ports have deepened their harbors to accommodate large, deep-draft container ships; demolished existing facilities and built new container terminals in their place; and created new land to provide space for additional container terminal backlands. The terminal operators have purchased high-speed cranes and modernized transportation equipment and have installed automation to move containers more rapidly between ships and trucks or trains.

The importance of this cargo and related port expansion to the Nation, and the economic benefits of navigation improvements, have been supported by both project authorizations and financial authorizations from the U.S. Congress, notably through the Water Resources Development Act. These include: Resolution of the Senate Committee on Public Works – 1967; Resolution of the House Committee on Public Works – 1968; Water Resources Development Act of 1986 Public Law 99-662 – 1986; Water Resources Development Act – 1988 (USACE 1992, pp. I-1 – I-3), Water Resources Development Act – 2000, and Energy and Water Appropriation Bill – FY2004.

Anticipating the continued importance of containerized shipping, the ports of Los Angeles and Long Beach and the USACE conducted a series of studies to forecast cargo volumes through the year 2020 and to evaluate the capacity of the combined port complex in San Pedro Bay to accommodate those cargo volumes (e.g., LAHD et al. 1985; WEFA 1987, 1989, 1991). The cargo forecasts predicted significant increases in containerized cargo from Pacific Rim countries to the Pacific West Coast and the San Pedro Bay ports. These forecasts were used as a basis for development of an Operations, Facilities and Infrastructure (OFI) Study (VZM 1988). That study concluded that the ports needed to provide substantial additional physical facilities and make operational improvements in order to provide the necessary capacity.

The resulting San Pedro Bay 2020 Plan included the construction of new land for new container terminals and the optimization of existing terminals at both ports. In the Port of Los Angeles, this resulted in the construction of the Pier 300 container terminal operated by American President Lines (APL), the 562-acre Pier 400 supporting the container

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terminal operated by APM Terminals, construction of the Alameda Corridor, and construction projects to modernize existing terminals and improve the port's transportation infrastructure (see USACE 1992; USACE and LAHD 1992). Presently the Port of Los Angeles is also deepening its main channels to accommodate newer generation container ships at existing container terminals in the Inner Los Angeles Harbor (USACE and LAHD 2000; USACE 2000).

Since the early 1990s, actual volumes of containerized cargo through the two San Pedro Bay ports have greatly exceeded both the WEFA forecasts and subsequent projections. A more recent, market-based forecast (Mercer 2001) reevaluated the previous cargo projections through the year 2020 and concluded that there would be continued growth in containerized cargo for the San Pedro Bay ports (Figure 1-5). The Mercer study anticipated that the volume of containers would increase from 9.5 million TEUs in 2000 to approximately 35.2 million TEUs in the year 2020. Based on past performance of the two Ports, their gross acreage in container terminals, and their future development plans, port planners expect that this cargo would be approximately evenly split between the two ports. Therefore, the Port anticipates that approximately 17.6 million TEUs could come through the Port in the year 2020.

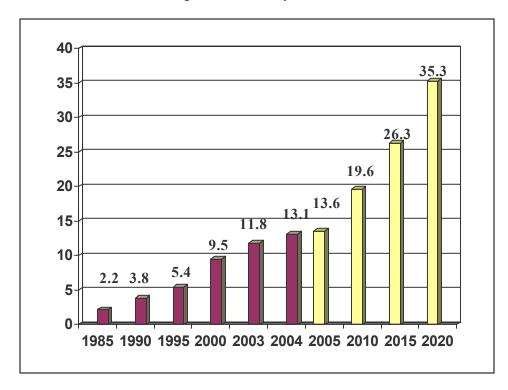


Figure 1-5. Actual (brown) and Forecasted (yellow) Cargo Volumes through San Pedro Bay Ports, in Millions of TEUs

The original Mercer 2001 cargo forecast projected growth to the year 2020. By assuming a continual annualized growth rate of 6% per year (as used in the out-years by Mercer) for 10 additional years, a reasonable forecast for the year 2030 can be derived. Assuming the growth rate of 6% annually, the number of TEU's at the Port would be expected to grow to 23.6 million TEUs in 2025 and 31.6 million TEUs in 2030 (Appendix I). This unconstrained demand number of 31.6 million TEUs does not account for the increasing

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trade imbalance that has occurred since the Mercer study, which could drive this number up due to increases in empty containers, nor does it account for possible cargo diversion through Mexico ports, or the Suez or Panama Canals, which could result in a reduced forecast. As discussed below, absent implementation of new operational technology beyond that already assumed in the cargo projections, Port container facilities are expected to be constrained by the physical capacity of the terminals at approximately 22.4 million TEUs in the year 2030.

Since the cargo forecast provided by Mercer is a demand forecast that is not constrained by the ability of individual terminals in Los Angeles and Long Beach to accommodate the projected cargo, the Port, with support from experts in container terminal operation (JWD Group 2005) and input from its terminal operators, developed a methodology to determine the actual physical/operational capacity of each terminal (Appendix I). By making realistic assumptions in regards to different physical improvements (e.g., increasing the length of a berth or adding more container yard) and operating parameters (e.g., increasing the number of hours worked per day or crane productivity, decreasing the amount of time containers are allowed to remain in the terminal) it is possible to model the future operating capacity of a terminal. The methodology uses a combination of two capacity models, one that analyzes backland capacity and one that analyzes berth capacity, to project the maximum capacity of each terminal through the year 2030. As mentioned in section 1.1.2, a terminal may be berth-constrained, backlands-constrained, or evenly balanced between the two. In addition, some terminals may have a calculated throughput capacity that exceeds its projected cargo demand (Mercer) or does not have enough capacity to meet the demand. The Port's methodology selects the cargo volume that allows growth to occur until the terminal reaches the constraining factor as the reasonably foreseeable estimate of cargo throughput (Appendix I). confirmed its estimates by comparing actual throughput numbers with model projections in "hindcasting" exercises (Appendix I) and through discussions with individual terminal operators.

The methodology for throughput projection was carried out for all seven of the existing container terminals at the Port (Appendix I; Figure 1-6). For each terminal, reasonable assumptions were made concerning necessary construction projects and operational improvements to optimize capacity. Accordingly, the capacities shown in Figure 1-6 do not reflect existing terminal configurations and operating practices. Instead, they reflect the assumption that the Port will be able to build improvements and the terminal operators will be able to institute operational changes.

The results of the capacity modeling show that even with the expansion and modernization of terminals that was assumed, throughput at the Port will be constrained at 22.4 million TEUs starting in approximately the year 2030. A comparison of Figures 1-5 and 1-6 shows that between now and 2030, all terminals will need to be functioning at their maximum capacities in order to accommodate the cargo volumes coming to the Port. Overall, this represents a projected throughput of approximately 10,000 TEUs per acre, compared to the throughput of existing terminals of between 5,000 and 7,000 TEUs per acre. The projected throughput of 10,000 TEU is a very aggressive assumption for a non-transhipment port. (A transshipment port, such as exist in Asia, is one that receives cargo from barges or other ships for transshipment to another port, whereas at the Port, all import and export cargo comes/goes to/from inland destinations.)

Cumulative Port Terminal Capacities

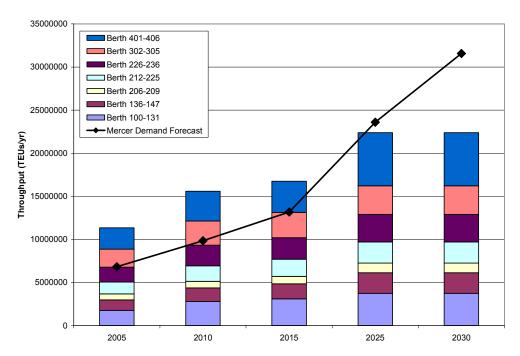


Figure 1-6. Projected Throughput of Port Container Terminals (JWD Group 2005) Compared to Projected Capacity

It is possible that operational improvements may eventually increase the capacity of Port container terminals beyond 22.4 million TEUs, but at present such improvement are speculative for technical, economic, or social reasons. However, should new feasible technology become available that would increase Port capacity beyond that anticipated, improvements to implement the technology would require discretionary actions and environmental evaluation in accordance with CEQA in order to evaluate potential environmental effects. The project evaluated in this Draft EIS/EIR represents part of a continued effort to meet the goals and objectives of the joint federal, state, and local planning process initiated by the 2020 Plan and the Deep Draft Navigation Improvement Project EIS/EIR (USACE 1992), and continued in the West Basin Transportation Improvements Program and the Channel Deepening SEIS/SEIR.

1.2 Purpose of an EIS/EIR

1.2.1 NEPA and the Purpose of an EIS

NEPA was enacted by Congress in 1969 and requires federal agency decision makers to document and consider the environmental implications of their actions or decisions, with the intent of helping public officials make decisions that are based on understanding of environmental consequences, and take actions that protect, restore,

and enhance the environment. When a federal agency determines that a proposed project could result in significant environmental effects, an EIS is prepared that provides full and fair discussion of anticipated significant environmental impacts. The EIS informs decision makers and the public of the reasonable alternatives that would avoid or minimize significant impacts or enhance the quality of the human environment. An EIS is not only a disclosure document, it is a decision-making aid that is used by federal officials in conjunction with other relevant material to plan actions and make decisions.

1.2.2 CEQA and the Purpose of an EIR

CEQA was enacted by the California Legislature in 1970 and requires public agency decision makers to consider the environmental effects of their actions. When a state or local agency determines that a proposed project has the potential to significantly affect the environment, an EIR is prepared. The purpose of an EIR is to identify significant effects of a proposed project on the environment, to identify alternatives to the project, and to indicate the manner in which those significant effects can be mitigated or avoided. A public agency must mitigate or avoid significant environmental impacts of projects it carries out or approves whenever it is feasible to do so. In instances where significant impacts cannot be avoided or mitigated, the project may nonetheless be carried out or approved if the approving agency finds that economic, legal, social, technological, or other benefits outweigh the unavoidable significant environmental effects.

1.3 Lead, Responsible, and Trustee Agencies

The USACE and the LAHD are the Lead Agencies for evaluating potential impacts and proposing mitigation measures under the federal NEPA and state CEQA laws, respectively. The USACE and LAHD are preparing this joint EIS/EIR in the interest of efficiency and to avoid duplication of effort.

Several other agencies have special roles with respect to the proposed Project and may use this EIS/EIR as the basis for their decisions to issue any approvals and/or permit that might be required. Section 15381 of the CEQA Guidelines defines a "responsible agency" as:

...a public agency which proposes to carry out or approve a project, for which a lead agency is preparing or has prepared an EIR or negative declaration. For the purposes of CEQA, the term "responsible agency" includes all public agencies other than the lead agency which have discretionary approval power over the project.

Additionally, Section 15386 of the CEQA Guidelines defines a "trustee agency" as:

...a state agency having jurisdiction by law over natural resources affected by a project which are held in trust for the people of the State of California. Table 1-1 lists responsible and trustee federal, state, and local agencies that may rely on this Draft EIS/EIR in a review capacity or as a basis for issuance of a permit for the proposed Project or for related actions.

Table 1-1. Agencies Expected to Use this EIS/EIR

Agency	Responsibilities, Permits, and Approvals		
	FEDERAL AGENCIES		
U.S. Army Corps of Engineers (USACE)	Lead federal agency for implementation of NEPA. Responsible for navigational improvements in waters of the U.S., and permitting authority for work and structures in navigable waters and the discharge of dredged or fill material in waters of the U.S. A USACE permit pursuant to Section 404 of the Clean Water Act (CWA) and Section 10 of the River and Harbor Act (RHA) would be required for the proposed Project. If the proposed Project or alternative involves transportation of dredged material for ocean disposal (LA-2, LA-3), USACE authorization pursuant to Section 103 of the Marine Protection, Research, and Sanctuaries Act (MPRSA) would also be required.		
National Oceanographic and Atmospheric Association (NOAA) Fisheries/National Marine Fisheries Service	Reviews and submits recommendations to USACE related to federal construction actions and issuance of permits in accordance with the Fish and Wildlife Coordination Act. Also responsible for Essential Fish Habitat (EFH) under the Magnuson Stevens Act. Provides EFH information, reviews federal action potential effects on EFH, and provides conservation recommendations to USACE through consultation.		
U.S. Coast Guard (USCG)	Has jurisdiction over marine facilities, bridges, and vessel transportation in harbor waters. Responsible for ensuring safe navigation and for preventing and responding to oil or hazardous materials releases in the marine environment.		
U.S. Environmental Protection Agency (USEPA)	Has primary responsibility for implementing the Clean Air Act and works with other federal agencies to implement conformity requirements. Reviews and submits recommendations for Spill Prevention Control and Countermeasure Plan (SPCC), for non-transportation related onshore and offshore facilities engaged in storing, processing, refining, transferring, distributing or consuming oil and gas products. Regulatory authority for determining suitability of dredged sediments for ocean disposal in accordance with Section 103 of the Marine Protection, Research and Sanctuaries Act (MPRSA). Reviews and submits recommendations to USACE related to federal construction actions and issuance of permits.		
U.S. Federal Railroad Administration (USFRA)	Reviews and approves changes in rail trackage, connections, signage, and bridges.		
U.S. Fish and Wildlife Service (USFWS)	Reviews and submits recommendations to USACE related to federal construction actions and issuance of permits in accordance with the Fish and Wildlife Coordination Act and consultations pursuant to Section 7 of the Endangered Species Act (ESA).		

Table 1-1. Agencies Expected to Use this EIS/EIR (continued)

Agency	Responsibilities, Permits, and Approvals	
	STATE AGENCIES	
California Coastal Commission (CCC)	Reviews environmental document to assure compliance with the Coastal Zone Management Act (CZMA) and consistency with the California Coastal Act; performs a Federal Consistency Determination; reviews and must approve Port of Los Angeles Master Plan Amendments.	
California Department of Fish and Game (CDFG)	Reviews and submits recommendations in accordance with CEQA. Consultation in accordance with the Fish and Wildlife Coordination Act.	
California Department of Transportation (Caltrans)	Permitting authority for highway improvements and rail trackage, connections, and signage during construction operations.	
California Office of Historic Preservation	Consultation under Section 106 of the National Historic Preservation Act regarding impacts on cultural resources (i.e., demolition of buildings and structures) that are either listed, or eligible for listing, on the National Register of Historic Places.	
California Public Utilities Commission	Permitting authority for rail trackage, connections, and signage during construction operations.	
The California Waste Management Board	Statutory and regulatory authority to control the handling and disposal of solid, non-hazardous waste in a manner that protects public safety, health, and the environment. State law assigns responsibility for solid waste management to local governments. Solid waste requiring disposal would be generated from the demolition of existing wharves and other structures.	
Regional Water Quality Control Board, Los Angeles Region (LARWQCB)	Permitting authority for CWA Section 401 water quality certifications subject to Section 404 of the CWA; permitting authority for California Waste Discharge Requirements pursuant to the state Porter-Cologne Water Quality Control Act; and responsible for issuance of both construction and industrial National Pollutant Discharge Elimination System (NPDES) storm water permits.	
California State Lands Commission (CSLC)	The CSLC has oversight responsibility for tidal and submerged lands legislatively granted in trust to local jurisdictions, and has adopted regulations for the inspection and monitoring of marine terminals. The CSLC inspects and monitors all marine facilities for effects on public health, safety, and the environment.	
Toxic Substance Control Division of the California Environmental Protection Agency (CalEPA)	Regulatory jurisdiction over underground tanks containing hazardous material and implements groundwater monitoring provision of the Resource Conservation and Recovery Act (RCRA); and responsible for general site clean-up outside of UST's (state superfund sites, etc.).	
REGIONAL AGENCIES		
Los Angeles County Fire Department (LACFD)	Licensing and inspection authority for all hazardous waste generation in the City of Los Angeles. Provides regulation and oversight of site remediation projects involving hazardous waste generators, where surface and subsurface soils are contaminated with hazardous substances.	

Table 1-1. Agencies Expected to Use this EIS/EIR (continued)

Agency	Responsibilities, Permits, and Approvals		
	REGIONAL AGENCIES (CONTINUED)		
South Coast Air Quality Management District (SCAQMD)	Permitting authority for construction of landfill and operation of pump stations, storage tanks, and terminal facilities; activities involving hydrocarbon-containing soils (Rule 1166); and new or modified sources of air emissions (New Source Review).		
Southern California Association of Government (SCAG)	Responsible for developing regional plans for transportation and federal conformity, as well as developing the growth factors used in forecasting air emissions in the South Coast Air Basin.		
LOCAL AGENCIES			
City of Los Angeles Harbor Department (LAHD)	The City of Los Angeles, through its Harbor Department, is the Lead Agency for CEQA and the California Coastal Act (via the Port's Certified Port Master Plan). Other City departments have various approval and permitting responsibilities, however, and are listed separately below for the sake of clarity.		
	Pursuant to its authority, the Harbor Department may approve permits and other approvals (e.g., coastal development permits; leases for occupancy; approval of operating, joint venture, or other types of agreements for the operation of the facilities) for the projects evaluated in this EIS/EIR Leasing authority for the Port's land. Permitting authority for engineering construction. Responsible for general regulatory compliance. Master Plan amendment and map change (if required). Responsible for activities of other City of Los Angeles Departments for the projects evaluated in this EIS/EIR.		
City of Los Angeles Building and Safety Department	Permitting authority for building and grading permits.		
City of Los Angeles Bureau of Engineering	Permitting authority for storm drain connections and stormwater discharges, permits for water discharges to the wastewater collection system, and approval of street vacations.		
City of Los Angeles Bureau of Sanitation	Permitting authority for Industrial Waste Permit for discharges of industrial wastewater to the City sewer system.		
City of Los Angeles Fire Department (LAFD)	Approval of Business Plan and Risk Management and Prevention Program. Reviews and submits recommendations regarding design for building permit.		
City of Los Angeles Transportation Department	Reviews and approves changes in City street design, construction, signalization, signage, and traffic counts.		
City of Los Angeles Planning Department	Zone changes or amendments. The proposed vacation and downgrade of streets between Harry Bridges Boulevard and "C" Street for the proposed Harry Bridges Buffer Area would require a City General Plan Amendment. The addition of Q conditions restricting the use of the property encompassing the proposed Harry Bridges Buffer Area to open space would also require a City General Plan Amendment.		

Table 1-1. Agencies Expected to Use this EIS/EIR (continued)

Agency	Responsibilities, Permits, and Approvals	
LOCAL AGENCIES (CONTINUED)		
City of Los Angeles	Lease approval from the Los Angeles City Council (if required). The proposed vacation and downgrade of streets between Harry Bridges Boulevard and "C" Street for the proposed Harry Bridges Buffer Area would require a City General Plan Amendment. The addition of Q conditions restricting the use of the property encompassing the proposed Harry Bridges Buffer Area to open space would also require a City General Plan Amendment. The Port may amend the boundaries of the Port Master Plan to include proposed Harry Bridges Buffer Area, which would also require an amendment to remove the area from the City General Plan.	

1.4 Scope and Content of the Draft EIS/EIR

The scope of this Draft EIS/EIR was established based on the Initial Study prepared pursuant to CEQA, the Environmental Assessment Checklist prepared pursuant to NEPA (see Appendix A), and comments received during the NOI/NOP review process.

1.4.1 Scope of Analysis

This Draft EIS/EIR has been prepared in conformance with the USACE NEPA Implementing Regulations; the Council for Environmental Quality (CEQ) Guidelines; CEQA (Public Resources Code, Section 21000 et seq.); the State CEQA Guidelines (14 CCR Section 15000 et seq.); and Port Guidelines for the Implementation of CEQA; it includes all of the sections required by NEPA and CEQA.

The criteria for determining the significance of environmental impacts in this Draft EIS/EIR analysis are described in the section titled "Significance Criteria" under each resource topic in Chapter 3. The "threshold of significance" for a given environmental effect is the level at which the LAHD or USACE finds a potential effect of the proposed Project or alternative to be significant. "Threshold of significance" can be defined as a "quantitative or qualitative standard, or set of criteria, pursuant to which significance of a given environmental effect may be determined" (CEQA Guidelines, Section 15064.7 [a]). Except as noted in particular sections of the document, the Port has adopted the City of Los Angeles *CEQA Thresholds* (City of Los Angeles 2006) for purposes of this Draft EIS/EIR, although some criteria were adapted to the specific circumstances of this project. The USACE also has adopted the City of Los Angeles *CEQA Thresholds* for purposes of this Draft EIS/EIR to achieve its NEPA responsibilities, unless otherwise noted in particular sections of the document.

The NEPA Notice of Intent (NOI) was published in the Federal Register on October 27, 2003 and the original CEQA Notice of Preparation (NOP) was mailed out on

October 19, 2003. A public scoping hearing was held November 5, 2003. The comment period ended December 10, 2003. A Special Notice, which identified changes to the originally noticed project, was issued March 7, 2006 with a public meeting on April 26, 2006 to receive additional public comments. The scope of analysis and technical work plans developed as part of preparing this Draft EIS/EIR were designed to ensure that the comments received from regulatory agencies and the public during the NOI/NOP review process would be addressed.

The scope of the federal review is normally defined by 33 *Code of Federal Regulations* (CFR) Part 325, Appendix B, which states "the district engineer should establish the scope of the NEPA document to address the impacts of the specific activity regarding the DA permit and those portions of the entire project over which the district engineer has sufficient control and responsibility to warrant Federal review." USACE Regulations also require the USACE to examine whether the USACE's "scope of review" or "scope of analysis" should be expanded to account for indirect and/or cumulative effects of the issuance of a permit (33 CFR 325 Appendix B). Typical factors considered in determining "sufficient control and responsibility" include:

- 1. Whether or not the activity comprises merely a link in a corridor type project
- 2. Whether there are aspects of the upland facility in the immediate vicinity of the regulated activity that affect the location and configuration of the regulated activity
- 3. The extent to which the entire project will fall within USACE jurisdiction
- 4. The extent of federal cumulative control and responsibility.

Based on 33 CFR Part 325, Appendix B, the appropriate scope of analysis for the federal review of the proposed action consists of both permanent and temporary impact to waters of the U.S. associated with the construction of new wharves, creation of new land, deepening vessel navigation areas, and construction-related activities such as temporary access occurring in uplands within 100 feet of proposed wharves.

Based on the Environmental Assessment Checklist, the USACE identified potentially significant indirect and cumulative effects within the scope of federal control in uplands that could occur as a result of the proposed Project (directly traceable to the construction of wharves). While operational impacts in the uplands are outside of the jurisdiction of USACE, NEPA requires the USACE to fully disclose potentially significant indirect and cumulative impacts occurring as a result of a proposed permit action. Therefore, the USACE is preparing this EIS for the proposed action and its alternatives.

Normally, any ultimate permit decision would focus on direct impacts to the aquatic environment, as well as indirect and cumulative impacts in the uplands determined to be within the scope of federal control and responsibility as part of the required public interest review. These incremental impacts are typically defined by comparing the proposed Project to the No Federal Action alternative, which details the work and impacts that could occur without a permit from the USACE.

Additionally, United States Environmental Protection Agency (USEPA) Section 404(b)(1) guidelines require the USACE to issue a permit only for the least environmentally damaging practicable alternative (LEDPA), which is the practicable

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alternative that has the least damage to aquatic resources. The factors that influence whether an alternative is "practicable" include cost, logistics, technology, and the ability of the alternative to meet the overall Project purpose. The Section 404(b)(1) guidelines focus on the impacts to the aquatic environment of discharges of dredged or fill material in waters of the U.S. The scope of the Section 404(b)(1) analysis can be narrower than that of the NEPA analysis and could reach different conclusions regarding the practicability of an alternative.

The Section 404(b)(1) guidelines state that no discharge of dredged or fill material shall be permitted if there is a practicable alternative to the proposed discharge that would have less significant impact on the aquatic ecosystem, so long as the alternative does not have other significant environmental consequences (40 CFR 230.10[a]). A Section 404(b)(1) evaluation typically includes the following type of analysis:

- 1. Factual determinations (e.g., on the physical substrate; water circulation, fluctuation, and salinity; suspended particulates/turbidity; contaminants; aquatic ecosystem and organisms; proposed disposal sites; and cumulative effects on the aquatic ecosystem)
- 2. Findings of compliance or noncompliance with restrictions on discharge, including evaluation of the availability of practicable alternatives that would have less significant impact on the aquatic ecosystem; and compliance with a variety of regulations (e.g., applicable state water quality standards; toxic effluent standards or prohibitions under Section 307 of the CWA; the federal Endangered Species Act; the Marine Protection, Research and Sanctuaries Act)
- 3. Identification of practical steps taken to minimize potential significant impacts of the discharge on the aquatic ecosystem
- 4. A conclusion about the compliance of the proposed Project with the Section 404(b)(1) guidelines.

The information presented in this Draft EIS/EIR specific to impacts to the aquatic environment would be used by USACE as part of any proposed permit action subject to jurisdiction under Section 404 of the CWA, Section 10 of the RHA, or Section 103 of the MPRSA.

The following issues have been determined to be potentially significant and are therefore evaluated in this Draft EIS/EIR.

- aesthetics and visual resources
- air quality and meteorology
- biological resources
- cultural resources
- geology
- groundwater and soils
- hazards and hazardous materials

- land use
- marine transportation
- noise
- transportation/circulation
- utilities and public services
- water quality, sediments, and oceanography

There are no agricultural soils or resources in the area, so agricultural resources are not evaluated in this Draft EIS/EIR. Mineral resources are evaluated in Section 3.5, Geology, and population impacts are evaluated in Chapter 5, Environmental Justice.

Chapter 3 discusses the issues that could be significantly affected by the proposed Project or alternatives. Mitigation measures to reduce impacts to a less-than-significant level are proposed whenever feasible.

This Draft EIS/EIR has been prepared by SAIC under contract to the Port and has been independently reviewed by USACE and Port staff. The scope of the document, methods of analysis, and conclusions represent the independent judgment of USACE and the Port. Staff members from the USACE, the Port, and SAIC who helped prepare this Draft EIS/EIR are identified in Chapter 11 (List of Preparers and Contributors).

1.4.2 Intended Uses of this Draft EIS/EIR

This Draft EIS/EIR has been prepared in accordance with applicable federal and state environmental regulations, policy, and law to inform federal, state, and local decision makers regarding the potential environmental impacts of the proposed Project and alternatives. As an informational document, an EIS/EIR does not recommend approval or denial of a project. This Draft EIS/EIR is being provided to the public for review, comment, and participation in the planning process. After public review and comment, a Final EIS/EIR will be prepared, including responses to comments on the Draft EIS/EIR received from agencies, organizations, and individuals. The Final EIS/EIR will be distributed to provide the basis for decision-making by the CEQA and NEPA lead agencies, as described below, and other concerned agencies.

1.4.2.1 USACE Use

The USACE has jurisdictional authority over the proposed Project pursuant to Section 404 of the CWA, Section 10 of the RHA, and Section 103 of the MPRSA. The USACE will consider this document in any permit actions that the LAHD might undertake to implement the proposed Project or alternative. This document, however, does not serve as a public notice of application for any Department of the Army (DA) permit at this time. Rather, such public notice of any permit application will be separate from and concurrent with the public review period for this Draft EIS/EIR.

The USACE Record of Decision (ROD) will document the decision of the USACE on the proposed action, including issuance of any permit pursuant to Section 404 of the CWA and Section 10 of the RHA, as well as any required environmental mitigation commitments.

1.4.2.2 LAHD Use

The LAHD has jurisdictional authority over the proposed Project primarily pursuant to the Tidelands Trust, California Environmental Quality Act, and California Coastal Act. This EIR will be used by LAHD, as the lead agency under CEQA, in making a decision with regard to the construction and operation of the proposed Project and to inform agencies considering permit applications and other actions required to

construct, lease, and operate the proposed Project. The LAHD's certification of the EIR, Notice of Completion, Findings of Fact, and Statement of Overriding Considerations (if necessary) would document LAHD's decision as to the adequacy of the EIR and inform subsequent decisions by the LAHD whether to approve and construct the proposed Project and whether to lease the Berths 136-147 Terminal to TraPac for a 30-year period and grant the necessary operating permits.

LAHD would also use this Draft EIS/EIR to seek California Coastal Commission approvals to amend the Port Master Plan to redesignate land areas to accommodate expansion of container terminal operations. The Port Master Plan amendment would also allow container terminal operations on the 10-acre landfill that would be constructed in the Northwest Slip and would redesignate lands currently used for Port operations to non-port uses (Harry Bridges Buffer Area).

Other agencies (federal, state, regional, and local) that have jurisdiction over some part of the proposed Project or a resource area affected by the proposed Project are expected to utilize this EIS/EIR as part of their approval or permit process as set forth in Table 1-1. Specific approvals that could be required for this proposed Project include but not limited to: Coastal Development Permit, U.S. Army Corps of Engineers Permit (pursuant to Section 404 of the CWA, Section 10 of the RHA and Section 103 of the MPRSA), building and safety permits, Port Master Plan Amendments (PMP), water quality permits (CWA Section 401 Water Quality Certification, National Pollution Discharge Elimination System (NPDES) permits), approval of a lease by the Port and City Council, City General Plan Amendments and Construction contracts.

Actions that could be undertaken by the LAHD following preparation of the Final EIR include: certification of the EIR, project approval, lease approvals, PMP Amendments as required, issuance of Coastal Development Permits, completion of final design, approval of engineering permits, obtaining other agency permits and approvals (e.g., dredge and fill, grading, construction, occupancy, fire safety, etc. and approval of construction contracts.

1.4.3 Draft EIS/EIR Organization

Table 1-2 contains a list of sections required under NEPA and CEQA, and references the specific chapter in this document where this information is located. To easily obtain information about the proposed Project and alternatives, and their specific impacts, this Draft EIS/EIR is organized into the chapters described below. Note that for the sake of efficiency Section 3, the analysis of impacts, considers impacts under CEQA first, then impacts under NEPA, rather than the more traditional format of NEPA then CEQA. This is because, in general, the scope of the CEQA impact analysis is greater than the NEPA analysis, so that presenting the CEQA analysis first allows a more efficient presentation of the NEPA impacts.

Table 1-2. Organization and Contents of the Draft EIS/EIR

Draft EIS/EIR Section	Description
Executive Summary	Summary of the proposed Project and alternatives, potential significant impacts and mitigation measures, the environmentally preferred alternative (in accordance with CEQA) and the Preferred Alternative (in accordance with NEPA), public comments and concerns, and unresolved issues and areas of controversy.
Chapter 1, Introduction	Describes the purpose and need and the objectives of the proposed Project, the intended uses of the document and authorizing actions, the relationship to previous CEQA and NEPA documents, relationship to existing plans and policies, the scope and content of the document, and the organization of the document.
Chapter 2, proposed Project Description	Describes the proposed Project, alternatives initially considered but eliminated from further consideration, and alternatives evaluated in this document.
Chapter 3, Affected Environment and Environmental Analysis	Describes, for each environmental resource area, the baseline conditions as of December 2003; criteria for judging whether an impact is significant; impact assessment methodology; impacts that would result from the proposed Project and each proposed Project alternative; applicable mitigation measures that would eliminate or reduce significant impacts; and the mitigation monitoring aspects.
Chapter 4, Cumulative Analysis	Provides a summary of significant cumulative impacts (from Chapter 3) and whether or not the proposed Project contributes to that significant impact.
Chapter 5, Environmental Justice	Addresses the possible effects of the proposed Project on minority populations and low-income communities adjacent to the proposed Project site.
Chapter 6, Comparison of Alternatives	Compares the significant environmental impacts of the proposed Project and proposed Project alternatives and identifies the Environmentally Preferred and Superior Alternatives.
Chapter 7, Socio- Economic Analysis	Identifies the proposed Project's socioeconomic effects including potential blight effects.
Chapter 8, Growth- Inducing Impacts	Presents whether or not the proposed Project would result in growth-inducing impacts.
Chapter 9, Significant Irreversible Changes	Describes the significant irreversible changes associated with the proposed Project.
Chapter 10, References	Identifies the documents consulted in preparing this Draft EIS/EIR.
Chapter 11, List of Preparers and Contributors	Lists the individuals involved in preparing this Draft EIS/EIR.
Chapter 12, Acronyms and Abbreviations	Provides the full names for acronyms and abbreviations used in this document.
Appendices	Presents additional background information and technical detail for several of the resource areas.

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1.5 Key Principles Guiding Preparation of this Draft EIS/EIR

1.5.1 Emphasis on Significant Environmental Effects

This Draft EIS/EIR focuses on the significant environmental effects of the proposed Project and alternatives, and their relevance to the decision-making process. NEPA requires the lead Federal agency to rely on a "scientific and analytical basis for the comparison of alternatives" (40 CFR 1502.16) in making its decisions. Commonly, when preparing a joint document the lead Federal agency will adopt the CEQA significance thresholds as its scientific basis, unless otherwise noted.

"Environmental impacts", as defined by CEQA, include physical effects on the environment, and in this document the term is used synonymously with the term "environmental effects" under NEPA. The State CEQA Guidelines (Section 15360) define the "environment" as follows:

The physical conditions which exist within the areas which will be affected by a proposed project, including land, air, water, minerals, flora, fauna, ambient noise, and objects of historic or aesthetic significance.

This definition does not include strictly economic impacts (e.g., changes in property values) or social impacts (e.g., a particular group of persons moving into an area). The CEQA Guidelines (Section 15131[a]) state, "economic or social effects of a project shall not be treated as significant effects on the environment." However, economic or social effects are relevant to physical effects in two situations. In the first, according to Section 15131(a) of the State CEQA Guidelines, "an EIR may trace a chain of cause and effect from a proposed decision on a project through anticipated economic or social changes to physical changes caused in turn by the economic or social changes." In other words, if a physical impact leads to an economic impact, which then leads to another physical impact, that ultimate physical impact must be evaluated in the EIR. In the second instance, according to Section 15131(b) of the Guidelines, "economic or social effects of a project may be used to determine the significance of a physical change caused by a project." For example, the closure and demolition of a fully occupied commercial building could be considered more significant than the demolition of a similar vacant building, even though the physical effects are the same.

As with economic or social impacts, psychological impacts are outside the definition of the term "environmental." While not specifically discussed in the State CEQA Guidelines, the exclusion of psychological impacts was specifically affirmed in a court decision (National Parks and Conservation Association v. County of Riverside 71 Cal. App. 4th 1341, 1364. 1999).

In view of these legal precedents, the LAHD is not required to treat economic, social, or psychological impacts as significant environmental impacts absent a related physical

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effect on the environment. Therefore, such impacts are only discussed to the extent necessary to determine the significance of the physical impacts of the proposed Project and alternatives. Additionally, this Draft EIS/EIR addresses Environmental Justice in Chapter 5 and Socioeconomics and Environmental Quality in Chapter 7.

1.5.2 Forecasting

In this Draft EIS/EIR, the USACE and LAHD have made their best efforts to predict and evaluate the reasonable, foreseeable, direct, indirect, and cumulative environmental impacts of the proposed Project and alternatives. NEPA and CEQA do not require the USACE and LAHD to engage in speculation about impacts that are not reasonably foreseeable (CEQA Guidelines Sections 15144, 15145). In these instances, CEQA does not require a worst-case analysis. Similarly, NEPA does not require a worst-case analysis when confronted with incomplete or unavailable information (40CFR 1502.22).

1.5.3 Reliance on Environmental Thresholds and Substantial Evidence

The identification of impacts as "significant" or "less than significant" is one of the important functions of an EIR. While impacts determined to be "less than significant" need only be acknowledged as such, an EIR must identify mitigation measures for any impact identified as "significant." In preparing this document, the LAHD has based its conclusions about the "significance" of environmental impacts on identifiable thresholds and has supported these conclusions with substantial scientific evidence. The USACE has adopted the City of Los Angeles CEQA Thresholds to meet its NEPA responsibilities, unless otherwise noted in particular sections of this document for the NEPA analysis.

The criteria for determining the significance of environmental impacts in this analysis are described in each resource section in Chapter 3. The "threshold of significance" under CEQA for a given environmental effect is the level at which LAHD finds a potential effect of the proposed Project or alternative to be significant. "Threshold of significance" can be defined as a "quantitative or qualitative standard, or set of criteria, pursuant to which significance of a given environmental effect may be determined" (CEQA Guidelines, Section 15064.7 [a]).

1.5.4 Disagreement Among Experts

During preparation of the Draft EIS/EIR, it is possible that evidence that might raise disagreements will be presented during the public review of the Draft EIS/EIR. Such disagreements will be noted and will be considered by the decision makers during the public hearing process. However, to be adequate under CEQA and NEPA, the Draft EIS/EIR need not resolve all such disagreements.

In accordance with the provisions of the CEQA Guidelines, conflict of evidence and expert opinions on an issue concerning the environmental impacts of the proposed Project – when LAHD knows of these controversies in advance – has been identified in this Draft EIS/EIR. The Draft EIS/EIR has summarized the conflicting opinions and has included sufficient information to allow the public and decision makers to take intelligent account of the environmental consequences of their actions.

In rendering a decision on a project where there is a disagreement among experts, the decision makers are not obligated to select the most conservative, environmentally protective, or liberal viewpoint. They may give more weight to the views of one expert than to those of another, and need not resolve a dispute among experts. In their proceedings, they must consider the comments received and address objections, but need not follow said comments or objections so long as they state the basis for their decision and that decision is supported by substantial evidence.

1.5.5 NEPA and CEQA Baselines

1.5.5.1 NEPA Baseline/No Federal Action

In analyzing a proposed project in a joint CEQA/NEPA format, the USACE must distinguish the scientific and analytical basis for its decisions from the CEQA Lead Agency's decision. The NEPA baseline condition for determining significance of impacts is primarily dependent on the "No Federal Action" condition, which is defined by examining the full range of construction and operational activities the applicant could implement and is likely to implement absent a permit from the USACE. In this project the NEPA Baseline coincides with the No Federal Action scenario, and the two terms will be used interchangeably throughout this document. The No Federal Action/NEPA Baseline includes all of the construction and operational impacts likely to occur absent a USACE permit (e.g., air emissions and traffic likely to occur without issuance of permits to modify wharves or dredge). The determination is based on direct statements and empirical data from the applicant, as well as the judgment and experience of the USACE.

Unlike the CEQA Baseline, which is defined by conditions at a point in time, the NEPA Baseline is not bound by statute to a "flat" or "no growth" scenario; therefore, the No Federal Action/NEPA Baseline may project increases in operations over the life of a project which do not require federal action or approval. Normally, any ultimate permit decision would focus on direct impacts to the aquatic environment, as well as indirect and cumulative impacts in the uplands determined to be within the scope of federal control and responsibility. Significance of the proposed project or alternative is defined by comparing the proposed Project or alternative to the No Federal Action/NEPA Baseline (i.e., the increment).

1.5.5.2 CEQA Baseline

Section 15125 of the CEQA Guidelines requires EIRs to include a description of the physical environmental conditions in the vicinity of the proposed Project that exists

at the time of the NOP. The conditions that existed at the time the NOP was circulated for review (December 2003) are described in Chapter 3. These environmental conditions constitute the baseline physical conditions by which the CEQA lead agency determines whether an impact is significant. The CEQA Baseline represents the setting at a fixed point in time, with no project growth over time, and differs from the No Project Alternative (discussed in Section 2.6) in that the No Project Alternative addresses what is likely to happen at the site over time, starting from the existing conditions. The No Project Alternative allows for growth at the proposed Project site that would occur without additional approvals.

1.5.6 Duty to Mitigate

Under NEPA, 40 CFR 1505.3 requires "mitigation and other conditions established in the environmental impact statement or during its review and committed as part of the decision shall be implemented by the lead agency or other appropriate consenting agency." While the USACE may identify and analyze impacts outside its jurisdiction, the USACE limits the placement of special conditions in Corps permits (requirements for mitigation) to areas within the USACE jurisdiction (i.e., areas directly subject to its permitting authority under Section 404 of the Clean Water Act, Section 10 of the River and Harbor Act, and Section 103 of the Marine Protection, Research, and Sanctuaries Act). The Corps cannot constrain operations outside its jurisdiction where, absent Corps permits for construction in waters of the U.S., the federal government has no authority over operations that could otherwise occur. Therefore, while there may be an increment of upland indirect and/or cumulative effects within the USACE scope of review (i.e., traceable to the issuance of a permit), the USACE would not place special conditions on those upland impacts because activities in the uplands are not within the USACE jurisdiction, and some portion of those impacts would occur absent a USACE permit.

According to CEQA Guidelines Section 15126.4(a), each significant impact identified in an EIR must also include a discussion of feasible mitigation measures that would avoid or substantially reduce the significant environmental effect. To reduce significant effects, mitigation measures must avoid, minimize, rectify, reduce, eliminate, or compensate for a given impact of the proposed Project.

Mitigation measures must meet certain requirements in order to be considered adequate. Mitigation should be specific, define feasible actions that will actually improve adverse environmental conditions, and be measurable to allow monitoring of their implementation. Mitigation measures that only require further studies or consultation with regulatory agencies that are not tied to a specific action that would directly reduce impacts, or those that defer mitigation until some future time, should be avoided. Accordingly, effective mitigation measures clearly explain objectives, how a given measure should be implemented, who is responsible for its implementation, and where and when the mitigation will occur. Finally, mitigation measures must be enforceable, meaning that the lead agency must ensure that the measures will be imposed through appropriate permit conditions, agreements, or other legally binding instruments.

CEQA Guidelines Section 15041 grants a public agency the authority to require feasible changes (mitigation) that would substantially lessen or avoid significant effect on the environment associated with all activities involved in a project. Public

agencies, however, do not have unlimited authority to impose mitigation. An agency may exercise only those express or implied powers provided by law, aside from those provided by CEQA. However, where another law grants an agency discretionary powers, CEQA authorizes its use (CEQA Guidelines Section 15040).

In addition to limitations imposed by CEQA, the U.S. Constitution also limits the authority of regulatory agencies. The Constitution limits an agency's authority to impose conditions to those situations where there is a clear and direct connection ("nexus" in legal terms) between a project impact and the mitigation measure. Finally, there must be a proportional balance between the impact caused by the proposed Project and the mitigation measure imposed upon the project applicant. A project applicant cannot be forced to pay more than its fair share of the mitigation, which should be roughly proportional to the impacts caused by the proposed Project.

1.5.7 Requirements to Evaluate Alternatives

According to NEPA and CEQA Regulations, the alternatives section of an EIS/EIR is required to:

- Rigorously explore and objectively evaluate all reasonable alternatives;
- Include reasonable alternatives not within the lead agency's jurisdiction or congressional mandate, if applicable;
- Include the no-action alternative;
- Develop substantial treatment to each alternative, including the proposed action, so that reviewers may evaluate their comparative merits;
- Identify the lead agency's preferred alternative;
- Include appropriate mitigation measures (when not already part of the proposed action or alternatives); and
- Present the alternatives that were eliminated from detailed study and briefly discuss the reasons for elimination.

NEPA (40 CFR 1502.14[a]) and CEQA Guidelines 15126.6 require that an EIS and an EIR, respectively, describe a range of reasonable alternatives to the proposed Project, or to the location of the proposed Project that could feasibly attain most of the basic objectives of the proposed Project but would avoid or substantially lessen any significant environmental impacts. According to CEQA Guidelines, the EIR should compare merits of the alternatives and determine an environmentally superior alternative. Section 2.8 of this Draft EIS/EIR sets forth potential alternatives to the proposed Project and evaluates their suitability, as required by CEQA Guidelines (Section 15126.6).

Alternatives for an EIS and EIR usually take the form of no project, No Federal Action (no federal permits, equivalent to the NEPA baseline), reduced project size, different project design, or suitable alternative project sites (40 CFR 1502.14[c]). The range of alternatives discussed in an EIS need not be beyond a

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1.6.1 Port Environmental Policy

The Port is committed to managing resources and conducting Port developments and operations in an environmentally and fiscally responsible manner. The Port will

reasonable range (40 CFR 1502.14[a]) and an EIR is governed by the "rule of reason" that requires the identification of only those alternatives necessary to permit a reasoned choice between the alternatives and the proposed Project. An EIS and an EIR need not consider an alternative that would be infeasible. CEQA Guidelines 15126.6 explains that the evaluation of project alternative feasibility can consider "site suitability, economic viability, availability of infrastructure, general plan consistency, other plans or regulatory limitations, jurisdictional boundaries, and whether the proponent can reasonably acquire, control or otherwise have access to the alternative site." The EIR is also not required to evaluate an alternative whose effects could not be reasonably identified, or whose implementation is remote or speculative, and that would not achieve the basic proposed Project objectives. Additionally, for impacts to aquatic resources, USEPA's Section 404(b)(1) guidelines require the USACE only to issue a permit for the least environmentally damaging practicable alternative (LEDPA), where practicable is defined in terms of cost, logistics and technology, that still meets the overall proposed Project purpose.

In order to comply with the guidelines, the Corps typically analyzes alternatives that reduce impacts to aquatic resources through alternative configurations, locations, construction methods, sizes, etc. Pursuant to the Section 404(b)(1) guidelines and Corps regulations (33 CFR 320-330), the Corps can only issue a permit for a project that is the least environmentally damaging practicable alternative (focusing primarily on impacts to aquatic resources) that is not contrary to public interest.

1.6 Port of Los Angeles Environmental Initiatives

The Port's Environmental Policy as described in this section was approved by the Los Angeles Board of Harbor Commissioners on April 27, 2003. The purposes of the Environmental Policy are to provide an introspective, organized approach to environmental management; to further incorporate environmental considerations into day-to-day Port operations; and to achieve continual environmental improvement.

The Environmental Policy is exemplified in existing environmental initiatives of the Port and its customers, such as the voluntary Vessel Speed Reduction Program (VSRP), Source Control Program, Least Tern Nesting Site Agreement, Hazardous Materials Management Policy, and the Clean Engines and Fuels Policy. In addition, the Policy will encompass new initiatives such as the development of an Environmental Management System (EMS) with the Construction and Maintenance Division of the Port, and a Clean Marina Program. These programs are Port wide initiatives to reduce environmental pollution. Many of the programs relate to the proposed Project. The following discussion includes details on a number of the programs and their goals.

strive to improve the quality of life and minimize the impacts of its development and 1 operations on the environment and surrounding communities. This will be done 2 through the continuous improvement of its environmental performance and the 3 implementation of pollution-prevention measures, in a feasible and cost-effective 4 manner that is consistent with the overall mission and goals of the Port, as well as 5 6 with those of its customers and the community. To ensure this policy is successfully implemented, the Port will develop and maintain 7 an environmental management program that will: 8 Ensure this environmental policy is communicated to Port staff, its customers, 9 and the community: 10 Ensure compliance with all applicable environmental laws and regulations; 11 Ensure environmental considerations include feasible and cost-effective options 12 for exceeding applicable regulatory requirements; 13 Define and establish environmental objectives, targets, and Best Management 14 Practices (BMPs), and monitor performance: 15 Ensure the Port maintains a Customer Outreach Program to address common 16 environmental issues: and 17 Fulfill the responsibilities of each generation as trustee of the environment for 18 succeeding generations through environmental awareness and communication 19 with employees, customers, regulatory agencies, and neighboring communities. 20

The Port is committed to the spirit and intent of this policy and the laws, rules and regulations, which give it foundation.

1.6.2 Environmental Plans and Programs

The Port has implemented a variety of plans and programs to reduce the environmental effects associated with operations at the Port. These programs range from the San Pedro Bay Ports Clean Air Action Plan to deepening the channels of the Port to accommodate larger and more efficient ships, to converting to electric and alternative-fuel vehicles. All of these efforts ultimately reduce environmental effects.

1.6.2.1 Clean Air Action Plan

On November 26, 2006, the LAHD Board of Harbor Commissioners, in conjunction with the Port of Long Beach Harbor Commissioners, approved the San Pedro Bay Ports Clean Air Action Plan (SPBP CAAP), a comprehensive strategy to cut air pollution and reduce health risks from Port-related air emissions. Through the CAAP, the Ports have established uniform air quality standards for the San Pedro Bay. To attain such standards, the Ports will leverage a number of implementation mechanisms including, but not limited to, lease requirements, tariff changes, California Environmental Quality Act (CEQA) mitigation, and incentives. Specific strategies to significantly reduce the health risks posed by air pollution from port-related sources include:

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- Aggressive milestones with measurable goals for air quality improvements.
- Specific standards for individual source categories.
- Recommendations to eliminate emissions of ultra-fine particulates.
- A technology advancement program to reduce green house gases.
- A public participation process with environmental organizations and the business communities.

The Plan is expected to eliminate more than 47% of diesel particulate matter (PM) emissions, 45% of smog-forming nitrogen oxide (NOx) emissions, and 52% of sulfur oxides (SOx) from port-related sources within the next five years.

The Port has had a Clean Air Program in place since 2001 and began monitoring and measuring air quality in surrounding communities in 2004. Through the 2001 Air Emissions Inventory, the Port has been able to identify emission sources and relative contributions in order to develop effective emissions reduction strategies. The Port's Clean Air Program has included progressive programs such as alternative maritime power (AMP), use of emulsified fuel and diesel oxidation catalysts (DOCs) in yard equipment, alternative fuel testing, and the Vessel Speed Reduction Program (VSRP).

In 2004, the Port developed a plan to reduce air emissions through a number of near-term measures. The measures were primarily focused on decreasing nitrogen oxides (NOx), but also particulate matter (PM) and sulfur oxides (SOx). In August 2004, a policy shift occurred and Mayor James K. Hahn established the No Net Increase Task Force to develop a plan that would achieve the goal of No Net Increase (NNI) in air emissions at the Port relative to 2001 levels. The plan identified 68 measures to be applied over the next 25 years that would reduce PM and NOx emissions to the baseline year of 2001. The 68 measures included near term measures; local, state and federal regulatory efforts; technological innovations; and longer-term measures still in development. Appendix B contains a document that identifies and analyzes all of the NNI measures in terms of proposed Project applicability.

In 2006, in response to a new Mayor and Board of Harbor Commissioners, the Port, along with the Port of Long Beach and in conjunction with the AQMD, CARB and USEPA, began work on the Clean Air Action Plan (CAAP). The CAAP's goal was to expand upon existing emissions reductions strategies and to develop new ones. The Draft CAAP was released as a draft plan for public review on June 28, 2006, and it was approved at a joint meeting of both the Los Angeles and Long Beach Boards of Harbor Commissioners on November 20, 2006. The CAAP focuses primarily on reducing diesel particulate matter (DPM), along with NO_X and SO_X, with two main goals: (1) to reduce Port-related air emissions in the interest of public health, and (2) to disconnect cargo growth from emissions increases. The Plan includes near-term measures implemented largely through the CEQA/NEPA process and through new leases at both ports. Port-wide measures at both ports are also part of the Plan. This Draft EIS/EIR analysis assumes compliance with the CAAP. Proposed Project-specific mitigation measures applied to reduce air emissions and public health impacts are consistent with, and in some cases exceed, the emission reduction strategies of the Plan.

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1.6.2.2 Environmental Management System

In December 2003, the Port was selected by the U.S. Environmental Protection Agency (EPA), American Association of Port Authorities (AAPA) and the Global Environment and Technology Foundation to participate in the Port Environmental Management System (EMS) Assistance Project. One of only 11 U.S. ports to be selected, the Port is the first California seaport to incorporate the program into its operations.

An EMS is a set of processes and practices that enable an organization to reduce environmental impacts and increase operational efficiency. Participating ports are selected on the basis of existing environmental programs, diverse maritime facilities and management resources. An EMS weaves environmental decision-making into the fabric of an organizations overall business practices, with a goal of systematically improving environmental performance. An EMS follows the "Plan-Do-Check-Act" model of continual improvement. The Port is currently implementing the EMS within its Construction and Maintenance facilities, with the goal of expanding the EMS to additional functions over the course of the next several years.

1.6.2.3 Other Environmental Programs

Air Quality

- Alternative Maritime Power. AMP reduces emissions from container vessels docked at the Port. Normally, ships shut off their propulsion engines when at berth, but use auxiliary diesel generators to power electrical needs such as lights, pumps, and refrigerator units. These generators emit an array of pollutants, primarily nitrogen oxide (NOX), sulfur dioxide (SOX), and small particulate matter (PM10 and PM2.5). The Port is beginning to provide shore-based electricity as an alternative to running the generators. (This process is also referred to as cold ironing.) The AMP program allows ships to "plug in" to shoreside electrical power while at dock, instead of using their on-board generators, which will dramatically reduce emissions. Before being used at the Port, AMP was only used commercially by the cruise ship industry in Juneau, Alaska. However, AMP facilities have been installed and are currently in use at the wharf at Berth 100. Additionally, AMP facilities are complete at the Yusen Terminals (the NYK ship Atlas is AMP-capable and has begun plug-in testing at Yusen) with plans for additional facilities at the Berth 206-209 Terminal and Evergreen Terminal among others.
- OffPeak Program. Extending cargo terminal operations by five night and weekend work shifts, the OffPeak program, managed by PierPASS an organization created by marine terminal operators has been successful in increasing cargo movement, reducing truck waiting time inside port terminals and truck traffic during peak daytime commuting periods.
- On-Dock Rail and the Alameda Corridor. Use of rail for long-haul cargo is acknowledged as an air quality benefit. Four on-dock rail yards at the Port significantly reduce the number of short-distance truck trips (the trips that would

normally convey containers to and from off-site rail yards). Combined, these intermodal facilities eliminate an estimated 1.4 million truck trips per year at the Port, and the emissions and traffic congestion that go along with them. A partner in the Alameda Corridor project, the Port is utilizing the corridor to transport cargo to downtown rail yards at 10 to 15 miles per hour faster than before. Use of the Alameda Corridor allows cargo to travel the 20 miles to downtown Los Angeles at a faster pace and promotes the use of rail versus truck. In addition, the Alameda Corridor eliminates 200 rail/street crossings and emissions produced by cars waiting on the streets as the trains pass.

- Tugboat Retrofit Project. The engines of several tugboats in the Port were replaced with ultra-low-emission diesel engines. This was the first time such technology had been applied to such a large engine. Emissions testing showed a reduction of more than 80 tons of NOx per year, nearly three times better than initial estimates. Under the Carl Moyer Program, the majority of tugboats operating in the Los Angeles/Long Beach Port Complex have since been retrofitted.
- Electric and Alternative Fuel Vehicles. The Port has converted more than 35 percent of its fleet to electric or alternative-fuel vehicles. These include heavy-duty vehicles as well as passenger vehicles. The Port has proactively embarked on the use of emulsified fuels that are verified by the California Air Resources Control Board to reduce diesel particulates by more than 60 percent compared to diesel-powered equipment.
- **Electrified Terminal Operating Equipment.** The 57 ship-loading cranes currently in use at the Port run on electric power. In addition, numerous other terminal operations equipment has been fitted with electric motors.
- Yard Equipment Retrofit Program. Over the past 5 years, diesel oxidation catalysts have been applied to nearly all yard tractors at the Port. This program has been carried out with Port funds and funding from the Carl Moyer Program.
- **Vessel Speed Reduction Program.** Under this voluntary program oceangoing vessels slow down to 12 knots within 20 miles of the entrance to Los Angeles Harbor, thus reducing emissions from main propulsion engines. Currently, approximately 70 percent of ships comply with the voluntary program.

Water Quality

- Clean Marinas Program. To help protect water and air quality in the Harbor, the Port is developing a Clean Marinas Program (CMP). The program advocates that marina operators and boaters use best management practices environmentally friendly alternatives to some common boating activities that may cause pollution or contaminate the environment. It also includes several innovative clean water measures unique to the Port. The CMP features both voluntary components and measures required through Port leases, California Environmental Quality Act (CEQA) mitigation requirements, or established federal, state, and local regulations.
- Water Quality Monitoring. The Port has been monitoring water quality at 31 established stations in San Pedro Bay since 1967, and the water quality today at the Port is among the best of any industrialized port in the world. Samples are

tested on a monthly basis for dissolved oxygen, biological oxygen demand and temperature. Other observations are noted, such as odor and color, as well as the presence of oil, grease and floating solids. The overall results of this long-term monitoring initiative show the tremendous improvement in harbor water quality that has occurred over the last four decades.

Cabrillo Beach Water Quality Improvements. The Port is one of the few industrial ports in the world that also has a swimming beach. Inner Cabrillo Beach provides still water for families with small children. However, in recent years, upland runoff has resulted in high levels of bacteria in shoreline waters. The Port has invested hundreds of thousands of dollars in water circulation/quality models and studies to investigate the problem. Recently, the Port repaired storm drains and sewer lines in this area as part of its commitment to make sure that Cabrillo Beach continues to be an important regional recreational asset.

Endangered Species

• California Least Tern Site Management. The endangered California least tern (a species of bird) shares a home with the Port' largest container terminal on Pier 400. The Port maintains, monitors, and protects 15 acres on Pier 400 for the nesting of these indigenous birds. Reproductive success is evident with the number of nesting pairs and fledglings increasing yearly. For the last few years, the Port has had the second largest colony in the state, with more than 1,000 nests.

Port Planning

- **Green Terminal Program.** The Port is developing a Green Terminal program that would be applied to the long-term development of Port container facilities. The program would embrace all aspects of terminal construction and operation, and include guidance on a suite of environmental measures to minimize the effects of cargo handling on air, water and land resources.
- **Channel Deepening.** By deepening the main and ancillary channels, the Port can accommodate larger ships. Larger ships mean fewer ship visits to bring in the same amount of goods, and fewer ships mean fewer emissions.
- **Green Ports Program.** The Ports of Los Angeles and Shanghai have signed an historic agreement to share technology aimed at improving air quality, improving water quality, and mitigating environmental impacts on the operations of the Ports.
- Recycling. The Port incorporates a variety of innovative environmental ideas into its construction projects. For example, when building an on-dock rail facility, the Port saved nearly \$1 million and thousands of cubic yards of landfill space by recycling existing asphalt pavement instead of purchasing new pavement. The Port also maintains an annual contract to crush and recycle broken concrete and asphalt. In addition, the Port has successfully used recycled plastic products, such as fender piles and protective front-row piles, in many wharf construction projects.

1.6.3 Port of Los Angeles Leasing Policy

On February 1, 2006, the Board approved a comprehensive Leasing Policy for the Port of Los Angeles that not only establishes a formalized, transparent process for tenant selection, but also includes environmental requirements as a provision in Port leases.

Specific emission-reducing provisions contained in the Leasing Policy are:

- Compliance with vessel speed reduction programs
- Use of clean Alternative Maritime Power ("AMP" or cold-ironing technology), plugging into shore-side electric power while at dock, where appropriate;
- Low sulfur fuel use in main and auxiliary engines while sailing within the boundaries of the South Coast Air Basin;
- Use of alternative fuel in all new yard tractors; and
- Clean, "low emission" truck and locomotive use within terminal facilities.

1.6.4 Aesthetic Mitigation Projects

For years 2003 through 2007, the Port is depositing \$4 million per year into a community aesthetic mitigation account to mitigate the aesthetic impacts of Port operations on the neighboring communities of San Pedro and Wilmington. All projects funded under this program shall comply with all applicable laws, rules, and regulations; be Port-related projects on Port land; or be projects not on Port land that have a demonstrable nexus or connection to the environmental, aesthetic, and/or public health impacts of the Port's operations and facilities. Proposed Projects to receive funding shall fall within the following categories, and shall be prioritized as follows:

- Open space and parks,
- Landscaping and beautification, or
- Educational, arts, and athletic facilities.

Proposed projects funded under this program shall be divided as evenly as possible between the San Pedro and Wilmington communities. Proposed projects must:

- Mitigate existing or future impacts of Port operations on surrounding communities,
- Be consistent with the State Tidelands Trust and the public trust doctrine,
- Be consistent with the Los Angeles City Charter, and
- Be consistent with the California Coastal Act, and consistent with any other applicable laws and regulations.

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1.6.5 **Port Community Advisory Committee**

The Port Community Advisory Committee (PCAC) was established in 2001 as a standing committee of the Port of Los Angeles Board of Harbor Commissioners (Board). The purposes of the PCAC are to:

- Assess the impacts of Port developments on the harbor area communities and recommend suitable mitigation measures to the Board for such impacts;
- Review past, present, and future environmental documents in an open public process and make recommendations to the Board to ensure that impacts to the communities are appropriately mitigated in accordance with federal and California law; and
- Provide a public forum and make recommendations to the Board to assist the Port in taking a leadership role in creating balanced communities in Wilmington, Harbor City, and San Pedro so that the quality of life is maintained and enhanced by the presence of the Port.

The role of the PCAC in Port environmental documents is described in Appendix C.

1.7 Availability of the Draft EIS/EIR

This Draft EIS/EIR for the proposed Project is being distributed directly to agencies, organizations, and interested groups and persons for comment during the 45-day formal review period in accordance with Section 15087 of the State CEQA Guidelines and 40 CFR Section 1506.10 of the CEQ NEPA Regulations. Five additional days are being added to the 45-day public review period to accommodate the July 4th Holiday. During the public review period, which begins on June 29, 2007 and ends on August 20, 2007, the Draft EIS/EIR is available for general public review at the following locations:

LAHD

Environmental Management Division 425 S. Palos Verdes Street San Pedro, CA 90731

> Los Angeles Public Library Central Branch 630 West 5th Street Los Angeles, CA 90071

> Los Angeles Public Library San Pedro Branch 921 South Gaffey Street San Pedro, CA 90731

Los Angeles Public Library Wilmington Branch 1300 North Avalon Boulevard Wilmington, CA 90744

1	Long Beach Public Library
2	Main Branch
3	101 Pacific Avenue
4	Long Beach, CA 90822
5	In addition to printed copies of the Draft EIS/EIR, electronic versions are also available.
6	Due to the size of the document, the electronic versions have been prepared as a series of
7	PDF files to facilitate downloading and printing. Members of the public can request a
8	CD containing the EIS/EIR. The Draft EIS/EIR is also available in its entirety on the
9	Port Web site at: www.portoflosangeles.org/environmental/publicnotice.htm
0	The Executive Summary has been translated into Spanish and is available to the public.
1	To request the Executive Summary in Spanish, or a copy of the CD mentioned above,
2	please call the LAHD Environmental Management Division at (310) 732-3675.
3	Interested parties may provide written comments on the Draft EIS/EIR, which must
4	be postmarked by August 20, 2007. Please address comments to:
5	Spencer D. MacNeil, D. Env.
6	Senior Project Manager
7	U.S. Army Corps of Engineers
8	2151 Alessandro Drive, Suite 110
9	Ventura, California 93001
20	and/or
21	Dr. Ralph Appy
22	Director of Environmental Management
23	Port of Los Angeles
24	425 South Palos Verdes Street
25	P.O. Box 151
26	San Pedro, CA 90733-0151

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