November 28, 2022

The Honorable Nancy Pelosi Speaker U.S. House of Representatives Washington, DC 20515

The Honorable Kevin McCarthy Republican Leader U.S. House of Representatives Washington, DC 20515 The Honorable Chuck Schumer Majority Leader United States Senate Washington, DC 20510

The Honorable Mitch McConnell Republican Leader United States Senate Washington, DC 20510

Dear Speaker Pelosi, Majority Leader Schumer, and Republican Leaders McConnell and McCarthy:

We write you today on a matter of grave urgency. Once again, the United States is facing the threat of a major rail strike between the major freight railroads and 12 labor unions, the second such time in less than three months. A stoppage of rail service for any duration would be extremely damaging to American families and our economy, costing \$2 billion dollars per day.¹ As provided for under federal law and consistent with past practice, Congress must be prepared to intervene before the end of the current "status quo" period on December 9 to ensure continued rail service should railroads and four unions fail to reach a voluntary agreement. A strike by any one union would assuredly result in a stoppage of national rail service.

While the recent decision to have all four unions align the end of their "status quo" to December 9 is good, in reality the decision is hardly helpful. Many businesses and communities rely on regular, uninterrupted rail service. The uncertainty of rail service during this year's protracted contract negotiations has created enormous anxiety.² In September, the mere possibility of a rail service stoppage created significant disruptions to the timely delivery of critical goods and products. The freight railroads must safely reduce operations and secure their customers' goods days in advance of a potential strike, meaning businesses and communities saw interruptions in the delivery of fertilizers, chlorine, and other products essential to clean water, our food supply, and electricity generation. Many businesses will see the impacts of a national rail strike well before December 9 – through service disruptions and other impacts potentially as early as December 5.³ The sooner this labor impasse ends, the better for our communities and our national economy.

A potential rail strike only adds to the headwinds facing the U.S. economy. A rail stoppage would immediately lead to supply shortages and higher prices. The cessation of Amtrak and commuter rail services would disrupt up to 7 million travelers a day. Many businesses would

¹ Association of American Railroads, "The Economic Impact of a Railroad Shutdown," September 2022, https://www.aar.org/wp-content/uploads/2022/09/AAR-Rail-Shutdown-Report-September-2022.pdf

² AP News, "Rail strike worry prompts businesses to seek WH intervention," by Josh Funk, October 27, 2022, <u>https://apnews.com/article/biden-business-economy-congress-government-and-politics-</u> <u>6b60d53fefc7b85f301b0a3e7011715b</u>

³ Association of American Railroads, "Railroad Suspension of Operations" November 2022, https://www.aar.org/wp-content/uploads/2022/11/AAR-Railroad-Suspension-of-Operations-Fact-Sheet.pdf

see their sales disrupted right in the middle of the critical holiday shopping season. Even a shortterm rail strike would have enormous impacts. The American agricultural community could see disruptions in transporting 6,300 carloads of food and farm products that are carried by rail daily. It would also halt the delivery of key chemicals necessary to our communities including chlorine, which is necessary for effective water and wastewater treatment operations. In many cases, businesses and communities rely on regular rail service and may not have significant reserves, even in the event of a short-term strike.

No one wins when the railroads stop running. Congress recognized their necessity to interstate commerce and America's economic health with the passage of the Railway Labor Act and past congressional interventions in rail labor disputes when other steps fail. Indeed, Congress has intervened 18 times since 1926 in labor negotiations that threaten interstate commerce and there is no reason why Congress should deviate from this record today. While a voluntary agreement with the four holdout unions is the best outcome, the risks to America's economy and communities simply make a national rail strike unacceptable. Therefore, absent a voluntary agreement, we call on you to take immediate steps to prevent a national rail strike and the certain economic destruction that would follow.

Thank you for your time and attention.

Sincerely,

American Exploration & Production Council American Farm Bureau Federation American Feed Industry Association American Forest & Paper Association American Foundry Society American Frozen Foods Institute American Home Furnishings Alliance American International Automobile Dealers Association American Lighting Association American Petroleum Institute American Pyrotechnics Association American Spice Trade Association American Trucking Associations Antelope Valley Chambers of Commerce Apache Junction Area Chamber of Commerce Arizona Beverage Association Arizona Chamber of Commerce & Industry Arizona Trucking Association Arkansas Grocers and Retail Merchants Arkansas State Chamber of Commerce/AIA Associated Builders and Contractors Associated Equipment Distributors Associated General Contractors of America Association of Equipment Manufacturers (AEM) Association of Metropolitan Water Agencies Athens Area Chamber of Commerce Auburn Area Chamber of Commerce Auto Care Association Autos Drive America Beer Institute **Billings Chamber of Commerce** Blount County Chamber of Commerce Border Trade Alliance Brea Chamber of Commerce **Brick Industry Association** Buckeye Valley Chamber of Commerce Bullhead Area Chamber of Commerce Burlington Chamber of Commerce **Business Council of Alabama** Cache Valley Chamber of Commerce California Alfalfa and Forage Association California Association of Wheat Growers California Building Industry Association California Business Properties Association (CBPA) California Business Roundtable California Chamber of Commerce

California Farm Bureau California Grain and Feed Association California Retailers Association California Seed Association California Trucking Association California Warehouse Association Can Manufacturers Institute Carlisle Area Chamber of Commerce Carlsbad Chamber of Commerce Carolina Feed Industry Association Carson City Chamber of Commerce CAWA - Representing the Automotive Parts Industry Central Fairfax Chamber of Commerce Chamber of Commerce Hawaii Chandler Chamber of Commerce Chehalem Valley Chamber of Commerce Chino Valley Chamber of Commerce Coalition of California Chambers Orange County Coalition of New England Companies for Trade Coastal Agricultural Supply, Inc. Color Pigments Manufacturers Association Colorado Motor Carriers Association Columbia Montour Chamber of Commerce Columbia River Customs Brokers and Forwarders Association Concrete Reinforcing Steel Institute **Consumer Brands Association Consumer Technology Association Convenience Distribution Association Corn Refiners Association** Corvallis Chamber of Commerce Council Bluffs Area Chamber of Commerce Council for Responsible Nutrition Council of Fashion Designers of America Council of Supply Chain Management Professionals Covington Chamber of Commerce CropLife America Customs Brokers and Forwarders Association of Northern California Customs Brokers and International Freight Forwarders Association of Washington State Danville Area Chamber of Commerce Distilled Spirits Council of the United States Donalsonville Seminole County Chamber of Commerce and Development Authority of Seminole County Dubuque Area Chamber of Commerce Effingham County Chamber of Commerce El Paso Hispanic Chamber Fashion and Accessories Shippers Association

Fashion Jewelry and Accessories Trade Association Flexible Packaging Association Florida Feed Association, Inc. Florida Retail Federation Florida Trucking Association FMI - The Food Industry Association Foodservice Equipment Distributors Association Footwear Distributors & Retailers of America (FDRA) Forest Resources Association Fountain Valley Chamber of Commerce Freight Rail Customer Alliance Fresh Produce Association of the Americas Fresno Chamber of Commerce Gallup McKinley County Chamber of Commerce Garden Grove Chamber of Commerce Gardner Chamber of Commerce Gateway Chambers Alliance Gemini Shippers Association Georgia Beverage Association Georgia Chamber of Commerce Georgia Motor Trucking Association Gilbert Chamber of Commerce **Glass Packaging Institute** Glendale Chamber of Commerce Glendora Chamber of Commerce Global Cold Chain Alliance Grain and Feed Association of Illinois Grand Rapids Area Chamber of Commerce Greater Bakersfield Chamber Greater Boston Chamber of Commerce Greater Des Moines Partnership Greater Escondido Chamber of Commerce Greater Fairbanks Chamber of Commerce Greater Flagstaff Chamber of Commerce Greater Gainesville Chamber Greater Lake Stevens Chamber of Commerce Greater Magnolia Parkway Chamber of Commerce Greater North Dakota Chamber Greater Oklahoma City Chamber Greater Ontario Business Council Greater Phoenix Chamber Greater Riverside Chambers of Commerce Greater Scranton Chamber of Commerce Greater Shreveport Chamber Greater Spokane Incorporated Greater Springfield Chamber of Commerce

Greater Yakima Chamber of Commerce Green Coffee Association, Inc. Green Valley Sahuarita Chamber of Commerce Growth Energy **GWACC** Chamber of Commerce Hampton Roads Chamber of Commerce Hanover Area Chamber of Commerce Harbor Association of Industry and Commerce Harbor Trucking Association Hardwood Federation Harrison Regional Chamber of Commerce Hawthorne Chamber of Commerce Health Industry Distributors Association Henderson Chamber of Commerce Hilton Head Island-Bluffton Chamber of Commerce Home Fashion Products Association Hospitality Minnesota IAPD - The Performance Plastics Association Idaho Trucking Association Illinois Retail Merchants Association Indiana Chamber of Commerce Indiana Motor Truck Association Inland Empire Economic Partnership Institute of Makers of Explosives Institute of Shortening and Edible Oils Intermodal Association of North America International Association of Movers International Bottled Water Association International Council of Shopping Centers (ICSC) International Dairy Foods Association International Foodservice Distributors Association International Franchise Association International Fresh Produce Association International Housewares Association International Wood Products Association Iowa Association of Business and Industry Iowa Motor Truck Association IWLA (International Warehouse Logistics Association) Jerome Chamber of Commerce Kalispell Chamber of Commerce Kansas Agribusiness Retailers Association Kansas Grain and Feed Association Kansas Motor Carriers Association Kentucky Grocers and Convenience Store Association Kentucky Propane Gas Association Kentucky Retail Federation

Kentucky Trucking Association Leather and Hide Council of America Lincoln City Chamber of Commerce Little Rock Regional Chamber Long Beach Area Chamber of Commerce Longview Chamber of Commerce Los Angeles Area Chamber of Commerce Los Angeles County Business Federation Los Angeles Customs Brokers and Forwarders Association Los Angeles Customs Brokers and Freight Forwarders Association Loudoun County Chamber of Commerce Louisiana Chamber of Commerce Lynchburg Regional Business Alliance Maryland Chamber of Commerce Maryland Motor Truck Association Maryland Retailers Association Mason City Chamber of Commerce Meat Import Council of America Mesa Chamber of Commerce Metals Service Center Institute Methanol Institute Metro South Chamber of Commerce Michigan Agri-Business Association Michigan Chemistry Council Michigan Retailers Association Michigan Trucking Association Minneapolis Regional Chamber Minnesota Chamber of Commerce Minnesota Grain and Feed Association Minnesota Soybean Growers Association Mississippi Economic Council - the State Chamber Mississippi Retail & Grocers Association Missouri Chamber of Commerce and Industry Missouri Retailers Association Mobile Chamber Montana Chamber of Commerce Montana Retail Association Montana Trucking Association Moore County Chamber of Commerce Moses Lake Chamber of Commerce Motorcycle Industry Council Nacogdoches County Chamber of Commerce Naperville Area Chamber of Commerce National Association of Chemical Distributors National Association of Egg Farmers National Association of Flour Distributors (NAFD)

National Association of Home Builders National Association of Manufacturers National Association of Wholesaler-Distributors National Cattlemen's Beef Association National Chicken Council National Confectioners Association National Cotton Council National Cotton Ginners Association National Council of Farmer Cooperatives National Customs Brokers and Forwarders Association of America National Electrical Manufacturers Association (NEMA) National Fisheries Institute National Grain and Feed Association National Independent Automobile Dealers Association (NIADA) National Industrial Transportation League National Lumber & Building Material Dealers Association National Marine Manufacturers Association National Milk Producers Federation National Mining Association National Oilseed Processors Association National Pork Producers Council National Restaurant Association National Retail Federation National Sporting Goods Association National Stone, Sand and Gravel Association National Waste & Recycling Association National Wooden Pallet & Container Association Natural Products Association NC Chamber Nebraska Cooperative Council Nebraska Trucking Association Nevada Trucking Association New Hampshire Retail Association New Jersey Motor Truck Association New Jersey Retail Merchants Association New Jersev State Chamber of Commerce New Mexico Chamber of Commerce New York New Jersey Foreign Freight Forwarders and Brokers Association Nogales-Santa Cruz Chamber Commerce North American Association of Food Equipment Manufacturers (NAFEM) North American Association of Utility Distributors (NAAUD) North American Home Furnishings Association North American Meat Institute North American Millers' Association North American Renderers Association North Bay Leadership Council

North Carolina Agribusiness Council, Inc North Carolina Retail Merchants Association North Country Chamber of Commerce North Dakota Grain Growers Association North Dakota Motor Carriers Association Northeast Agribusiness and Feed Alliance Northern Kentucky Chamber of Commerce Northwest Horticultural Council Norwalk Chamber of Commerce Oceanside Chamber of Commerce Ohio AgriBusiness Association Ohio Council of Retail Merchants **Ohio Trucking Association Orange County Business Council Oregon Business & Industry** Oregon Trucking Association **Outdoor Power Equipment Institute** Overland Park Chamber of Commerce Pacific Coast Council of Customs Brokers and Freight Forwarders Association Pacific Egg and Poultry Association Pacific Northwest Grain & Feed Association Pacific Seed Association Palm Desert Area Chamber of Commerce Pasadena Chamber of Commerce Pasco Chamber of Commerce Payson Santaquin Area Chamber of Commerce Peanut and Tree Nut Processors Association (PTNPA) Pennsylvania Chamber of Business and Industry Pennsylvania Motor Truck Association Pennsylvania Retailers' Association Peoria Chamber of Commerce Pet Advocacy Network Phoenix Feeds and Nutrition **Plumbing Manufacturers International** Point of the Mountain Chamber of Commerce Portland Cement Association **PRINTING United Alliance** Promotional Products Association International (PPAI) Queen Creek Chamber of Commerce **Queens Chamber of Commerce Rail Supply Institute Railway Supply Institute** Railway Systems Suppliers, Inc Railway Tie Association Recreational Off-Highway Vehicle Association **Renew Kansas Biofuels Association**

Renewable Fuels Association Reno + Sparks Chamber of Commerce Renton Chamber of Commerce **Retail Association of Maine** Retail Council of New York State Retail Industry Leaders Association Retail Merchants of Hawaii **Retailers Association of Massachusetts** Rhode Island Trucking Association, Inc. **Riverton Chamber and Visitor's Center** Roseville Area Chamber of Commerce **RV** Industry Association Sacramento Metro Chamber Salt Lake Chamber San Diego Customs Brokers Association San Gabriel Valley Economic Partnership San Jose Chamber of Commerce San Pedro Chamber of Commerce Santa Barbara South Coast Chamber of Commerce Santa Clarita Valley Chamber of Commerce SC Timber Producers Association SC Trucking Association Schuylkill Chamber of Commerce Scottsdale Area Chamber of Commerce Seattle Southside Chamber of Commerce Seguin Area Chamber of Commerce **Shippers** Coalition Sierra Vista Area Chamber of Commerce Simi Valley Chamber of Commerce **SNAC** International Society of Chemical Manufacturers & Affiliates South Bay Association of Chambers of Commerce South Carolina Chamber of Commerce South Carolina Restaurant and Lodging Association South Carolina Retail Association South Carolina Trucking Association South Dakota Agri-Business Association South Dakota Association of Cooperatives South Dakota Soybean Association South Kitsap Chamber of Commerce South Salt Lake Chamber South Valley Chamber of Commerce Southeastern Grain & Feed Association Southern California Leadership Council Southwest Valley Chamber of Commerce Specialty Equipment Market Association

Specialty Vehicle Institute of America Sports & Fitness Industry Association (SFIA) Spring Hill Chamber of Commerce St. Charles Regional Chamber St. George Area Chamber of Commerce State Chamber of Oklahoma Surprise Regional Chamber of Commerce Tag and Label Manufacturers Institute Tea Association of the U.S.A., Inc. **Tennessee Trucking Association** Texarkana USA Regional Chamber of Commerce Texas Ag Industries Association Texas Association of Business Texas Business Leadership Council Texas Grain and Feed Association **Texas Trucking Association** The Fertilizer Institute The Sulphur Institute The Toy Association Thurston County Chamber Torrance Area Chamber of Commerce Transportation Intermediaries Association (TIA) **Travel Goods Association** Trucking Association of Massachusetts Trucking Association of New York Tucson Metro Chamber Tulsa Regional Chamber U.S. Apple Association U.S. Chamber of Commerce U.S. Durum Growers Association U.S. Fashion Industry Association United Corpus Christi Chamber of Commerce United Dairymen of Arizona USA Minority Chamber of Commerce, Inc. Valve Manufacturers Association Vegas Chamber Vermont Retail & Grocers Association Vinyl Institute Virginia Agribusiness Council Virginia Chamber of Commerce Wake Forest Area Chamber Washington Retail Association Washington State Potato Commission Washington State Tree Fruit Association Washington Trucking Associations West Valley Chamber of Commerce Alliance

West Ventura County Business Alliance West Virginia Chamber of Commerce White Pine Chamber of Commerce Wickenburg Chamber of Commerce Window & Door Manufacturers Association Wisconsin Bakers Association Wisconsin Manufacturers & Commerce (WMC) Wisconsin Motor Carriers Association WV Retailers Association WV Retailers Association Wyoming State Chamber of Commerce Yorba Linda Chamber of Commerce

cc: Members of the United States Senate cc: Members of the U.S. House of Representatives