## **Appendix D**

Public Coordination:
1) Scoping
2) Comments on Draft IFR-EA

Brazos Island Harbor, Texas Channel Improvement Project Cameron County, Texas

U.S. Army Corps of Engineers, Galveston District 2000 Fort Point Road Galveston, Texas 77550

December 2013

# PUBLIC SCOPING MEETING JANUARY 31, 2007



#### **DEPARTMENT OF THE ARMY**

GALVESTON DISTRICT, CORPS OF ENGINEERS P. O. BOX 1229 GALVESTON, TEXAS 77553-1229

### **Notice of Public Scoping Meeting**

Brazos Island Harbor (Brownsville Ship Channel)
Feasibility Study

#### Introduction

This Notice provides a summary of the problems and opportunities associated with a proposed channel modification project to the Brownsville Ship Channel (also known as Brazos Island Harbor) (Figure 1) and requests public input to the study.

#### Study Background and General Description

Brazos Island Harbor is a Federally-authorized deep-draft navigation project. The study area encompasses the navigation channel and surrounding region. The proposed study area is located in Brownsville, Cameron County, Texas.

The proposed project consists of enlarging the existing Brownsville Ship Channel by deepening the entrance and jetty channel, the lower section of the main channel and the upper section of the main channel including turning basin. In addition, widening alternatives will be considered.

#### Study Process and Status

The general study process involves a reconnaissance phase and a feasibility phase. The reconnaissance phase has been completed. The one-year reconnaissance phase consisted of analyses necessary to determine whether future planning was economically justified and environmentally acceptable. The reconnaissance study evaluated a deepening and widening plan and concluded that there was a Federal interest in the proposed project and recommended a more detailed (feasibility-level) review of the project. The feasibility study began in June 2006 and will determine the most cost-effective alternative for improving the channel while protecting the Nation's environment. The product of the feasibility phase is a report that presents a recommendation to the Congress that the solution be implemented.

#### **Public Participation**

The Galveston District is soliciting input through a public scoping meeting in order to address problems and opportunities associated with channel modifications to the Brownsville Ship Channel. Specifically, public input is requested concerning:

- 1) Economic development opportunities
- 2) Operational constraints associated with the Brownsville Ship Channel
- 3) Problems associated with current dredged material placement practices
- 4) Opportunities for environmental restoration
- 5) Any other project-related concerns the public may have

This notice serves as an invitation to the public to attend. The public will be provided an opportunity to express comments in person or in writing. Written comments need to be received on or before March 2, 2007.

**Meeting Location: Mary Yturria Education Center** 

(Historic Brownsville Museum), 641 E. Madison, Brownsville, Texas,

Time and Date: 7:00 pm (Registration begins at 6:30 p.m.)

January 31, 2007

All interested parties are invited to provide input into this study so that all concerns can be addressed. If you need additional information, please contact the Environmental Lead, Ms. Natalie Rund by telephone at (409) 766-6384 or by e-mail at natalie.a.rund@swg02.usace.army.com.



Figure 1. Vicinity Map

BROWNSVILLE NAVIGATION DISTRICT
BRAZOS ISLAND HARBOR
PORT DEEPENING FEASIBILITY STUDY

\_\_\_\_\_

Historic Brownsville Museum 641 E. Madison Brownsville, Texas

January 31, 2007

\_\_\_\_\_

BE IT REMEMBERED that on the 31st day of January, 2007, the following proceedings were held at the Historic Brownsville Museum, 641 E. Madison, Brownsville, Cameron County, Texas.

MR. ARAMBULA: Good evening. Welcome.

My name is Martin Arambula, chairman for the

Brownsville Navigation District, and we welcome you

to the public forum that we're having here being

conducted by the U.S. Army Corps of Engineers.

2.2

I would like to first welcome all of the folks, the stevedores and the leassees that lease at the Port of Brownsville, community members. And to my right here I have the commissioners from the Port of Brownsville, Mr. Carlos Masso. We have Commissioner Peter Zavaletta next to him, and Commissioner Luigi Cristiano, Commissioner Roy De Los Santos.

I would like to turn it over now to Colonel Weston, who is going to be conducting the majority of this program here, and without further adieu, Colonel Weston. Thank you, sir. Thanks for being here.

COLONEL WESTON: Good evening, ladies and gentlemen, and thank you, Mr. Arambula. I'm pleased to be here tonight. I'm Colonel Dave Weston, District Engineer of the Galveston District Corps of Engineers.

I welcome you to tonight's public meeting concerning the Brazos Island Harbor Feasibility Study. For the record, let me state that

this public scoping meeting is being convened at 7:12 p.m., on January 31st, 2007, at the Mary Yturria Education Center, also known as the Historic Brownsville Museum in Brownsville, Cameron County, Texas.

2.2

The Corps of Engineers and the Brownsville Navigation District are conducting a study to determine the economic, engineering, and environmental feasibility of improvements to the Brownsville Ship Channel. The feasibility study began in June 2006 and will determine the most costeffective alternative for improving the navigation while protecting the nation's environment.

The main purpose of this meeting tonight is to ask you, the public, if you have any suggestions regarding alternatives that should be considered, specific studies that should be conducted, or know of any significant environmental issues that need to be addressed during our study process. We are specifically seeking input concerning, but not limited to, the economic development opportunities; operational constraints associated with the Brownsville Ship Channel; problems associated with current dredged material placement practices; significant environmental issues or concerns; and any

other concerns you may have with the proposed channel improvement project.

2.2

Before I discuss tonight's ground rules,
I would like to introduce the following individuals:
First of all, representing Congressman Ortiz' office,
we have Ms. Denise Blanchard; and Joel Munguia.

Representing county judges and county commissioners, we have Commissioner John Wood and Commissioner David Garza.

And representing the Brownsville

Navigation District Board of Directors, we have

Carlos Masso, Luigi Cristiano, Roy De Los Santos, we
have Martin Arambula, Donna Eymard, and Peter

Zavaletta.

Additionally, I would like to introduce those that are sitting with me at the head table. You've already met Mr. Arambula with the Brownsville Navigation District. We also have Mr. Hector Lopez, the director of engineering. He's the director of engineering with the Brownsville Navigation District; and Mr. Carl Anderson of the Corps of Engineers, Galveston District. Carl is our project manager for the Brazos Island Harbor Project.

I hope that all of you had an opportunity to read the announcements of the public

meeting. There were over 240 copies distributed to individuals, agencies, organizations, and news media believed to have an interest in these proceedings.

2.2

A copy of the public notice and a project overview are also available at the registration table. Please feel free to take additional copies and share with family and friends. The public notice, mailing list, and a list of those present will be made a part of the record of this meeting. A recorder is here and will transcribe these proceedings, and a copy of the official meeting record will be posted on our website. The specific website address will be provided later in this meeting by Mr. Anderson.

I hope everyone has filled out an attendance card. If not, I ask that you do so now. If you could raise your hand, we'll have someone bring you a card, if you haven't done so when you came into the building. The attendance card is used to record the participants in this public meeting and to inform you of your desire to make an oral statement and/or present written material. If you indicated on the attendance card that you want to make an oral statement, you will be given the opportunity to do so.

I would like to emphasize that the

purpose of the public meeting is to provide you, the public, an opportunity to present your views, opinions, and recommendations concerning the Brazos Island Harbor Feasibility Study. Your comments help the Corps of Engineers and the Brownsville Navigation District identify environmental concerns and study efforts and meet the National Environmental Policy Act requirements for preparing an environmental impact statement. Since our primary purpose tonight is to listen and learn, we will not be responding to your questions and concerns this evening. However, every effort will be made to address the concerns and issues identified during the feasibility study process. This will not be your only opportunity to There will be additional express your comments. opportunities for the public to express their views in other meetings in the future.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

Let me discuss the format for tonight's meeting. First, Mr. Hector Lopez of the Brownsville Navigation District will present an overview of the Brownsville Ship Channel and the interests of the Brownsville Navigation District in this study.

Next, Mr. Carl Anderson from the Corps of Engineers will provide an overview of the feasibility study process.

Following these presentations, I will open the floor for public comments. I will first recognize those federal and state officials that have requested to make a statement, followed by city and county officials who desire to speak, then the federal and state resources agencies will present their comments, if they desire.

2.2

And, finally, I will recognize each individual from the registration cards that have indicated that they wish to make a statement. Again, since our main purpose is to listen and learn, we will not be addressing any questions or concerns this evening. We're interested in hearing what you have to say. Everyone who has indicated a desire to comment will have the opportunity to do so. Is there anyone who needs to turn in a card? If so, would you please raise your hand? Thank you.

I would ask that we give all speakers the courtesy of not making comments during their presentation. All individuals have an equal right to be heard and you will have the opportunity to speak in turn. At this time, I would request that all cell phones be turned off to avoid disturbing the speakers and the audience.

I would like to now call on Mr. Hector

Lopez, who will give his presentation.

MR. LOPEZ: Thank you, Colonel Weston.

Commissioners, elected officials, distinguished guests, ladies and gentlemen, good

5 afternoon.

2.2

I will try to make my presentation brief. I have several slides with a lot of information, some of them include some tabulations, and I will try to highlight those points. I'm not going to go into detail through every one.

The purpose of my presentation today just to quickly give you an overview of the Port operations, some of the most recent cargo statistics, some general research from the economic impact study conducted by Dr. John Martin last year, and some considerations for this project.

Generally, you can say that the planning of the Port of Brownsville began back in 1888 with the construction of the South Jetties. The Ship channel, which is, approximately, 17 1/2 miles long was constructed during the period of about 1934 to 1938. In 1966, it was deepened to 36 feet and draft, with the idea to bring tankers and bulk carriers with a draft of up to 32 feet carrying, approximately, 23,000 dead weight tons of cargo. It wasn't until

1986 which authorization was given to expand the channel to its current dimensions, that is currently a 42 foot draft for most of the channel, until you get to our 1,200 foot turning basin, which is a draft limitation of 36 feet. Basically, the design ship for this vessel was a 775 feet long vessel with a 106 foot wide beam fully drafted to 38 feet, being able to carry 43,000 dead weight tons.

As you all know, from the faces that I see in the audience this afternoon, most of our operations are conducted at the turning basin. We have several cargo docks, oil docks, a bulk cargo facility and a grain elevator facility. We're also home to one of the largest shipyards in Texas, the Campo Lanco facility. We currently have several private dismantlers working on dismantling ships; plenty of warehouse space; patios, yards for the cargo, and, of course, we also have the assistance of our sister company, the BRG for rail movement of the cargo.

In general, you can say that the Port is primarily a port covering both dry and liquid cargo handling. Principal imports include steel products, petroleum products, grain, ore and minerals, chemicals. Interesting to note that in 2002 we were

considered the second largest in-transit by volume port in the United States. And in-transit, basically, refers that most of the commodities coming through the cargo do not remain in the immediate area.

2.2

Over the period of the last five years, the Port has averaged about 4.4 million metric tons per year, basically, ranging from about four million to 5.2 million in the last two recent years.

Percentagewise, most of our commodities, or 85 percent of our commodities is attributed to steel and petroleum products, or minerals. Vegetable oils, grains, and other commodities make up the remaining 15 percent.

In terms of the way that that cargo comes into the port, basically vessel and barge, 64 percent of our total tonnage comes through vessel. The remaining 36 percent is attributed to either intracoastal or ocean going barges.

Over the period of 2003 to 2005, an average of about 350 vessels have made port -- have made call at the Port of Brownsville. It's interesting to note that about 49 vessels on the average, or 12 percent of those vessels, have had a deep draft, or what I consider 35 feet or more. Those vessels account for 26 percent of the total tonnage,

vessel tonnage, at the port, thus giving significance to the need for deep draft. In terms of commodities for those draft ranges -- and it's hard to see on the slide. I apologize for that yellow coloring there -- but, mainly ores, aggregates, iron & steel, and petroleum products account for most of the deep draft vessels.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

Last year, Dr. John Martin, from Martin & Associates conducted an economic impact study for our seaport activities. His basic model was, basically, to measure the impacts in four categories, jobs, employee earnings, business revenue, and state and local taxes. Without going too much detail into this very exhaustive report prepared by Dr. Martin, he basically summarized the impacts in this table, and according to Dr. Martin, over 38,000 jobs, which includes both direct, induced, indirect and related jobs are related to -- in some way to the marine cargo activities at the Port of Brownsville, as well as the offshore and rig repair facilities. Of that, just by looking at the direct impacts, over 140 million dollars in personal incomes were generated through salaries for that -- for the year of 2005. What that means as far as state and local taxes? estimated that over 44 million dollars a year are

generated as a result of direct, induced, and indirect taxes.

2.2

In his report, he mentioned three highlights. Thirty-eight thous -- as I just mentioned awhile ago, 38,000 jobs in Texas are in some way related to the cargo moving via the marine facilities and the shipyard repair.

Over 2.8 billion dollars in economic activity was generated in the state of Texas as a result of the marine cargo and the shipyard repair activities at the port.

And in addition to the 44 million dollars of state and local taxes, over 130 million of state and local taxes were created by -- due to economic activity of the related users. The related users are those facilities that utilize our commodities at other places, for example, steel mill industries or other manufacturers that utilize our commodities.

Some of the opportunities to be seen by deepening the port, of course, would be in the better utilization of vessels, in terms of the loaded tonnage. A larger vessel with more tonnage results in a reduction in the shipping costs for that commodity.

Also, in addition to the shippers and

consignees, it means that you have less vessels traveling back and forth to bring a certain specific volume of commodity to your company.

2.2

As far as the ship and oil rig repair operations, the deepening would really mean that they would be able to handle and repair larger offshore rigs currently operating in the Gulf of Mexico. You can think of this as -- this opportunity as a loss if we were not able to provide that service, because those offshore rigs that are currently working in the Gulf of Mexico would not be able to be serviced in the Port of Brownsville.

Dr. Martin further concluded that over 2005, the average cost per ton at the Port of Brownsville was, roughly, around \$23. He estimates that if we were to go to 48 feet, basically, a Panamax fully loaded drafted vessel to 45 feet with a dead weight tonnage of about 75,000 tons would cost around 17. That, in itself, it's economic benefits to shippers, the consignees, and the users. He's estimated that the annual benefits would be in the order of 31 million dollars extra.

As far as the shipyard's impacts of not being able to service those rigs presently in the Gulf of Mexico, it will result, basically, in you can say a

loss of over, perhaps, potentially, over 3,000 additional jobs, revenues in personal incomes over 138 million dollars, and losses in state and local taxes over, approximately, another 49 million dollars per year.

2.2

Why deepen the -- why deepen the channel? Well, obviously, it will provide benefits associated with transportation costs and savings to our customers. It would also provide additional leverage for our local ship and oil rig manufacturer to create more jobs and more revenues for the region.

Currently, we're mainly handling what we consider Handimax vessels or not fully drafted Panamax vessels. One of those Panamax vessels could come loaded to their full draft and be able to provide additional incentives to the Port of Brownsville, especially in the steel slab commodity. Obviously, it would -- we need to continue to maintain an increased commercial traffic through the region. It will result in investments in the region's infrastructure, and it will be -- it will result in economic growth and prosperity, which is something that we need to continue to work forward to create economic activity.

That, basically, presents my --

concludes my presentation, and let me introduce Mr.

Carl Anderson with the Corps of Engineers. He will

delineate a little bit more about the tasks and the

process in which this feasibility study is conducted.

Thank you.

2.2

MR. ANDERSON: The existing channel is -- we have about 2 1/2 miles coming in out of the Gulf, we call the entrance channel, through the Jetties, and you have an inland portion, which comes from the entrance channel all the way down through the landlock area about 15 miles. We have a turning basin here, all of this is at 42 feet, and then at the end of the channel is a 1,200 foot wide turning basin, which is 36 feet deep.

The channel has a long history. In the early sixties, the channel was constructed to 36 feet. In 1986, it was authorized to go to 42 feet, and now we're looking to go deeper. So, roughly, on every 20 year cycle we're looking at deepening channels because of the -- the economics involved with the Port activities.

Began back in 1880, when the channel -the Brownsville Channel was originally authorized to
construct two jetties. The jetties were started and
never completed because they ran out of funds. But

the Rivers and Harbors Act of 1880 authorized it for 10 feet. In 1919 it was authorized to go to 18 feet. In 1930, and then amended again in 1960, to go to 36 feet, and that was the initial construction through the land area; and then Water Resources Development Act, 1986 authorized it to go to 42 feet, which is its present configuration today.

2.2

Maintaining the channel is paid for by federal funds. All the berthing areas are the responsibility of the Brownsville Navigation District to maintain.

Transportation efficiency. Some of the activities of the Brownsville Channel include construction of offshore rigs, and there's beginning to be more and more of these as the cost of oil keeps going up; ship repair and ship dismantlement; Steel Fabrication; a lot of bulk terminals; and a lot of steel and ore minerals being offloaded and then either truck or rail to other parts of the country or to Northern Mexico. Larger ships would allow additional cargo to be brought into the Port and at a cheaper cost.

What we want to look at is the possibility of deepening the channel all the way from the Gulf of Mexico all the way to the final turning

basin. We are looking at going a maximum of 48 feet in depth, and that would increase the size of the ships that could call on the Port, and resulting in more cost savings because we could bring in more tonnage with a single ship. Also widening the channel. A lot of ship makers are now going wider to get additional cargo because of the draft limitations on some of the ports. Widening would also allow for larger oil drilling rigs to be constructed and repaired here in Brownsville.

2.2

We have one offshore disposal area out in the Gulf, and that's mainly used when we dredge and maintain the entrance channel, and then there are eight upland placement areas along both sides of the channel where the material will be placed for the new construction and also the maintenance of the new project.

How does a project evolve? Well, first, the local sponsor decides they need a project. They go to their congressman, who gets an approval -- gives us an approval to investigate whether there's an interest and a benefit of reconfiguring the channel. This is a two phase planning process. The initial phase is the recon study done by the Corps of Engineers, and out of that either a determination

that there is no federal interest in pursuing changing of the channel, or there is an interest and a benefit to the nation in pursuing a deepening, widening. If that is determined, then we do what we call a feasability study, which we are just initiating, and the environmental impact statement on what those changes would be. Once that's determined, then we go back to Congress for authorization and funding, and then we would go into detail design, construction, and then operation and maintenance of that facility.

2.2

This project was begun with the reconnaissance phase, and that was completed in February 2004. In June of 2006, the Corps of Engineers and the Brownsville Navigation District signed a feasability cost sharing agreement to initiate the feasability study. During this study, the Port and the federal government share equally in the cost of that study.

And that brings us to January 31st, and that's what you're doing here right now, having the first public scoping meeting. There will be three public meetings during the feasability study phase.

The results of the reconnaissance phase was that there was a navigation, ecosystem

restoration and shoreline erosion abatement potentials that were economically feasible. And it is in the federal interest to conduct more detailed investigations, that's the feasibility study, for this project.

2.2

The feasibility phase would develop and evaluate alternative plans to address problems and opportunities identified by the sponsor and the public. We don't know what it's going to look like yet, but we need input from you all as to what some of the concerns are, what are some of the benefits, and the effects on this area a new channel would have. Then we determine whether there is an economic justification for the project, that the cost of the project is outweighed by the benefits.

The study will also include a preparation of the final feasibility report, which is submitted up to Washington and then on to Congress, and an environmental impact statement. It's estimated it would take 48 months to complete the feasibility study process. The estimate cost is, approximately, 6.8 million dollars. As I said before, it's equally cost shared.

The steps in the feasibility study.

Specify the problems -- bigger ships, wider ships --

and opportunities, and this is done by the sponsor, the federal, state, and local concerns, and the public. Once we determine what those problems and opportunities are, we go into forecast and analyze the various conditions relative to those concerns, then we would formulate alternative plans on how to resolve these problems and how to maximize the opportunities. Then we evaluate the economics, the environmental, and other effects that each plan would have on -- for the project. We would compare alternative plans and their efforts, and then we would select a recommended plan for development.

2.2

Now what we look at during this phase are engineering concerns, environmental concerns, and social and economic concerns.

Some of the engineering issues. Channel design optimization. Where we can get the most ships in safely, berth them, unload them, and get them back out. We will conduct a ship simulation study, which we will configure a channel on a computer model. The Port pilots will participate. They will actually navigate ships through the various alternatives, and we'll determine what hazards, what opportunities we have to better make the channel more safe, easy to operate. That will also determine if we need to widen

in certain areas.

2.2

We'll have to figure the quantity of dredge material that will need to be disposed of, the new maintenance shoaling rates, how often the channel will have to be maintained once it is constructed, and any new berthing area requirements. The deeper channel is going to require deeper berthing areas.

We will develop a long-term dredged material management plan. We'll do a geotechnical investigation for placement areas, see how high we need to raise the levees, if the ground under the levees will sustain the height. It may be necessary to purchase additional land areas for new placement areas. And we also look at utility relocation requirements, pipelines, electrical lines, water, and that sort of thing that may be in the way of deepening.

We will do hydrodynamic modeling. This will be a computerized model. We will look at the various depths and the changes it may have on salinity. Currents. We'll look at the sediment quality, the new material that will be taken out. We also look at what impacts a new channel may have on the endangered species in this area; the marine resources. We'll look at shoreline erosion. Maybe

the various alternatives would exacerbate some of the erosion problems and we would either rule out that alternative or have some kind of a structure that would keep the shoreline from eroding.

2.2

We also look at beneficial uses of dredge material. Can we create some shallow habitat for sea grasses. And we're also looking at dust abatement, which is a -- has been a problem in this area, and the Port has already initiated taking care of that and is going to increase their efforts in reducing the dust problems.

Social and economic issues. The overall impacts, the economic impacts to the area, whether they be positive or negative. Projected impacts on commerce. When we bring it in cheaper, that means we pay for it cheaper at the local stores. We'll also do a culture resources investigation. Is there any historic shipwrecks or historic previous civilizations that we may be disturbing. And we also look at the project effects on human quality of life. The Port is a big contributor to jobs in this area. Bringing in more commerce would bring in more jobs and maybe attract additional jobs to this area.

The entire process is an open process.

We have nothing to hide. We identify the stakeholders

and urge participation. And you, as the public, are definitely the stakeholder, because you will benefit from any cost savings that should result from a new project. We do intensive state and federal resource agency involvement, and we will have working groups on various environmental issues, and we will also have public, as well, involved in those working groups to determine the best effort that we can do to minimize the impacts, or actually enhance the environment in this area.

2.2

Again, I would like to say it's all public input. We do encourage your comments. You can speak tonight and it will be recorded. You can write down comments and hand them to us to be included in the official record, or you can send in your written comments to Colonel Weston at the address here, or you can also submit comments on the Internet by going to our web address here. You can click -- when you get to here, you can click on projects, the project listings, and then Brazos Island Harbor. That will bring up a comment screen, and when you send that comment, it comes directly to me. And that will be recorded and made part of the public record and your comments will be considered.

I'm now going to turn the meeting back

over to Colonel Weston.

2.2

Hector and Carl for your comments and your presentations. What we'll do now is begin our comment period, and we'll start off with federal, state, and local representatives first, followed by the general public. We have numerous folks here who want to make comments. I would ask you to hold your comments to no more than three minutes, so you have to be clear and concise, you know, state your issues or your concerns or your -- whatever you want to say about the project in a concise manner so that we can keep moving forward, and so that everyone has the opportunity to speak and say what they have to say this evening.

First of all, I would like to start off with Ms. Denise Blanchard, representing Congressman Ortiz' office.

MS. DENISE BLANCHARD: Thank you very much. Colonel Weston, on behalf of Congressman Ortiz, we thank you so much for being here for this scoping meeting. We know how important this is. And, of course, Chairman Arambula, thank you for the opportunity to be here to address the Corps of Engineers, and Hector, thank you for your great presentation; and Mr. Anderson, thank you for helping

to make this very understandable, very simplistic and very understandable.

2.2

As I was listening to your presentation, what was so interesting is that I keep thinking about the leaders back in 1880, or back in the 1930's, who were probably sitting here trying to do the same thing, but had they not moved forward and pushed forward for those projects, we probably would not be sitting here trying to deepen our own channel here. And so we thank the men that have gone before us, men and women that have gone before us, to have made the Port of Brownsville possible, but we must continue the work, and we just want to thank you so much for being here.

Congressman Ortiz, as you know, is in Washington, has asked me to read remarks on his behalf on the Brownsville Navigation District's widening and deepening program, January 31, 2007.

Since the authorization of the reconnaissance study in July of 2000, the federal government has played a big role in assisting the Port of Brownsville's expansion and growth into one of the premiere ports in the nation. The reconnaissance study was originally authorized because the future economic demands dictate that the Port of Brownsville

would need to be improved in order to meet the transportation and trade needs of the region and cross border trade with Mexico.

2.2

For the past two years, the Congress has approved appropriations for the Corps of Engineers' feasibility study, further showing support for this important project. Although the word of reauthorization has been stalled in Congress for many years now, the Brownsville Navigation District widening and deepening project continues to gather support.

Why? Over 2 1/2 million deep draft tons pass yearly through the Port of Brownsville, Texas.

Forty percent representing cargo bound ore coming from Mexico. Mexico is a stone's throw from Brownsville across the Rio Grande River. If total yearly deep draft commerce at Brownsville is about 2.5 million tons, then almost 40 percent, 940,000 tons is Mexican trade. And if such a situation is not unique in the world, certainly it is rare. Port of Brownsville offers an excellent strategic location for security and economic concerns.

The summary of impacts generated by the Port of Brownsville. From October 2006 study that looked at the local and regional economic impacts of

the Port of Brownsville, the economic impacts generated by the marine cargo terminals and ship repair oil rig maintenance operations are summarized in Exhibit E-2 -- and I believe, Mr. Lopez, it's pretty much what you were indicating about the great economic value, so I will skip over that -- but, basically, specifically, the vessel and cargo activity at the marine, cargo facilities and ship repair, oil rig maintenance operations, generated the following impacts in the State of Texas in 2005.

Thirty-eight thousand, four hundred and twenty-eight jobs in Texas are in some way related to the cargo moving via the marine terminals and activity at the ship and rig repair yard. Of the 38,428 jobs, 4,695 direct jobs are generated by the marine cargo and vessel activity and ship and rig repair operations. Of the 4,695 direct jobs, marine cargo activity supports 2,671 direct jobs, while the ship and rig maintenance and repair operations generate 2,024 direct jobs. As a result of local and regional purchases by those 4,695 individuals holding the direct jobs, an additional 2,446 induced jobs are supported in the regional economy. Three thousand, four hundred and thirty-seven indirect jobs were supported by 182.2 million dollars of local purchases

by businesses supplying services to the marine terminals, and by businesses dependant upon the Port of Brownsville for the shipment and receipt of cargo, and on the ship and rig repair operations.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

In addition to the direct, induced, and indirect job impacts, 27,851 jobs in Texas are related to the cargo moving over the marine terminals at the Port. It is to be emphasized that a large share of the imported steel cargo moving via the Port is destined for Mexico, and these related jobs are not included in the analysis. The jobs are considered to be related to activities in the marine terminals at the Port of Brownsville, but the degree of dependance on the marine terminals is difficult to quantify and should not be considered as dependant on the Port, as are the direct, induced, and indirect jobs. If the marine terminals were not available to these organizations, they would suffer an economic penalty over the longer term. Such a penalty would vary from loss of employment opportunities in some cases to an increase in total transportation cost in other cases, which could, in turn, result in unemployment reductions.

In 2005 marine cargo activity at the marine terminals at the Port of Brownsville and the

ship and rig repair operations generated a total of 2.8 billion dollars of total economic activity in the state of Texas. Of the 2.8 billion dollars, 515.7 million in direct business revenue received by the firms directly depended upon the Port and providing maritime services and inland transportation services to the cargo handled at the marine terminals and the vessels calling the Port, as well as ship and rig repair and maintenance services. An additional 182.2 million dollars is used for local purchases. That's in our own economy. The remaining 2.1 billion dollars represents the value of the output to the State of Texas that is created due to the cargo moving via the Port of Brownsville marine terminals. This includes the value added at each stage of producing an export cargo, as well as the value added at each stage of production for the firms using imported raw materials and immediate products that flow via the marine terminals, and are consumed within the state. majority of these user impacts are associated with the imported steel products receipts.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

Marine activity supported nearly 2.0 billion dollars of total personal wage and salary income and local consumption expenditures for Texas residents. This includes 486.6 million dollars of

direct, indirect, and induced and local consumption expenditures, while the rate remaining, 1.4 billion, was received by the related port users. The 4,695 direct job holders received 140.8 million dollars of direct wages and salary income. A total of 44.2 million of state and local tax revenue was generated by maritime and ship and rig maintenance and repair activity at the Port of Brownsville. In addition, 129.6 million of state and local taxes were created due to economic activity of the related users of the cargo moving via the marine terminals.

2.2

This economic activity is clearly a trend we want to continue for Brownsville and South Texas. The widening and deepening channel will assist the port in becoming one of the premiere ports in the nation. The continued funding for the feasibility study and future construction is necessary to make sure that the future needs of the port of traffic and trade are met.

These are the comments for Congressman Ortiz, and just know that you will have always Congressman Ortiz' full support. Thank you very much for your time.

COLONEL WESTON: Thank you. Okay, next we have -- I would like to ask Ms. Brenda Watson, who

is representing the State Senator Eddie Lucio's office.

2.2

MS. WATSON: Good evening. It's a pleasure to be here. Senator Lucio is in Austin this evening and asked me to come and read a letter off on his behalf.

He says, "I'm pleased to support the enlargening and deepening of the Brazos Island Harbor, Brownsville Ship Channel, which is currently being considered by a feasibility study initiated by United States Corps of Engineers. Increasing the depth and width of Brownsville Ship Channel and turning basin would increase the economic potential of the Brownsville Navigation District, including the economies in and around Brownsville and Northern Mexico.

Our port is considered a major international port that supports an area that is growing exponentially. We must broaden our infrastructure if we are to attract additional economic revenues and raise our standards to meet the challenge of the 21st Century.

I wholeheartedly support this project and look forward to its implementation in the near future." And it's signed Senator Lucio. Thank you.

COLONEL WESTON: Thank you. Next I would like to call on Councilman David Garza, or Commissioner David Garza.

2.2

MR. GARZA: Good evening, Colonel
Weston, Mr. Anderson, Hector, and Mr. Arambula. It's
a pleasure to be here to represent our judge, County
Judge Carlos Cascos, who could not be here this
evening. Judge Cascos is in Austin today at a meeting
and will be there for the rest of the week. On behalf
of the Cameron County Commissioners Court and the
Judge's office, we welcome you to Cameron County, and
we want to extend to you a message, and the message is
we strongly support, as a Commissioner's Court and
County Judge, the efforts by the Brownsville
Navigation District to deepen and enlargen the
channel.

We feel that the economic benefits to the residents of this county, to this part of the state of Texas, and to the United States would be tremendous. The potential that exists for us here, having four modes of transportation, is unbelievable. What is going to occur in the next seven years in the Panama Canal could have a very great impact to our navigation district here in Brownsville.

We believe that seven years from now,

when the big large ships can come through that canal, we can be the first to benefit on the Texas coast to move product from Brownsville throughout the whole United States at a much reduced cost for all people, and provide the jobs locally for our economy here. We know that, environmentally, when we work with you, good things happen. We have excellent projects that we've been working on in which we've partnered with the Army Corps of Engineers, the Brownsville

Navigation District, and in one particular project, the Bahia Grande Restoration Project, over 60 partners wanting to make things happen for us.

2.2

It's been through the help of both of you up here tonight, both groups, that this was able to occur, and we know that what started out as a small dust abatement project for Cameron County Commissioners Court has ended up in a great restoration project for the United States, but, most importantly, for our area in South Texas. The benefits of what we can do together are of unlimited potential. We just hope that we will be allowed to work with you in partner to be able to bring this project to fruition.

Again, on behalf of the Commissioners

Court and the County Judge, we support it strongly and

we look forward to doing anything we can. We have already implemented an RMA in Cameron County, which involves a regional mobility authority that is looking at thoroughfares for product movement and mobility throughout the whole county in connecting us to interstate highways. Many projects are on the table today as we speak, some of which are already in the drawing phases, or the drawing board phases.

2.2

We have projects that lead to the Port of Brownsville, that will hopefully lead to an interstate in Harlingen and go on to Corpus, and, you know, all that mobility will do nothing more but enhance and help, make sure that this project of the deepening and enlarging of the channel will be the most beneficial thing we can do for our area, the largest economic engine that we can provide, and, of course, the most jobs for our local folks.

Thank you, and good evening.

COLONEL WESTON: Thank you. Next I would like to invite County Commissioner John Wood to come forward.

MR. WOOD: Colonel, gentlemen, my name is John Wood. It's a priv -- I really appreciate the opportunity to be here before you this afternoon -- this evening.

It's a very important project that we're looking at right now. Having been in Brownsville since 1970, I've been involved in lots of things, but one of the things that we've all been involved in in our area is the Port of Brownsville, because of the economic development it provides, because of the jobs, because of it being a real focal point in our area. I've seen things come and go through the Port. I've seen cotton go through the Port, leave our area when cotton was king in the Valley. I've seen citrus shipped to Europe through the Port of Brownsville; fruit juices come into the Port of Brownsville, go out of the Port of Brownsville on vessels.

2.2

I've seen all sorts of commodities come in, including -- well, if I remember back in the early eighties, when Ixtoc Uno, the oil well in the Campeche -- Bay of Campeche was going crazy and exploding and everything, and the Port of Brownsville served as the focal point at that time for bringing Barite into the area. It would be offloaded as a raw ore, minerals. It would be ground by three different grinding companies we had here in Brownsville, packaged back up and shipped down into Mexico to help control that oil well.

Lots of things have happened here and

lots of history combines the Port of Brownsville with our entire area. It's not just a Brownsville project. As Commissioner Garza mentioned, the entire county supports it. He came over here tonight, and his area is actually in San Benito. Our commissioner from Harlingen supports it. The commissioner that actually has the Port of Brownsville in her precinct is in Austin, also, with the county judge, learning some things, getting oriented, otherwise, she would be here tonight telling you of the importance that the Port of Brownsville is to our entire area, and not just to Brownsville, not just to Cameron County, to the Rio Grande Valley as a whole, and especially to Northern Mexico where a tremendous amount of our commodities that come in go into Mexico. A lot of the steel. I've seen all sorts of steel come and go. It's interesting to see it come in in one form, go to Mexico, to Monterrey, and come back and be shipped out in another form, maybe into the same country it came from, but because of economic abilities in Mexico and in our area to be able to handle the vessels and the cargo, it's efficient for companies to send it through our port.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

I want you to really feel like the way we do who live here, the Port of Brownsville is very

important to us. I can look at it and I say, you know, it's a berthing place for new drilling rigs, offshore drilling rigs, from AmFELS. It's also -- it's also a cemetery for naval vessels, for other vessels that come into the port to be dismantled, to be scrapped out, for that steel to go someplace else to be regenerated into something new.

2.2

We've seen all of this happen all these years. We're looking forward to the ship channel being deepened and widened, because we know that this is one of the greatest economic tools that we have to work with, and it does bring jobs, it brings families together, it brings what we need to our growing area.

A couple of prepared comments that I'll also leave with you.

"On behalf of Cameron County, I would like to offer my strong support for the initiation of the Brownsville Navigation District's efforts to widen and deepen the Brownsville Ship Channel. I believe that this project is a step in the right direction and would be a critical component for the economic vitality of this community for many years to come. As many of us know, the Port of Brownsville is the engine that fuels our economy and we depend greatly on the jobs and industry that come to the

Port.

2.2

I look forward with much anticipation to the commencement and results of the feasibility study and remain optimistic that the study will enable the Port of Brownsville to move forward on this important project.

If there's anything that Cameron County can do, that I can do, that Commissioner Garza or the County Judge can do, or the other two commissioners, all we need is to know what it is that we can do to help this project along.

We appreciate you being here. Thank you very much."

COLONEL WESTON: Next I would ask Ms. Angela Burton to come forward from the Brownsville Chamber of Commerce.

MS. BURTON: Good evening. My name is Angela Burton, and I am president and CEO of the Brownsville Chamber of Commerce. The Chamber was founded in 1937. The Brownsville Chamber of Commerce is the community's leading membership driven advocate and champion for business. It's primary objective is to create a climate of growth and success in our community.

I would also like to take the

opportunity to tell you that I have Christian Edordo
Perez and Isidro Botello Flores from the Matamoros'
Chamber who have come here in support of this, and
they are right there. They are from the Chamber in
Matamoros.

2.2

I have to tell you, sir, that I'm very happy that you're here, mostly because I can tell that the process is moving along, but I've got be honest with you, you're making me nervous. I spent 21 years in the military and I've been in front of people like this, and you know what I'm talking about. It makes you nervous. So, please, if you start firing questions off at me, know that it might make me a little nervous.

My testimony, I -- you know, I started off with a long testimony. I even e-mailed it to Donna last night, and then as the day grew on, it got shorter, and shorter, and shorter, and shorter. And then Denise pretty much -- really Solomon Ortiz stole my -- my speech, so I'm just going to say these things.

Both of the Chambers -- and I'm representing both of the Chambers -- know the improvements to the region -- to the Brownsville Ship Channel will create a climate of growth and economic

success in our region. This is also reflected in the economic impact study written by Martin & Associates, and I'm sure you guys are all very aware of that.

2.2

Additionally, the Chambers believe the modification will address safety issues. Brazos Island Harbor has a high level of seafaring traffic that would be made safer through these efforts. Sometimes when I imagine -- you know, we're under construction, and sometimes the lanes get a little narrow, and I would imagine that probably happens to seagoing vessels, as well.

Lastly, the modification would potentially restore habitat. Ecotourism is a growing industry in the area, and the potential for restoration of habitat will contribute to an increasing economic generator for the area, so that's also important to us.

The Brownsville Chamber of Commerce and the Matamoros Chamber represents more than 2,000 members interested in the region's economic vitality. This testimony reflects the support of our members, and our board of directors, in the Port of Brownsville's effort to make improvement to the Brownsville Ship Channel. We have submitted a joint written testimony between the two chambers.

Thank you for your time.

1

2

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

COLONEL WESTON: Thank you, Ms. Burton.

Okay. I would like Mr. Mike Gonzalez from the

Brownsville Convention and Visitors Bureau to come

forward.

MR. GONZALEZ: Good evening, gentlemen. I bring you greetings from the board of the Brownsville Convention and Visitors Bureau. The mission of the Brownsville Convention and Visitors Bureau is to promote Brownsville as a tourist destination to the benefit -- the economic benefit of Brownsville. My funding comes from hotel/motel lodging tax, occupancy tax. One good way to -- and I'm sure you're going to hear, and you've heard that Brownsville is booming. If you haven't, I'm telling you it's booming. Just to give you an idea, last year we ended the year with about an eight percent increase -- and I'm talking about 2005, year before last -with an annual increase -- average increase of eight percent in hotel occupancy tax. This year I'm very happy to report to you that we have increased that by 13 percent over that, an average. In fact, November -- October and November came in at a 20 percent increase. Add that -- and that's about five percent over the state average of about eight percent

increase in hotel occupancy tax.

2.2

Sixty percent of those hotel occupants are directly or indirectly in business because of the Port of Brownsville. Their business -- I'm sorry, they're business customers, they're business visitors, business -- men and women doing business, and due to a large part because of the Port of Brownsville.

The Port of Brownsville is very important to all of us. I think -- I am very pleased to see Matamoros here, people representing Harlingen. In fact, there was -- I know this for a fact, there was a video produced by the McAllen Chamber of Commerce that we saw that was sent to Germany, and in that video they had pictures of the Port of Brownsville and they called it the McAllen -- Port of McAllen. I haven't forgiven them for that, but, you know, it works to make us proud of what we have here, and we're all very very aware of what we have.

So I'm here to talk to you and bring you a short message of hearty support for the Brazos

Island Harbor deep draft navigation project from my board and staff of the Brownsville Convention and Visitors Bureau.

And thank you very much for the

opportunity to address you all and be here tonight.

Thank you.

2.2

would like Mr. Dewey Cashwell for the Town of South Padre Island to come forward, please. I know he was on the way. Is he here yet? Not here yet? We'll come back to him. How about Ms. Kate Ball from the Town of South Padre Island? Is she here yet? Not here yet? Okay. Then we'll go to Mr. C.Y. Ho from Keppel Amfels, Incorporated.

MR. HO: I'm C.Y. Ho, president and CEO of Keppel AmFELS. Thank you for this opportunity to speak to you Colonel Weston, Chairman Martin Arambula, Mr. Hector Lopez, and Mr. Carl Anderson.

I'm very encouraged today to see that the finding from the reconnaissance study recommend further feasibility study, further study to develop this depending and widening project for the channel. I was very encouraged because during the last few years that I've been president of the Keppel AmFELS, it was sad that I had to actually turn away a few very big jobs. Physically where the customer preferred this yard here over other to bring it here, and we have to just say, "Sorry, we cannot bring you in." And other than those few big projects which we know

for sure that were bound to have come and we have turned away, there were actually many other projects potentially that would have come here, except for the fact that it is quite well-known to the rig community about the constraints that we have in bringing the rigs up here.

2.2

Actually, Keppel AmfELS has very good facilities and very well equipped, and we can actually accommodate all the largest rigs that are operating in the world. The only constraint is actually -- we are actually limited by the size of the vessels that can move up the channel. So -- and this, of course, the limitation become about because of the constraint of the water depth and the width of the channel.

So just to give you some indication, right now the channel with a 250 feet width is a tremendous constraint, because in the -- currently in the world today, I will say that about for the semisubmersibles, about 30 percent of the semsubmersibles today have width over 250 feet, and so -- and some of them go to as much as 335 feet. So for any vessels beyond 250, we won't be able to bring them in. Now considering that there are about 200 semisubmersibles in the world today, about 30 percent

will translate to about 60 rigs, and each rig, if it comes in here, we have a revenue of -- direct revenue for the contract value of about 20 to 40 million dollars. Some could be more, but everything is about 20 to 40 million.

2.2

So you can -- certainly the impact directly to Keppel AmFELS is very high, but certainly the impact to the community will be very great, as well. Right now, currently, in fact, we employ about -- close to 3,000 people right now, because the yard is very busy. I'm sure with the widening, we can see a 20 to 30 percent growth. I'm quite confident to say that.

Now the other development is that with the shortage of oil and gas in the shallow waters, more and more explorations are going to deeper waters. And so besides the rigs today, there are more rig owners wanting to enlarge their rigs, so we're probably going to see more larger and larger rigs. So in some of the old rigs, the owners would actually want to enlarge.

Now the small rigs, if we want to convert to larger rigs we cannot do it, because after the conversion they'll be too large to go out the channel. They cannot go out, so the reverse is true,

as well.

2.2

So I am very glad that this widening project, as well as the deepening -- now widening is a more important constraint, because I can see that more rigs are constrained by the width, but the deepening will also certainly help us to bring in more rigs, because some of the rigs have propellers which are deeper than 42 feet, and they represent a constraint.

So overall, in short, I'm just -- just to add on our support, strong support, for this deepening and widening project, and I'm very encouraged, and I hope that this place will be a very place with more yards than Keppel AmFELS.

COLONEL WESTON: Next I would ask Mr. John Shergold, Propeller Club of United States to come forward.

MR. SHERGOLD: Honorable Commission,

Colonel, thank you very much for being -- and I want
to thank Commissioner Arambula for inviting me here
tonight. My name is John Shergold and I'm the
president of the Brownsville Chapter of the Propeller
Club, and probably you all know and a lot of people in
this room know, we're here to facilitate good
relations with the maritime industry, and a lot of our

members are here tonight, and it's been exciting for me. I'm a North Texas boy who came down here on a Greyhound bus about 14, 12 years ago. I thought I was in Raymondville, Texas. I got off the bus, and they said, "No, son, you need to get down to Brownsville. That's where you're heading to." So it's been an adventure down here for me for many years, and it's been an honor for me to get to know this community like I have, and I'm here tonight to, basically, speak on my behalf as to some of the concerns that I have concerning the Port, and I would like to go ahead and read my prepared statement, please.

2.2

It's a great pleasure to be in front of this committee tonight to share my concern as to the negative impact that will and is occurring due to the shoaling issues and the lack of depth of our ship channel. With great interest I watched your presentation, and a lot of the issues that you presented tonight are right on point with what I think my concerns are.

I'm the president of the Propeller Club of the United States for the Brownsville/Port Isabel Chapter, and many of our members have businesses and shipping interests at our local port. I am very concerned about the inability to service steel ships

at dock number 15, due to the fact that the entry to the ship channel is less than 42 feet sometimes, which is the minimum requirement for ships of that displacement to pass through. I was really happy, I was really excited to hear what you all have proposed tonight, because it looks like that you're going well over 48, even up to 52 feet, and, you know, I'm really learning about this process, and so it's really important for our community to get these big ships in here. And if we can't the big ships in here, they will go somewhere else, and I know that Chairman Arambula has worked tirelessly, as well as Commissioner Masso at the Port and the other commissioners to accomplish that task, and I want to congratulate you all for it.

2.2

However, I want to go into another concern I have I would like to share; especially, I'm glad the Colonel is here. We have somebody with senior officer rank, so I'm glad you're here, sir.

It is imperative that the U.S. Corps of Engineers provide our area on the South Texas Coast to dredging ship, just as dispatched a year ago, namely the U.S. Wheeler, dispatched from New Orleans. You all, I am so proud to let you -- everybody know here that my father-in-law, or my suegro, as they say in

Spanish, married a girl here from Brownsville, so she's teaching me good Spanish, but, anyway, my father-in-law served on the U.S. Wheeler for many years, Colonel, and also I want to let the rest of the board members know that, and I've gotten a lot of experience from asking him questions about what could happen if -- what could we do better, as far as the dredging operations. He likes to tell me, "John, I'm just an Indian. I'm not one of those chiefs." So -- so you know what, if we listen to the Indians and not the chiefs, we probably learn a lot more, and this is what I've learned.

2.2

In fact, my father-in-law served on this ship, the Wheeler, for many years. Of paramount importance, it is vital, in my opinion, that our newly elected Congress -- and I believe that Ms. Blanchard was here and she just had to leave unfortunately a minute ago -- but it's of paramount importance, in my opinion, that our newly elected Congress be petitioned to provide more resources, such as additional funding for ships dedicated to dredging operations. And, Colonel, it's no fault of yours. You can only do so much with the materials you have, and I congratulate you for the job you do with the lack of resources that I know that you don't have at

your disposal. I know you can't say that publicly, but I can, because I'm just a private citizen; or I'm a private, as you might want to say.

2.2

Twenty years ago there were at least 15 ships dedicated to dredging operations. Twenty years ago there were at least 15 ships assigned nationwide under the command of the Corps, however, today only three or four ships are on assignment, and that's around the United States.

Orleans ready for an assignment. While private shipping companies have gained favor to conduct dredging operations under our current executive branch of government in Washington, D.C. Although there are good arguments to be made concerning privatization of government duties, I believe that this policy has led to the situation that our port, like so many others, face today because our federal government has a responsibility to maintain the navigatability of our waterways and hopefully with the good efforts of local congressmen, such as Congressman Ortiz and the newly elected Congress, progress can be made to restore the Corps of Engineers dredging fleet.

I just think it's so important that

everybody in this room today and the public understands that those dredges are vital to getting that sludge and all of that material out of our ports. Every time we have a storm like -- I've learned this from Chairman Arambula -- every time we have a storm that comes in, we've got more debris, more stuff that gets in there and jams up these ports. The Wheeler -- in my opinion, the U.S. Government ought to go ahead and fund these dredging operations, restore the dredging fleet as it was 20 years ago. I have nothing against private industry, however, I think sometimes the government can and in some situations, very limited sometimes situations, can do a better job in assisting and making sure these waterways are clear.

2.2

With that, I appreciate it, I hope that we can get the funding that's necessary to restore the dredging fleet that it once was, and I hope that this -- what I've said tonight may have shed a little bit of light on one of the problems I see that needs to be fixed in order to make our port a world class organization.

Thank you very much.

COLONEL WESTON: Thank you. Okay. Next I would like to have A. Glenn Simpson, from A. Glenn Simpson & Associates.

MR. SIMPSON: Hi there. My name is Glenn Simpson. I'm originally from Florida, served on the South Florida Water Management Board and participated in the Everglades Restoration Project. I have a lot of experience with large ecosystem projects, as this one truly is.

2.2

The economics of this project speaks for itself. I mean, the only concern I would have maybe there is some conservatism used in the numbers projecting growth in this area, because from everything I see, this area is really exploding, far beyond what has been projected. That just multiplies the economic advantage of doing this port.

I'm here because I've been asked to represent a couple of friends, neighbors, that are concerned about the ongoing maintenance and being able to make sure that that's considered up front, as to how this can be designed and managed to where it will minimize any impacts and ongoing problems. I understand there are some inflows that are flowing into the existing channel that are causing some issues that perhaps could be addressed.

There are many ways to do this, and it sounds like the plan to go ahead with the design and engineering phase is the appropriate time to really

take a look at how to solve some of these problems that perhaps will even enhance some of the existing restoration projects that are going on. Installing things such as stilling basins, detention areas, spreader swells, to try to control the inflows and manage and keep the velocity down so that there's -- reduce the siltation back into the channel is something that would be -- be very important to consider in this design.

2.2

The design to improve the hydro period and title flushing to some of the adjacent ecosystems is critical. I think that that is something that would be taken care of in this design phase and the economic phase.

One thing I would like to suggest to the Navigation District that we found very helpful in working on major restoration projects, and that's establishing knowledgeable peer review committee to participate in the engineering design and construction phase to make sure that there's some unity in the way that -- the intent of the district is carried out, and to bring in a few knowledgeable people to -- as peers of those that are doing the designing, and the construction, to make sure that this project is built to where you don't look like we

had to in Florida and say, "Gee, what have we done", you know, 50 years later, and then spend millions and millions of dollars trying to correct that.

So those are my comments. I'm really glad to see this project is going forward, and it sounds like that everybody is working hand-in-hand and I think it will be a very successful thing.

Thank you.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

COLONEL WESTON: Thank you, Mr. Simpson.

Next, I would like Mr. Anthony Reisinger.

MR. REISINGER: My name is Anthony Hi. Reisinger, and I'm a student at the University of Texas at Brownsville, and I just wanted to voice my concerns on the widening of the ship channel and hope that you will pay attention to the negative impacts that the deposition of the dredge spoil has created. Areas where you all -- I guess you call them berthing areas, where you take out the sediments and lay them out, don't have vegetation because there is some sort of physical or chemical component to them that doesn't allow vegetation to grow, and that creates, as everyone knows, dust problems in the area. think that increasing the size of these dredge spoil areas, and also making new dredge spoil sites will increase the amount of dust that is blown in the area

and could potentially cause economical impacts to the areas because of the dust blowing in there and could disrupt transportation and various other things, and I would also hope that in the creation of new dredge spoil sites -- or deposition sites, that you take into account the ecological impacts, as well.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

And that's all I wanted to say.

COLONEL WESTON: Thank you very much.

Next Mr. Dewey Cashwell from the Town of South Padre Island, the city manager.

MR. CASHWELL: Good evening, gentlemen. Thanks for the opportunity to speak. This is, obviously, a wonderful project. I know you've heard a number of folks speak in favor of it. It's critical to the economy of Texas, it's critical to the economy of the United States, and it's certainly important to this area. We support it, as well, on South Padre Island, and I'm here to tell you that we want what you don't want, and that's what you're taking out. going to be dredging that channel, you're going to get that sand, and you're going to want to do something with it, and we're suggesting to you, imploring you, in fact, to please make provision to work with us, as you have so many wonderful times in the past, to place that sand on the beaches of South Padre Island.

I'm here to tell you that the need is extremely critical. Our beaches on South Padre Island took serious damage in 2005. One would not expect that, since we didn't get a direct hit from a hurricane, but we certainly got some high tides, and the devastation to our beaches, particularly on the north end of the Island, about four miles up form where this channel is, has been tremendous.

2.2

We anticipated a dredge and a participatory experience with you all to pump that sound up earlier, then we kind of did a little roller coaster ride on that, and now, unfortunately, it looks like we're going to be disappointed that it is not going to occur this time. I'm sorry that's the case. I hope you can find a way to perhaps change that scenario, but, if not, we ask, sincerely, that you please consider this subject within the context of all such future dredges, and I'm here also to tell you that the Island of South Padre, and the town and it's people are ready to step up to the plate and do their fair share, whatever it takes, in terms of cost and in terms of effort and energy to make that happen.

So, please consider our beaches. They, too, are a huge part of the economy of this area and the economy of Texas. I think if you'll check the

records, you'll find that Commissioner Jerry

Patterson, General Land Office Commissioner for the

State of Texas, has made it his highest priority to
seek a permanent and ready source of sand to apply on
the beaches that are needing to be renourished in
Texas, and I can tell you we're at the top of the
list.

2.2

So please consider that, and thank you for your time.

COLONEL WESTON: Ms. Kate Ball from South Padre, is she here? Okay.

MS. BALL: Good evening. My name is
Kate Ball. I'm the city planner for the town of South
Padre Island, and I am here, also, to encourage you to
use -- beneficial use of the dredge material on the -on the town's beaches. We've partnered in the past,
and the nineties were very good years for the town.
The last several years there have been some hiccups
there, and we strongly implore you to please consider
the town for that beach quality sand.

Thank you.

COLONEL WESTON: Okay. We've gone through our list of cards. Is there anyone else who wishes to speak that didn't get a chance to put a card in. Okay, sir, go ahead.

MR. BARRERA: My name is Dagoberto
Barrera. I'm really in support of this organization,
and the project itself, but I would also like to
recommend and ask the CEO from AmFELS if we go 80/20,
that I understand most of the projects are done that
way, 80 percent by the federal government and 20,
AmFELS, who is making a lot of money and is growing,
and a lot of that money is going out of our United
States boundaries, that AmFELS can also contribute
money, of course, on that 20 percent.

2.2

else?

Thank you very much.

COLONEL WESTON: Thank you. Anyone

MS. ZAMORA: Hi. Good evening, Colonel. It's good to see you again. I had the pleasure of meeting him this morning at the county judge's office. My name is Melissa Zamora. I am assistant to County Judge Carlos Cascos. Mr. Arambula, Mr. Lopez, Mr. Anderson, and respective members of the BND, I'm here to reiterate much of what Commissioner Garza and Commissioner Wood has already said, and, of course, Denise Blanchard with Congressman Ortiz' office, so I don't really want to go over the details and the specifics, but just so that you know that we also support, greatly support, the deepening and widening

of this channel.

1

2

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

2.2

23

24

25

And something that I want to point out is I seem to always find the human aspect to these types of projects, and I used to be an employee of the Town of South Padre Island, and on my way home, I had the pleasure of driving through the Bahia Grande looking at the birds, and driving through the traffic jam right past the Port of Brownsville, and many people used to frown on that, but I don't, because it generally means that there's a great economic impact there for Cameron County. And I liken that to an Atari game known as "Frogger", and you have to drive through and you see all of these people coming out of the Port of Brownsville and they're holding their lunch boxes, and you stop at a gas station and you see that their hands are dirty and their faces are dirty, but it truly means that the Port of Brownsville contributes to a strong work ethic, which is very symbolic to me of the American way of life. deepening this channel will contribute to that because strong work ethic is very important to Cameron County.

COLONEL WESTON: Thank you. Okay. Is there anyone else who would like to participate?

MR. LERMA: Good evening, gentlemen.

I'm Jorge Lerma with the Brownsville Firefighters Association, and I'm actually here in lieu of our president for our association, Marco Longoria.

2.2

I just wanted to mention that we are in big support of this type of a project in reference to providing for more and better paying jobs in that sense, and we always try to support our longshoremen, and anything we can do to support this project to help them out, we're all willing to do that, and to be quite honest with you, I'm here to deliver a letter to the commissioner here, if I may.

And I would like to thank you all for all of your efforts and I appreciate the opportunity to speak. Thank you.

COLONEL WESTON: Okay. Is there anyone else who would like a chance to address the crowd? No one?

Okay. I thank all of you for your participation. I would like to remind you if you desire to submit a written statement for inclusion in the record, whether you made an oral statement tonight or chose not to, you can take your statement to the registration table in the foyer to the rear, or you can send your written comments to the address identified previously on the screen.

1 In conclusion, the official record for 2 this action will be open for 30 calendar days. written statements received on or before March 2nd, 2007 will be included in the meeting record. March 2nd, 2007. 5 6 I would like to thank the Brownsville 7 Navigation District for their efforts and assistance 8 in this meeting, and I thank you all for your 9 attendance and the interest that you have shown, and I 10 encourage you to continue as we go down the road on this project to be a part of this study process and 11 12 keep providing your value added input so that we can 13 make this the best project for this community that we 14 can make it from all the various aspects that we've 15 heard addressed today. 16 So thank you very much for your attendance, and please drive safely on your way home. 17 18 This meeting is officially adjourned. 19 20 (The deposition was concluded at 8:35 p.m.) 21 2.2 23

24

25

# BROWNSVILLE NAVIGATION DISTRICT BRAZOS ISLAND HARBOR PORT DEEPENING FEASIBILITY STUDY

### REPORTER'S CERTIFICATION Taken on 1-31-07

I,	GERALD	SMITH,	Certifi	ied	Shorth	and	Repor	rter	in
and for	the St	tate of	Texas,	do	hereby	cer	tify	that	the
above a	nd fore	egoing	contains	s a	true ar	nd c	orrec	t	
transcr	ription	of the	proceed	ding	s held	on	Janua	ary 3	1,
2007.									

Certified to by me this \_\_\_\_\_ day of \_\_\_\_\_, 2007.

GERALD SMITH, Texas CSR #2305 Expiration Date: 12-31-07 Action Reporting, Firm #13 P. O. Box 4513 McAllen, Texas 78502 (956) 631-1024



CAMERON COUNTY COURTHOUSE 1100 EAST MONROE STREET BROWNSVILLE, TEXAS 78520

PHONE: (956) 574-8167
FAX: (956) 544-0820
E-MAIL: sofia.benavides@co.cameron.tx.us

January 31, 2007

U.S. Army Corps of Engineers P.O. Box 1229 Galveston, Texas 77553-1229

Dear Colonel Weston:

On behalf of Cameron County, I would like to offer my strong support today for the initiation of the Brownsville Navigation District's efforts to widen and deepen the Brownsville Ship Channel.

I believe that this project is a step in the right direction and will be a critical component for the economic vitality of this community for many years to come. As many of us know the Port of Brownsville is the engine that fuels our economy and we depend greatly on the jobs and industry that come to the Port.

I look forward with much anticipation to the commencement and results of the feasibility study and remain optimistic that the study will enable the Port of Brownsville to move forward on this important project. If there is anything Cameron County can do to help during the feasibility study phase please do not hesitate to contact me.

Sincerest regards,

Sofia Č. Benavides

Commissioner, Pct. 1

ia C. Benavides

#### The Senate of The State of Texas



Senator Eddie Lucio, Jr.

January 31, 2007

United States Corps of Engineers

Dear Sir/Madam:

I am pleased to support the enlarging and deepening of the Brazos Island Harbor (Brownsville Ship Channel) which is currently being considered by a feasibility study initiated by the United States Corps of Engineers.

Increasing the depth and width of the Brownsville Ship Channel and Turning Basin would increase the economic potential of the Brownsville Navigation District, including the economies in and around Brownsville and Northern Mexico.

Our Port is considered a major international port that supports an area that is growing exponentially. We must broaden our infrastructure if we are to attract additional economic revenues and raise our standards to meet the challenges of the 21st Century.

The potential restoration of wildlife habitat would protect our native species and provide an environment designed specifically for their needs. It would also generate additional revenues in eco-tourism which is one of the fastest growing sectors of our local economy.

I wholeheartedly support this project and look forward to its implementation in the near future.

Sincerely,

Eddie Lucio, Jr.

State Senator

ELJ/bbw



# Remarks by Denise Blanchard On behalf of <u>Congressman Solomon P. Ortiz</u> On the Brownsville Navigation District's Widening and Deepening Program

#### January 31, 2007

Since the authorization of the reconnaissance study in July of 2000, the Federal Government has played a big role in assisting the Port of Brownsville expansion and growth into one of the premier ports in the nation.

The reconnaissance study was originally authorized because the future economic demands dictate that the Port of Brownsville will need to be improved in order to meet the Transportation and Trade needs of the region and cross-border trade with Mexico.

For the past two years, the Congress has approved appropriations for the Corps of Engineers Feasibility Study – further showing support for this important project. Although the WRDA reauthorization has been stalled in Congress for many years now, the Brownsville Navigation District Widening and Deepening Project continues to gather support.

#### WHY?

Over two and one-half million deep draft tons pass yearly through the <u>Port of Brownsville</u>, TX.

- Forty percent, representing cargo bound for or coming from Mexico.
- Mexico is a stone's throw from Brownsville, across the Rio Grande River.
- If total yearly deep draft commerce at Brownsville is about 2.5 million tons, then almost 40 percent (940 thousand tons) is Mexican trade. And if such a situation is not unique in the world, certainly it is rare.
- Port of Brownsville offers an excellent strategic location for security and economic concerns.

#### SUMMARY OF IMPACTS GENERATED BY THE PORT OF BROWNSVILLE

From the October 2006 study that looked at the local and regional economic impacts of the Port of Brownsville, the economic impacts generated by the marine cargo terminals and ship repair/oil rig maintenance operations are summarized in Exhibit E-2.

Exhibit E-2
Summary of the Local and Regional Economic Impacts Generated by
The Port of Brownsville
(State of Texas)

	MARINE TERMINALS	SHIPYARD/OIL RIG REPAIR OPERATIONS	TOTAL
JOBS			
DIRECT	2,671	2,024	4,695
INDUCED	1,539	906	2,446
INDIRECT	1,895	1,542	3,437
RELATED JOBS	<u>27,851</u>	NA NA	<u>27,851</u>
TOTAL	33,956	4,472	38,428
PERSONAL INCOME (\$1,000)			of company and a second a second and a second a second and a second and a second and a second and a second a
DIRECT	\$79,763	\$61,043	\$140,806
RE-SPENDING/CONSUMPTION	\$137,231	\$61,550	\$198,781
INDIRECT	\$93,074	\$53,974	\$147,048
RELATED INCOME	<u>\$1,439,494</u>	<u>NA</u>	\$1,439,494
TOTAL	\$1,749,562	\$176,567	\$1,926,129
ECONOMIC VALUE (\$1,000)			and a second sec
DIRECT REVENUE	\$306,775	\$208,935	\$515,710
LOCAL PURCHASES	\$111,232	\$70,933	\$182,165
RELATED OUTPUT	\$2,081,676	NA	<u>\$2,081,676</u>
TOTAL	\$2,499,684	\$279,867	\$2,779,551
STATE & LOCAL TAXES (\$1,000)			nes A venication
DIRECT, INDUCED AND INDIRECT	\$27,906	\$16,244	\$44,150
RELATED STATE AND LOCAL TAXE		Ψ10,244 <u>NA</u>	\$129,554
TOTALS	\$157,461	\$16,2 <u>44</u>	\$173,705

TOTALS MAY NOT ADD DUE TO ROUNDING

Specifically, the vessel and cargo activity at the marine cargo facilities and ship repair/oil rig maintenance operations generated the following impacts in the State of Texas in 2005:

## 38,428 jobs in Texas are in some way related to the cargo moving via the marine terminals and activity at the ship and rig repair yards. Of the 38,428 jobs:

- 4,695 direct jobs are generated by the marine cargo and vessel activity and ship and rig repair operations. Of the 4,695 direct jobs, marine cargo activity supports 2,671 direct jobs, while the ship and rig maintenance and repair operations generate 2,024 direct jobs.
- As the result of local and regional purchases by those 4,695 individuals holding the direct jobs, an additional **2,446 induced jobs** are supported in the regional economy.
- **3.437** indirect jobs were supported by \$182.2 million of local purchases by businesses supplying services at the marine terminals and by businesses dependent upon the Port of Brownsville for the shipment and receipt of cargo and on the ship and rig repair operations.
- In addition to the direct, induced and indirect job impacts, 27,851 jobs in Texas are related to the cargo moving over the marine terminals at the

Port. It is to be emphasized that a large share of the imported steel cargo moving via the Port is destined for Mexico, and these related jobs are not included in the analysis. The jobs are considered to be <u>related</u> to activities at the marine terminals at the Port of Brownsville, but the degree of dependence on the marine terminals is difficult to quantify and should not be considered as dependent on the port as are the direct, induced and indirect jobs. If the marine terminals were not available to these organizations, they would suffer an economic penalty over the longer term. Such a penalty would vary from loss of employment opportunities in some cases to an increase in total transportation costs in other cases, which could, in turn, result in employment reductions.

In 2005, marine cargo activity at the marine terminals at the Port of Brownsville and the ship and rig repair operations generated a total of \$2.8 billion of total economic activity in the State of Texas.

- Of the \$2.8 billion, \$515.7 million is the direct business revenue received by the firms directly dependent upon the Port and providing maritime services and inland transportation services to the cargo handled at the marine terminals and the vessels calling the port, as well as ship and rig repair and maintenance services. An additional \$182.2 million is used for local purchases. The remaining \$2.1 billion represents the value of the output to the State of Texas that is created due to the cargo moving via the Port of Brownsville marine terminals. This includes the value added at each stage of producting an export cargo, as well as the value added at each stage of production for the firms using imported raw materials and intermediate products that flow via the marine terminals and are consumed within the state. The majority of these user impacts are associated with the imported steel products receipts.
- Marine activity supported nearly \$2.0 billion of total personal wage and salary income and local consumption expenditures for Texas residents. This includes \$486.6 million of direct, indirect, induced and local consumption expenditures, while the remaining \$1.4 billion was received by the related port users. The 4,695 direct job holders received \$140.8 million of direct wage and salary income.

A total of \$44.2 million of state and local tax revenue was generated by maritime and ship and rig maintenance and repair activity at the Port of Brownsville. In addition, \$129.6 million of state and local taxes were created due to the economic activity of the related users of the cargo moving via the marine terminals.

This economic activity is clearly a trend we want to continue for Brownsville and South Texas. The Widening and Deepening Project will assist the Port in becoming one of the

premier ports in our nation. The continued funding for the feasibility study and future construction is necessary to make sure that the future needs of Port traffic and trade are met.

## Brownsville Firefighters Association Local 970 of the International Association of Firefighters Marco Longoria-President

To:

Mr. Martin Arambula-Chairperson

Port of Brownsville Navigation District

**Board of Commissioners** 

From:

Marco Longoria-President

B.F.F.A. L-970

Date:

01-26-07

Re:

Deepening of ship channel

Port of Brownsville

Dear Mr. Arambula,

First of all allow me to congratulate you and the board of commissioners at the Port Brownsville for the job you do. It takes a team of intelligent, hard working group of people like yourselves to make our great Port of Brownsville what it is now.

Mr. Arambula, as per our conversation a few days ago, I would like to reduce my thoughts to writing. You have expressed your interest in deepening the ship channel at the Port of Brownsville. I feel that a project of that magnitude would bring nothing but prosperity to our great Port. A deeper channel would attract bigger and more ships to this area. In turn, industry at the Port of Brownsville would experience an increase in traffic of various forms. As a labor group advocate, I support the idea with enthusiasm. That sort of increase would only mean more job opportunities for our community and a definite increase of job openings for our union brothers of the International Longshoremen Association. It would be a winwin situation for industry, labor, and economic development as a whole. I ask you to call on myself and the Brownsville Firefighters for any help that we may be able to provide. Again thank you and congratulations on a job well done.

Sincerely,

Marco A. Longoria

(956) 639-0713



## CARLOS H. CASCOS, CPA COUNTY JUDGE

1100 E. Monroe Street Brownsville, Texas 78520 County Courthouse (956) 544-0830 Fax: (956) 544-0801 1-866-544-0830

January 31, 2007

U.S. Army Corps of Engineers P.O. Box 1229 Galveston, Texas 77553-1229

Dear Colonel Weston:

On behalf of Cameron County, I would like to offer my strong support today for the initiation of the Brownsville Navigation District's efforts to widen and deepen the Brownsville Ship Channel.

I believe that this project is a step in the right direction and will be a critical component for the economic vitality of this community for many years to come. As many of us know, the Port of Brownsville is the engine that fuels our economy, and we depend greatly on the jobs and industry that come to the Port.

I look forward with much anticipation to the commencement and results of the feasibility study and remain optimistic that the study will enable the Port of Brownsville to move forward on this important project. If there is anything Cameron County can do to help during the feasibility study phase, please do not hesitate to contact me.

Sincerest regards,
Melissa a. Jamora for Carlos H. Cas cos

Carlos H. Cascos, C.P.A.

County Judge



January 31, 2007

RE: Brazos Island Harbor Feasibility Study

Department of the Army, Galveston District Corps of Engineers P.O. Box 1229 Galveston, Texas 77553-1229

To whom it may concern:

The key to economic success of this region is in the ability to increase and maintain commercial traffic through our different ports of entry. Brownsville needs to maintain the essential lifelines that help move goods through this region and in the process, provide jobs and support for our human capital.

One of those lifelines is the Port of Brownsville and the Brazos Island Harbor, also known as the Brownsville Ship Channel.

Such a resource is vital in our efforts to protect and cultivate commerce. The Channel is part of an integral piece of the engine that drives our local economy and contributes significantly to a region of nearly 1 million people.

The BEDC advocates for continued investment in the region's infrastructure – such as the Brownsville Ship Channel – to stimulate economic growth and prosperity. Every time a ship comes into our Channel, thousands of direct and ancillary jobs are created throughout the region. The Port is not only a reliable transportation and distribution center for goods, it is an incubator for employment, investment and fresh money.

The BEDC supports investing in the region's infrastructure needs to build and move Brownsville forward.

Thank you for your time and attention to this matter.

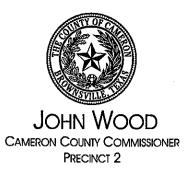
Sincerely,

Jason Hilts

President and CEO

Brownsville Economic Development Council 301 Mexico Blvd., Ste. F-1 (ITEC Campus)

Brownsville, Texas 78520



CAMERON COUNTY COURTHOUSE 1100 E. MONROE ST. BROWNSVILLE, TEXAS 78520

PHONE: (956) 983-5091 FAX: (956) 983-5090 E-MAIL: jwood@co.cameron.tx.us

January 31, 2007

U.S. Army Corps of Engineers P.O. Box 1229 Galveston, Texas 77553-1229

Dear Colonel Weston:

On behalf of Cameron County, I would like to offer my strong support today for the initiation of the Brownsville Navigation District's efforts to widen and deepen the Brownsville Ship Channel.

I believe that this project is a step in the right direction and will be a critical component for the economic vitality of this community for many years to come. As many of us know the Port of Brownsville is the engine that fuels our economy and we depend greatly on the jobs and industry that come to the Port.

I look forward with much anticipation to the commencement and results of the feasibility study and remain optimistic that the study will enable the Port of Brownsville to move forward on this important project. If there is anything Cameron County can do to help during the feasibility study phase please do not hesitate to contact me.

Sincerest regards,

John Wood

Commissioner, Pct. 2



January 31, 2007

Department of the Army
Galveston District Corps of Engineers
P.O. Box 1229
Galveston, TX 77553-1229

Re: Letter of Support for Improvements to Brazos Island Harbor

To Whom It May Concern:

The success of U.S. international trade depends on a viable and safe navigation system as well as the intermodal infrastructure to handle the efficient movement of cargo into and out of our ports. In fact, according the American Association of Port Authorities, in the next twenty years international trade, of which 95% by volume enters through the nation's ports, is expected to double. As the world's leading trading nation, the country's economic future depends on the quality of our port infrastructure and our ability to deliver goods on time and cost-effectively.

Trends in international trade, which show higher trade volumes and more concentrated infrastructure demand, has placed greater stress on the nation's surface and maritime transportation system than ever experienced before. At international gateways such as ports, and throughout inland corridors, significant infrastructure improvements are needed to handle the increased flow of goods.

Ports have responded to our fast-paced economy by investing \$1.5 billion per year to keep up with demand. They have spent nearly \$21 billion since 1946 to construct and maintain landside terminal facilities, dredge berths, and contribute to channel improvement cost-sharing programs.

One of the critical transportation infrastructure investments for the nation is maintaining our water highways — the navigation channels that lead into and out of harbors. Each year several hundred million yards of sand, gravel and silt must be removed from waterways and harbors to improve navigation safety and allow for waterborne trade.

In addition to regular maintenance dredging, improvements to navigation channels are needed to accommodate the larger vessels coming on line each year. A report prepared by Martin Associates for the Port of Brownsville states, if the channel depth was increased to 48 ft. and widened to 350 ft. it would result in the deployment of Panamax vessels replacing handymax vessels used to transport steel slab. Handymax vessels carry about 40,000 tons of slab while the Panamax vessels typically carry between 70,000-75,000 tons of slab. This would result in a substantial savings.

The Brownsville Chamber of Commerce joined by the Matamoros Chamber of Commerce know that improvements to the Brownsville Ship Channel will create a climate of growth and economic success in our region. This is reflected in the Economic Impact study written by Martin Associates for the Port of Brownsville.

Additionally, both Chambers believe the modification will address safety issues. Brazos Island Harbor has a high level of sea faring traffic that would be made safer through these efforts.

Lastly, the modification would potentially restore habitat. Eco-tourism is a growing industry in this area and the potential restoration of habitat will contribute to this environmentally sensitive environment and increasing economic generator for the area.

The Brownsville Chamber of Commerce and the Matamoros Chamber of Commerce represent more than 2,000 members with an interest in the areas economic vitality. This letter reflects the support of our members and our board of directors in the Port of Brownsville's effort to make improvements to the Brownsville Ship Channel.

If you should have any questions, please don't hesitate to contact us.

Sincerely,

Angela R. Burton

President/CEO

Brownsville Chamber of Commerce

Sincerely.

Abraĥam/Rodriguez Padron

Director Seneral

PANACO/SERVYTUR



January 30, 2007

Department of the Army Galveston District, Corps of Engineers P. O. Box 1229 Galveston, Tx. 77553-1229

Ref: Brazos Island Harbor Feasibility Study

To Whom It May Concern:

Dix Agency has been a ship agent in the Port of Brownsville since 1947. Obviously, the three generations of family ownership have seen many changes, most notably the surrounding industry and its capacity to consume goods and raw materials. The appetite for this consumption has to be satisfied with supply of higher volumes of goods. The most cost effective way to do this is by delivering them in larger vessels saving many thousands of dollars in freight charges on each voyage. The reduction of freight charges insures that Brownsville remains a competitive and viable U.S. Gulf Port.

Presently, the Brownsville Ship Channel is authorized to 42 feet of depth. Increasing the authorized depth should not cause any operational problems or constraints. Vessels not needing the additional water depth should have an easier transit and those that will take advantage of the deeper water would not have any more difficulty than those presently using the maximum depth. In short, there has not been a safety issue raised at the present depth and I cannot expect one at the deeper depth.

Although I do not pretend to be an expert in the environmental affects of the dredging, living in Brownsville and working at the Port for 45 years has given me some first hand knowledge of the area. During this period the ship channel has been deepened twice and maintenance dredging performed numerous times. The existing placement sites for dredged material appear to be functioning very well with slight environmental deterioration. Being an outdoorsman, I can say that fish, birds, and other wildlife flourish in and along the ship channel. The restoration of the Bahia Grande is an excellent example of how the Port can work at improving the environment.

January 30, 2007

Department of the Army Galveston District, Corps of Engineers

Page no. 2

It is my opinion that the citizens of the United States need a deep water port in this region. It will enable the oil industry to take maximum advantage of oil production to the east making the U.S. less dependent on foreign supply. It will allow the area to grow its commerce with Mexico and other foreign countries.

Sincerely,

Robert A. Ostos



26945 FM 510 1 ½ MILE EAST BAYVIEW ROAD P.O. BOX 182 SAN BENITO, TEXAS 78586

CAMERON COUNTY WAREHOUSE (956) 361-8209 FAX: (956) 361-8211 E-MAIL: **DAGarza@co.cameron.tx.us** 

January 31, 2007

U.S. Army Corps of Engineers P.O. Box 1229 Galveston, Texas 77553-1229

Dear Colonel Weston:

On behalf of Cameron County, I would like to offer my strong support today for the initiation of the Brownsville Navigation District's efforts to widen and deepen the Brownsville Ship Channel.

I believe that this project is a step in the right direction and will be a critical component for the economic vitality of this community for many years to come. As many of us know the Port of Brownsville is the engine that fuels our economy and we depend greatly on the jobs and industry that come to the Port.

I look forward with much anticipation to the commencement and results of the feasibility study and remain optimistic that the study will enable the Port of Brownsville to move forward on this important project. If there is anything Cameron County can do to help during the feasibility study phase please do not hesitate to contact me.

Sincerest regards,

David A. Garza

Cameron County Commissioner, Pct. 3

## Admiral Steamship Agency

January 30, 2007

Department of the Army Galveston District, Corps of Engineers P. O. Box 1229 Galveston, Tx. 77553-1229

Ref: Brazos Island Harbor Feasibility Study

To Whom It May Concern:

Admiral Steamship Agency are ship's agents in the Port of Brownsville. Over the years we have seen many changes, most notably the surrounding industry and its capacity to consume goods and raw materials. The appetite for this consumption has to be satisfied with supply of higher volumes of goods. The most cost effective way to do this is by delivering them in larger vessels saving many thousands of dollars in freight charges on each voyage. The reduction of freight charges insures that Brownsville remains a competitive and viable U.S. Gulf Port.

Presently, the Brownsville Ship Channel is authorized to 42 feet of depth. Increasing the authorized depth should not cause any operational problems or constraints. Vessels not needing the additional water depth should have an easier transit and those that will take advantage of the deeper water would not have any more difficulty than those presently using the maximum depth. In short, there has not been a safety issue raised at the present depth and we do not expect one at the deeper depth.

Although we do not pretend to be experts in the environmental affects of the dredging, working at the Port has given us some first hand knowledge of the area. During this period the ship channel has been deepened twice and maintenance dredging performed numerous times. The existing placement sites for dredged material appear to be functioning very well with slight environmental deterioration. Being environmentally conscious, we can say that fish, birds, and other wildlife flourish in and along the ship channel. The restoration of the Bahia Grande is an excellent example of how the Port can work at improving the environment.

It is our opinion that the citizens of the United States need a deep water port in this region. It will enable the oil industry to take maximum advantage of oil production to the east making the U.S. less dependent on foreign supply. It will allow the area to grow its commerce with Mexico and other foreign countries.

Sincerely,

Admiral Steamship Agency

Danny Rodriguez

DR/mei

## www.biehlco.com

Est. 1905

2993 N. Indiana Ave., Ste. #4 · Brownsville , TX 78526 · biehlbry@biehlco.com · Tel: (956) 831-3224 · Fax: (956) 831-4490

January 30, 2007

Department of the Army Galveston District, Corps of Engineers P. O. Box 1229 Galveston, Tx. 77553-1229

Ref: Brazos Island Harbor Feasibility Study

To Whom It May Concern:

Biehl & Co., L.P. has been a ship agent in the Port of Brownsville since 1987. Over the years our company has observed many changes, most notably the surrounding industry and its capacity to consume goods and raw materials. The appetite for this consumption has to be satisfied with supply of higher volumes of goods. The most cost effective way to do this is by delivering them in larger vessels saving many thousands of dollars in freight charges on each voyage. The reduction of freight charges insures that Brownsville remains a competitive and viable U.S. Gulf Port.

Presently, the Brownsville Ship Channel is authorized to 42 feet of depth. Increasing the authorized depth should not cause any operational problems or constraints. Vessels not needing the additional water depth should have an easier transit and those that will take advantage of the deeper water would not have any more difficulty than those presently using the maximum depth. In short, there has not been a safety issue raised at the present depth and we do not expect one at the deeper depth.

Although we do not pretend to be an expert in the environmental affects of the dredging, working at the Port over the years has given us some first hand knowledge of the area. During this period the ship channel has been deepened twice and maintenance dredging performed numerous times. The existing placement sites for dredged materials appear to be functioning very well with slight environmental deterioration. Being environmentally conscious, we have seen that fish, birds, and other wildlife flourish in and along the ship channel. The restoration of the Bahia Grande is an excellent example of how the Port can work at improving the environment.

It is our opinion that the citizens of the United States need a deep water port in this region. It will enable the oil industry to take maximum advantage of oil production to the east making the U.S. less dependent on foreign supply. It will allow the area to grow its commerce with Mexico and other foreign countries.

Sincerely,

Biehl & Co., L.P.

Richard S. Ludwig

RSL/mej



January 31, 2007

Department of the Army Galveston District Corps of Engineers P. O. Box 1229 Galveston, TX 77553-1229

Re: Brazos Island Harbor Feasibility Study

To Whom It May Concern:

Biehl & Co., L.P. has been in business as a shipping agent for over 100 years and in the Port of Brownsville since 1987. Over the years, this company has seen many changes within the industry, most notably the increase of the ship's DWT, when it comes to tankers/bulk carriers. We all know that the transportation by seas is the most cost effective way to transport commodities or semi-finished goods.

Presently, the Brownsville Ship Channel is authorized to 42 feet of depth. Increasing the authorized depth should not cause any operational problems or constraints. Vessels not needing the additional water depth should have an easier transit and those that will take advantage of the deeper water would not have any more difficulty than those presently using the maximum depth. In short, there has not been a safety issue raised at the present depth and we cannot expect one at the deeper depth.

During the past years, the ship channel has been dredged twice and maintenance dredging has been performed numerous times. It seems that all the sites for the dredging material are functioning well and I do not know of any environmental deterrents. I am of the firm opinion that the Port of Brownsville has to be a deep water port especially in order for the Rio Grande Valley region to prosper in the future.

Sincerely,

BIEHL &/CO., L.P.

Show

## **HODGE & SHERGOLD, L.L.P.**

KIP VAN JOHNSON HODGE, P.C.

ATTORNEYS AT LAW AND MEDIATION SERVICES

JOHN "ROCA" SHERGOLD, ESO.

1534 EAST 6TH STREET, SUITE 105 **BROWNSVILLE, TEXAS 78520** PH. 956-548-9100 FAX 956-548-9102

January 31, 2007

To Whom It May Concern:

It is with great pleasure to write this letter to share my concern as to the negative impact that will and is occurring due to shoaling issues and the lack of depth of our ship channel.

I am the President of the Propeller Club of the United States for the Brownsville-Port Isabel Chapter and many of our members have businesses and shipping interests at our local Port. I am very concerned about the inability to service steel ships at Dock No. 15 due to the fact that the entry at the ship channel is less than 42 feet which is the minimum requirement for ships of that displacement to pass through.

It is imperative that the U.S. Corp of Engineers provide our area on the South Texas Coast a dredging ship such as was dispatched a year ago, namely the U.S. Wheeler, dispateched from New Orleans. In fact, my father in law Arturo Villarreal served on this ship for many years. Of paramount importance, it is vital in my opinion that our newly elected Congress be petitioned to provide more resources such as additional funding for ships dedicated to dredging operations. Twenty years ago there were at least 15 ships assigned nation wide under the command of the Corp, however, today, three or four ships are on assignment. The Wheeler stands idle today in New Orleans waiting for an assignment, while private shipping companies have gained favor to conduct dredging operations under our current executive branch of government in Washington, D.C.

Although, there are good arguments to be made concerning privatization of government duties, I believe that this policy has led to the situation that our Port like so many others face today because our Federal Government has a responsibility to maintain the navigability of our waterways and hopefully with the good efforts of our local Congressman Ortiz and the newly elected Congress progress can be made to restore the Corp. of Engineer's dredging fleet. John 'roca' Shergold

Best Regards,

# RESPONSE TO COMMENTS ON DRAFT INTEGRATED FEASIBILITY REPORT AND ENVIRONMENTAL ASSESSMENT



## **DEPARTMENT OF THE ARMY**

GALVESTON DISTRICT, CORPS OF ENGINEERS P. O. BOX 1229 GALVESTON, TEXAS 77553-1229

December 2, 2013

## DEPARTMENT OF DEFENSE

Department of the Army; Corps of Engineers

Notice of Availability for the Environmental Assessment, Draft Integrated Feasibility Report, Brazos Island Harbor Channel Improvement Project, Cameron County, Texas

**AGENCY:** Department of the Army, U.S. Army Corps of Engineers, Department of Defense; Texas Commission on Environmental Quality

**ACTION:** Notice of Availability and Joint Public Notice

**SUMMARY:** The U.S. Army Corps of Engineers (USACE), Galveston District announces the release of the Draft Integrated Feasibilility Report and Environmental Assessment (DIFR-EA), and their public comment periods, for the Brazos Island Harbor Channel Improvement Project, Cameron County, Texas. The non-Federal sponsor for the proposed project is the Brownsville Navigation District.

**PURPOSE:** This public notice is to inform interested parties that the USACE, Galveston District (the District) has prepared a Draft EA in accordance with the National Environmental Policy Act (NEPA), Public Law 91-190, and regulations for implementing the Procedural Provisions of the NEPA, 40 Code of Federal Regulations 1500-1508. This notice is being distributed to interested State, Federal, and local agencies, private organizations, and individuals in order to assist in collecting facts and recommendations concerning the Tentatively Selected Plan (TSP) of channel improvements to deepen the existing authorized 42-foot mean lower low water (MLLW) channel to 52 feet MLLW and extend the offshore portion of the channel 4,000 feet (0.8 mile) farther into the Gulf of Mexico.

**COMMENT PERIOD:** The USACE, Galveston District will be accepting written public comments on the DIFR-EA from December 6, 2013 through January 7, 2014. Comments on the DIFR-EA must be postmarked by January 7, 2014.

**SUBMISSION OF PUBLIC COMMENTS:** Persons desiring to express their views or provide information to be considered in evaluating the impact of this work and the future maintenance operations are requested to mail their comments to:

District Engineer U.S. Army Engineer District, Galveston ATTN: CESWG-PE-PR P.O. Box 1229 Galveston, Texas 77553-1229 **PROJECT LOCATION:** The Brazos Island Harbor (BIH) project is located on the Gulf of Mexico coast about 3 miles north of the United States-Mexico border and east of the City of Brownsville, in Cameron County, Texas. The existing BIH project includes the Entrance and Jetty Channels which extend about 2.4 miles into the Gulf of Mexico, and the Main Channel which terminates at the Port of Brownsville Turning Basin about 17 miles inland from the Gulf of Mexico.

**PROJECT DESCRIPTION:** Channel deepening would improve the navigation efficiency of deep draft vessels and offshore oil rigs using the channel to access the Port of Brownsville. The 52 by 250-foot TSP would extend the Entrance Channel 4,000 feet farther into the Gulf of Mexico to reach the natural Gulf depth corresponding to the deepening project. The Entrance and Jetty Channels from Stations -17+000 to 0+000 would be deepened to 54 feet MLLW. This depth includes an additional two feet to accommodate for the effects of offshore waves on ship movements. From Station 0+000 to 84+200, the Main Channel would be deepened to a depth of 52 feet MLLW. From Station 84+200 to 86+000, the existing channel is 42 feet deep and no deepening is proposed. The channel would be maintained at the existing depth of 36 feet MLLW from Station 86+000 to the end of the Turning Basin at 89+500, as ships will have been lightloaded or unloaded before entering. No channel widening is proposed and channel side slopes would remain the same as the existing project. The actual dredging depth would be up to 4 feet deeper in the Entrance and Jetty Channels due to 2 feet of advance maintenance (AM) and 2 feet of allowable overdepth (AO), and up to 3 feet deeper in the Main Channel due to 2 feet of AM and 1 foot of AO. No improvements are proposed for the existing jetties. If the project is authorized, it is estimated that the 29-month long construction period could be finished and the project completed by 2021.

The TSP would generate approximately 14.1 million cubic yards (MCY) of new work material from initial construction and approximately 61.7 MCY of maintenance material over the 50-year period of analysis. Maintenance dredging quantities would increase approximately 14.1 percent over the existing project. New work and maintenance material would be distributed among the existing New Work Ocean Dredged Material Disposal Site (ODMDS), a nearshore Feeder Berm and existing upland, confined placement areas (PAs) 2, 4A, 4B, 5A, 5B, 7 and 8. The new work material would consist primarily of clay with minor amounts of sand, silty sand and clayey sand, and maintenance material would consist of silt and clay sediments from the Main Channel and primarily sandy sediment from the Entrance/Jetty Channels and the first 11,000 feet of the Main Channel. Maintenance material from the Entrance and Jetty Channels may be placed in the Maintenance ODMDS if the nearshore Feeder Berm is unavailable.

None of the existing ODMDS and upland PAs would need to be expanded and no new ODMDS or upland PAs would be needed. Construction to raise upland PA containment dikes to heights needed to accommodate new work and maintenance quantities would be done within the footprints of the existing PAs. New work sediments would be stockpiled within the PAs and later used to raise PA dikes incrementally as needed to contain maintenance material for the 50-year period of analysis. Final elevations of the PA dikes would range from a total elevation of 17 feet NAVD 88 around PA 5A to a total elevation of 38 feet around PA 7. Armoring of the exterior toe of the PA 4A and 4B dikes on the side facing the channel would be implemented to prevent erosion from Station 22+000 to 33+800. Maintenance material from the Entrance and Jetty Channels and the first 11,000 feet of the Main Channel would generally be placed in the

nearshore Feeder Berm. Sediment removed by maintenance dredging would therefore be regularly placed back into the littoral system, available for cross-shore and longshore sediment transport to the beaches of South Padre Island.

STATE WATER QUALITY CERTIFICATION: TCEQ water quality certification is required. The TCEQ is reviewing the proposed project under Section 401 of the Clean Water Act and in accordance with Title 31, Texas Administrative Code Section 279.1-13 to determine if the work would comply with State water quality standards. By virtue of an agreement between the USACE and TCEQ, this public notice is also issued for the purpose of advising all known interested persons that TCEQ's decision on water quality certification is pending. Any comments concerning this work may be submitted to the Texas Commission on Environmental Quality, Attention: Water Quality Division, MC-150, P.O. Box 13087, Austin, Texas 78711-3087. The public comment period extends 30 days from the date of publication of this notice. A copy of the public notice with a description of work is made available for review in the TCEQ's Austin office.

The TCEQ may conduct a public meeting to consider all comments concerning water quality if requested in writing. A request for a public meeting must contain the following information: the name, mailing address, and telephone number of the person making the request; a brief description of the interest of the requester, or of persons represented by the requester; and a brief description of how the project would adversely affect such interest.

## COMPLIANCE WITH OTHER LAWS AND REGULATIONS:

Endangered Species Act. Coordination with the U.S. Fish and Wildlife Service (USFWS) regarding potential endangered species impacts has been concluded and conservation measures recommended by USFWS will be adopted to prevent potential impacts to threatened and endangered species that may occur in the study area. Consultation with the National Marine Fisheries Service (NMFS) is underway regarding potential adverse impacts from new work construction by hopper dredges to four species of threatened and endangered swimming sea turtles (green, Kemp's ridley, loggerhead and hawksbill). Reasonable and prudent measures, developed in consultation with the NMFS, will be adopted to reduce potential impacts to these species.

Essential Fish Habitat: This notice initiates Essential Fish Habitat consultation requirements of the Magnuson-Stevens Fishery Conservation and Management Act. Our initial determination is that the proposed action will not have a substantial adverse impact on Essential Fish Habitat or federally-managed fisheries in the Gulf of Mexico. Our final determination relative to project impacts and the need for mitigation measures is subject to review by and coordination with the NMFS.

Texas Council on Environmental Quality (TCEQ) Water Quality Certification: The proposed dredged material placement plan will also be evaluated with regard to the requirements of Section 404(b)(1) of the Clean Water Act. Water quality certification has been requested from the Texas Commission on Environmental Quality (TCEQ).

Air Quality: Cameron County is currently designated as in attainment or unclassifiable with National Ambient Air Quality Standards. New work and maintenance dredging would result in minor short-term effects and would not result in a significant effect on regional air quality.

Other Agency Coordination: USACE has evaluated the proposed TSP for consistency with the Texas coastal management program, and concluded that the TSP is fully consistent to the maximum extent practicable with the enforceable policies of the Texas program. No impacts to historic properties have been identified, and potential unanticipated impacts to historic properties during construction and operation will be addressed in accordance with the terms of the Historic Properties Programmatic Agreement. A determination of "no effect" is currently being coordinated with the State Historic Preservation Officer.

The following is a partial list of Federal, State, and local agencies with which these activities are being coordinated:

U.S. Environmental Protection Agency, Region 6

U.S. Department of Commerce

U.S. Department of the Interior

Eighth Coast Guard District

Budget and Planning Office, Office of the Governor of Texas

Texas Historical Commission

Texas Parks and Wildlife Department

Texas Commission on Environmental Quality

Texas General Land Office

Texas Water Development Board

**Cameron County** 

Port Isabel-San Benito Navigation District

The City of Brownsville

The City of Port Isabel

**EVALUATION FACTORS:** The decision whether to proceed with the proposed action will be based on an evaluation of the probable impact of the proposed activity on the public interest. That decision will reflect the national concern for both protection and utilization of important resources as well as public and environmental safety and economic concerns.

**ENVIRONMENTAL DOCUMENTATION:** The work described in this notice represents a change to the existing project. A preliminary review of the TSP indicates that an Environmental Impact Statement (EIS) is not required. This preliminary determination will be changed if information brought forth in the coordination process is of a significant nature. Based on this determination, a Draft EA has been prepared. The Draft EA assesses potential impacts to the human and natural environment that would result from the proposed project. The document is available online at

 $\underline{http://www.swg.usace.army.mil/BusinessWithUs/PlanningEnvironmentalBranch/Documentsfor PublicReview.aspx.}$ 

**FOR FURTHER INFORMATION CONTACT:** Questions about the proposed action and the DIFR-EA may be referred to Ms. Janelle Stokes at (409) 766-3039, or by email at <a href="mailto:janelle.s.stokes@usace.army.mil">janelle.s.stokes@usace.army.mil</a> and Ms. Carolyn Murphy at (409) 766-3044, or by email at <a href="mailto:carolyn.e.murphy@usace.army.mil">carolyn.e.murphy@usace.army.mil</a>.

Dolan Dunn

Chief, Planning, Environmental and Regulatory Division

Galveston District

## TO BE ADDED AFTER PUBLIC REVIEW