Mr. David Eng Secretary Federal Maritime Commission 800 North Capitol Street, N.W. Washington, D.C. 20573

RE: Coalition Opposition to Extension of Effective Date Petition (Docket No. FMC-2024-0010)

Dear Secretary Eng,

On behalf of the undersigned organization representing shippers, beneficial cargo owners, trucking companies and other supply chain stakeholders, we are writing in **strong opposition** to the petition filed by the Ocean Carrier Equipment Management Association to extend the effective date of the Detention and Demurrage Billing Requirements Final Rule (Final Rule). We urge the Commission to reject the petition.

Our groups and members strongly supported the Ocean Shipping Reform Act of 2022, which included the Detention and Demurrage Billing Requirements Rule as a key element. We supported this effort to bring clarity and transparency to detention and demurrage billing practices as a follow up to the Commission's Interpretive Rule.

It is important to note that the Rule is **already in effect**. The Commission provided a 90-day implementation timeline for the Rule to take effect on May 28, 2024. Providers who are impacted by this rule have already put their systems into place to ensure compliance with the Final Rule and other impacted stakeholders have adjusted their business practices. Any kind of delay now of a rule already in effect would cause significant challenges and potential chaos in the marketplace.

In addition, the clarification issued by the Commission to the Final Rule's preamble did not change the underlying Final Rule itself. Specifically, the requirements for which parties can be billed under the "properly issued invoices" rule was not affected. This again does not warrant a need to retroactively delay a Final Rule that is already in place. Also, delaying the effective date of the Final Rule would be inconsistent with the intent of Congress who required this rule to be finalized expeditiously in OSRA22.<sup>2</sup>

We appreciate the work undertaken by the Commission in developing the Final Rule. The goal is to address long-standing issues we have all witnessed with Detention and Demurrage billing practices. The Final Rule seeks to bring clarity to the issue as well as improve fluidity at our nation's ports and terminals.

<sup>&</sup>lt;sup>1</sup> 46 C.F.R. § 541.4.

<sup>&</sup>lt;sup>2</sup> See, The Ocean Shipping Reform Act of 2022, Sec. 7(b), Pub. L. No. 117-146, 136 Stat. 1275 (June 16, 2022).

We urge the Commission to reject this petition for these basic principles. We look forward to working with the Commission on continued implementation and enforcement of the Final Rule.

## Sincerely,

Global Cold Chain Alliance

Accessories Council **Greenabl Shippers Association** Agricultural and Food Transporters Conference Halloween & Costume Association (HCA) Agricultural Retailers Association Harbor Trucking Association Agriculture Transportation Coalition - AgTC Hardwood Federation Alliance for Chemical Distribution Home Fashion Products Association American Apparel & Footwear Association Intermodal Motor Carriers Conference International Association of Movers (AAFA) American Chemistry Council International Housewares Association American Coatings Association, Inc. International Warehouse Logistics Association (IWLA) American Down and Feather Council International Wood Products Association American Home Furnishings Alliance Los Angeles Customs Brokers & Freight Forwarders American Lighting Association Association American Pyrotechnics Association Meat Import Council of America **American Trucking Associations** Meat Institute Association of Bi-State Motor Carriers National Association of Wholesaler-Distributors Association of Food Industries National Fisheries Institute Auto Care Association National Industrial Transportation League (NITL) National Marine Manufacturers Association California Trucking Association CAWA - Representing the Automotive Parts National Milk Producers Federation Industry National Retail Federation Coalition of New England Companies for North American Association of Food Equipment Manufacturers (NAFEM) Columbia River Customs Brokers & North American Home Furnishings Association Pacific Coast Council of Customs Brokers and Forwarders Association Consumer Technology Association Freight Forwarders Assns. Inc. Council of Fashion Designers of America Performance Racing Industry (PRI) Plumbing Manufacturers International (CFDA) **CPMA** Retail Industry Leaders Association Customs Brokers & Forwarders Association of San Diego Customs Brokers Association **Shippers Coalition** Northern California Customs Brokers & International Freight Society of Chemical Manufacturers & Affiliates (SOCMA) Forwarders Association of Washington State Specialty Equipment Market Association (SEMA) Fashion Accessories Shippers Association Sports & Fitness Industry Association Fashion Jewelry & Accessories Trade **Toy Association** Association (FJATA) Travel Goods Association (TGA) U.S. Dairy Export Council Gemini Shippers Association

United States Fashion Industry Association