HNS Convention: Developments and Implementation





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Hazardous and noxious substances spills:

They are real!









Reported HNS incidents just to name a few

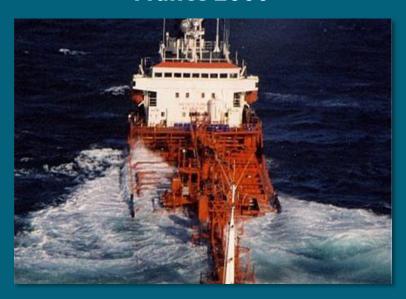
- 192 incidents between 2002 2010
- 106 incidents in the Mediterranean Sea (1988 2007)
- 423 spills in the US (1992 –1996)
- 24 incidents reported worldwide (April 2010 January 2011, draft)

Sources: IMO (2009 and 2011), International Group of P&I Clubs (2010)

Hazardous and noxious substances spills: Incidents



France 2000



The chemical tanker *levoli Sun*, sinking off the coast of France with styrene and other HNS substances on board

India 2010



Canisters of aluminium phosphide washed ashore after *MSC Chitra* spilt 200 cargo containers into the Arabian Sea

HNS: What are they?











- Any substance other than oil which, if introduced into the marine environment, is likely to:
 - Create hazards to human health
 - Harm living resources and marine life
 - Damage amenities
 - Interfere with other legitimate uses of the sea (OPRC-HNS Protocol 2000)
- At least 50% of packaged goods and bulk cargoes transported by sea can be regarded as dangerous
- Bulk cargoes solid or liquid chemicals, gases and products of oil refinery industry
- For the purpose of the HNS Convention, includes oils as defined in MARPOL 73/78 Annex I

HNS Convention 1996:

Defining features





- Strict liability and compulsory insurance
- Two-tier mechanism for compensation + Supp. Fund
- Pays compensation for oil pollution damage based on set criteria
- Applies to damage caused in territory, territorial sea and EEZ
- Time bar: 3 and 6 years
- Receives reports of contributing cargo
- Levy receivers of crude oil
- Cooperation with P&I Clubs in handling cases

Additions

- Two tiers of liability in a single convention
- Second tier (HNS Fund)
 comprises 4 separate accounts
- Set criteria include compensation for death or personal injury
- Applies to damage in EEZ, caused by substances carried by a ship registered in a State Party
- Time bar: 3 and 10 years
- Joint Secretariat





HNS Convention 1996:

Limitations





Shortcomings

- Heavy burden on States to ensure reporting on packaged substances
- No agreed comprehensive list of HNS
- Member States could claim without reporting
- Responsibility for contribution with the titleholder for LNG – issue with <u>localisation</u>

14 States ratified, including

• Cyprus, Hungary, Lithuania, Slovenia

2 submitted reports on contributing cargo

Cyprus, Slovenia

2010 HNS Protocol:

Overcoming obstacles to ratification



Expediting entry into force

Reporting issues

About 6,500 hazardous and noxious substances and no consolidated list



Packaged goods removed from reporting requirement; only considers bulk. Ship owner's liability increases for packaged goods

More administrative burden

LNG cargo titleholder is responsible for contribution



Shifts responsibility for contribution to LNG cargo receiver

Unfair cost sharing

Member States can claim without reporting contributing cargo



Ratification of Protocol must be accompanied by reports.

Compensation suspended in case of default, except of deaths and personal injury

HNS Convention:

How does it work?



- What By reference to existing codes and agreements for safe handling and carriage of dangerous goods
- Who All sea-going ships carrying HNS to, from, within Contracting States
- Where Territory, territorial sea and exclusive economic zone

Cargo Accounts Table

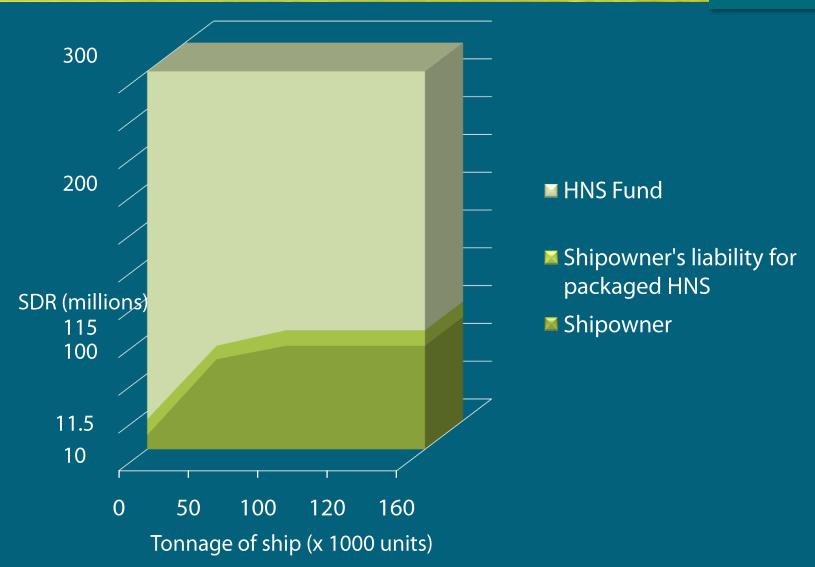
	Establishment of account	Contributions to account
General Account	40 million tonnes*	
Bulk solidsOther HNS		20 000 tonnes
Oil Account	350 million tonnes	
Persistent oilNon- persistent oil		150 000 tonnes 20 000 tonnes
LNG Account	20 million tonnes	
LPG Account	15 million tonnes	20 000 tonnes

^{*} Condition for entry into force

2010 HNS Convention

Shipowner's liability and Fund limits





List of substances

Latest developments



- 2002 A prototype of HNS Convention Contributing Cargo Calculator with a database of 100 chemical becomes available
- **2005** HNS CCCC includes a database of up to 6,000 chemicals
- IMO International Conference agrees on references for the HNS lists
 - IMO Legal Committee agrees to disseminate and review lists

IMDG Code

An internationally agreed code, grouping together dangerous goods - **fixed** as defined by the HNS Convention (IMDG96 version)



IMSBC Code

International Maritime Solid Bulk Cargoes Code is **dynamic** and will be revised every two years

2011 HNS Calculator is being revamped

HNS: **list of substances**



Bulk

	Can be found in	
Oils	Regulation I Appendix I MARPOL 73/78	
∥ Liquids	Regulation 1.10 Annex II MARPOL 73/78	
III Liquids	Chapter 17 of IBC Code	
∨ Gases	Gases - Chapter 19 of IGC Code	
VI Liquids	Flashpoint not exceeding 60°C	
VII Solids	Both in IMSBC Code and IMDG Code (1996 and in packaged form)	





Packaged goods

	Can be found in
IV	IMDG Code

HNS Calculator: Being revamped



	HNS Contributor Listing							
User Details Help Logout Miles Listing - 2009								
UN No.	Name		Tonnes	B/P	X?	Account/Sector		
	Marine fuel oil	(i)	1 930 062	В		Oil (persistent)	EDIT	DELETE
1350	Sulphur (lump and coarse grained powder)	(i)	78 890	В		Bulk Solids	EDIT	DELETE
3138	Ethylene, acetylene and propylene mixture, refrigerated liquid containing at least 71.5% ethylene, with not more than 22.5% acetylene and not more than 6% propylene		7 431	Р		Other HNS	EDIT	DELETE
2683	Ammonium sulphide solution (45% or less)	(1)	31 919	В		Other HNS	EDIT	DELETE
2055	Styrene monomer	(1)	35 000	В		Other HNS	EDIT	DELETE
2067	Ammonium nitrate fertilizers type A (A1)	(i)	10 000	В		Bulk Solids	EDIT	DELETE

		Print	t Submit	t Submiss	ion History				
(tonnes)	Oil (non-persistent):	0	LPG:	0	Other HNS:	74 350			
Summary	Oil (persistent):	1 930 062	LNG:	0	Bulk Solids:	88 890	Not HNS:	()
				Е	· ·	NE	EVV		

HNS Calculator: Being revamped



HNS Fund Listing							
User Management Help Logout							
Fund Listing - 2006 ♥ By state □ Sector Total (tonnes)							
State	Oil (persistent)	Oil (non- persistent)	LNG	LPG	Bulk Solids	Other HNS	Not HNS
Denmark	500 000	0	0	(0	300 000	0
Russian Fed	10 000 000	400 000	0	(0	0
TOTAL	10 500 000	400 000	0	(0	300 000	0

No new State Summaries have been posted.						
New Summaries	Create State Summary	Print				

Implementation and application: Make it happen



At international level

Protocol is open for signature until
31 October 2011



When 12 States have ratified



1

Protocol enters into force 18 months later



Denmark signs up first (14 April 2011)

- Including 4 States each with no less than 2 million units of gross tonnage
- The general account's contributing cargo volume must be at least 40 million tonnes

Implementation and application: Make it happen



At domestic level



Adequate and prompt compensation for your constituents



Member States



Develop national legislation



Regulatory authorities' approval



Implementation to national law

Looking ahead:

A programme of international assistance





- Resolution 2 of the 2010 HNS
 Protocol promotion of technical cooperation and assistance
- IMO to set up funding capability to assist States for implementation
- Continuing close cooperation between IMO and IOPC Funds; provides technical expertise and other support
- Network of experts

www.iopcfund.org www.hnsconvention.org



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