

# Enforcement of the Integrated Collection of Busan Port's Port Security Fees (2019.01.01 00:00)

(Busan Port Authority, Natural Disaster Safety Department, 2018.12.26)

## 1. Introduction

○ According to the 9/11 SOLAS agreement and 'International Ship and Port Security Regulations (ISPS-Code)', most ports in countries globally have implemented security fee systems

○ The Korean Government's Ministry of Maritime Affairs and Fisheries introduced a port security fee system under the 'Port Safety Act' ('07.8.3) and, after a grace period, gave notice that they will enforce nationally the integrated collection(with port usages fees) of these port security fees ('18.9)

## 2. Port Security Fee Outline

Fee Collection Provision

○ **(Port Safety Act, Article 42)** Collect expenses covering human resources for security and searching, and security facilities and equipment, from those who use the relevant port facilities

Collection Fee rates

○ Ship security fee: KRW 3/ton

○ Cargo security fee : (Container) KRW 86/TEU · (Regular) KRW 4/ton

\* (Nonstandard Container) 10-feet: x 0.5, 35-feet : x 1.7, 40-feet : x 2, 45-feet : x 2.3

\*\* Security fees are waived for transit cargo and empty containers

○ Passenger security fee KRW 120/person

\* To be paid in full to passenger service center at a rate of KRW 120 per 1 passenger (excludes children under 6) along with existing terminal-usage fee

Collection Method

○ Port security fees to be paid alongside port usage fees through the Ministry of Maritime Affairs and Fisheries' combined notice and collection 'Port-MIS' system (billing to include security-fees)

\* Port-MIS : Mandatory reporting system of vessels entering and departing from Port of Busan

## 3. Official Status of Busan Port Authority

○ Because the Korean Government's Ministry of Maritime Affairs and Fisheries is to enforce the security fee collection system from Tuesday 1<sup>st</sup> January 2019 at 00:00 for all foreign ships entering and all passenger ships(Including cruise ships) departing from national ports, as an international trading port, Busan Port will be adopting the port security fee collection regulations.