December 1, 2011

The Honorable Harry Reid  
Senate Majority Leader  
c/o Chief of Staff David Krone

The Honorable Mitch McConnell  
Senate Minority Leader  
c/o Chief of Staff Sharon Soderstrom

The Honorable John Rockefeller  
Chairman Senate Committee on Commerce, Science and Transportation  
c/o Staff Director Ellen Doneski

The Honorable Kay Bailey Hutchison  
Ranking Member, Senate Committee on Commerce, Science and Transportation  
c/o Staff Director Todd Bertoson

The Honorable John Boehner  
House Majority Leader  
c/o Chief of Staff Barry Jackson

The Honorable Nancy Pelosi  
House Minority Leader  
c/o Chief of Staff John Lawrence

The Honorable John Mica  
Chairman, House Committee on Transportation and Infrastructure  
c/o Staff Director James Coon

The Honorable Nick Joe Rahall  
Ranking Member, House Committee on Transportation and Infrastructure  
c/o Staff Director James Zoia

Senate, House and Committee Leadership:

Representing America’s seaports, I write to you today to express the deep concern we have over the current rail labor contract negotiations, which have reached an impasse. It is our understanding that if the railroads and unions do not reach agreement by December 6, the nation could face a rail labor strike. AAPA strongly urges Congress to take swift action to avert a discontinuation of rail service on December 6.

Railroads are a vital component of the freight transportation system and are critical to international trade and goods movement to and from our nation’s seaports. Nearly a third of the nation’s GDP is derived from international trade, with 99 percent of our overseas trade moving through seaports. Approximately $3.8 billion in cargo is moved through America’s seaports daily. A significant portion of this cargo relies on the freight rail system to reach its destination.

Railroads enable America’s farmers and producers to connect to seaports to reach overseas export markets. Railroads connecting to seaports carry imported raw materials, inputs to manufacturing, and consumer goods to the hinterland, supporting thousands of jobs and enhancing our standard of living.
The National Carriers' Conference Committee estimates that a disruption of rail service could potentially cost our country $2 billion a day. Given the fragility of our current economy and job recovery, this simply cannot be allowed to occur.

In the past, Congress has acted to preserve interstate commerce by intervening on 19 separate occasions with America’s railways, as sanctioned under Article I, Section 8 of the U.S. Constitution. AAPA strongly urges Congress to take the necessary action in order to avert a discontinuation of rail service on December 6.

Sincerely,

Kurt J. Nagle
President and CEO