Transportation and Port Environmental Impacts



Lee Kindberg Director, Environment



Ocean shipping is the most energy-efficient mode of transportation

90% of all goods transported globally are carried by ship

Maersk Line

- >470 container vessels
- Moves ~1.8 million containers/yr.
- Consumes over 10 M tonnes of heavy fuel oil annually





Vessels travel the world on routes that take weeks or months.

Multiple vessels are scheduled on each route to provide regular (weekly) service.



Transpacific 6 (TP6) - Eastbound

PORT	ARRIVES	DEPARTS	TRANSIT
Tanjung Pelepas, Malaysia	MON 1900	WED 0300	
Yantian, Mainland China	FRI 2100	SAT 2200	2
Hong Kong, Mainland China	SUN 0400	MON 0400	4
Los Angeles, CA, USA	FRI 1800	TUE 0200	16

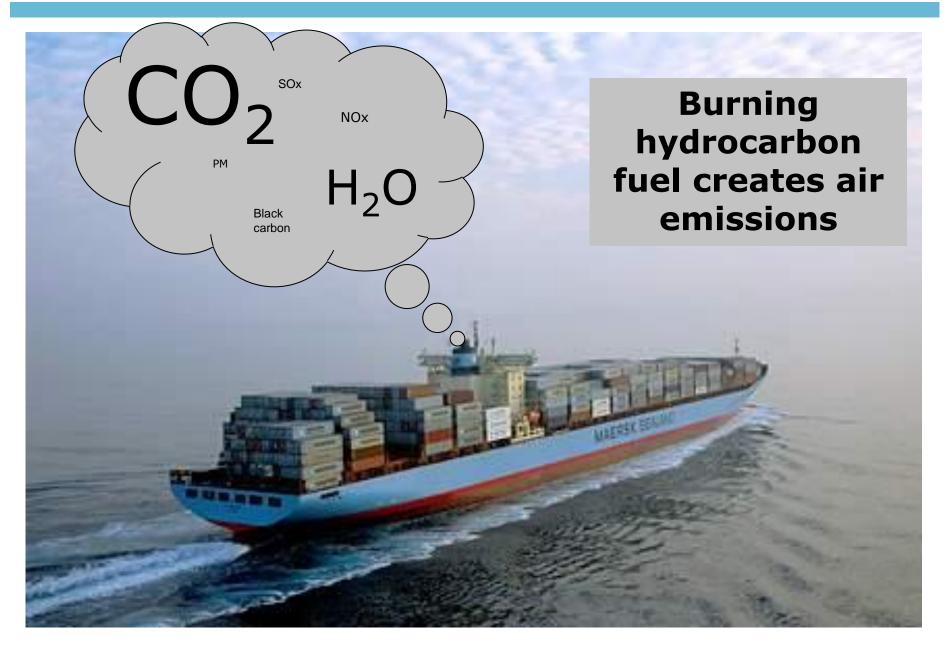
Note: Weekly Service

Yokohama Nagoya • • Shanghai Ningbo Xiamen Yantian • Hong Kong • Los Angeles Tanjung Pelepas

Transpacific 6 (TP6) - Westbound

PORT	ARRIVES	DEPARTS	TRANSIT
Los Angeles, CA, USA	FRI 1800	MON 1700	
Yokohama, Japan	THU 0100	THU 1600	17
Nagoya, Japan	FRI 0800	FRI 1800	18
Shanghai (YS), Mainland China	SUN 1700	MON 0700	20
Ningbo, Mainland China	MON 1900	TUE 0600	21
Xiamen, Mainland China	WED 1300	THU 0001	23
Hong Kong, Mainland China	THU 2000	FRI 0700	24
Yantian, Mainland China	FRI 1200	SAT 0200	25
Tanjung Pelepas, Malaysia	MON 2100	WED 0400	28

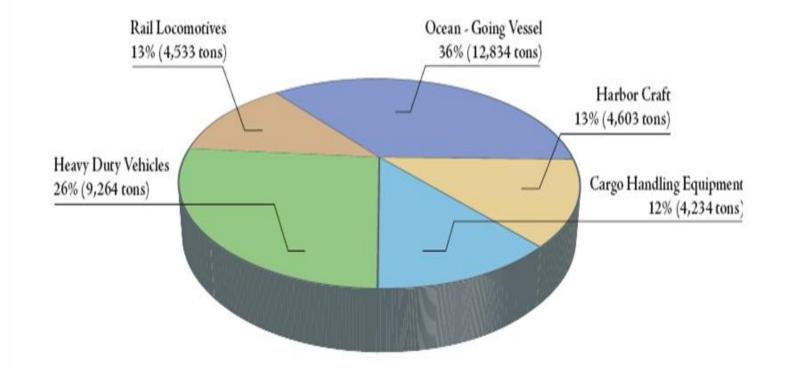






Port area emissions sources





Source: San Pedro Ports Clean Air Action Plan



Ports must coexist with other water-front activities





"Green field" opportunities are rare in US ports

Dedicated highway exits Automated gates Electrified cargo handling equipment On-dock rail Buffers





Transportation does have a significant impact on the environment, but...



We are actually doing something about it.

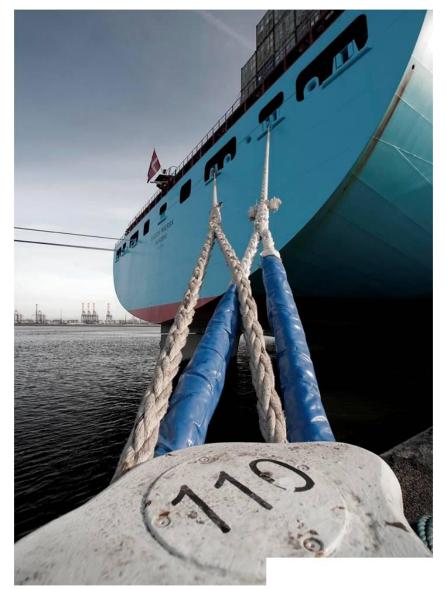






Maersk Line environmental initiatives

- 25% reduction in relativeCO2 emissions (2007-2020)
- Drive our own and industry SOx emissions to zero
- Drive negative impacts on the marine environment to zero





Cleaner fuel significantly reduces air emissions

Maersk Line fuel switch initiative started in 2006 in California

Over 1800 port calls
Reduced over 3000 tons of air emissions in port areas
>SOx - 95%
>PM - 85%
>NOx - 6-12%

≻Houston -- Aug. 2010-2012 funded by EPA DERA grant

≻Hong Kong in Sept. 2010.

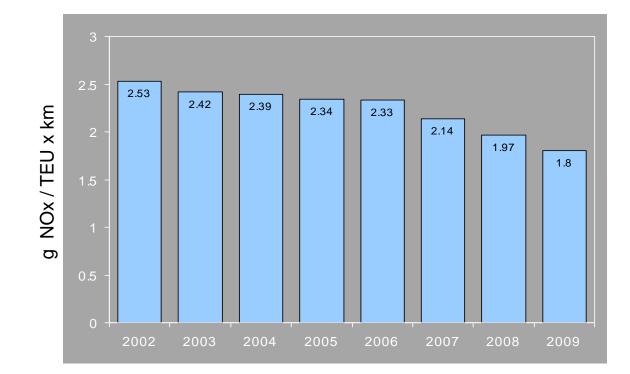




Vessels are using fuel more efficiently, so are reducing emissions

Due to

- Technologies
- Operations
- Speeds
- Vessel size



- •NOx emissions are down 21% per container
- •Reduced over two million tonnes CO₂
- •Reduction target for 2020 is 25% below 2007 levels





Industry is making efforts to measure and reduce environmental impacts

Clean Cargo Working Group is a business-to-business forum with the goal "to promote more sustainable product transportation."

- Standardized footprint calculation tools
- Annual survey of carrier environmental performance
- emissions factors by trade lane.





www.bsr.org

Take home messages

- 1. Major shippers and carriers are international
- 2. Rules need to be clear and consistent
- 3. Focus on CO2 vs. "criteria pollutants"
- 4. Public private partnerships and voluntary programs can and do work



Best practices for ports

Vessels

- Low sulfur fuel in port
- >At-berth technologies
- Fuel efficiency

Marine Terminals

- >On-dock rail
- Cargo handling equipment
- Automated gates

Equipment

- Energy efficient reefers
- Neutral chassis model or chassis pool

Port Authority

- Be a focal point for transportation planning
- Engage both community and industry in developing strategies
- Structure contracts and costs to encourage environmentally responsible actions

Government

- Align regulatory structures with international (IMO) and national
- Engage the industry in planning and implementation



Thank you

