

***Port Jersey-Port Authority Marine Terminal –
Cape Liberty Cruise Port, LLC and Royal
Caribbean Cruise Lines, Ltd. – Amended
Agreements***

**Committee on Operations
July 24, 2013**

Background – Cape Liberty Cruise Port, LLC and Royal Caribbean Cruise Lines, Ltd.





#QUANTUMOF THESEAS

THE PORT AUTHORITY OF NY & NJ

Proposed Redevelopment of Cape Liberty Cruise Terminal



Requested Authorization Proposed Terms of Amended Agreements

- **The six agreements – covering usage of the cruise terminal, parking management, revenue collection and disbursement, redevelopment, purchase and sale, and terminal operation – would be extended for five years through December 2043, provided that external bond financing necessary for the \$50 million redevelopment project is in place by January 1, 2014**
- **If the financing provision is not satisfied or if Royal Caribbean does not move forward with the redevelopment project, the agreements would revert back to their original terms and expiration date of December 31, 2038**
- **Royal Caribbean would surrender its first priority right to develop a second cruise terminal at Port Jersey**
- **Cape Liberty would retain the exclusive right to operate any additional cruise terminal at Port Jersey**

Benefits of Requested Authorization

- **The redevelopment project would be accomplished without Port Authority capital**
- **The surrendered area provides for the potential of another cruise line to use Berth N-2 and the existing Terminal Building 14 in the future**
- **The proposed arrangement allows for the potential growth of cruise operations and the preservation of maritime jobs and activity in Bayonne**
- **Expected increases in throughput and parking revenues to the Port Authority would provide the opportunity to offset the revenue reduction from the reduced terminal area**