

Title XI is the Centerpiece of the National Shipbuilding Initiative

Overview/background of the Program

- Statutory structure
- Regulatory structure
- Public interest and support

Accomplishments since 1993:

Approved 77 Title XI financings for over \$6 billion of projects. That includes 410 vessels.

Vessel Construction Highlights:

- American Classic Voyages Co. ordered 2 cruise ships from Ingalls last year worth more than \$1B
- 13 double-hull tankers
- 190 liquid and dry cargo barges
- 6 electric power generating vessels (\$403M) at Marine Energy in Charleston, SC

Shipyard Modernization Projects, 7 total including:

- NASSCO (San Diego, CA)--\$23M
- Avondale (New Orleans, LA)--\$18M
- Bender (Mobile, AL)--

Export Vessels Built in U.S. Shipyards:

- Eletson-Fleves Corp. \$134M for 4 double-hull product tankers at Newport News
- Dannebrog Rederi AS--\$47M for 2 double-hull tankers built at Alabama Shipyard in Mobile

Diversity in Projects:

- Self-elevating mobile offshore drilling unit built by LeTourneau, Inc. for Rowan Companies for \$171M
- 10 medium-high horsepower tugboats built by Nichols Brothers (Freeland, WA) for Vessel Management Services for \$71M

Setbacks...Quincy Shipyard (Boston) \$55M Approved in FY97:

- Default and action Feb. 25 this year

Future of Title XI Funding:

- First half of FY2000, MARAD approved 4 applications for \$371 million in loan guarantees to construct 5 vessels in U.S. shipyards
- 21 Pending application for approximately \$2.7 million in ship construction loan guarantees.

No slowdown in pace of awards as Administration ends tenure.

NOTE: Dollar figures indicate loan guarantee amounts not project costs.