# **Marine Shipping Initiatives**

#### Board of Directors Santa Barbara County Air Pollution Control District

Dave Van Mullem Director / APCO August 16, 2012



www.OurAir.org



Inspiration Pt, Anacapa Island

## **Ship Speed Reduction Initiative**

- Proposal: Create a monetary based incentive program to reduce ship speed within Santa Barbara Channel (and CA Coastal waters)
- Multiple benefits achieved
  - GHG emissions reduced by up to 50%
    - Reduction of up to 340,000 tons of GHG/yr in SB County
  - NOx emissions reduced by up to 56%
    - Reduction of up to 9,000 tons of NOx/yr in SB County
  - Reduced lethality of whale strikes (broadens stakeholder involvement)
- \$ Generated through CARB Cap-and-Trade program used to create incentive to reduce speeds
  - Must fit within Legislative framework
  - Merit based decision per GHG reduction benefits
  - Competition will be strong



## **Recent District Actions**

- Meetings w/ Port of LA and Long Beach (Nov 2011)
- District hosted meeting with Maersk Shipping (Feb 2012)
- APCO presentation to District Board (Mar 2012)
  - Emphasized need to build partnerships and pursue vessel speed reduction gaining both NOx and GHG benefits
- NOAA Meeting at Marine Exchange on whale protection and speed reduction (May 2012)
- District presentation to Channel Islands Marine Sanctuary Advisory Council (May 2012)
- District hosted meeting with whale researcher and multiple stakeholders (Aug 2012)
- Ongoing meetings/discussions: Ports, NOAA, Sanctuary, Marine Exchange, Maersk, most recently with UCSB Bren School



### Pending Legislation Revenue Use

- SB1572: fast-track, specific projects, immediate implementation in first year
  - Current budgetary pressures make it necessary and appropriate
- AB1532: general priorities after first year
  - Possible fit for our proposed initiative
  - Creates a GHG Reduction Account



### **GHG Reduction Account**

- CARB hearing for comments on how to use Cap-and-Trade revenues (May 24, 2012)
- District submitted letter proposing vessel speed reduction incentive (June 8, 2012)
  - NOAA and three other entities submitted letters supporting concept
  - Comment period closed (June 22, 2012)
- First Cap-and-Trade auction set for November 14, 2012; quarterly auctions afterwards
- Revenues expected: ~ \$billions per year



#### **Proposed Next Steps**

- Continue to track legislative developments
- Closely monitor CARB's program development
- Work with partners to further develop our proposal
  - Including working with NOAA, Bren School, shipping industry, others
- Invite Board feedback, approval, direction, and participation



#### **Questions?**



Photo of blue whale in Santa Barbara Channel by John Calambokidis, Cascadia Research

