

# **Freight Investment Study Update**

**Joint Transportation Committee**

**January 10, 2008**

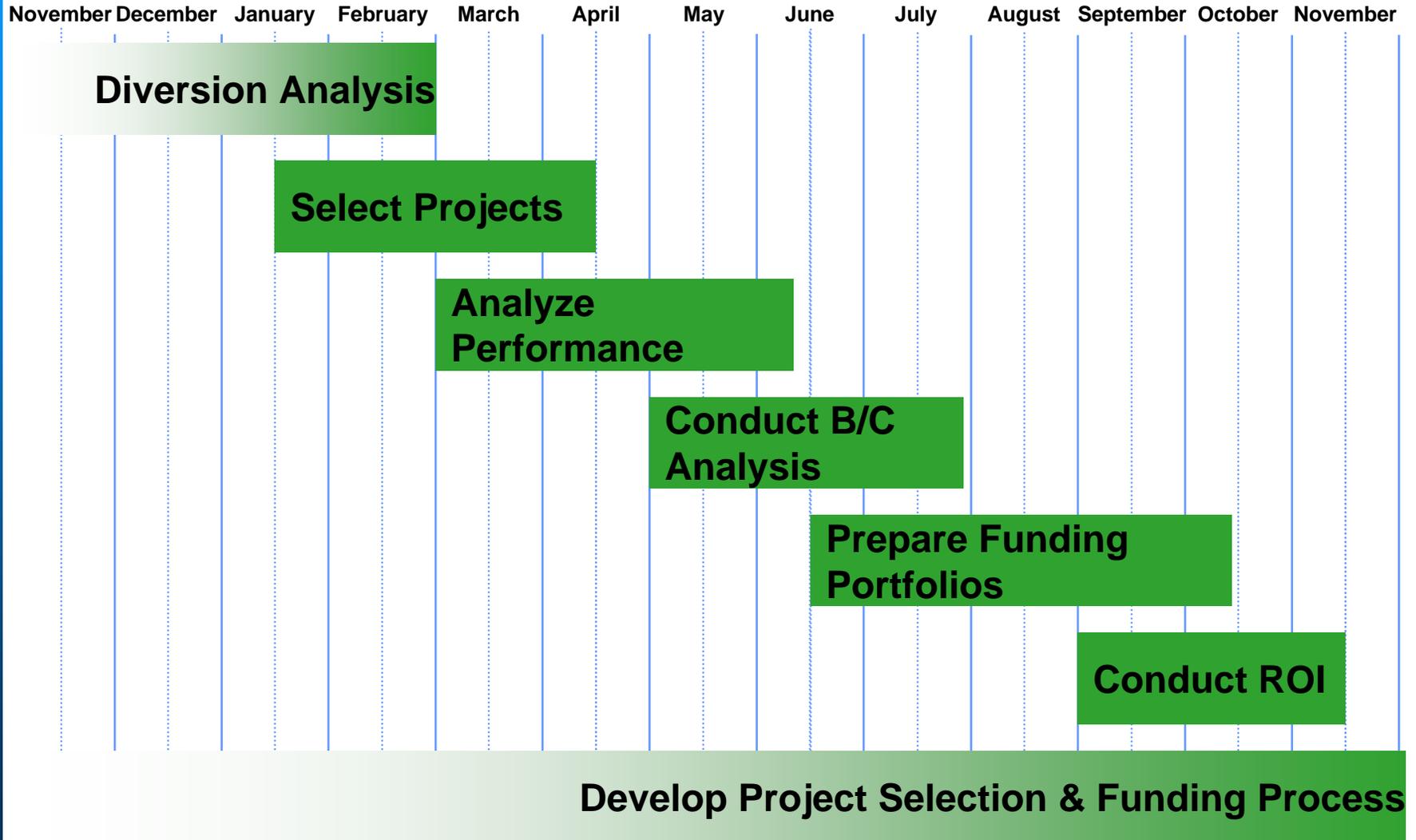
# Overview of the Study

## Review of Study Tasks

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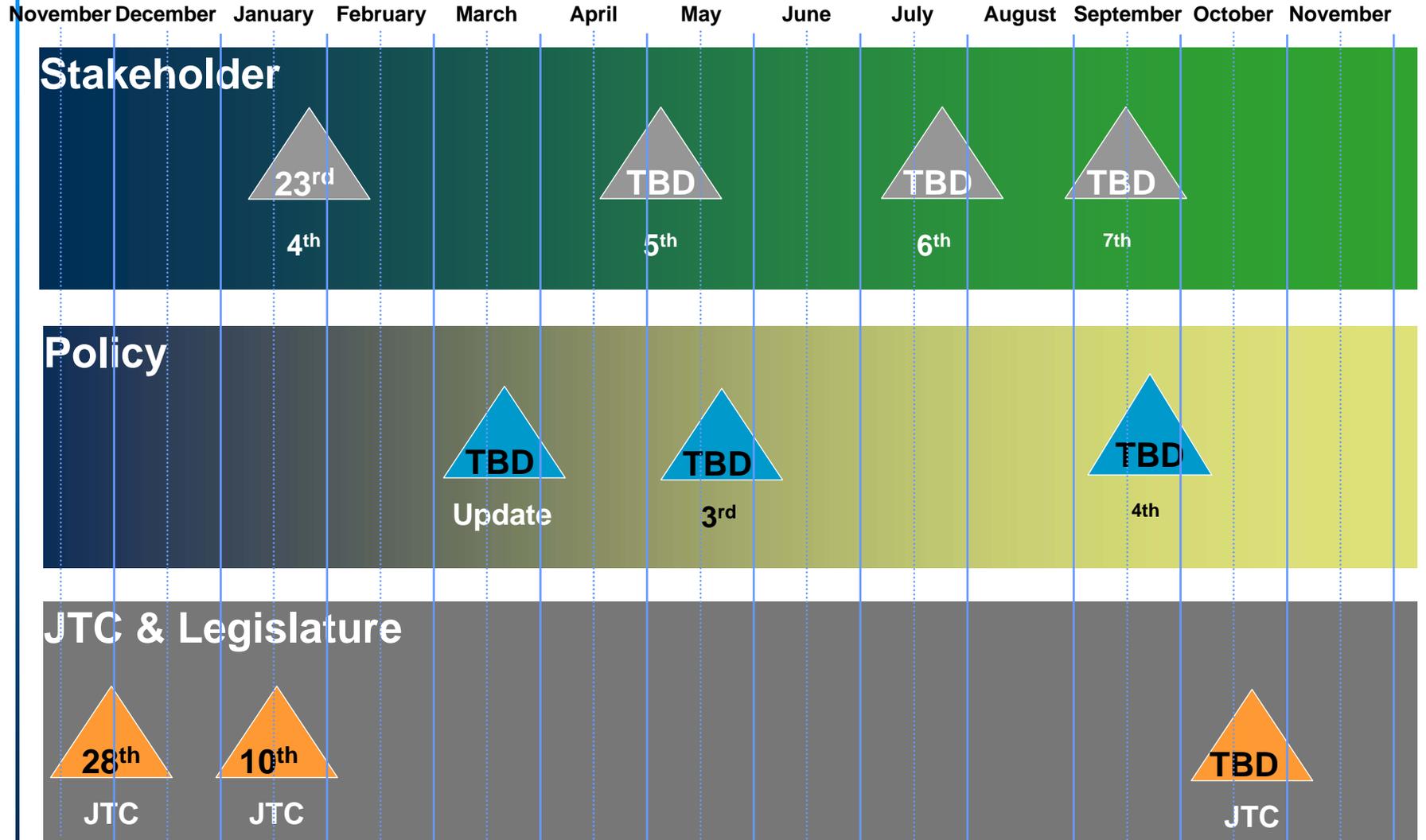
1. Evaluate Existing & Potential Funding Incentives
2. Analyze Current Industry Taxes & Fees
3. National & International Comparison of Freight Funding
4. Assess Non-Freight Funding Sources
5. Measure Economic Impact of Funding
6. Assess Diversion of Marine Cargo
7. Measure ROI of Freight Infrastructure (Return on Investment)
8. Examine Other Potential Project Specific Fees
9. Recommend a Project Recommendation Body
10. Supplemental Work Tasks
11. Stakeholder/Legislator Groups

# Revised Schedule Proposed Worksteps



# Revised Outreach Schedule

## Schedule of Stakeholder & Policy Group Meetings



# **Diversion Analysis Stakeholder Meeting on January 23<sup>rd</sup>**

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- **Prior to Stakeholder Meeting on January 23<sup>rd</sup>**
  - **Draft results of analysis provided to BST Associates, legislative staff and consultant team**
  - **Leachman analysis, BST review, & consultant review provided to stakeholders**
- **At Stakeholder Meeting on January 23<sup>rd</sup>**
  - **Presentation by Rob Leachman of his analysis**
  - **Presentation by Paul Sorenson of BST of his review**
  - **Discussion of results by stakeholders**
- **Subsequent to meeting Cambridge Systematics will prepare a synopsis**

# **New Container Fees at LA & Long Beach Ports Clean Truck Conversion**

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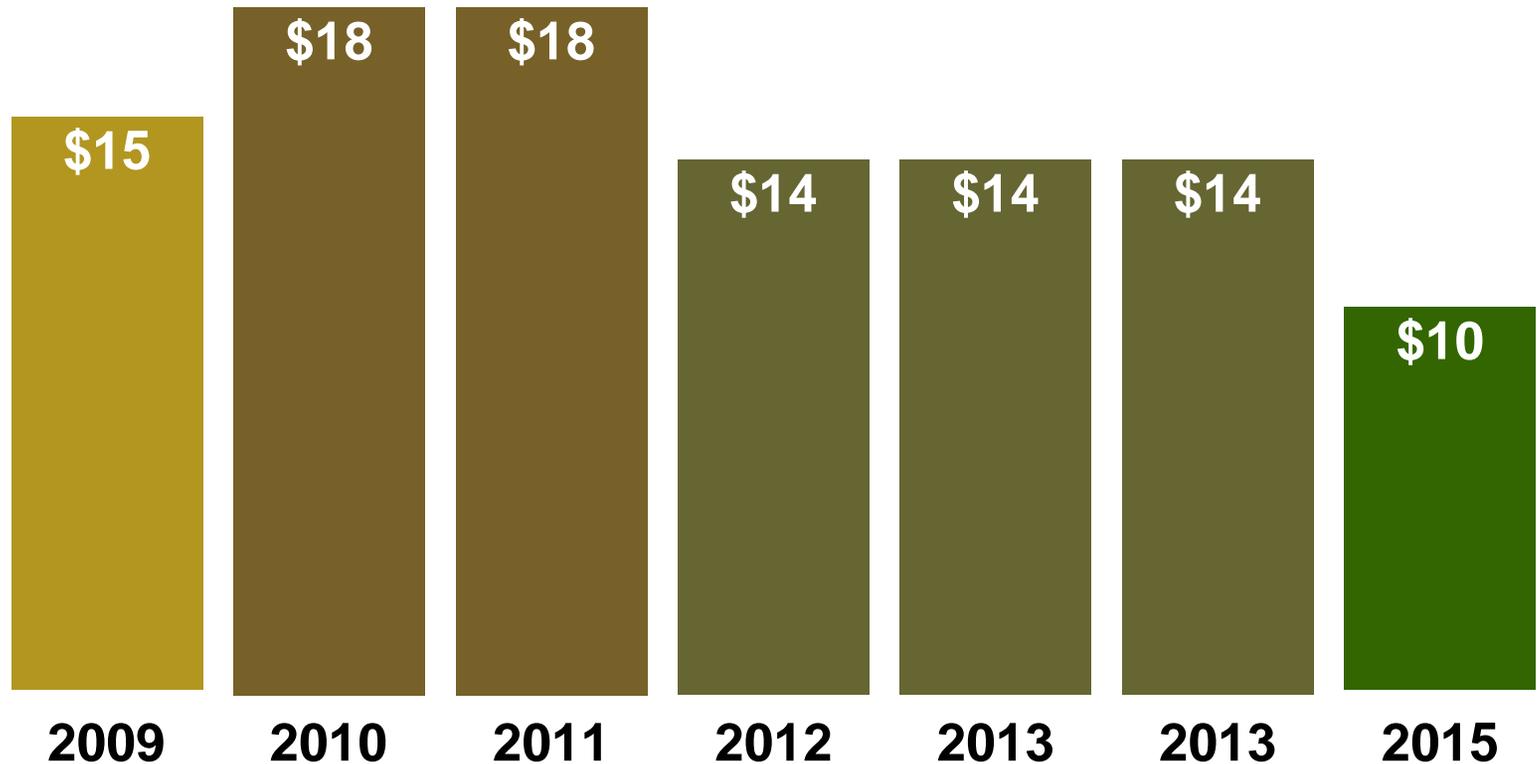
- **Adopted December 2007, fee begins June, 2008**
- **\$35 per loaded TEU for imports and exports**
- **On-dock rail containers (ship to rail) are exempt**
- **Expected to generate around \$1.6 billion over 5 years**
- **Replace or upgrade nearly 17,000 older-model trucks with cleaner-burning ones**
  - **All trucks to meet 2007 diesel truck emission standards by 2012**

# **Proposed Container Fees at LA & Long Beach Ports--Local Freight Infrastructure**

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- **Fee per loaded import and export containers**
  - **Proposed \$15/teu starting fee**
  - **Will range from \$10 to \$18 over 7 years**
  - **Fee assessed to cargo owners**
- **Fees tied to specific projects, then sunset**
  - **Highway and railroad projects**
  - **Generates \$1.4 billion**
  - **Project costs total about \$3.0 billion**
- **All projects are located within the harbor area but outside the terminals**

# Proposed Container Fees at LA & Long Beach Ports--Local Freight Infrastructure (Continued)



Fee amounts are calibrated to fund specific projects, may vary with project delivery dates, and then sunset