December 23, 2014

President Barack Obama The White House 1600 Pennsylvania Avenue NW Washington, DC 20500

## Dear Mr. President:

The undersigned associations representing United States manufacturers, farmers, wholesalers, retailers, importers, exporters, and transportation and logistics providers are again writing to express our continued concerns with the status of the West Coast port labor negotiations and the impact the ongoing congestion and slowdowns are having on all segments of the economy. We are seeking your help in moving the negotiations to mediation similar to what occurred during the contentious East Coast port labor negotiations in 2012.

The labor contract negotiations between the International Longshore and Warehouse Union (ILWU) and the Pacific Maritime Association (PMA) began on May 15, 2014 and it seems little progress has occurred since the contract expired on July 1, 2014. While there was optimism with the latest exchange of comprehensive proposals last week, the recent statement by PMA that the parties are not close to an agreement and "remain far apart on several issues" is very concerning. Even after continued negotiations through this past weekend, the PMA has now officially asked for a Federal mediator to be assigned to help the parties achieve a final deal. It is imperative that the ILWU agree to the use of a mediator.

We continue to see significant congestion at the ports which is impacting both imports and exports. While there are many reasons for the congestion beyond labor slowdowns, industry cannot begin to develop solutions until a new contract is finally resolved. We are extremely concerned the negotiations will now slip into 2015 and continue to cause problems for all industries that rely on the ports.

Importers, exporters and others are feeling the impact from the congestion and slowdowns at the ports. There have been daily news stories about the impacts on industries that rely on the ports to get their products to market. Retailers have had delays in getting holiday goods to store shelves. Manufacturers have had to slow and even stop production lines due to unavailable components delayed at the ports, creating high-levels of uncertainty for workers and employers who are aiming to deliver products to domestic and global customers. Potato farmers and apple growers have missed shipments to overseas markets, potentially closing those markets to future sales. There have even been reports of cancelled Christmas tree shipments to Asian markets.

The longer these negotiations continue, the greater the negative impact this will have on jobs, down-stream consumers, and the business operations of exporters, importers, retailers, transportation providers, manufacturers, and other stakeholders.

Our organizations continue to believe that both parties can reach an agreement that will ensure the continued success and competitiveness of these ports for the foreseeable future. However, after seven months of negotiations with little progress, we believe federal mediation is needed to help them reach a conclusion. With an official request from the PMA for a mediator, we urge the administration to work with both parties to appoint a mediator from the Federal Mediation and Conciliation Service (FMCS) in order to help them conclude their negotiations as quickly as possible.

Thank you for your consideration.

Sincerely,

Agricultural Retailer Association Agriculture Transportation Coalition (AgTC) Agri-Business Council of Oregon Airforwarders Association Alliance of Automobile Manufacturers AMCOT American Apparel & Footwear Association (AAFA) American Association of Exporters and Importers American Association of Port Authorities American Cotton Shippers Association American Farm Bureau Federation American Forest and Paper Association American Frozen Food Institute American Home Furnishings Alliance American Import Shippers Association American Meat Institute American Pistachio Growers American Potato Trade Alliance American Pyrotechnics Association American Soybean Association American Trucking Associations Association of California Recycling Industries Association of Food Industries Association of Washington Business Auto Care Association **Bicycle Product Suppliers Association BizFed** CalChamber California Business Properties Association California Farm Bureau Federation California Retailers Association California Rice Commission California Trucking Association California Walnut Commission

Columbia River Customs Brokers and Forwarders Association Coalition of New England Companies for Trade (CONECT) **Consumer Electronics Association** Cookware Manufacturers Association Corn Refiners Association Customs Brokers and Forwarders Assoc. of Northern California Customs Brokers and International Freight Forwarders of Washington State Distilled Spirits Council of the U.S., Inc. Express Association of America Fashion Accessories Shippers Association (FASA) Food Marketing Institute Footwear Distributors and Retailers of America Foreign Trade Association (FTA) Gamma Industry Processing Alliance (GIPA) Gemini Shippers Association **Global** Automakers Green Coffee Association Grocery Manufacturers Association Halloween Industry Association Harbor Association of Industry & Commerce Idaho Potato Commission Indiana State Poultry Association Information Technology Industry Council Inland Action Inland Empire Economic Partnership Institute of Makers of Explosives Intermodal Association of North America Intermodal Motor Carriers Conference (IMCC) International Casual Furnishings Association International Dairy Foods Association International Irradiation Association International Source Suppliers and Producers Association (ISSPA) International Warehouse and Logistics Association International Wood Products Association Juvenile Products Manufacturers Association Kansas Livestock Association Leather Industries of America Los Angeles Area Chamber of Commerce Los Angeles Customs Brokers and Freight Forwarders Association Meat Importers Council of America Michigan Retailers Association Midwest Shippers Association Minnesota Soybean Growers Association Mississippi Poultry Association Montana Retail Association Motor & Equipment Manufacturers Association

Motorcycle Industry Council NAIOP SoCal National Alfalfa & Forage Alliance National Association of Beverage Importers National Association of Chemical Distributors National Association of Egg Farmers National Association of Manufacturers National Cattlemen's Beef Association National Chicken Council National Corn Growers Association National Cotton Council National Council of Farmer Cooperatives National Electrical Manufacturers Association (NEMA) National Fisheries Institute National Customs Brokers and Forwarders of America National Grain and Feed Association National Oilseed Processors Association National Pork Producers Council National Potato Council National Retail Federation National Shippers Strategic Transportation Council (NASSTRAC) National Turkey Federation National Waste & Recycling Association North American Export Grain Association North American Meat Association North American Shippers Association, Inc. Northwest Food Processors Association Northwest Horticultural Council NY/NJ Foreign Freight Forwarders and Customs Brokers **Orange County Business Council** Oregon Department of Agriculture Oregon Export Straw Association Oregon Farm Bureau **Oregon Potato Commission Oregon Seed Association** Oregon Women for Agriculture Organic Trade Association Outdoor Industry Association Pacific Coast Council of Customs Brokers and Freight Forwarders Pacific Northwest Vegetable Association PNASA - Pacific Northwest Asia Shippers Association Potato Growers of Idaho Produce Marketing Association Promotional Products Association International (PPAI) Propeller Club of Los Angeles-Long Beach Retail Council of Canada

Retail Industry Leaders Association San Diego Customs Brokers and Forwarders Association San Gabriel Economic Partnership Society of Chemical Manufacturers and Affiliates (SOCMA) Southern California Shippers Association **Specialized Furniture Carriers** Specialty Crop Trade Council Sports& Fitness Industry Association Texas Cotton Association The Hardwood Federation The National Industrial Transportation League (NITL) The Presidents' Forum of the Distilled Spirits Industry The Waterfront Coalition Toy Industry Association Transportation Intermediaries Association Travel Goods Association (TGA) United Fresh Produce Association United States Council for International Business United States Fashion Industry Association U.S. Apple Association U.S. Chamber of Commerce U.S. Forage Export Council U.S. Meat Export Federation US. Shippers Association U.S. Soybean Export Council US Hide, Skin and Leather Association USA Poultry & Egg Export Council Washington Council on International Trade Washington Farm Bureau Washington Mint Growers Association Washington Retail Association Washington State Hay Growers Association Washington State Potato Commission Washington State Tree Fruit Association Washington Trucking Associations Western Growers Wine & Spirits Wholesalers of America Wine and Spirits Shippers Association Wine Institute Wisconsin Soybean Growers Association Women in International Trade, Los Angeles cc: Members of Congress

Department of Transportation Secretary Anthony Foxx Department of Commerce Secretary Penny Pritzker Department of Labor Secretary Thomas E. Perez Federal Maritime Commission Chairman Mario Cordero Federal Mediation and Conciliation Service Acting Director Allison Beck The Honorable Jerry Brown, Governor of California The Honorable Jay Inslee, Governor of Washington The Honorable John Kitzhaber, Governor of Oregon