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For Immediate Release

The Chatham-Kent Chamber of Commerce Addresses Potential Rail Strike Impact on Local Economy

Chatham-Kent, Ontario, August 19, 2024 – The Chatham-Kent Chamber of Commerce is closely monitoring the potential rail strike and its implications for our community. "As a region serviced by the trunk lines of two major railways—Canadian National Railway (CN) and Canadian Pacific Railway (CPR)1—we recognize the critical role that rail transportation plays in our local economy. This is a critical time of year as the agricultural sector is in full swing with expectations of shipping perishable goods to destinations across Canada and abroad." – B.J. Griffiths, Chair of the Board of Directors, Chatham-Kent Chamber of Commerce

Economic Impact

Railroads are a vital link in our supply chain, facilitating the movement of goods across North America. CN, with its extensive east-west and north-south network, connects Chatham-Kent to ports on the Atlantic, Pacific, and Gulf coasts, as well as to all three NAFTA nations.

CPR's high-density mainline network serves major Canadian ports and cities, extending from Montreal to Vancouver and key centers in the U.S. Midwest and Northeast. Its international reach through alliances with other Class I railways provides access to the Pacific Northwest, the southern U.S., and Mexico.

A rail strike would disrupt freight transportation, affecting industries such as manufacturing, agriculture, and logistics. Estimates suggest that railroads handle approximately 40% of the nation's freight annually, making their smooth operation crucial to our local businesses.

Chamber's Call to Action

The Chatham-Kent Chamber of Commerce urges all stakeholders—government, labor unions, and rail operators—to engage in constructive dialogue. We emphasize the need for a fair resolution that balances workers' rights with the economic well-being of our community.

Our businesses rely on efficient rail service, and any disruption could have far-reaching consequences. We encourage all parties to work collaboratively to prevent a prolonged strike.

The Chatham-Kent Chamber Joins Forces Across Canada Calling on the Government to Take Action

The Chatham-Kent Chamber of Commerce joins forces with the Canadian Chamber of Commerce and over 125 associations and Chambers across Canada to immediately intervene and do everything necessary to avert a disruption in Canada's Class I railways. In a letter addressed to The Right Honourable Justin Trudeau, Prime Minister of Canada, The Honourable Steven MacKinnon, Minister of Labour and Seniors and The Honourable Pablo Rodriguez, Minister of Transport and Quebec Lieutenant representation from all sectors and size of business of Canada's economy stress that concurrent or sequential work stoppages at both major railways will leave Canadians with access to fewer goods and

products, driving up prices and exacerbating affordability challenges. A failure to act swiftly will also put the livelihoods of millions of workers in jeopardy.

A disruption to our railway system will have an immediate impact on thousands of businesses from coast to coast and to commuters in several major urban centres and those travelling to those centres for business or vacation.

*About Chatham-Kent Chamber of Commerce: *

The Chatham-Kent Chamber of Commerce serves as the recognized voice of visionary leadership for over 350 members and businesses in the Chatham-Kent community. Their mission is to champion business excellence by encouraging business relations, integrating business with the community, and fostering entrepreneurship. They aim to enhance economic prosperity and quality of life for local businesses. You can find them at 54 Fourth St, Chatham, ON N7M 2G21. For inquiries, you can reach them at (519) 352-7540 or via email at info@chatham-kentchamber.ca.

For media inquiries, contact:

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August 9, 2024

The Right Honourable Justin Trudeau, P.C., M.P. Prime Minister of Canada 80 Wellington Street
Ottawa, Ontario K1A 0A2

The Honourable Steven MacKinnon, P.C., M.P. Minister of Labour and Seniors Place du Portage Phase II 165 de l'Hôtel-de-Ville Street Gatineau, Québec J8X 3X2

The Honourable Pablo Rodriguez, P.C., M.P. Minister of Transport and Quebec Lieutenant 330 Sparks Street Ottawa, Ontario K1A 0N5

Dear Prime Minister and Ministers:

We are writing to urge you to immediately intervene and do everything necessary to avert a disruption in Canada's Class I railways.

A concurrent or sequential work stoppage at both major railways will leave Canadians with access to fewer goods and products, driving up prices and exacerbating affordability challenges. A failure to act swiftly will also put the livelihoods of millions of workers in jeopardy.

A disruption to our railway system will have an immediate impact on thousands of businesses from coast to coast and to commuters in several major urban centres. All of Canada's ports, logistics and warehouse operators, and suppliers will be affected, while a prolonged stoppage will quickly lead to shortages of supplies for numerous industries, forcing businesses to suspend their operations and furlough their employees. Factoring in the millions of Canadian jobs that would be impacted, the magnitude of the disruption is daunting.

Our international reputation and relationship with our trading partners is also at stake. Canada's railways transport \$380 billion worth of goods annually – that's over \$1 billion each day – and account for half of the country's exports. A prolonged railway strike will also surely weaken Canada's negotiating position in advance of the renewal of the Canada-United States-Mexico Agreement in 2026. A loss of confidence from our most important trading partner would take years to repair.

The uncertainty around the potential of a nationwide rail strike has already forced businesses across the country to adjust their operations (see Appendix).

We are respectfully asking that you safeguard the well-being of Canadians and the country's reputation as a reliable trading partner by ensuring that a disruption to our national railway system does not occur.

To support this effort, we would like to propose a meeting with you and a select group of association leaders as soon as possible. This meeting would provide an opportunity to discuss our concerns in detail and to explore how we, Canada's business community, can support the government in preventing any potential disruption.

Thank you for your attention to this urgent matter.

Sincerely,

Alberta Food Processors Association

Aluminium Association of Canada

Alberta's Industrial Heartland Association

Animal Nutrition Association of Canada

Association of Equipment Manufacturers

Association of Footwear + Apparel Canada

BC Food & Beverage

Beer Canada

British Columbia Construction Association

British Columbia Trucking Association

Business Council of British Columbia

Business Council of Canada

Canadian Agri-Food Trade Alliance

Canadian Association of Petroleum Producers

Canadian Association of Recycling Industries

Canadian Automobile Dealers Association

Canadian Canola Growers Association

Canadian Cattle Association

Canadian Construction Association

Canadian Consumer Specialty Products Association

Canadian Corrugated and Containerboard Association

Canadian Federation of Agriculture

Canadian Federation of Independent Business

Canadian Fluid Power Association

Canadian Food Exporters Association

Canadian Franchise Association

Canadian Fuels Association

Canadian Home Builders' Association

Canadian International Freight Forwarders Association

Canadian Kitchen Cabinet Association

Canadian Manufacturers and Exporters

Canadian Meat Council

Canadian Paint and Coatings Association

Canadian Pork Council

Canadian Produce Marketing Association

Canadian Rental Association

Canadian Steel Producers Association

Canadian Sugar Institute

Canadian Trucking Alliance

Canola Council of Canada

Cement Association of Canada

Chamber of Marine Commerce

Chemistry Industry Association of Canada

Conseil de la transformation alimentaire du Québec

Electro-Federation Canada

Fenestration Canada

Fertilizer Canada

FETCO

Food & Beverage Atlantic

Food and Beverage Canada

Food and Beverage Ontario

Food & Beverage Manitoba

Food, Health and Consumer Products of Canada

Food Producers of Canada

Forest Products Association of Canada

Freight Management Association of Canada

Global Automakers of Canada

Global Cold Chain Alliance

Grain Growers of Canada

Hearth, Patio & Barbecue Association of Canada

I.E. Canada

Independent Contractors and Businesses Association

L'Association du camionnage du Québec

Medtech Canada

Mining Association of Canada

National Maritime Group

Nature and Outdoor Tourism Ontario

New Car Dealers Association of B.C.

Ontario Craft Brewers

Pets Canada

Private Motor Truck Council of Canada

Pulse Canada

Quebec Employers Council

Quebec Hemp and Cannabis Industry Association

Responsible Distribution Canada

Retail Council of Canada

Saskatchewan Mining Association

Shipping Federation of Canada

Southern Interior Construction Association

Truck Training School Association of Ontario

Western Canadian Shippers' Coalition

Western Grain Elevator Association

Wheat Growers Association
Wood Manufacturing Cluster of Ontario

Abbotsford Chamber of Commerce

Alberta Chambers of Commerce

Assiniboia Chamber of Commerce

Atlantic Chamber of Commerce

Battlefords & District Chamber of Commerce

Burlington Chamber of Commerce

Cambridge Chamber of Commerce

Canadian Chamber of Commerce

Cap-Acadie Chamber of Commerce

Chamber of Commerce Brantford-Brant

Chamber of Commerce for Greater Moncton

Chatham Kent Chamber of Commerce

Chetwynd Chamber of Commerce

Cold Lake Regional Chamber of Commerce

Consort & District Chamber of Commerce

Fort Nelson & District Chamber of Commerce

Greater Kingston Chamber of Commerce

Greater Niagara Chamber of Commerce

Greater Saskatoon Chamber of Commerce

Greater Victoria Chamber of Commerce

Halton Hills Chamber of Commerce

Hamilton Chamber of Commerce

High River Chamber of Commerce

London Chamber of Commerce

Madoc & District Chamber of Commerce

Manitoba Chambers of Commerce

Mississauga Board of Trade

North Bay & District Chamber of Commerce

Port Hope & District Chamber of Commerce

Prince George Chamber of Commerce

Quebec's Federation of Chambers of Commerce

Quinte West Chamber of Commerce

Sarnia Lambton Chamber of Commerce

Saskatchewan Chamber of Commerce

Surrey Board of Trade

Thunder Bay Chamber of Commerce

Tillsonburg District Chamber of Commerce

Tri-Cities Chamber of Commerce

Truro & Colchester Chamber of Commerce

Tumbler Ridge Chamber of Commerce

Windsor-Essex Regional Chamber of Commerce

Yorkton Chamber of Commerce