

Environmental & Sustainability Updates

RAQPAC Meeting

October 26, 2023

Trae Camble, Director of Environmental Affairs, Port Houston



PORT HOUSTON

DISCUSSION TOPICS

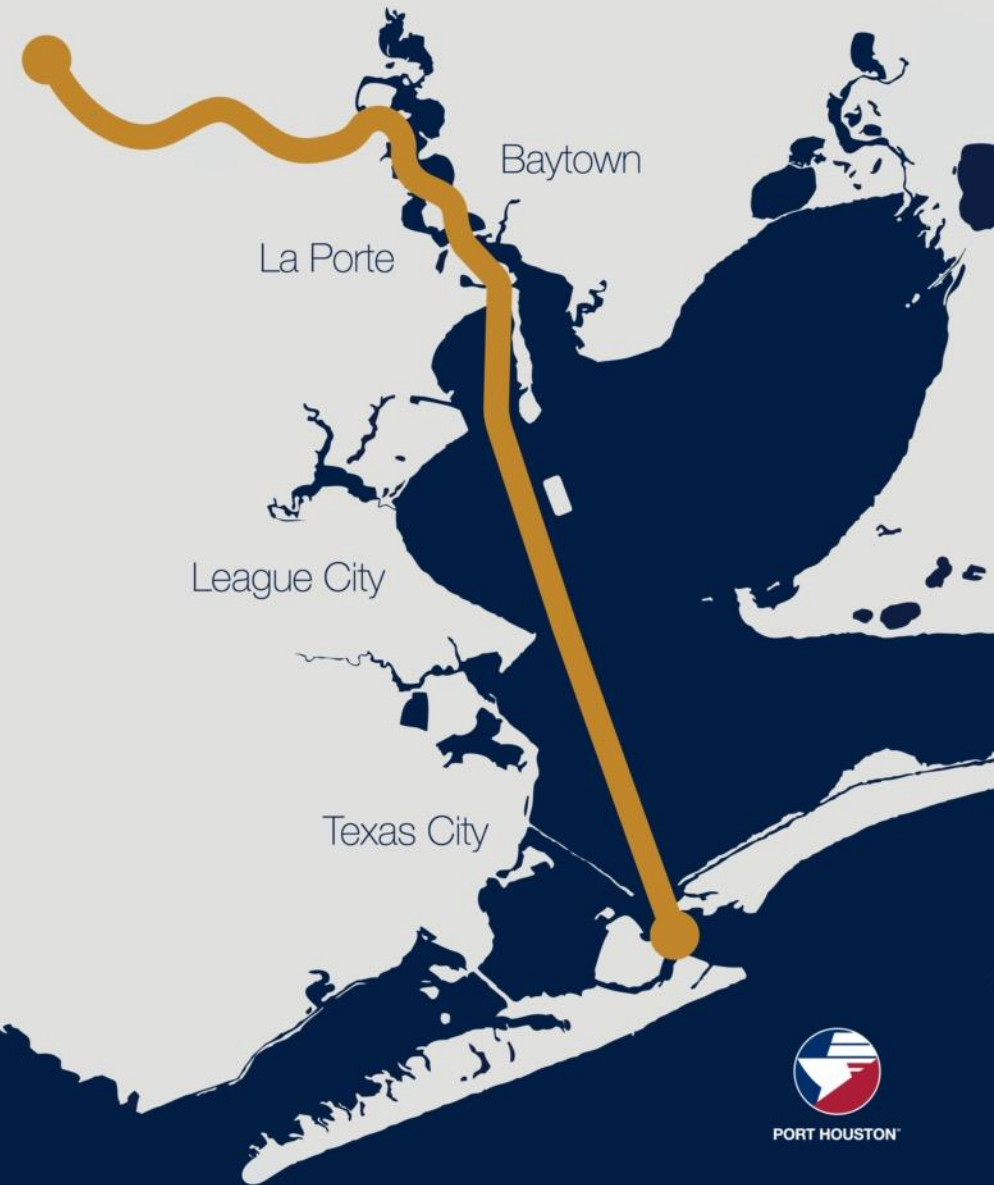
- **Who** is Port Houston (vs. the Port of Houston)?
- **Why** focus on sustainability and decarbonization?
- **Where** are we focusing?
- **What** are we doing?
- **Q&A**



- Local Sponsor and advocate of the Houston Ship Channel

- Public terminals — including Bayport, Barbours Cut and Turning Basin

- Mission: Driving Regional Prosperity



PORT HOUSTON



THE NATION'S BUSIEST WATERWAY

Port Houston

- 8 public facilities all cargos
- 3.5MM TEU
- 7000 Trucks / Day
- Largest project cargo & steel port
- Houston Ship Channel "Project 11"

Houston Ship Channel

- 200 private facilities
- World scale petro-chem complex
- Energy & chemicals capital
- 550MM BBL storage
- Over 1200 pipelines all products

Together



\$3.4 MILLION
JOBS NATIONWIDE



\$906 BILLION
ECONOMIC IMPACT
ACROSS THE U.S.

**>275 MILLION
TONS/YR**

NATION'S LARGEST PORT
BY TONNAGE



BUSIEST U.S. WATERWAY:

10,000 VESSELS

&

200,000 BARGE

TRANSITS ANNUALLY



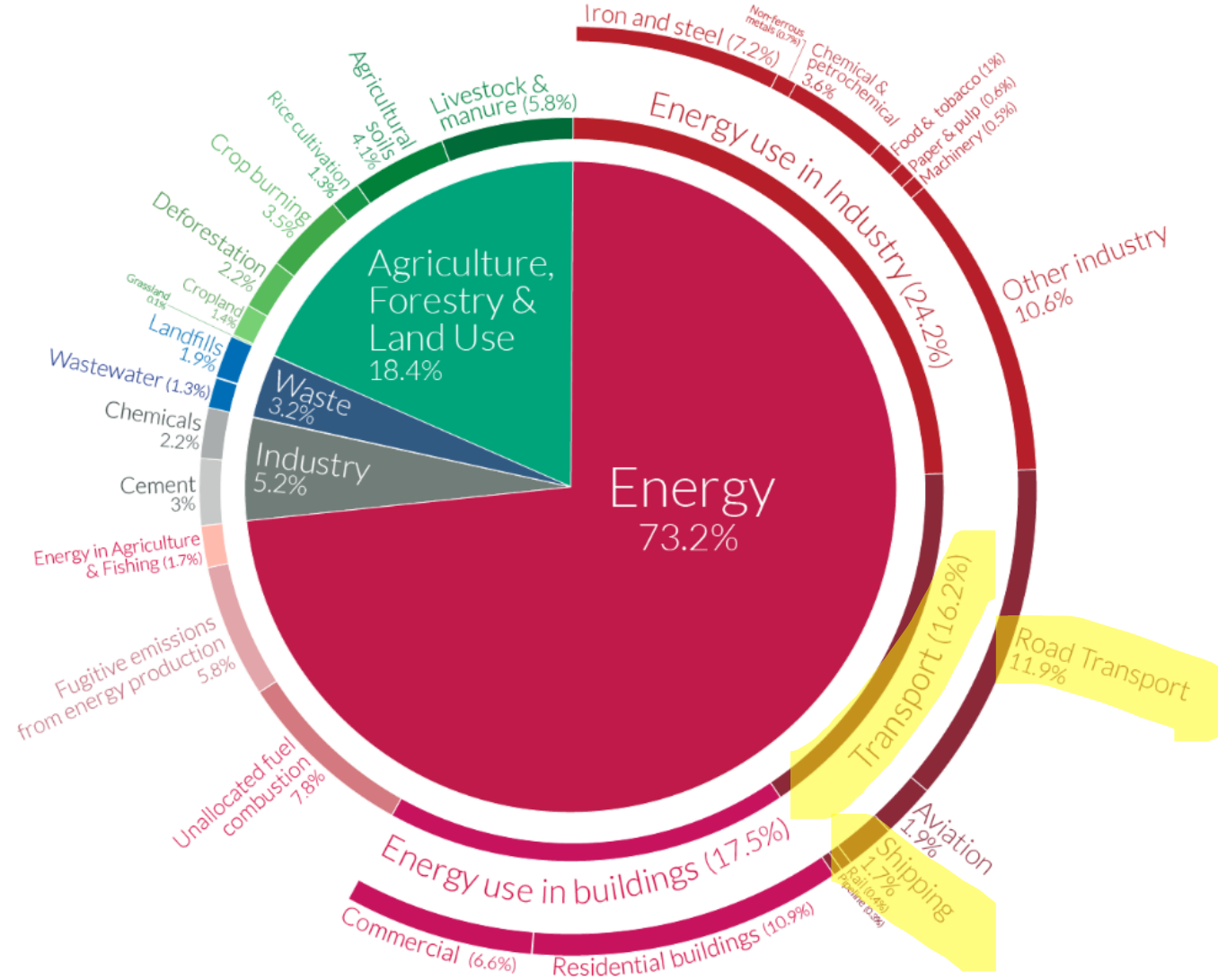
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THE DECARBONIZATION CHALLENGE

Global greenhouse gas emissions by sector

Our World in Data

This is shown for the year 2016 – global greenhouse gas emissions were 49.4 billion tonnes CO₂eq.



OurWorldinData.org – Research and data to make progress against the world's largest problems.
 Source: Climate Watch, the World Resources Institute (2020).

Licensed under CC-BY by the author Hannah Ritchie (2020).



Illustrative Proportions of GHG's (1000 Tons)

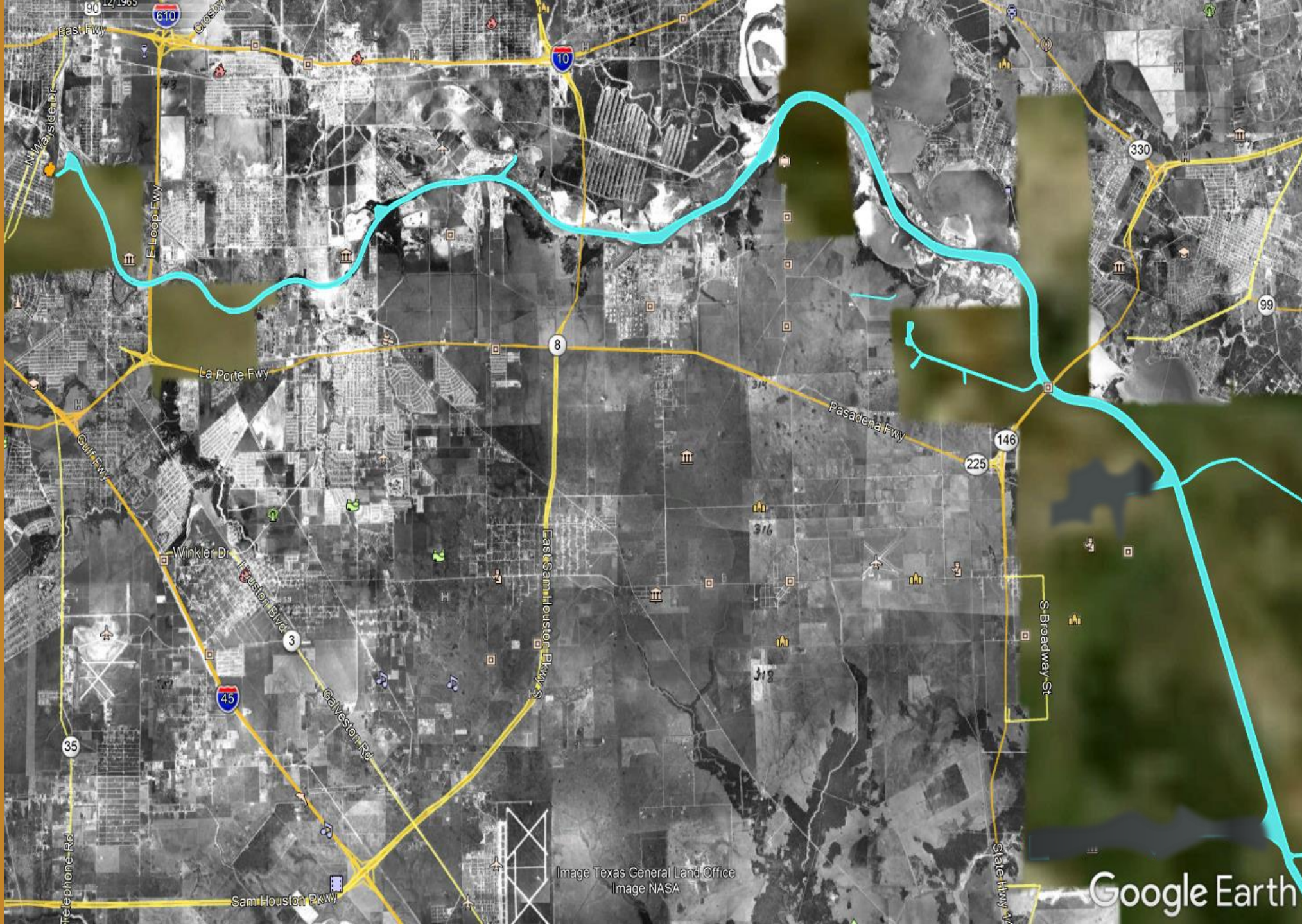
THE DECARBONIZATION CHALLENGE...



Values are Estimates / Block Sizes Not To Scale



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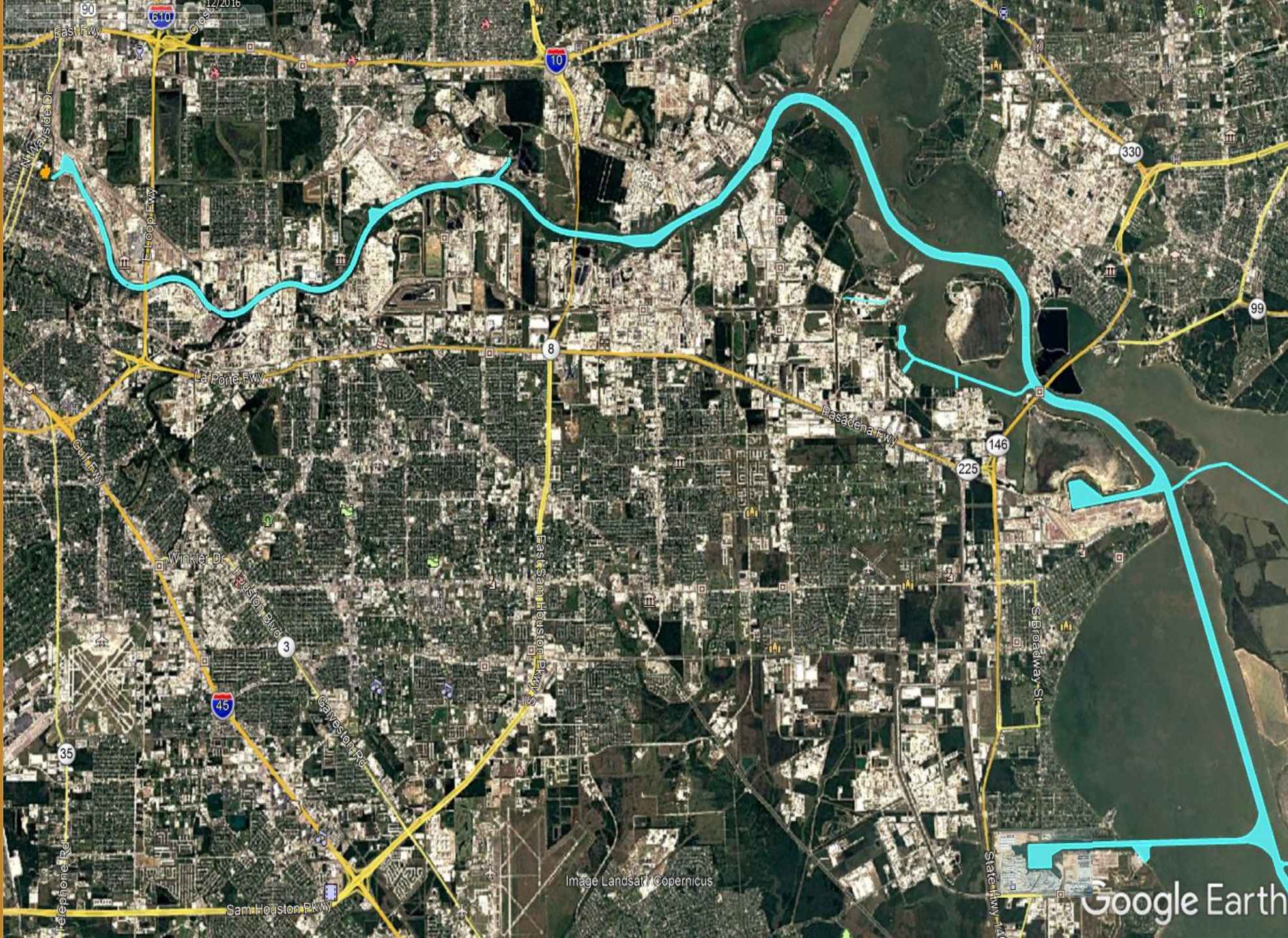
1965

Image Texas General Land Office
Image NASA

Google Earth



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TODAY



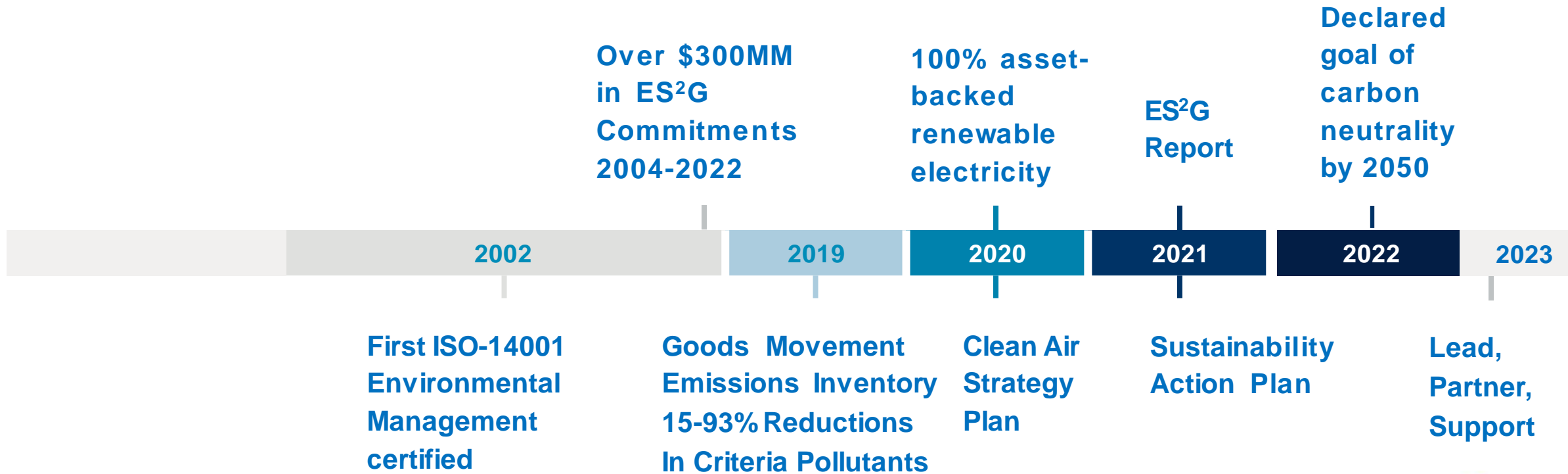
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Google Earth



SHARED RESOURCE

COMMITMENTS TO SUSTAINABILITY













SUSTAINABILITY ACTION PLAN

OPPORTUNITIES AND ENGAGEMENT MODEL

LEADING

-  CHE Electrification
-  Maritime Education Outreach
-  Parks & Green Spaces Revitalization
-  Diversity, Equity & Inclusion Initiatives
-  Freight Mobility Renewal
-  Community Engagement Events
-  Economic Development Job Creation
-  S/MWBE Business Equity Program

PARTNERING

-  Alternative Fuel Drayage
-  Dockside Emissions Redux
-  Harbor Street
-  Environmental Mitigation Bank Co-Development
-  Solar PV & Energy Storage
-  DERA/TERP Repower Grants
-  Parks and Green Spaces
-  Marine Fuel Alternatives
-  Plastics Pyrolysis Value Chain
-  Legislative Advocacy

SUPPORTING

-  Decarbonization in Shipping
-  Innovation / Incubators
-  TCEQ Monitors
-  Regional Climate Action Plan (CAP)
-  Storm Resiliency
-  IEA Hydrogen Ports
-  Intermodal
-  Synchronizer
-  Flood Resiliency



ENGAGEMENT MODEL



ALL 28
STS CRANES
are fully electric



100%
Renewable
Electricity



ELECTRIC
YARD TRUCK
piloting has
begun

LEAD



57 HYBRID ELECTRIC
RUBBER TIRE GANTRY
(RTG) CRANES
purchased since 2015



5 ELECTRIC
POOL VEHICLES
for port use

SUPPORT

PARTNER



PATHWAYS TO NET-ZERO 2050 IN THE
NORTH AMERICAN MARINE SHIPPING INDUSTRY:

FUELS AND PROPULSION SYSTEMS

A Report of the Blue Sky Maritime Coalition

Prepared for Blue Sky Maritime Coalition
by the Vanderbilt University Climate Change Initiative

April 2022



HyVelocity Hub

HyVelocityHub.us

Rapidly Scaling Clean Hydrogen Supply and Demand





LEAD: PROJECT 11



Project 11: CLEAN HYBRID AND SCR DREDGES

BAYPORT CONTAINER TERMINAL – WHARF 6



POSSIBILITIES



2050 ROADMAP

Scope 1 & Scope 2 Lead

Scope 3 & Beyond Value Chain Partner & Support

2016	2020	2022-25	2030	2040	2050
<p>Carbon footprint reduced 0%</p> <p>Baseline emissions established</p> <p>Scope 2</p> <ul style="list-style-type: none"> LED lighting 	<p>Scope 1-2 Carbon footprint reduced 55%</p> <p>Scope 1</p> <ul style="list-style-type: none"> Purchase hybrid-electric RTG cranes only <p>Scope 2</p> <ul style="list-style-type: none"> Implement 100% renewable electricity Continue LED lighting 	<p>60%</p> <p>Scope 1</p> <ul style="list-style-type: none"> Purchase zero-emission terminal tractors Purchase zero-emission pool cars Pilot zero-emission forklifts and other cargo handling equipment <p>Scope 2</p> <ul style="list-style-type: none"> Evaluate solar generation opportunities 	<p>70%</p> <p>Scope 1</p> <ul style="list-style-type: none"> Purchase zero-emission forklifts and other cargo handling equipment Consider zero-emission construction and operations for terminal and inland expansions Maximize waste recycling <p>Scope 2</p> <ul style="list-style-type: none"> Implement solar and wind generation Generate and distribute clean electricity for microgrids 	<p>90%</p> <p>Scope 1</p> <ul style="list-style-type: none"> Complete cargo handling equipment transition to zero-emission Optimize future terminals for efficiency and minimal emissions <p>Scope 2</p> <ul style="list-style-type: none"> Continue clean electricity generation and implementation 	<p>Carbon footprint reduced 100%</p> <p>Scope 1</p> <ul style="list-style-type: none"> RTG cranes hybrid or electric Terminal tractors zero-emission Other cargo handling equipment zero-emission Pool cars and trucks zero-emission Residual emissions offset with nature-based solutions <p>Scope 2</p> <ul style="list-style-type: none"> Electricity 100% renewable since 2020, augmented as needed
<p>Beyond Value Chain</p> <ul style="list-style-type: none"> Documented emissions via 2019 GMEI Report 	<p>Beyond Value Chain</p> <ul style="list-style-type: none"> Documented emissions via 2019 GMEI Report 	<p>Scope 3</p> <ul style="list-style-type: none"> Inventory carbon footprint of Port Houston procurement / suppliers Identify and pilot carbon neutral construction materials Inventory tenant emissions and create policy Minimize employee travel emissions Encourage clean dredging <p>Beyond Value Chain</p> <ul style="list-style-type: none"> Facilitate pilot of zero-emission drayage trucks and electric/fuel infrastructure Develop regional drayage strategies Pilot shore power Capture leading practices in ocean and harbor vessels Continue to apply for a variety of state and federal grants Define green corridors for U.S. Gulf Coast 	<p>Scope 3</p> <ul style="list-style-type: none"> Prioritize carbon neutral materials in purchasing Implement tenant emissions policy <p>Beyond Value Chain</p> <ul style="list-style-type: none"> Support wide-spread adoption of zero-emission drayage truck fleets and charging/fueling truck stops Encourage transition to low/zero-emission ships, harbor vessels, and locomotives Assist transition to lower-emission container transport options, like freight shuttles or containers on barge Pilot green shipping corridors Pilot carbon capture technology 	<p>Scope 3</p> <ul style="list-style-type: none"> Prioritize carbon neutrality in capital goods and professional services Develop offsets to address remaining carbon emissions Encouraging sustainable investments <p>Beyond Value Chain</p> <ul style="list-style-type: none"> Complete optimization of shore power use and/or zero-emission vessels Zero-emission vessels Implement green shipping corridors Monitor transition to low/zero-emission locomotives 	<p>Scope 3</p> <ul style="list-style-type: none"> Vessels, trucks and suppliers at carbon neutral/net zero standards Remaining emissions offset Investment profiles consistent with sustainability goals Tenant-operated terminals and facilities meet carbon neutral standards <p>Beyond Value Chain</p> <ul style="list-style-type: none"> Carbon neutrality adopted across the industry, including drayage trucks, ships, harbor vessels, locomotives Optimized use of green shipping corridors



*All plans and projects subject to feasibility and business alignment – timing subject to technology development and commercialization cycles. Noted future percentages represent Port Houston goals.

2050 ROADMAP



NET-ZERO ROADMAP PROGRESS

IDENTIFY MAP EVALUATE/PILOT PRIORITIZE EXECUTE

EDF NET ZERO ABATEMENT SOLUTION FRAMEWORK

(source: Pathways to Net Zero: The Decisive Decade, EDF / Deloitte, 2021)

2022-25

Scope 1: PORT EQUIPMENT

- Purchase zero-emission terminal tractors
- Purchase zero-emission pool cars
- Pilot zero-emission forklifts and other CHE

Scope 2: ELECTRICITY

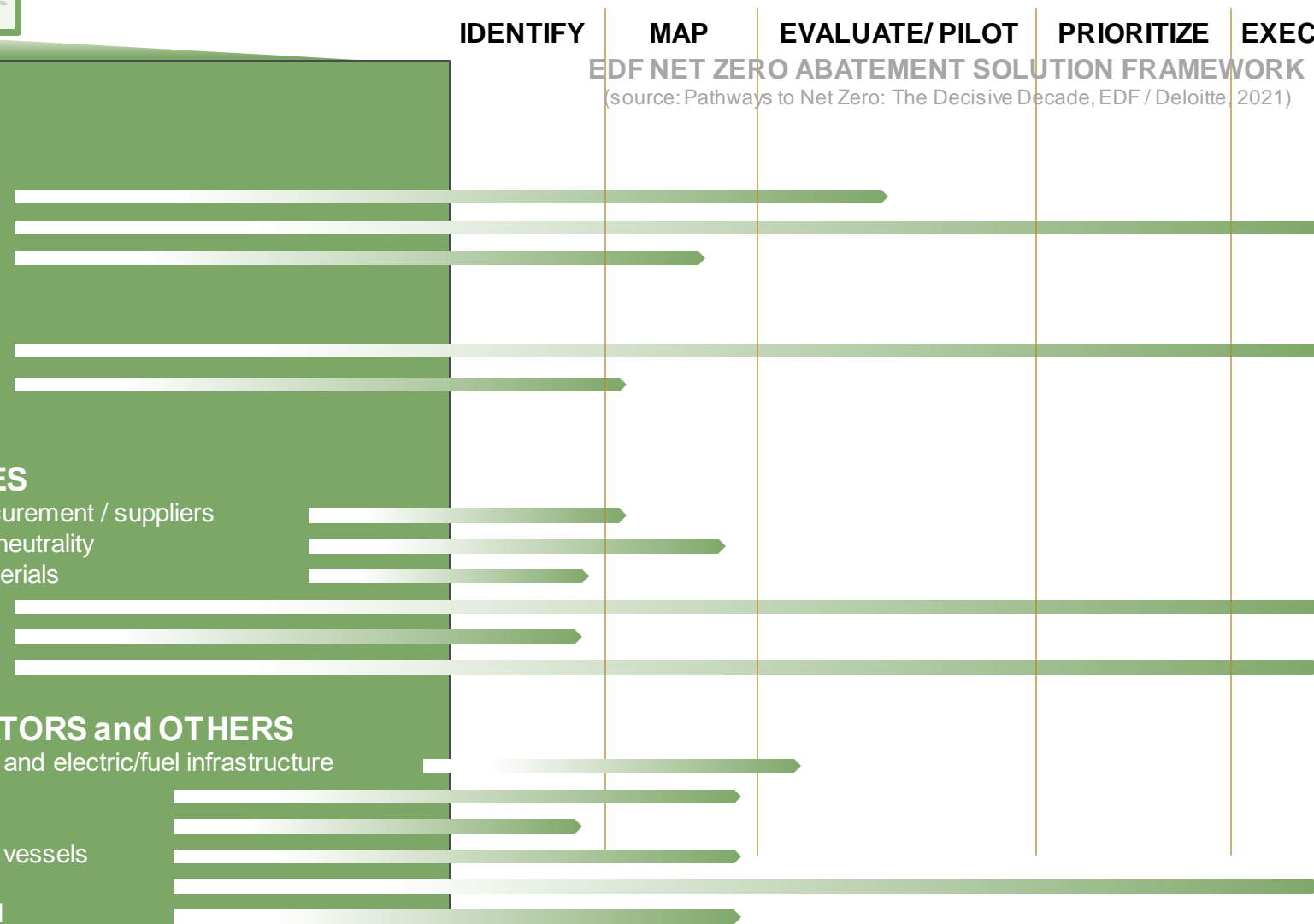
- 100% Renewable Electricity Source
- Solar generation opportunities evaluated

Scope 3: SUPPLIERS & EMPLOYEES

- Inventory carbon footprint of Port Houston procurement / suppliers
- Develop strategies and tactics to align carbon neutrality
- Identify & Pilot carbon neutral construction materials
- Tenant emission inventory
- Employee emissions minimized
- Encourage clean dredging/ DMPA

Beyond Value Chain: PORT OPERATORS and OTHERS

- Facilitate pilot of zero-emission drayage trucks and electric/fuel infrastructure
- Regional Drayage Strategies
- Pilot Shore Power
- Capture leading practices in ocean and harbor vessels
- Grants e.g. MEGA, DERA, TERP
- Define Green Corridors for USGC, International



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THANK YOU



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