#### MARITIME INSTITUTE OF MALAYSIA

IMPROVED SECURITY =

LOWER RISKS + HIGHER COSTS:

PASSING ON THE

COSTS OF PORT SECURITY

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2<sup>nd</sup> Annual Maritime Security Forum Kuala Lumpur, 13-14 July 22005

#### Overview

- Intro: Terror threats at sea, on shore
- Maritime security initiatives post 9-11 : Securing the perimeters
- Assessing the maritime security measures : Implications to ports
- Port Security = Lower Risks + Higher Costs : Sharing both risks and costs
- Conclusion: The way ahead

### Introduction: Terror threats – at sea, on shore

- 9-11 fear shadowing maritime sector.
- Ports are vulnerable to terrorist attacks, being at the forefront of global trade.
- Attacks on ports would cripple maritime and international trade.
- Importance of ports heightens the need to secure them.

## Maritime security initiatives post 9-11: Securing the perimeters

- International Port and Ship Security (ISPS) Code
  - Security standards for ports & ships.
  - Enhances security & deter terrorism.
  - Risk management approach.
  - From reluctance to acceptance.
  - Has boosted security awareness & preparedness at ports.

## Maritime security initiatives post 9-11: Securing the perimeters

- Container Security Initiative (CSI)
  - US Customs initiative to secure oceangoing container.
  - US-bound cargo inspection by US Customs stationed at foreign ports.
  - US borders as last line of defense.

## Maritime security initiatives post 9-11: Securing the perimeters

- Others post 9-11 measures :
  - IPSP
  - CTPAT
  - Maritime Transportation Security Act
  - WCO Framework of Standards
  - 24-Hour Rule
  - 96-Hour Advance Notification of Arrival
  - Proliferation Security Initiative (PSI)

### Assessing the maritime security measures: Implications to ports

- Measures have undoubtedly improved security at ports.
- Questions remain if they are effective, reasonable and sustainable.
- Will speed and efficiency be sacrificed?
- Security costs have been a bane.
- Relationships between ports and users is at stake.

#### Port Security = Lower Risks + Higher Costs

- Ports have had to pass security costs to users to recover expenses.
- Shippers complain that security should be provided without charge.
- Govt. funding for ports insufficient.
- The case of treating security as a public good, thus sharing its financing.

#### Conclusion: The way ahead

- Ports are built on speed and efficiency, hence more security means less of them.
- Port security will continue to be debated.
- The best resolve is to synthesize current measures into a cohesive framework.
- Consultation, collaboration, cooperation.
- Measures here to stay but can be better.
- Ports must look tough but act friendly!

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# "Keep up appearances, whatever you do"

#### THANK YOU

