



OFFICE OF THE GOVERNOR

SEP 30 2022

To the Members of the California State Assembly:

I am signing Assembly Bill 2406 which prohibits an intermodal marine container provider or terminal operator from imposing extended dwell charges on a motor carrier, beneficial cargo owner, or other intermediary relative to transactions involving cargo shipped by intermodal transport.

The nation has experienced an acceleration in goods movement over the last two years and the supply chain ecosystem has struggled to keep pace. Importantly, this bill does not limit or inhibit all-day, continuous operations at California's ports. It is critical that shipping industry stakeholders continue to use all available tools to find efficiencies and encourage the 24/7 movement of goods.

If unintended consequences arise that affect productivity at California ports, my Administration will work with the Legislature to address those issues. This is a fundamental matter of fairness for our California businesses and the consumers who ultimately pay the price.

Sincerely,

A handwritten signature in black ink, appearing to read "Gavin Newsom", written over a horizontal line. The signature is stylized and overlaps the line.

Gavin Newsom

