

1

**AGENDA OF THE SPECIAL MEETING OF THE
LOS ANGELES BOARD OF HARBOR COMMISSIONERS AND
THE LONG BEACH BOARD OF HARBOR COMMISSIONERS
MONDAY, MARCH 24, 2008, AT 9:00 A.M.
BANNING'S LANDING COMMUNITY CENTER
100 E. WATER STREET, WILMINGTON, CA**

LOS ANGELES BOARD OF HARBOR COMMISSIONERS

**President S. David Freeman
Vice-President Jerilyn López-Mendoza
Commissioner Kaylynn L. Kim
Commissioner Douglas P. Krause
Commissioner Joseph R. Radisich**

**A. OPENING STATEMENT – AN OPPORTUNITY FOR MEMBERS OF
THE PUBLIC TO ADDRESS THIS BOARD**

**PERSONS IN THE AUDIENCE MAY ADDRESS THIS BOARD IN
CONNECTION WITH ANY AGENDA ITEM OR DURING THE PUBLIC
COMMENT PERIOD.**

**AS PROVIDED BY THE BROWN ACT, THE BOARD HAS LIMITED
EACH INDIVIDUAL'S SPEAKING TIME TO THREE MINUTES.
ANYONE DESIRING TO SPEAK DURING THE PUBLIC COMMENT
PERIOD IS REQUESTED TO COMPLETE A SPEAKER CARD AND
SUBMIT IT TO THE COMMISSION SECRETARY, VIA THE
SERGEANT AT ARMS, PRIOR TO THE START OF THE MEETING.**

Commission actions, except actions which are subject to appeal or review by the Council pursuant to other provisions of the Charter, ordinance or other applicable law, are not final until the expiration of the next five meeting days of the City Council during which the Council has convened in regular session. If the Council asserts jurisdiction during this five meeting day period the Council has 21 calendar days thereafter in which to act on the matter.

Please note that this agenda is subject to revision in accordance with the Brown Act. In the event the agenda is revised prior to the meeting, Port staff will endeavor to post the revised agenda on the Port's web site (<http://www.portoflosangeles.org>). Updated agendas also will be available in hard copy at the meeting. Live Board meetings can also be heard at: (213) 621-City (Metro), (818) 904-9450 (Valley), (310) 471-City (Westside) and (310) 547-City (Harbor).

As a covered entity under Title II of the Americans with Disabilities Act, the City of Los Angeles does not discriminate on the basis of disability and, upon request, will provide reasonable accommodation to ensure equal access to its programs, services, and activities.

Sign language interpreters, assistive listening devices, and translation services may be provided. To ensure availability, 72-hour advance notice is required. Contact the Commission office at (310) 732-3444.

Interpretes de señas, sistemas auditivos y servicios de traducciones están disponibles. Para asegurar disponibilidad, se requiere solicitarlos con 72 horas de anticipación. Para hacer la solicitud, llame a la oficina de la Comisión al (310) 732-3444.

2

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B. COMMENTS FROM THE PUBLIC ON NON-AGENDA ITEMS

C. REPORT OF THE EXECUTIVE DIRECTOR

Environmental Management Division

1. Re: **CLEAN AIR ACTION PLAN – (1) VOLUNTARY VESSEL SPEED REDUCTION PROGRAM AND (2) MARINE FUEL INCENTIVE PROGRAM FOR OCEAN-GOING VESSEL MAIN ENGINE FUEL SWITCHING; PERMANENT ORDER AMENDING PORT OF LOS ANGELES TARIFF NO. 4, SECTION 20 – CLEAN AIR ACTION PLAN - GENERAL RULES AND REGULATIONS**

SUMMARY: The Ports of Los Angeles and Long Beach (Ports) have jointly developed a proposal for accelerated implementation of ocean-going vessel (OGV) emission reductions under the San Pedro Bay Ports Clean Air Action Plan (CAAP). OGV emissions represent forty-eight percent of the total emissions from Port operations, and this incentive program is expected to reduce overall OGV emissions by seventeen percent. The goal of this program is to meet or exceed the CAAP Main Engine Fuel Standards measure (OGV4) that requires $\leq 0.2\%$ sulfur fuel (distillate fuel) to be used during arrivals and departures from the Ports. Staff recommends an incentive program to provide accelerated, expanded and immediate emission reductions at distances between Port Fermin and 20 nautical miles (nm), in advance of anticipated lease renewal mandates.

Under the incentive program, operators will switch the main engine fuel in participating vessels to distillate fuel at a minimum of 20 nm from Point Fermin. For an OGV to qualify for the incentive, the vessel must pre-register with the Ports and comply with both the Port's Voluntary Vessel Speed Reduction (VSR) program and commit to use distillate fuel in auxiliary engines while at berth. Incentive payments

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3

1. (Continued)

will apply to main engine consumption only and will be 100% of the cost differential between heavy fuel oil and distillate fuel based upon an average cost per published rates; payment will be provided quarterly. Semi-annual status reports will be presented to the Board on program performance, emission reductions, and costs.

The marine fuel incentive has been extensively reviewed and discussed with industry stakeholders. The program implementation details will be refined and finalized immediately after Board approval. The incentive is expected to begin on July 1, 2008 and sunset June 30, 2009, or at any time prior, if international, federal, or state regulations meet or exceed the program standards. The Board may elect to re-authorize the tariff upon expiration.

Recommendation: Board resolve that (1) an Order amending Section Twenty, Clean Air Action Plan – General Rules and Regulations, and adding items 2045, 2050 and 2055 to the Port of Los Angeles Tariff No. 4, be adopted; (2) the Board Secretary be directed to transmit to the City Council for approval the Order and Ordinance approving and authorizing the amendment to Tariff No. 4 pursuant to City Charter 653(a); and (3) the Board Secretary be authorized to execute the proposed permanent Board Order and Ordinance amending Tariff No. 4, and upon its publication, transmit the Order and Ordinance to the Chief Wharfinger for implementation of the tariff change and posting the amended Tariff No. 4 to the Port's website as regulated by the Federal Maritime Commission.

ADJOURNMENT