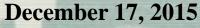
# AAPA Harbors and Navigation Committee — Quality Partnership Initiative - Webinar

#### **Vessel Operating Costs – Cruise Vessels**

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US Army Corps of Engineers
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#### **DDNPCX**

- Mission:
  - ► ALL ECONOMIC PRODUCTION
    - Accomplished with in-house staff and virtual team members
    - DDNPCX is ultimately responsible
  - ► Review Plans Reviews and endorses
  - ▶ Peer Review (ATR, IEPR)
- Get the DDNPCX involved early



## **Vessel Operating Costs**

- Developed by USACE Institute for Water Resources (IWR)
- Published in Economic Guidance Memorandum (EGM) 15-04, Deep Draft Vessel Operating Costs – 28 September 2015
  - Expanded this FY to include cruise vessel classes
  - ► VOCs for cruise vessels were previously developed using the General Cargo class



# Cruise Vessels - VOC Cost Components

- Cruise Ship Vessel Types
  - ▶ International
  - **► US**
- General Vessel Specifications used to determine which cost to use
  - ► Average Passenger Numbers (Capacity)
  - **▶** DWT
  - ▶ Vessel Dimensions
  - ▶ Immersion Rate
  - ► Bunkerage Consumption (At Sea vs. In Port)
  - ► Etc.



#### Cruise Vessels - VOCs

- Cost Components
  - ► Hull Asset Capital Costs (Fixed)
  - ► Operating Costs (Variable)
  - ►Intensity of Employment
  - ► Average Daily/Hourly Bunkerage Costs (Variable)



#### Cruise Vessels - VOCs

- Cost Components (continued)
  - ► Applied Bunkerage Cost(s) and Scrap/Breakage Value
    - Heavy Viscosity Oil Price (default)
    - Intermediate Fuel Oil Price
    - Marine Diesel Oil Price
    - Liquefied Natural Gas Price
    - Methanol Price
    - Scrap Price



## **Analysis**

- Channel Modification
  - ► Harbor Deepening
    - Historically has not attracted new cruise traffic
    - Can result in less harbor congestion due to reduction in number of vessels interacting with the cruise fleet

      - No Meeting (Passing/Overtaking)



### **Analysis**

#### Channel Modification

- ▶ Widening
  - Reduces harbor congestion due to change in operations (passing/overtaking)
    - > Combined Beam Width
  - Tug Assist? Specific characteristics of cruise vessels
- ► Anchorage/Turning Basins
  - Design Vessel???



# Questions?

