# ASSOCIATION OF PACIFIC PORTS







### Port Infrastructure Development Process

APP 2024 Winter Conference, Turtle Bay, Hawaii











## Project Lifecycle

**Studies – What** 

**Planning – How** 

**Design – prelim and detailed design** 

**Construction – incl procurement** 

**Commissioning/Testing** 

**Operations** 

**Maintenance and Repair** 

**Closeout/Redevelopment** 

Market and Commercial/Cargo Study

**Need/Master Plan** 

Investigation (reconnaissance; feasibility)/Environmental Analysis

Concept Design/Preliminary Design Permits/Regulatory Compliance

Design – Port of Guam Port of Alaska

Value Engineering

**Construction – Port of Honolulu** 

Commissioning

Utilization

Optimization

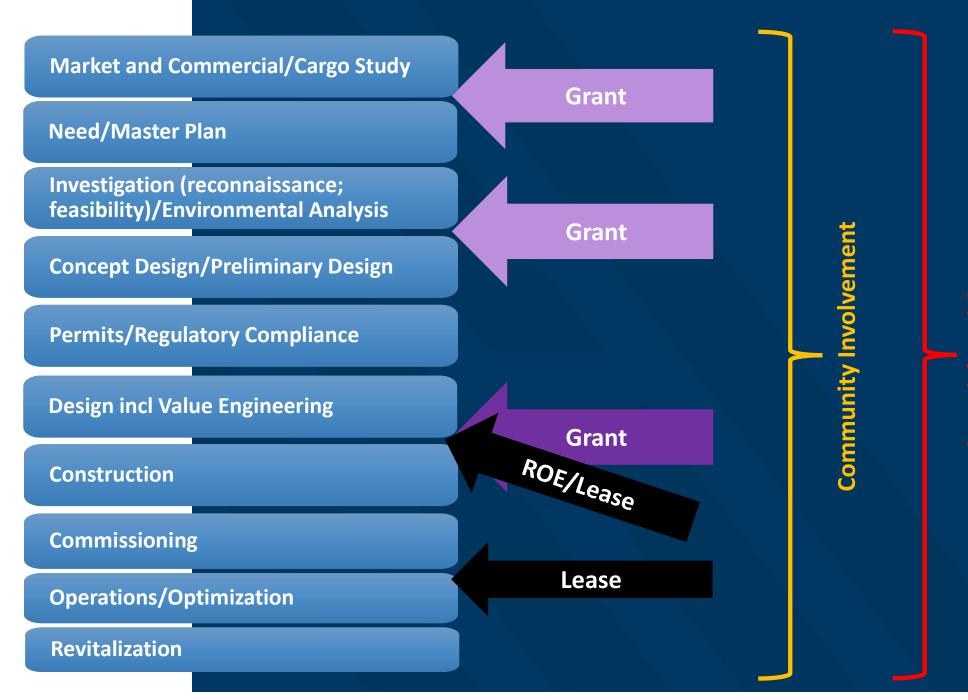
Revitalization

Involvement

Community



#### **Typical Process**





# Life-Cycle Explanation

- Market and Commercial/Cargo Study provides insights as to how the port may need to expand.
- Need/Master Plan provides a rigorous method of establishing specific port uses, projects, features, and tenants.
- Investigation/Environmental Analysis evaluates the feasibility of various plans, permit needs, impacts to the environment, identifies public perspectives of changes in the port, and parametric costs/budgets.
- Concept Design/Preliminary Design formulation of project features and refines budget.
- Permits/Regulatory Compliance initiates engagements with regulatory agencies and organizations; preparation of environmental impact documentation.
- Design completes engineering and design of project features; establishes construction timeline and phasing; further refines project costs; conduct VE.
- Construction installs the physical aspects of the project; finalizes remaining permits required during the construction period.
- Commissioning verifies all aspects of the project is functioning as intended.
- Operations/Optimization ongoing utilization of the project; initiates M&R.
- ≻ Revitalization extend asset service.



## Federal Grants Awareness

- Infrastructure Development Grant Applications Infrastructure grants have recently been increased or made available especially to the ports and maritime industry.
- Resiliency and Security Grants grants are being made available by a variety of agencies such as USDOT, USEPA, and FEMA for resiliency, security, and environmental protection (decarbonization, electrification, renewable energy/fuels).
- Benefit To Cost Analysis (BCA) typically grant awards are made based on greatest economic benefits, although, there are some setasides for emerging ports and harbor of refuges.
- Federal Laws federal funding requires compliance with all federal laws, statutes, regulations and policies, e.g., NEPA; Buy American Act; DEI; underserved communities; small business set asides; competitive solicitations; audits.
- Grant Agency Staff Grants such as IIJA and IRA have provided historic increases in grants for infrastructure development. The greater \$ and expansion to ports/maritime means greater number of grant applications. Federal agencies have not staffed up to meet these grant application and administration demands, therefore, expect long lead times for grants.
- Regulatory Requirements Historic grant funding availability has not reduced or streamlined regulatory requirements and still must be maintained.
- >Cost Share federal grants typically require a local cost share.



## Grants – Lessons Learned

- Early Preparations Infrastructure grants have recently been increased or made available especially to the ports and maritime industry. Some federal agencies may not be familiar with administering grants for ports and maritime.
- Thorough and Complete Applications and BCAs grants are being made by a variety of agencies such as USDOT, USEPA, and FEMA for resiliency, security, and environmental protection (carbon emission reduction, electrification, renewable energy/fuels). Some of these areas are relatively new and require the applicant to help the agency understand why federal grants are important tools for achieving these goals.
- Prioritize Projects shovel ready projects will generally be considered more favorably, although, some grants can be used for studies, plans, and design.
- Engage Granting Agency Regularly understand and be familiar with the agency grant process. Communicate with the agency grant manager regularly; stay on them as they are busy.
- Local Agency Sponsorship many granting agencies require that a local government agency sponsor the grant. This means that local agency requirements must also be complied with in the use of the grants (e.g., SEPA, small business goals, additional community involvement (burial council)).
- National Security national security, especially related to threats from China, North Korea, and terrorists, may help to justify obtaining federal grant assistance.



#### Mahalo!



Rory J. Respicio General Manager rjrespicio@portofguam.com



Dreanalee Kalili Deputy Director dreanalee.k.kalili@hawaii.gov



John Daley, P.E. PAMP Engineer Manager John.Daley@anchorageak.gov

BURNS MEDONNELL.

Derek J. Chow Pacific Rim Bus Dev Manager djchow@burnsmcd.com