



A.J. Juneau Dock, LLC.

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MEMORANDUM

TO: CBJ City Manager
CBJ City Attorney
City and Borough of Juneau Assembly

FROM: AJ Dock Operating Committee

SUBJECT: FY10 and Future Marine Passenger Fee Proceeds and Port Development Fee Project List

DATE: 11/24/2009

The AJ dock has operated in the port of Juneau since 2004 and has accumulated some projects that may qualify for appropriations from Marine Passenger Fee or Port Development Fee proceeds collected from passengers/vessels using the port facility. The below is a brief summary of these projects and some of the benefits to both the community and the passengers at the AJ dock.

BACKGROUND

To date the AJ dock in the port of Juneau has not received any proceeds from the Marine Passenger (MPF) or Port Development Fee (PDF). The PDF has been collected in varying amounts but has been \$3.00/pax the last several years. Below are the totals collected to date from the 1,554,156 AJ Dock passengers:

Total PDF: **\$3,420,290.20** Total MPF: **\$7,770,780**
Total of all head tax revenue to CBJ from AJD to date: **\$11,191,070**

The AJ dock has identified capital improvement and maintenance/security projects that qualify for funding from these fees and are in keeping with similar CBJ expenditures and the federal legal requirements for use of these funds. This request is within the contribution of the passengers using this facility and will benefit both the cruise industry, users of the facility and the community of Juneau. The projects have been summarized below by Immediate Funding Requests and Future Projects.

Thank you for considering appropriations to fund these projects.

AJ Juneau Dock LLC

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IMMEDIATE FUNDING REQUESTS

Dock Barge Maintenance

This project is nearing completion and is a reimbursement of major dock maintenance to the AJ dock bridge and 2 dock barges which should be complete by the start of the 2010 season. Many of the maintenance improvements will last the life of the dock.

\$600,000

Restroom Cleaning and Landscaping Enhancement/Maintenance

In keeping with city requests at similar facilities the AJ dock requests assistance with some of the cleaning costs of the AJ dock restrooms which are open for public use and landscaping enhancement and maintenance.

\$20,000

Federal Security Grant Match

The AJ dock has been awarded a matching DHS Port Security Grant Program grant for security improvements which will benefit the port and city of Juneau as well as passengers at all facilities. The items include a heavy duty truck which will be used for secure deliveries to cruise and other vessels, a portable bomb detection device and a portable security screening building.

\$62,884

Bear Proof Trash Cans

These trash cans are the same model currently used by the city as well as on the city docks and are compliant with CBJ trash receptacle ordinance requirements.

\$9,200

FUTURE FUNDING PROJECTS

Grey Water Line

This project has been explored with the city public works department and has been reviewed with some engineering work and MOU yet to be finalized. Construction is to begin at the end of the 2010 cruise ship season with completion prior to the 2011 season. This will provide gray water discharge ability at the AJ dock when the downtown sewer treatment plant is able to accept additional waste. This is a valuable service to the cruise industry and also benefits the community by providing increased revenues to the city sewer department. This estimate includes the cost of construction and a portion of the engineering, utility easement, permits and design expenses. The estimate does not include operational expenses.

\$282,200

Cathodic Protection

This project is critical to the longevity of the steel infrastructure of the facility and will include the installation of appropriately engineered zinc cathodic protection.

\$220,000

Security Gates

The AJ dock has 4 road egresses and when the facility is not in use portable barriers are currently placed at these locations to enhance port security and deter vandalism. This project will construct swinging gates similar to those at AML's facility or may be the bollard style at the city docks.

\$ 48,000

Security Screening Terminal

This project is a multi-year project in which public and federal grant funds would be requested to cover the cost to construct this facility. The location is adjacent to the AJ dock where utilities and a footprint for construction have already been established. The terminal will house a port operations center, a regional response command center and security equipment for the port area in a central and secure location. In this facility will also be x-ray machines and walk-thru detectors to screen persons embarking a cruise ship and can also be used to pre-screen all cargo prior to entry at any cruise port facility in Juneau.

\$ 2,000,000

Cruise Ship Electrical Connection

This project would be similar to that of the South Franklin Dock and is of great benefit to the ships and especially the community of Juneau. This is possible in the near future given the projected increased electrical supply from Lake Dorothy hydro project coming on-line soon.

\$3,000,000