

## ANNUAL REPORT 2012



## Members of the Board of Directors and deputy members of the Port of Bergen 2012-2015

### MEMBERS WITH THE RIGHT TO VOTE:

MEMBERS	DEPUTY MEMBERS
<b>Bergen municipality</b>	
Øistein Christoffersen (FrP), Chairman	Helge Stormoen (FrP)
Ragnhild Stolt-Nielsen (H)	Dag Skansen (H)
Terje Ohnstad (A)	Marte Mjøs Persen (A)
<b>Nordhordland Region</b>	
<i>Austrheim, Fedje, Lindås, Meland, Radøy</i>	
Ole Lysø (A), Deputy Chairman	Mayor, Kristin Handeland (A)
<b>Central Region</b>	
<i>Askøy, Os</i>	
Roald Steinseide (FrP)	Øystein Nordvik (TvS)
<b>West Region</b>	
<i>Fjell, Sund, Øygarden</i>	
Bjørn Rathem (H)	Kjell Even Evensen (H)
<b>Port operators/shipping agents</b>	
Leif Arne Strømmen	Øyvind Lygre
<b>Shipowners' organisations</b>	
Erik A. Paulsen	Atle Kvamme
<b>Transport users</b>	
Annlaug Haugvik	Tom Knudsen
<b>Norwegian Armed Forces</b>	
Åsmund Andersen	Karstein Storaas
<b>Staff representative</b>	
Arild Hestetraet	1. Terje Strømsnes 2. Miriam Larsen

### MEMBERS WITH THE RIGHT TO SPEAK AND INITIATE MOTIONS:

<b>Norwegian Fishermen's Association</b>	
Elling Johannes Røttingen	1. Jakob Magnar Jakobsen 2. Britt Sæle Instebø
<b>Norsk Transportarbeiderforbund</b>	
Tommy Skjærdal	
<b>The Norwegian State/Norwegian Coastal Administration</b>	
John Erik Hagen	Knut Stenevik

When the Board meet to consider matters which affect individual municipalities, the leader/chief administrative officer of the municipal council in question may attend with the right to speak and initiate motions.

(A) Labour Party, (DEM) Democrats in Norway (FrP) Progress Party, (H) Conservative Party, (KrF) Christian Democratic Party, (MDG) Norwegian Green Party (Rødt) Red Party, (SP) Centre Party, (SV) Socialist Left Party, (TvS) Non-Partisan Coalition Election List (V) Liberal Party,

## 1. The company

Bergen og Omland Havnevesen – the Port of Bergen – is an intermunicipal company, pursuant to section 27 of the Norwegian Local Government Act, and comprises the following municipalities: Askøy, Austrheim, Bergen, Fedje, Fjell, Lindås, Meland, Os, Radøy, Sund, Øygarden and Hordaland county authority.

The company's vision is as follows:

**Bergen – a progressive, international, environmental port.**

The company follows a well-balanced system for management by objectives, comprising the following 3 main strategies:

**Main strategy 1** is to develop the following four target areas in order to realise the company's vision:

Customer/market, port area/logistics, property and environmental initiatives.

**Main strategy 2** is to play an active role in influencing and adapting new framework conditions.

**Main strategy 3** is to improve business management, internal processes and systems.

In line with the company's Articles of Association, the company is in charge of port operations and management tasks for the owner municipalities, pursuant to the Norwegian Harbour and Fairways Act. The company is a member of the Norwegian Employers' Organisation for Locally Owned Enterprises, port section and the Norwegian Ports Association.

## 2. Framework conditions

The prevailing Harbour and Fairways Act dated 17 April 2009 came into effect on 1 January 2010. The company continued in the process to adapt activities to the new provisions in this legislation in 2011. Required adaptations involve organisation and system technology, changes in the organisation of prices and fees for the services provided to the company's customers.

Discussions between the Port of Bergen and Bergen City Council regarding ownership of a number of properties continued in 2012. Clarification of property ownership is stated as an important target area in the Port of Bergen's strategy plan. The Ministry of Fisheries and Coastal Affairs in Norway has assigned the Port of Bergen status as a designated port, pursuant to the Norwegian Harbour and Fairways Act, because the port is deemed to be "particularly important for the development of efficient and safe sea transport for persons and cargo". This resolution requires a demarcation between port capital and the finances of the municipalities. In a letter to the Port of Bergen, the Ministry of Fisheries and Coastal Affairs has described how this demarcation should take place pursuant to the Harbour and Fairways Act.

A process has been implemented, in cooperation with the municipalities, to assess alternative company structures.

A study to assess the location of a new cargo port in the Bergen area is ongoing, under the auspices of Hordaland county authority.

## 3. Administration

Pursuant to the Harbour and Fairways Act, responsibility comprises: ensuring security and ability to navigate in the fairways, processing applications for initiatives at sea, assessing the need for speed restrictions at sea and making statements regarding public and private plans for land use.

The Port of Bergen dealt with slightly fewer cases in 2012 than in 2011, probably due to the introduction of a case management fee.

The 109 applications processed and relating to measures at sea since June 2012 are distributed percentage wise between the municipalities participating in the intermunicipal port cooperation as follows:

Askøy 8.5%, Austrheim 0%, Bergen 25%, Fedje 3.5%, Fjell 8.5%, Lindås 10%,

Meland 3.5%, Os 15%, Radøy 2%, Sund 11% and Øygarden 13%.



Port of Bergen's characteristic boat house, in which the port's patrol boat "Nordnes" and Bergen fire brigade's "Sjøsprøyt2 2" are being moored.

## 4. Activities at the Port

The total gross tonnage transported over both private and public quays in the Port of Bergen area has shown a total increase of 18.1% in 2012 when compared with 2011, mainly attributed to the inclusion of car ferry crossings in the statistics. Gross tonnage transported over public quays remains unchanged.

Cruise ship calls rose by 22% from 264 in 2011 to 321 in 2012.

The number of cruise ship passengers increased by 27% from 350,248 in 2011 to 446,414 in 2012.

The market remains in growth, although the increased number of larger ships implies new requirements on quays and mooring systems.

### SHIP CALLS

The Port of Bergen	2012	2011	Change as percentage
Total number of ship calls	84,314	29,285	
Total gross tonnage (GT)	261,090,358	88,084,605	
Average gross tonnage	3,096	3,008	2.93%

of which

#### Public quays

	2012	2011	Change as percentage
Total number of ship calls	18,238	18,132	0.58%
of which leisure boats	3,965	4,286	-7.49%
Total gross tonnage (GT)	39,156,109	32,961,221	18.79%
Average gross tonnage	2,147	1,818	18.10%

The major increase in the number of ship calls is attributed to the fact that all local ferry crossings have been included with effect from 1 January 2012.

### CARGO TRAFFIC

The Port of Bergen	2012	2011	Change as percentage
Total volume of cargo in tons	54,798,349	57,434,197	-4.59%
<b>Public quays:</b>			
Volume of cargo in tons	596,839	634,077	-5.87%
Number of containers (TEU)	31,455	28,253	11.33%

### CRUISE SHIPS, FERRIES AND PASSENGERS

Cruise traffic	2012	2011	Change as percentage
Number of cruise ships	321	264	21.59%
Number of cruise passengers	446,414	350,248	27.46%



Port Operation Officer Hans Skjønhaug on duty in the port control room.

International ferries	2012	2011	Change as percentage
Number of passengers - Fjord Line	82,367	80,572	2.23%

National coastal passenger traffic	2012	2011	Change as percentage
Hurtigruten	170,307	176,924	-3.74 %
Askøy-Bergen express boat service	310,509	279,572	11.07 %
Other express boat services	316,940	342,776	-8.15 %
Total number of domestic passengers	797,756	799,272	-0.19 %

## 5. External environment

The company's own activities cause very little pollution of the external environment.

Waste management for both the company and from vessels is provided for in accordance with the provisions stipulated in prevailing legislation and regulations. In 2012, the Port of Bergen made the decision to procure two recycling stations, one on Skolten quay and the other at Dokken/Jekteviken quay. These two stations will provide separation at source for waste from all customers and users of the port. Both stations will be installed during the summer of 2013.

The Port of Bergen takes part in the EU project, Clean North Sea Shipping, and is actively involved and cooperates with shipowners and other ports to establish a shore power system, initially for offshore vessels and container carriers. The port authorities have made a provision in the 2013 budget for the investment funds required for the above.

Furthermore, the Port of Bergen is involved in projects aiming to remove polluted seabed sediments from the inner harbour in Bergen.

## 6. Projects and investments

Investments in 2012 totalled NOK 15.3 million, compared with the budget figure of NOK 66.1 million.

Many investments have had to be postponed. In relation to the funds allocated to the development of Dokken Vest (the western section of Dokken quay), this project relies on the processing of the loan application and guarantee from Bergen City Council.

The project to move international ferry operations from Skoltegrunn quay to Jekteviken has been implemented and is expected to be completed in the first half of 2013.

## 7. HR and HSE

According to the current organisational plan, the Port of Bergen is organised into the following departments: Port Director, staff, fairways management, port area and port operations. On average, the Port of Bergen had 47 employees in 2012.

Sick leave in 2012 was 8.6% compared with 11.1% in 2011. Measures to reduce sick leave will be continued in 2013.

There were no major incidents or accidents in 2012. Work on safety and HSE in terminals and the port has been satisfactory.



## 8. Outlook

Bergen City Council has adopted a municipal sector plan for Bergen's inner harbour area. This plan forms the basis for the port authorities' work on further developing the port in the near future. The project to move the ferry terminal from Skoltegrunn quay to Jekteviken is part of this plan. This provides the potential to develop both Skoltegrunn and Festning quays to "...a cruise terminal and for calls of other traffic which are suitable to allow the highest degree possible of public access to the port..." as stipulated in the plan. In relation to cruise traffic, measures have been implemented to prepare plans for developing Bergen port into a turnaround port. At the same time, the cruise season is growing in size at both ends and looks set to become an all-year-round activity.

Møhlenpris quay has been removed from the area covered by the municipal sector plan for Bergen's inner port and has been transferred to the municipal sector plan for Puddefjorden and will be allocated to a building site for homes and a promenade along the quay. However, the plan also states that this utilisation of Møhlenpris quay will not be implemented until the quay is no longer used for port activities. In order to take these plans one step further, and thereby promote both city and port developments, it is decisive to recover and complete the further development of Dokken Vest, which has been put on hold pursuant to decisions by Bergen City Council.



## 9. Finances

Operating income in 2012 was NOK 138.26 million. The financial statements for 2012 show a gross operating profit of NOK 15.48 million, after depreciation of NOK 20.04 million. Financial items amount to NOK 21.26 million. The financial statements have been closed with an unappropriated book profit of NOK 14.25 million. The governing body for the port authorities is satisfied with the annual profit.

The figure spent on investments is reported as NOK 15.32 million, although the budget was for NOK 66 09 million.

The main reason behind this difference is the downscaling and postponement of the Fjord Line project and the postponement of planned investments in Mongstad, while awaiting a technical and commercial report on the project.

## 10. Annual profit and allocation

The financial statements have been closed with an unappropriated profit of NOK 14,253,437. The Port authorities propose that NOK 1,674,310 which constitutes the profit generated by port fees, be allocated to the full cost fund as a non-distributable operating reserve. The proposal for the remaining profit of NOK 12,579,127 is for allocation to the distributable reserve.

The Port of Bergen Council is our highest governing body  
and has the following members and deputy members: 2012-2015

MUNICIPALITY	MEMBER	DEPUTY MEMBER
Askøy	Mayor, Siv Høgtun (H)	Lasse Solberg (H)
Austrheim	Mayor, Per Lerøy (A)	Deputy Mayor, Helge Dyrkolbotn (KrF)
Bergen	Norvald Visnes (H)	Lise Wergeland Strømmen (H)
Bergen	Anette Strand (H)	Geir Kaland (H)
Bergen	Kine Bratli Dale (A)	Linn Katrin Pilskog (A)
Bergen	Viggo Jan Olsen (A)	Arthur J. Rasmussen (A)
Bergen	Helen Kongshavn (FrP)	Janne Halvorsen (FrP)
Bergen	Morten Myksvoll (FrP)	Petter Eltvik (FrP)
Bergen	Erlend Horn (V)	Jorge Dahl (SV)
Bergen	Marita Moltu (KrF)	Randi Veland (KrF)
Bergen	Arvid Nilssen (KrF)	Ingmar Ljones (KrF)
Bergen	Tor Sundby (Rødt)	Øystein Bønnes (MDG)
Fedje	Per Opsahl (Dem)	Ottar Tangen (FrP)
Fjell	Mayor, Eli Årdal Berland (H)	Deputy Mayor, Odd Bjarne Skogestad (KrF)
Lindås	Jan-Erik Hope (H)	Ståle Juvik Hauge (A)
Meland	Ragnar Bratland (H)	Asbjørn Larsen (A)
Os	Olav Kvinge (H)	Espen Aspenes (FrP)
Radøy	Mayor, Jon Askeland (SP)	1. Grethe Lunde (KrF) 2. Kenneth Taule Murberg (H) 3. Morgan Taule (A)
Sund	Mayor, Ove Trellevik (H)	Deputy Mayor, Kari-Anne Landro (H)
Øygarden	Mayor, Otto Harkestad (A) Chairman of Port of Bergen Council	Deputy Mayor, Anne-Grethe Solbakk (H)
Hordaland County Municipality	Silje Hjemdal (FrP)	Torill S. Nyborg (KrF)

(A) Labour Party, (DEM) Democrats in Norway (FrP) Progress Party, (H) Conservative Party, (KrF) Christian Democratic Party, (MDG) Norwegian Green Party (Rødt) Red Party, (SP) Centre Party, (SV) Socialist Left Party, (TvS) Non-Partisan Coalition Election List (V) Liberal Party,

The Port of Bergen is a member of the following professional bodies:



Norske  
Havner



Bedrift Havn



Cruise Europe North  
– the Natural Alternative



The Port of Bergen is an intermunicipal company and has the following members:



Askøy



Austrheim



Bergen



Fedje



Fjell



Lindås



Meland



Os



Radøy



Sund



Øygarden

and



**HORDALAND  
FYLKESKOMMUNE**

[www.bergenhavn.no](http://www.bergenhavn.no)