June 25, 2024

The Honorable Joseph R. Biden President The White House 1600 Pennsylvania Ave NW Washington, DC 20500

Dear President Biden,

On behalf of the undersigned organizations representing manufacturers, farmers and agribusinesses, wholesalers, retailers, importers, exporters, distributors, transportation and logistics providers, and other supply chain stakeholders, we are writing to you regarding labor negotiations between the International Longshoremen's Association (ILA) and the United States Maritime Alliance (USMX). This labor contract, which covers all maritime ports along the East and Gulf coasts, is set to expire on September 30, 2024. Negotiations were set to begin again on the master contract the week of June 10. Unfortunately, the ILA issued a press release on June 10 stating they would not return to the bargaining table because of a local issue. In addition, the ILA has threatened a coastwide strike if a new deal is not reached before the current contract expires. We call upon the administration to immediately work with both parties to resume contract negotiations and ensure there is no disruption to port operations and cargo fluidity.

One of the key priorities for the administration has been supply chain resiliency and addressing ongoing supply chain challenges. We continue to see maritime supply chain challenges from the ongoing Houthi attacks on vessels transiting the Red Sea. This has led to other supply chain issues: congestion and lack of equipment at overseas ports, carrier capacity issues as they continue to divert vessels away from the Red Sea, and increased freight rates.

With all these existing challenges, the last thing the supply chain, companies and employees — all of which rely on the movement of goods, both imports and exports, through our East Coast and Gulf Coast ports — need is a strike or other disruptions because of an ongoing labor negotiation. As this administration has seen, even the threat of a strike or disruption can have a negative impact on the supply chain.

Such disruptions and their negative economic impact are well documented. We witnessed a significant shift of cargo from the West Coast to the East Coast and Gulf Coast ports because of the challenges and uncertainty during the last West Coast port labor negotiations. While much of that business has remained at the East Coast and Gulf Coast ports, we are starting to see a shift back to West Coast gateways, where a long-term contract is in place, especially as we enter the busy peak shipping season.

We know there are a number of issues for the ILA and USMX to negotiate as part of the contract. However, the only way to resolve these issues is for the parties to come back to the bargaining table and actually negotiate the new contract. We encourage the administration to provide any and all support to the parties in their negotiations so they can reach a final agreement before the current contract expires.

As we have seen with previous supply chain-related negotiations, the only way the parties can reach an agreement that will ensure their continued global competitiveness and that of the supply chain stakeholders that rely upon them is to remain at the table until a new agreement is finalized.

Sincerely,

Cotton Growers Warehouse Association

Agribusiness Council of Indiana Council of Fashion Designers of America (CFDA) Agriculture Transportation Coalition - AgTC Council of Supply Chain Management Professionals Airforwarders Association (CSCMP) Alliance for Automotive Innovation Customs Brokers & Forwarders Association of Northern Alliance for Chemical Distribution California Amcot Customs Brokers & International Freight Forwarders Association of Washington State American Apparel & Footwear Association Distilled Spirits Council of the United States (AAFA) American Chemistry Council Fashion Accessories Shippers Association American Coatings Association, Inc. Fashion Jewelry & Accessories Trade Association American Composites Manufacturers Florida Retail Federation Association Florida Trucking Association American Down and Feather Council FMI - The Food Industry Association Footwear Distributors & Retailers of America (FDRA) American Feed Industry Association American Forest & Paper Association Foreign Trade Association Forest Resources Association American Frozen Foods Institute Game Manufacturers Association American Home Furnishings Alliance American Lighting Association Gemini Shippers Association American Pyrotechnics Association Georgia Motor Trucking Association, Inc. American Soybean Association Georgia Retailers Glass Packaging Institute American Spice Trade Association American Trucking Associations Global Cold Chain Alliance Grain and Feed Association of Illinois AmericanHort Arizona Trucking Association Green Coffee Association, Inc. Associated Builders and Contractors **Greenabl Shippers Association** Associated Equipment Distributors Heating, Air-conditioning, & Refrigeration Distributors Autos Drive America International Home Fashion Products Association California Bean Shippers Association California Building Industry Association Household & Commercial Products Association California Citrus Mutual Illinois Retail Merchants Association CAWA - Representing the Automotive Parts **Independent Electrical Contractors** Intermodal Motor Carriers Conference Industry International Association of Movers Coalition of New England Companies for Trade Columbia River Customs Brokers & Forwarders International Dairy Foods Association Association International Fresh Produce Association Consumer Brands Association International Housewares Association

International Shippers' Association

International Warehouse Logistics Association (IWLA)

International Wood Products Association
Juvenile Products Manufacturers Association
Kansas Chamber & Kansas Retail Council

Kentucky Retail Federation

Leather and Hide Council of America

Louisiana Retailers Association

Los Angeles Customs Brokers & Freight Forwarders Association

Maryland Retailers Alliance

Meat Import Council of America

Meat Institute

MEMA, The Vehicle Suppliers Association

Michigan Retailers Association

Minnesota Grain and Feed Association

Missouri Retailers Association Motorcycle Industry Council

National Association of Beverage Importers (NABI)

National Association of Egg Farmers National Association of Manufacturers National Association of Wheat Growers National Association of Wholesaler-Distributors

National Council of Farmer Cooperatives

National Cotton Council

National Council of Chain Restaurants National Customs Brokers and Forwarders Association of America (NCBFAA)

National Electrical Manufacturers Association (NEMA)

National Fisheries Institute

National Industrial Transportation League (NITL)

National Lumber & Building Material Dealers Association

National Milk Producers Federation National Oilseed Processors Association

National Pork Producers Council National Restaurant Association

National Retail Federation

National Sporting Goods Association National Wooden Pallet & Container

Association

Nebraska Trucking Association Nevada Trucking Association

New Jersey Motor Truck Association

New Jersey Retail Merchants Association

New York New Jersey Foreign Freight Forwarders and Brokers Association Inc.

North American Association of Food Equipment Manufacturers (NAFEM)

North American Home Furnishings Association

North American Millers' Association North American Renderers Association North Carolina Agribusiness Council, Inc.

Oregon Trucking Association

Pacific Coast Council of Customs Brokers and Freight Forwarders Assns. Inc.

Pennsylvania Retailers' Association Plumbing Manufacturers International

PRINTING United Alliance

Recreational Off-Highway Vehicle Association

Recycled Materials Association Renewable Fuels Association Retail Association of Nevada Retail Council of New York State Retail Industry Leaders Association

Retail Merchants of Hawaii

Retailers Association of Massachusetts Rhode Island Trucking Association San Diego Customs Brokers Association

Shippers Coalition

Society of Chemical Manufacturers & Affiliates (SOCMA)

South Dakota Association of Cooperatives

South Dakota Soybean Association

Specialty Equipment Market Association (SEMA)

Specialty Vehicle Institute of America Sports & Fitness Industry Association Tag and Label Manufacturers Institute Tea Association of the U.S.A., Inc.

Texas Retailers Association Texas Trucking Association The Fertilizer Institute

The Halloween & Costume Association

The Sulphur Institute

The Sweet Potato Council of the US

Toy Association

Transportation Intermediaries Association

Travel Goods Association (TGA) Trucking Association of New York

U.S. Apple Association U.S. Chamber of Commerce

U.S. Dairy Export Council
U.S. Fashion Industry Association
U.S. Meat Export Federation
USA Rice
Vinyl Institute
Virginia Trucking Association

Washington Trucking Associations West Virginia Retailers Association Window & Door Manufacturers Association Wine Institute Wood Industry Association

CC: The Honorable Pete Buttigieg, Secretary, Department of Transportation
The Honorable Julie Su, Acting Secretary, Department of Labor
The Honorable Gina Raimondo, Secretary, Department of Commerce
The Honorable Tom Vilsack, Secretary, Department of Agriculture
The Honorable Lael Brainard, Director, National Economic Council
Mr. Harold Daggett, President, International Longshoremen's Association
Mr. David Adam, President, United States Maritime Alliance