2015 GREEN4SEA Forum Athens

Welcome to the USA: A "Green" Regulatory Compliance Guide

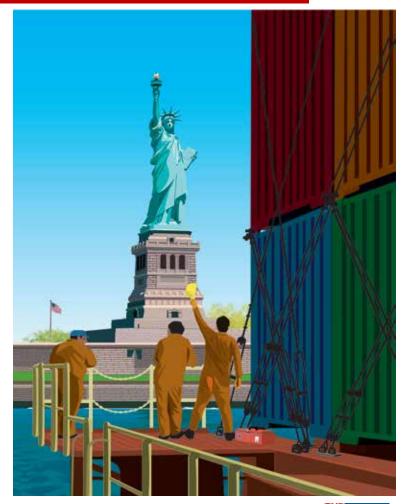
William Moore, Dr. Eng.
Senior Vice President
Shipowners Claims Bureau, Inc.
New York, NY USA





Overview

- Realities of marine pollution in the USA.
- USCG port State control and marine pollution.
- History of oily water separator violations in USA.
- Range of environmental requirements for shipowners.
- Human Element.
- Foreseeable trends and risks.





The realities for marine pollution in the US

- 80% of marine environmental pollution comes from land.
- Significant contribution from *non-point source pollution*.
 - ü fertilizers, herbicides & pesticides from storm run off and soils from erosion prone areas
 - ü septic tank systems
 - ü airborne contaminants collected by precipitation
 - ü motor vehicles & mechanical equipment
 - ü heavy metal and tar residues from roads, etc.







The realities for marine pollution in the US (cont.)

- Ships are easy point source pollution targets for authorities.
- Criminal prosecutions and civil fines are severe.

Environmental regulations stretch well beyond oil pollution

since the Oil Pollution Act, 1990:

- ü oil pollution from bunkers & bilges
- ü garbage, sewage, noxious substances
- ü invasive species from ballast water
- ü air pollution— NO_x, SO_x and CO₂
- ü "holistic" set of pollutant sources







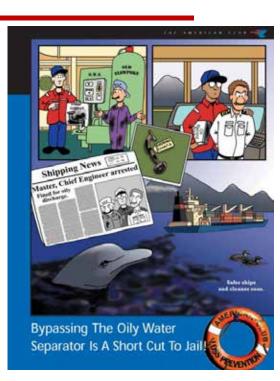
USCG port State control and pollution





History of OWS violation cases

- First OWS case in USA leading to fines was in 1994. (Holland America Lines).
- Violations have continued through the years with significant fines and jail, e.g.:
 - ü Columbia Shipmanagement, 2013, US\$ 10.4 m
 - ü Pacific International Lines, 2013, US\$ 2.2 m
 - ü Hachiuma Steamship Co., 2014, Chief Engineer sentenced for criminal violations, US\$ 1.8 m
 - ü Marine Managers, Ltd., 2014, Chief Engineer convicted, US\$ 0.9 m
- Violations continue despite the risks to owners, managers and seafarers.



Overview of environmental regulation compliance for USA

- MARPOL 73/78, Annex I-VI.
- Vessel General Permit (VGP).
- California Air Resource Board (CARB).
- North America Emissions Control Area
- Non-Tank Vessel Response Plan.
- Tanker Vessel Response Plan.
- Ballast Water Management.





Human Element

- Management oversight and culture.
- Crew competency.
- Crew selection.
- Training...Training...Training.

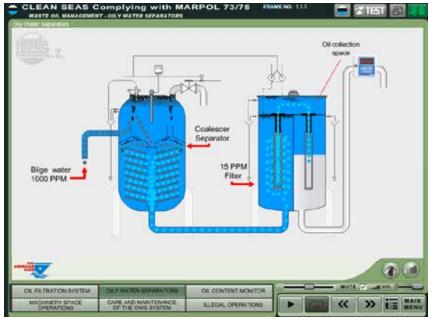




Human Element (cont.)

- Environmental e-Learning training and competency tools
 - ü MARPOL Annexes I-V
 - ü VGP and s-VGP







Foreseeable trends and risks

- MLC 2006 compliance seafarers with greater leverage.
- ECA requirements stiffening— challenge of meeting demand for low sulphur fuel is concern.
- OWS system violations will continue
 — "It will never
 happen to us" is a dangerous position for any owner to
 take!
- Qualified seafarers competency is, and will continue to be, a challenge.
- Unilateral environmental & liability in the USA this trend will continue <u>unabated</u>.



Ευχαριστώ

