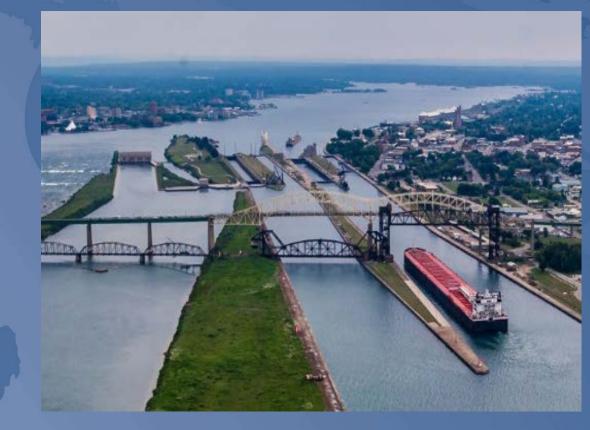
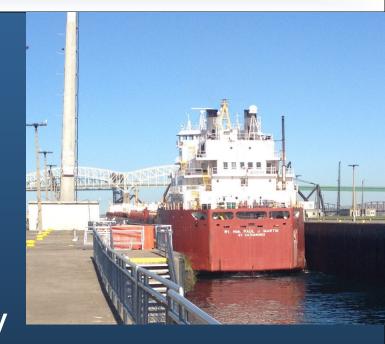
## Soo Locks



#### August 2016

## Topics

- > Location and history Current locks > Waterborne traffic ➤ Issues Homeland Security study Proposed new lock
- Coordination within/among states



## **Soo Locks Location**



Located on St. Marys River, which connects Lake Huron and Lake Superior

- On international border
- Locks raise/lower vessels ~21'

## History

- > 1798 Northwest Fur Co. built first lock
- > 1855 State of Michigan constructed State Lock
- 1881 State Lock transferred to U. S. Army Corps of Engineers
- 1881-1943 series of replacement locks constructed
- > 1968 Poe Lock (newest, largest) opened
- 1986 Second large lock authorized by Congress

## **Current Locks**

Two operational locks MacArthur (1943) • Poe (1968) Two World War I-era locks (Davis & Sabin) are permanently closed and not maintained One small Canadian lock for recreational boats only

## Waterborne Traffic

#### $\succ$ 67 million tons in 2014

- U.S., Canadian, and overseas traffic
- Major commodities: iron ore (taconite), coal, stone, grain, cement
- Cargoes originate/terminate throughout Great Lakes/St. Lawrence/Midwest region
- 3,596 cargo vessel passages (2014)
- Shipping season: March 25 to January 15

#### Issues

- Infrastructure is aging and deteriorating
- 70% of traffic uses Poe Lock because of vessel size no redundancy
- Corps of Engineers has developed Asset
  Renewal Plan to improve operational reliability
   critical rehabilitation of Poe and MacArthur

- many components have exceeded design life

A full upgrade to Poe Lock would require total closure for 6-12 months

## **Issues – continued**

- The need for a second large lock was identified by extensive studies in the 1970s-80s and subsequent studies
- Huge regional/national economic impact if the Poe Lock is out of service
- The U.S. Department of Homeland Security completed an analysis of the impact of an unexpected closure of the Poe Lock in 2015...

#### **Department of Homeland Security Study**

- Analyzed impact of six month closure of Poe Lock
- Complete shutdown of Great Lakes steel production
- 75% of U.S. integrated steel production would cease
- 80% of iron ore mining would cease
- Nearly 100% of North American appliance, auto, construction equipment, farm equipment, mining equipment, and railcar manufacturing would cease
- > 11 million job losses in U.S. + more in Canada & Mexico
- Widespread bankruptcies and recession likely
- > \$1.1 *trillion* decrease in gross domestic product

#### **DHS Study – Conclusion**

"In terms of an impact to the North American economy, it is hard to conceive of a single asset more consequential than the Poe Lock."

– Source: DHS report

## **DHS Study – Conclusion**

"The Soo Locks is not a Michigan problem, or a Michigan-Ontario problem, or a regional problem; the implications would be felt throughout Canada, Mexico, and the United States, and given that the supply chains of the impacted industries are international, there could be global ramifications."

– Source: DHS presentation

## **Proposed New Soo Lock**

- Most important maritime project in Great Lakes
- Same dimensions as Poe Lock



- Will provide redundancy and security
- May take up to 10 years to construct
  Estimated cost: \$580 million

## **Status of New Lock**

- Authorized by Congress in 1986, but remains largely unfunded
- Preliminary construction began in 2009-2010
- Administrative and political delays
  - benefit/cost ratio issues
  - lack of federal administrative support
- Economic Reevaluation Report in preparation
   scheduled for completion in December 2017

## **Coordination Within/Among States**

- Project Planning MI partnership with USACE
  Involvement by MDOT, MDNR, MDEQ
  - Excavated material disposal sites
- Non-federal cost sharing (no longer required)
   GLC's Soo Locks funding task force
  - Eight Great Lakes states
- Political support
  - Conference of Great Lakes and St. Lawrence Governors and Premiers
  - Individual governors, legislatures, industry

#### **Acknowledgments**

# U. S. Army Corps of Engineers – Detroit District – Soo Area Office

U. S. Department of Homeland Security
 – National Protection and Programs Directorate

## **Questions?**

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