1300 White Street KEY WEST, FLORIDA 33040 www.keywestcity.com City Manager Office (305) 809-3883

July 25, 2018

Name Company Address City, State, Zip

RE: City of Key West Cruise Ship Fee Adjustments

Dear :

The City of Key West, as part of its 2018-19 budget process, evaluated cruise ship fees including passenger disembarkation and docking and determined that the fees are not adequately covering the direct and indirect cost of providing security, safety, and transportation for cruise passengers nor sufficient for maintaining the City of Key West cruise ship facilities and infrastructure. The City last adjusted its fees in 2004. Beginning October 1, 2018 the following fee structure will be implemented:

- Passenger Disembarkation will increase from \$10.00 to \$10.50 per passenger
- Dockage: Tonnage 0-30,000 will increase from \$0.55 to \$3.00 per linear ft

30-40,000 will increase from \$0.01 to \$0.0475 per ton 40-50,000 will increase from \$0.009 to \$0.0425 per ton 50-60,000 will increase from \$0.008 to \$0.0375 per ton 60-70,000 will increase from \$0.007 to \$0.0325 per ton >70,000 will increase from \$0.0065 to \$0.0300 per ton

• For ships docking at the Outer Mole, a \$1.34 per passenger/crew transportation surcharge will be imposed. The charge will be based on the manifest and apply to 80% of the passengers and 50% of the crew regardless if they disembark or not.

The full rate sheet is attached. The City is evaluating future fee adjustments and will be working with all our cruise line partners to establish a clear path moving forward. If you have questions or need additional information, please do not hesitate to call me at 305-809-3883 or you may contact Doug Bradshaw, Port and Marine Services Director at 305-809-3792.

Sincerely,

James K. Scholl City Manager

Enclosures

cc: Mark Finigan, City of Key West Finance Director

Doug Bradshaw, Port and Marine Services Director

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