



PORT
FREEDPORT IS
GROWING

Bigger, Deeper, Wider

Port Freeport Nationwide Annual Economic Impact

Total Jobs



2019 EIS*

279,780

Total Federal Tax Revenues



\$5.4 Billion

Total Economic Impact



\$149 Billion

* Texas A&M Transportation Institution (TTI) Study

Port Freeport Ranking

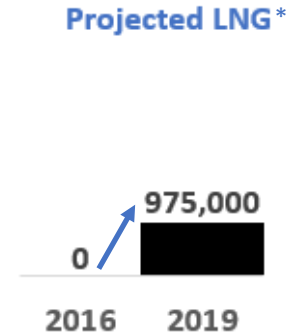
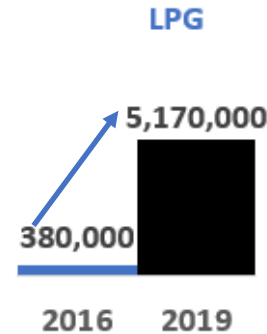
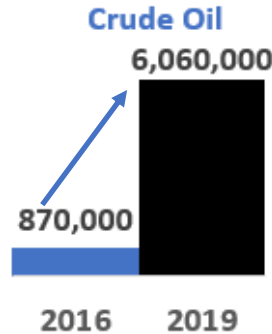
Top 10 Fastest Growing U.S. Ports for Exports (Forbes Magazine)

10th in Chemicals

19th in Total Tonnage

26th in Containers

Exports (In Short Tons)



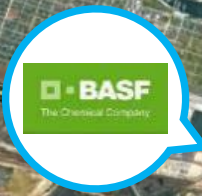
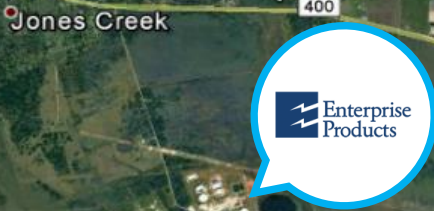
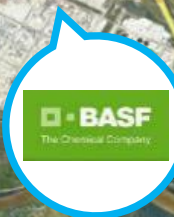
*Exported 1st cargo
September 3, 2019

Port Freeport: Vessels and Tonnage

- More than 1,030 vessels called Port Freeport in 2019
- Approximately 21 million tons of cargo transported annually
- Vessel calls forecasted to increase approximately >35% over next 3-4 years
- > 50% increase in tonnage forecasted



Robust Petrochemical Complex



Unprecedented Growth in Brazoria County

More than \$32 billion invested in new production facilities



Freeport Harbor Channel Improvement Project

Deepens the channel

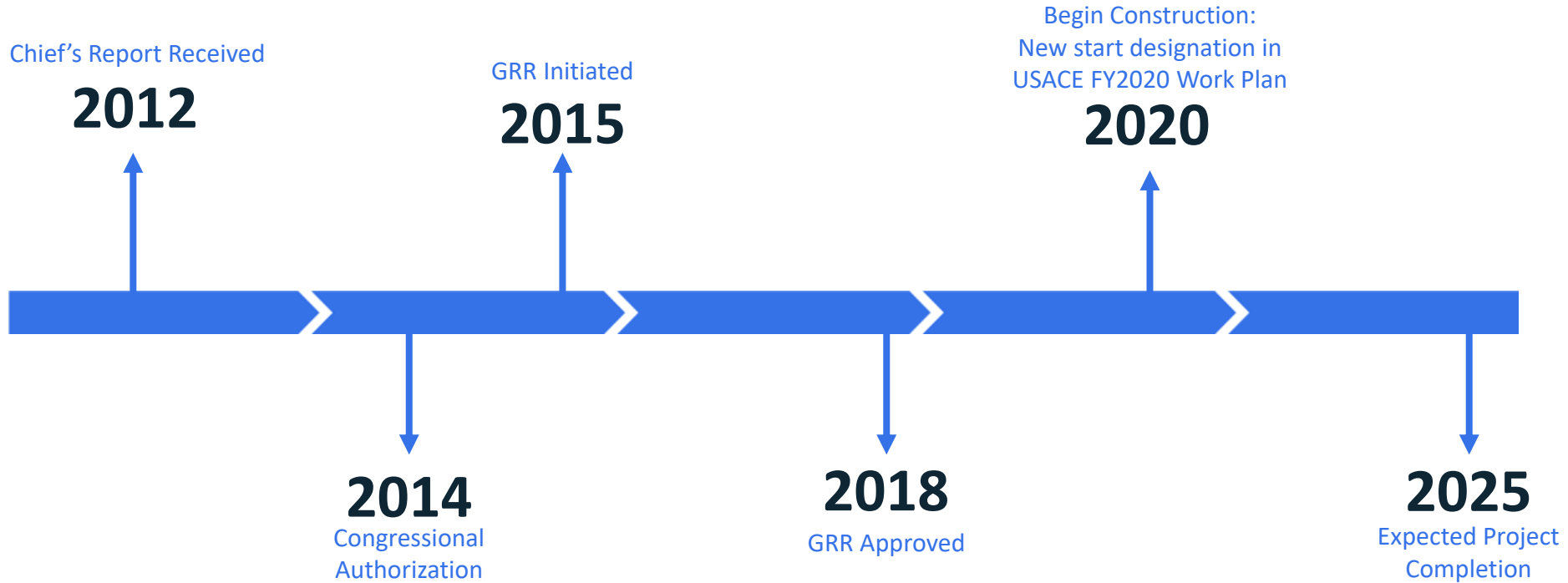
- Total Project Cost: \$295 million
- Current depth – 46 feet MLLW
- Project depth – 51 to 56 feet MLLW

Port Freeport will be the Deepest Port in Texas



		Project First Costs (includes construction, PED, construction management, etc.)	Construction Start Date
56'	Reach 1	\$177,386,000	FY 2022
56'			
51'	Reach 2	\$49,620,000	FY 2021
51'	Reach 3	\$29,460,000	FY 2020
26'	Reach 4	\$3,400,000	FY 2023
New	PA#8	\$12,264,000	FY 2020

FHCIP Timeline



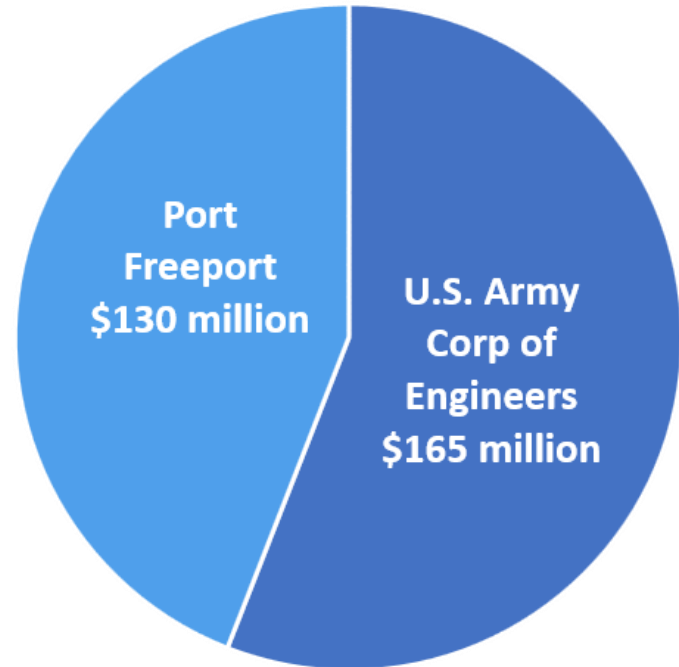
Freeport Harbor Channel Improvement Project

Federal cost-shared project authorized by Congress in 2014

USACE FY2020 Work Plan

- New start designation
- \$19 million federal funding

Total Cost to Construct
\$295 Million



Bond Package Approved by Voters May 2018

Port Freeport – Proposition A



FOR



AGAINST

“THE ISSUANCE OF \$130,000,000 OF BONDS FOR THE PURPOSE OF IMPROVING, CONSTRUCTING, OR DEVELOPING THE FREEPORT HARBOR CHANNEL IMPROVEMENT PROJECT, AND THE LEVYING OF THE TAX IN PAYMENT THEREOF”

\$35 million of the \$130 million
bond package issued in June 2019



Freeport Harbor Channel Improvement Project

Dredge Material Placement Area 1 South of State Highway 36 Levee Raise

- Executed 217A agreement with USACE
- Expected completion – March 2020
- \$4.2 million funded by Port



Freeport Harbor Channel Improvement Project

Start Constructing in 2020

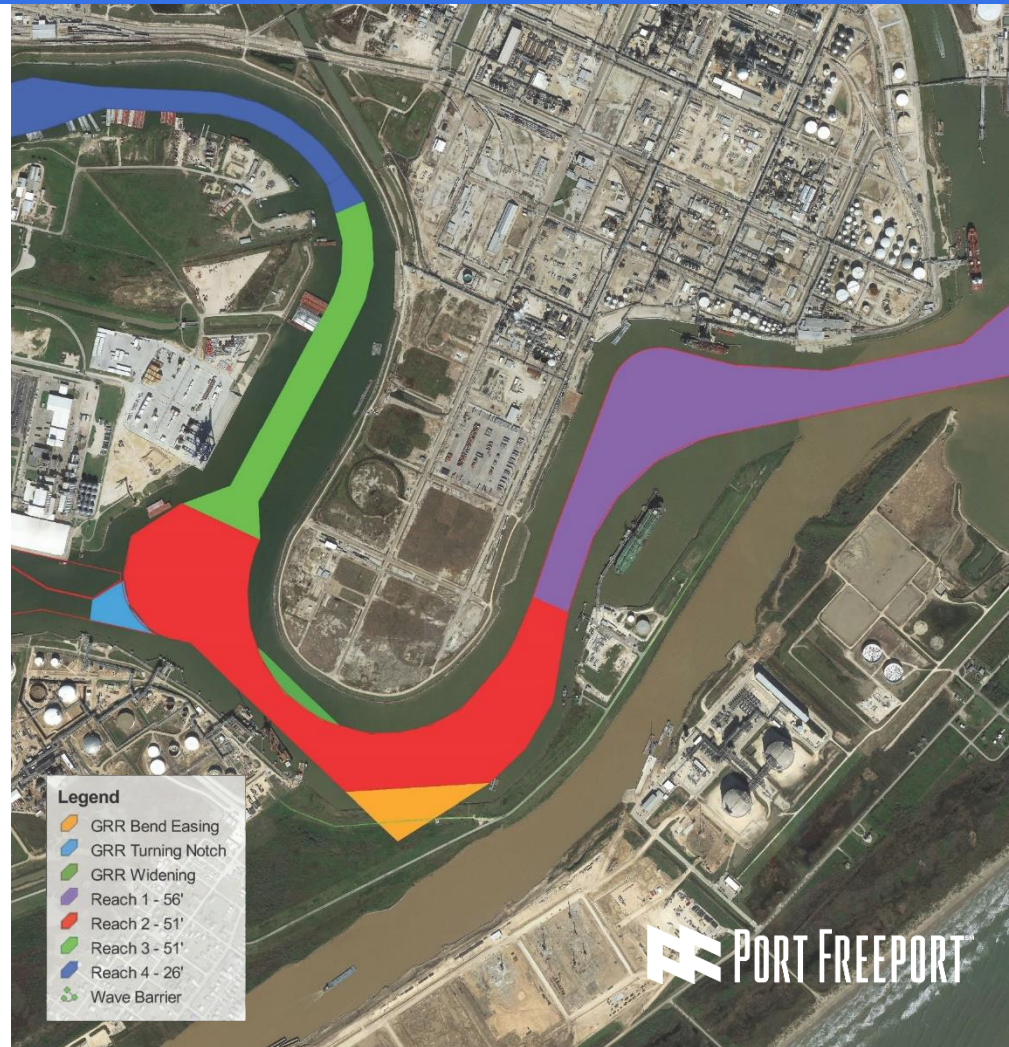
Dredging of Reach 3 (green) – 51 feet

- Engineering/design complete
- Commence construction 2020
- Complete near year end

Dredging of Reach 2 (red) – 51 feet

- Engineering/design in progress
- Commence construction 2021
- Complete 2021

Initiate Engineering/Design Reach 1 (purple) in 2020 – 56 feet



Updated BCR with Crude Oil Exports

- 2.6 BCR Overall at FY19 discount
- 1.7 BCR Overall at 7% discount

Return on Investment

- 159% ROI Overall
- Federal Investment:
 - 344% ROI at FY19 discount rate



Thank you



www.portfreeport.com

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