# PORT OF NOME ALASKA'S ARCTIC PORT

DRIVING REGIONAL EMPLOYMENT EXPANDING ALASKA'S ECONOMY SUPPORTING MATIONAL SECURITY

> Senate Transportation Committee Alaska State Senate 25 April 2023

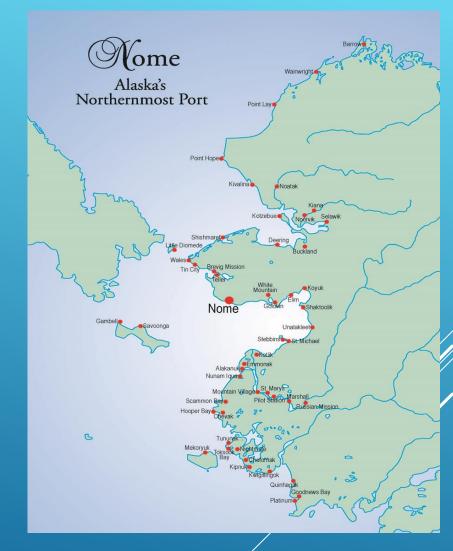






## **REGIONAL TRANSSHIPMENT HUB**

- Serving over 60 communities (Platinum to Barrow)
  - Maritime Hub Services
    - Community resupply (fuel, vehicles, equipment, buildings, appliances, groceries)
    - Commercial & Subsistence fisheries
    - ► Construction project equipment/materials
    - ► Environmental/Oil Spill Response
    - ► Resource Development
    - ► Search and Rescue
    - ► Scientific research
    - ►Industrial support
    - ►Tourism

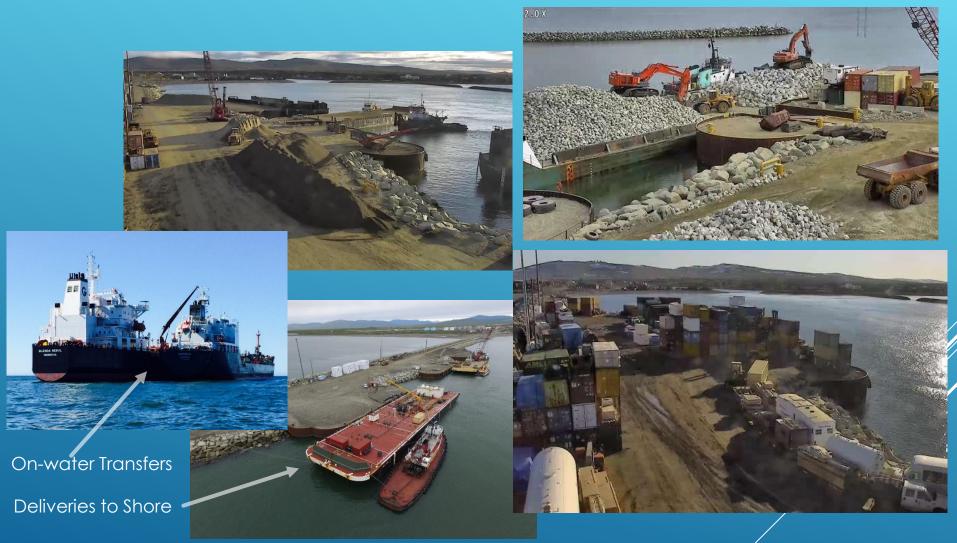


#### Beyond the Breakwater 2022

Tug/Towing Tanker Passenger/Pleasure Cargo Fishing Military/Law Enforcement Research Dredging



## COMMODITY MOVEMENT



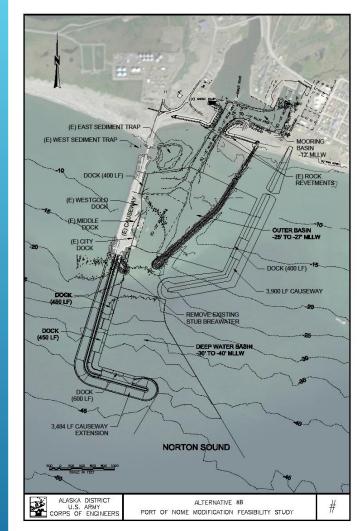
## SHIP RESUPPLY/CREW CHANGE



### ARCTIC DEEP DRAFT PORT MODIFICATIONS

#### **PROJECT PURPOSE AND OBJECTIVES**

- Only deep-water port in the U.S. Arctic.
- · Serves as critical link for regional communities to rest of Alaska.
- Existing port facilities in the region are overcrowded, with insufficient draft to accommodate larger, deep-draft vessel traffic.
- Purpose of this project is to provide safe, reliable, and efficient maritime transportation for movement of commerce, national security, and tourism at the Port of Nome.
- Proposed project objectives:
  - Search and Rescue, Oil Spill Response, Resource Exploration
  - Reducing draft limitations for more efficient vessels.
  - Increasing dock space for safety & to avoid delays.
  - Widen navigable space for more efficient vessel maneuvering.





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## PORT OF NOME



• Dredging

ALASI

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ENGINEERS, INC.

- Docks
- Roads
- Bridges
- Dolphin

Fuel Power Water

Lighting

<mark>\$</mark>



January 2022



#### ALASKA'S ARCTIC DEEP DRAFT PORT AT NOME

## NATIONAL SECURITY/MARINER SAFETY

- National Security
  - Strengthen U.S. presence by expanding Arctic Ports to stage strategic assets
  - Establish year-round Arctic facilities to drive further infrastructure development
- Life Safety
  - Enable Coast Guard to operate more efficiently in Arctic with base support
  - Increase response capacity to meet nearly double the demand in activity
  - Expand on role as a port of refuge



## TARGETED BENEFITS OF ARCTIC DEEP-DRAFT PORT AT NOME

#### National Security & Life Safety

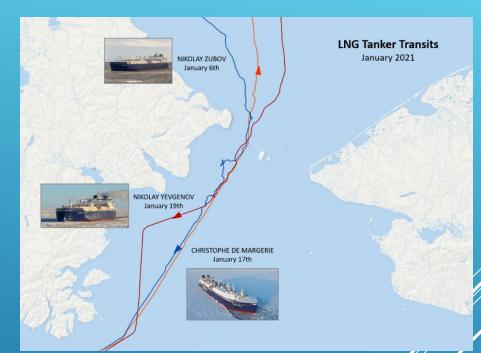
Strengthen U.S. presence in Arctic Critical refuel/resupply support for SAR

#### Environmental Safety

Regional staging for oil spill response assets Reducing need for offshore fuel transfers Economic/Cultural Sustainability Lowering regional transportation costs Bringing economic opportunity to the region Research & Resource Development

Enhanced mission support through hub services

#### Tourism & Recreation



Support increased ship calls (23 ships scheduled 2022) with more ice-hardened hulled vessels coming online

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## **PROJECT DESIGN AND CONSTRUCTION SCHEDULE**

	DESIGN		CONSTRUCTION				
PHASE	STARTS	100%	BIDS	AWARD	BEGINS	ENDS	
1	July 2021	May 2023	Aug 2023	Jan 2024	June 2024	Fall 2027	
City (NFS)		Sign PPA*	Provide Funds				
2	Nov 2022	TBD	TBD	TBD	Spring 2025*	Fall 2027**	
3	TBD	TBD	TBD	TBD	Spring 2026*	Fall 2028**	
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\*Project Partnering Agreement \*\*ESTIMATES ONLY

# ALASKA'S ARCTIC DEEP-DRAFT PORT AT NOME

# THANK YOU

JOHN HANDELAND - MAYOR DIRECTOR CITY OF NOME JOY BAKER - PORT

CITY OF NOME

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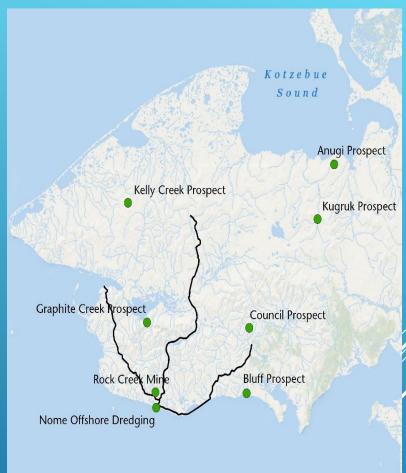
jbaker@nomealaska.org





## MINING & RESOURCE DEVELOPMENT

- Development of onshore mineral deposits
  - ▶ Gold, graphite, lead, zinc, and silver
  - Supplies/equipment mobe/demobe
  - Mineral export active & potential
- Active quarry stone mining at Cape Nome
  - Highest-grade quality basalt
  - Estimated production of .5 million tons since 1984
  - Quarry life expectancy = 100+ year estimate
- Project rock quarry at Cape Darby
- Offshore mining activity continues to grow



### ECONOMIC BENEFITS – DURING CONSTRUCTION

#### ACROSS 4-5 SUMMER SEASONS\*

- <u>Regional:</u>
  - Jobs: 818 Income: \$77.6M + \$100M secondary spending
- Statewide (below includes regional):
  - Jobs: 2,938 Income: \$207M + \$291M secondary spending
- National (below includes regional and statewide):
  - Jobs: 5,515 Income: \$365M + \$545M secondary spending

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\*Source: USACE Modifications Feasibility Study – Economics Appendix

### ECONOMIC BENEFITS – POST CONSTRUCTION

#### LONG TERM OPERATIONS AND MAINTENANCE\*

- <u>Regional:</u>
  - Jobs: 5 Income: 607K + \$802K secondary spending
- <u>Statewide (below includes regional):</u>
  - Jobs: 34 Income: \$2.4M + \$3.3M secondary spending
- National (below includes regional and statewide):
  - Jobs: 60 Income: \$4M + \$5.9M secondary spending

\*Source: USACE Modifications Feasibility Study – Economics Appendix

## PHASE 1 – FINAL DESIGN & CONSTRUCTION

					GNF	+10%
(In Millions)	75%	25%		100%	+LSF	GNF
		GNF		LSF		
	COE	NFS	TOTAL+	NFS	NFS Total	NFS
Phase 1	\$250	\$83	\$333	\$81	\$164	\$33
Final Design/Bid/LSF Inspect.	N/A	N/A	N/A	\$8.6	\$8.6	
Phase 2 – Design/Inspection	N/A	N/A	N/A	\$2.4	\$2.4	
NFS/CITY TOTAL		\$83		\$92	\$175	

GNF – General Navigation Features (cost-shared)

NFS – Non-Federal Sponsor (City)

LSF – Local Sponsor Facility (100% City)

+ Cost up front is 75%-25% with another 10% paid over time

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