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### A Draft Framework for National Freight Policy

**Presentation at Transportation Research Forum** 

George Schoener
Deputy Assistant Secretary for Transportation Policy
U.S. Department of Transportation

March 23, 2006



### Dramatic increases in projected freight demand





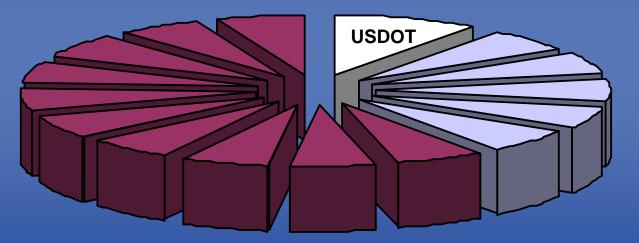
# Diversity of freight capacity interests (and influence)

#### **Private-sector interests**

- Highway builders
- Private trucking industry
- Private railroads
- International shipping companies
- Private terminal operators
- Third-party logistics firms
- Ports
- Shippers
- Organized labor
- Private financial community

#### **Other public-sector interests**

- U.S. Department of Defense
- State DOTs
- Metropolitan planning organizations (MPOs)
- Impacted communities
- Environmental interests



Balancing capacity and demand will require efforts by both the public and private sectors



### **Communication is critical**

- Communication within the transportation sector
  - When systems undergo a "sea change," each partner needs a complete education
  - Public partners need to understand supply chain logistics
  - Private partners need to understand the public sector role and capabilities
- Communication beyond the transportation sector
  - Communicate both the problems and the benefits of freight transportation to the public, elected officials, and other stakeholders

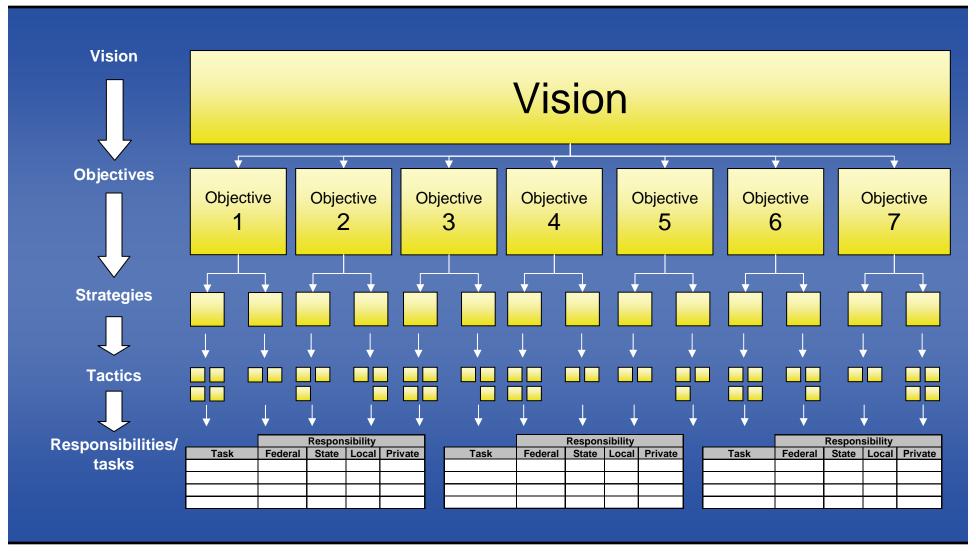


#### TRB freight industry roundtable

- In response to calls for Federal freight policy leadership,
   DOT created the TRB Freight Industry Roundtable
- Roundtable's charge:
  - Improve USDOT's understanding of the policy and technical context for 21<sup>st</sup> century supply chain logistics (SCL)
  - Improve industry's understanding of USDOT's role, capabilities, and awareness of SCL challenges
  - Facilitate a dialogue between industry and USDOT
- Roundtable has met since mid-2005

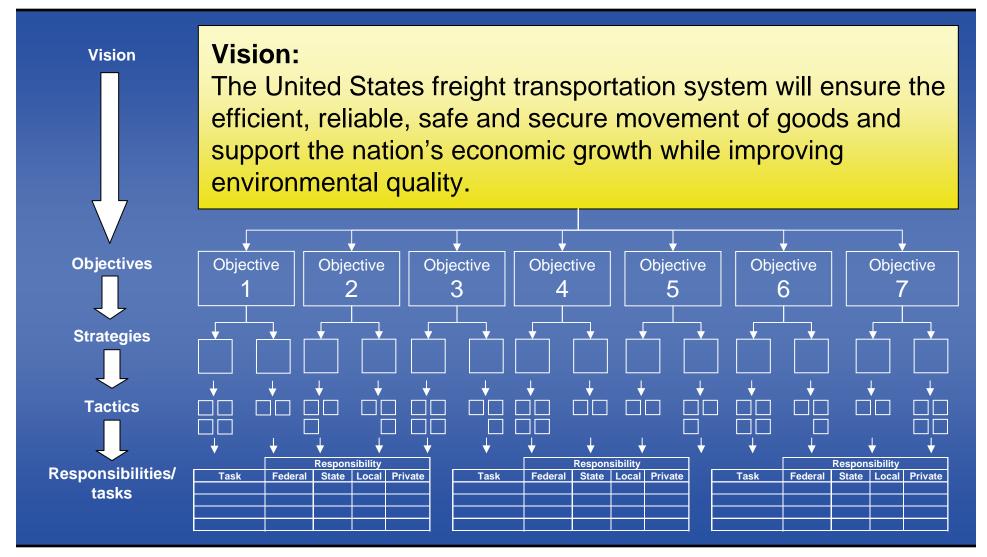


### Draft framework for a national freight policy





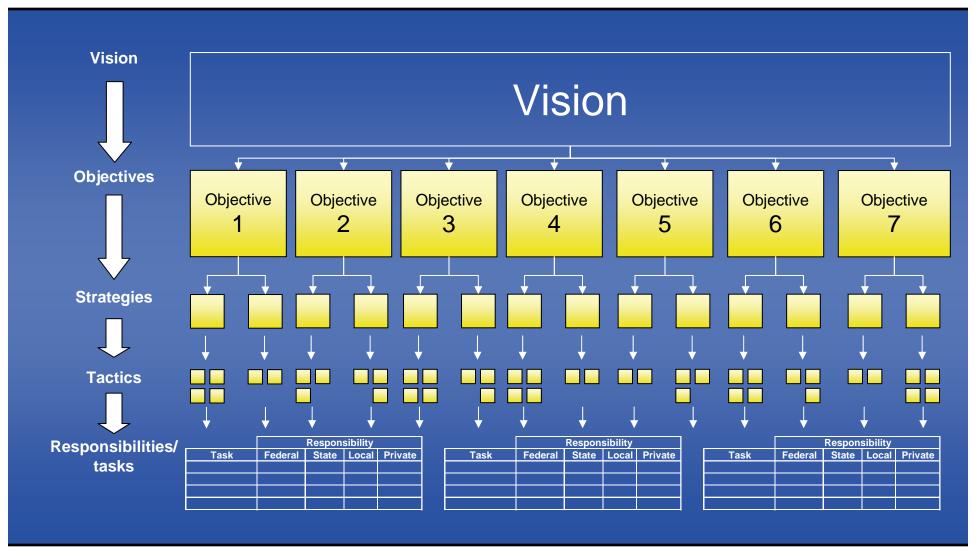
### Draft framework for a national freight policy: Setting the vision





#### Draft framework for a national freight policy:

Objectives, strategies, and tactics



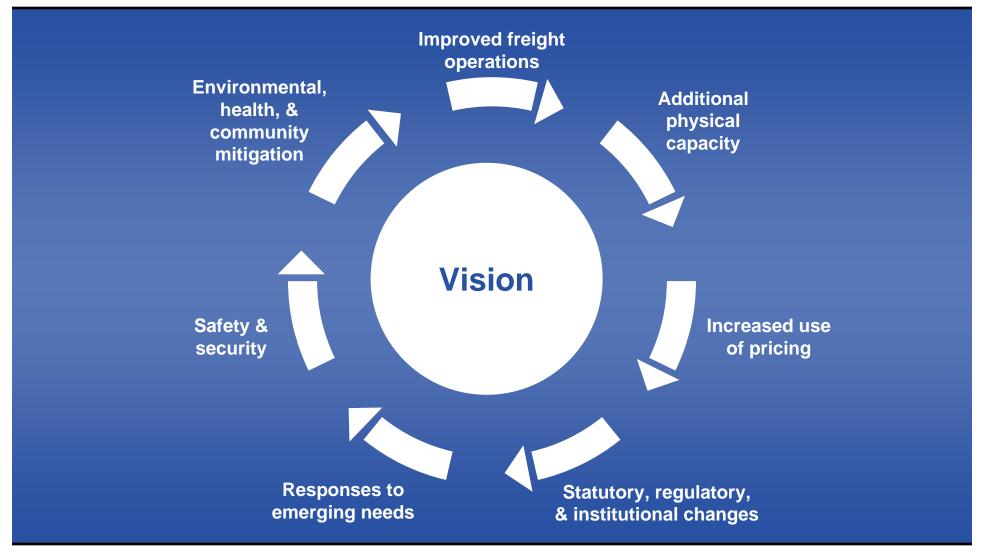


#### Freight policy objectives

- 1. Improve the operations of the existing freight transportation system
- 2. Add physical capacity to the freight transportation system in places where investment makes economic sense
- 3. Use pricing to better align all costs and benefits between users and owners of the freight system and to encourage deployment of productivity-enhancing technologies
- **4.** Reduce or remove statutory, regulatory, & institutional barriers to improved freight transportation performance.
- 5. Proactively identify and address emerging transportation needs
- 6. Maximize the safety and security of the freight transportation system
- 7. Mitigate and better manage the environmental, health, and community impacts of freight transportation



### Freight policy synergies





# **Objective 1: Improve the operations of the existing freight transportation system**



Photo courtesy of Maher Terminals



## Objective 2: Add physical capacity to the freight transportation system in places where investment makes economic sense



Photo courtesy of the Alameda Corridor Transportation Authority



## Objective 3: Use pricing to better align freight system costs and benefits and encourage the deployment of new technologies



Photo courtesy of PierPass



### Objective 4: Reduce/remove statutory, regulatory, & institutional barriers to improved freight transportation performance





Note: Images not drawn to scale.



# Objective 5: Proactively identify and address emerging transportation needs





# **Objective 6: Maximize the safety and security of the freight transportation system**



Photo courtesy of U.S. Customs and Border Protection



# Objective 7: Mitigate and better manage the environmental, health, and community impacts of freight transportation

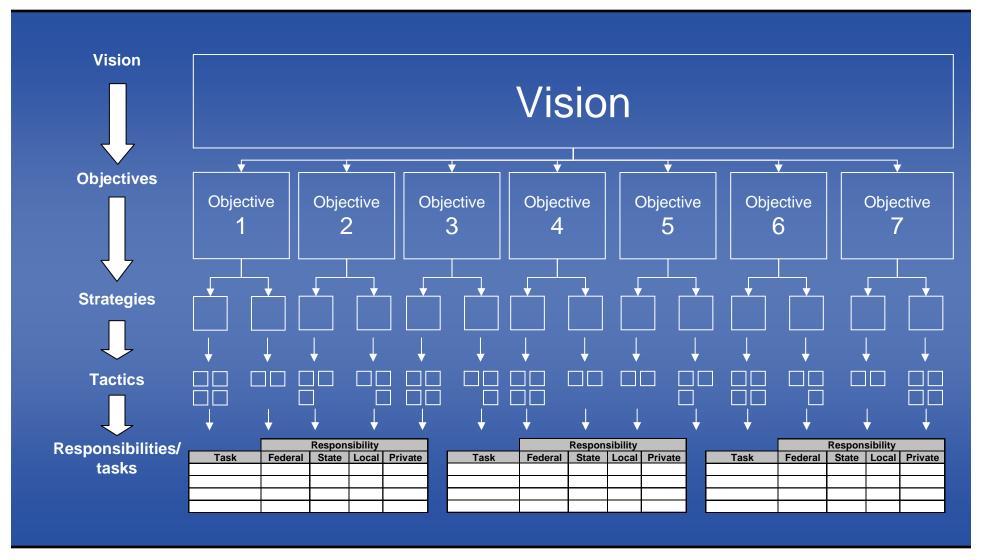


Photo courtesy of www.railindustry.com



#### Framework for a national freight policy:

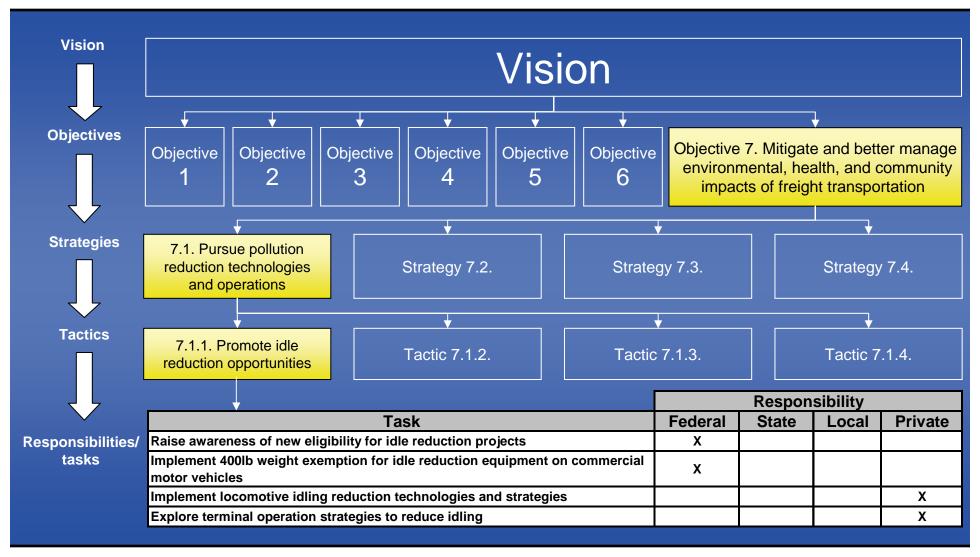
Ownership and accountability ensure performance





#### An illustrative example:

### The promotion of idle reduction opportunities





#### Overarching themes

- Framework for *national*, not *Federal*, freight policy
- Importance of investment
- Need for public-private collaboration
- Living document

#### Want to know more?

- Draft framework available at www.dot.gov/freight
- USDOT appreciates your feedback on the framework; please email comments to freight@dot.gov