AAPA COMMISSIONERS SEMINAR
Palm Beach, Florida

“Update On Key Issues Impacting Ports”

Kurt Nagle, President & CEO
June 20, 2007
Balancing Projected Trade Growth With Other Challenges

The overarching question:

How do we handle projected trade growth given the range of challenges facing ports today?
What’s Happening...

Freight Transportation Infrastructure
- “Inside the Gate”
- Landside Connections
- Waterside Infrastructure

Port Security

Environmental Issues
Freight Transportation Infrastructure

“Inside the Gate”

- Getting more through existing capacity
- Port expansion & development
- Capital funding
Freight Transportation Infrastructure

Landside Connections

Intermodal Connectors

- Road/highway improvements
- Rail connections
Freight Transportation Infrastructure

Waterside Infrastructure

Navigation Channels
- Deepening
- Maintenance

Short Sea Shipping
Port Security

Port Security Grants

Port Security Grant Funding
Rounds 1-7 (FY2002-2007)

SAFE Port Act Authorization Level

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Supplemental</th>
<th>Regularly Appropriated</th>
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<tr>
<td>FY’02</td>
<td>$93</td>
<td>$105</td>
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<tr>
<td>FY’03</td>
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<td>$20</td>
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<td>FY’04</td>
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<td>FY’05</td>
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Legend: Yellow = Supplemental  Orange = Regularly Appropriated
Port Security

TWIC Program
Port Security

Cargo Security

100% Density Scanning

and/or

100% Radiation Scanning
Environmental Issues

- Invasive Species
- Air Quality
- Sustainability Task Force
Initiatives to Help Meet the Challenge
Among Ports

- June 6 “Freight Summit”
- SHARE Initiative
- EMS/SMS Project
- Port Professional Technical Assistance Program
Initiatives to Help Meet the Challenge

Freight Stakeholders