



**Homeland
Security**

March 4, 2013

The Honorable Christopher Christie
Governor of New Jersey
State Capitol
Trenton, New Jersey 8625

Dear Governor Christie:

Last Friday, due to the failure of Congress to reach an agreement on balanced deficit reduction to avoid sequestration, the President was required by law to issue a sequestration order canceling approximately \$85 billion in budgetary resources across the Federal Government for the remainder of the federal fiscal year, which includes nearly \$3 billion from the Department of Homeland Security (DHS). As our partner, we wanted to provide you with information about how these budget cuts impact DHS and, in turn, what it means for our security operations in and funds provided to New Jersey.

DHS has a broad mission that touches almost every aspect of our still recovering economy and every state across the country. We secure our aviation sector, screening two million domestic air travelers every day. We protect our borders and ports of entry while facilitating trade and travel, processing more than 350 million people and facilitating nearly \$2.3 trillion in trade last year. We enforce immigration laws and partner with the private sector to protect critical infrastructure. And we work with states and communities to prepare for and respond to disasters of all kinds, such as Hurricane Sandy, while supporting recovery and rebuilding.

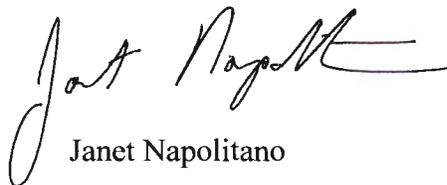
Reductions mandated by sequestration will necessitate furloughs, hiring freezes and elimination of overtime pay for a significant portion of our frontline law enforcement personnel, which will impact staffing levels in New Jersey. As sequestration is implemented, you can expect to see increased wait times at our Nation's airports and ports of entry, which will have serious consequences to the flow of trade and travel. At the major international airports, average wait times to clear customs will begin to increase by up to 50 percent, and at our busiest airports, peak wait times may grow to up to 4 hours or more. Such delays could cause thousands of missed passenger connections daily with economic consequences at both the local and national levels. Our biggest land ports may face waits of up to 5 hours or more, functionally closing these ports during core hours. At our seaports, delays in container examinations will begin to increase to up to 5 days, resulting in increased costs to the trade community and reduced availability of consumer goods and raw materials. Midsize and smaller ports across the country will also experience constrained hours of operation, affecting local cross-border communities.

The Coast Guard will begin to curtail air and surface operations by more than 25 percent. This will not only affect management of the Nation's waterways, but also fisheries enforcement, drug interdiction, migrant interdiction, port security, and other law enforcement operations. Sequestration will also have an impact on our Nation's disaster preparedness, response and recovery efforts. It will reduce the Disaster Relief Fund by nearly \$1 billion, potentially affecting available resources for those communities recovering from major disasters across the Nation if the budget impasse is not resolved. And homeland security grant funding will be reduced to its lowest level in seven years, affecting state and local emergency personnel throughout our country. Attached you will find specific impacts that sequestration will have on DHS operations in New Jersey.

As you know well, threats from terrorism and the need to respond and recover from natural disasters will not diminish because of budget cuts. We do not have the luxury of making significant reductions to our capabilities without significant impacts. DHS will continue to preserve our frontline priorities as best we can, but no amount of planning can mitigate the negative effects of sequestration. Should Congress take subsequent action that changes the level or nature of these reductions, we are committed to working closely with you to manage those changes.

Thank you for your continued partnership with DHS and for your cooperation as we work together to manage these unfortunate circumstances. Should you have any questions, please do not hesitate to contact me at (202) 282-8203.

Yours very truly,

A handwritten signature in black ink, appearing to read "Janet Napolitano". The signature is fluid and cursive, with a large initial "J" and a long, sweeping underline.

Janet Napolitano

cc: New Jersey Congressional Delegation

Department of Homeland Security
State Impacts of Sequestration: New Jersey

Sequestration will result in an across-the-board reduction in spending for all DHS agencies. Some of the more notable impacts in New Jersey are:

U. S. Customs and Border Protection (CBP)

- Reduced overtime and furloughs of CBP Officers:
 - Newark International Airport: Average international arrival wait times will increase by up to 50 percent; peak summer wait times will range from up to 2 to 4 hours.
 - Newark Seaport: Delays in releasing cargo could affect the availability of consumer goods, construction materials, and raw materials used in manufacturing.
 - Newark Cruise Ship Terminal: Increased cruise ship passenger processing times.

Federal Emergency Management Agency (FEMA)

- Reduction to Assistance to Firefighters Grant Program and Staffing for Adequate Fire and Emergency Response Grants based on FY 2011 awards: \$1.5M.
- Reduction of Emergency Management Performance Grant Program, Homeland Security Grant Program, Nonprofit Security Grant Program, Port Security Grant Program and Transit Security Grant Program based on FY 2012 awards: \$2.5M.
- If the reduction to the Disaster Relief Fund (DRF) results in the imposition of Immediate Needs funding (INF) restrictions, FEMA would need to suspend recovery projects nationwide, with the majority of these in New Jersey and New York related to hospitals, transportation, and other key infrastructure repair or replacement needs resulting from Hurricane Sandy.

Science and Technology (S&T)

- Reduction in explosives detection, bio-agent threat assessment and first responder technology efforts. Entities impacted include Princeton University, SCAVET Technologies, AASKI Technology Inc., and Rutgers University.

Transportation Security Administration (TSA)

- Potential increase to passenger wait times at airport security checkpoints at Newark International Airport based on the Transportation Security Officer hiring freeze and reduction in overtime required by sequestration.

U.S. Coast Guard (USCG)

- USCG will have to curtail air operations by 8% and maritime operations by approximately 23% in the waters off the coast of New Jersey, adversely affecting maritime safety and security across nearly all mission areas. Security patrols of critical infrastructure and escorts of hazardous cargoes will be reduced.