

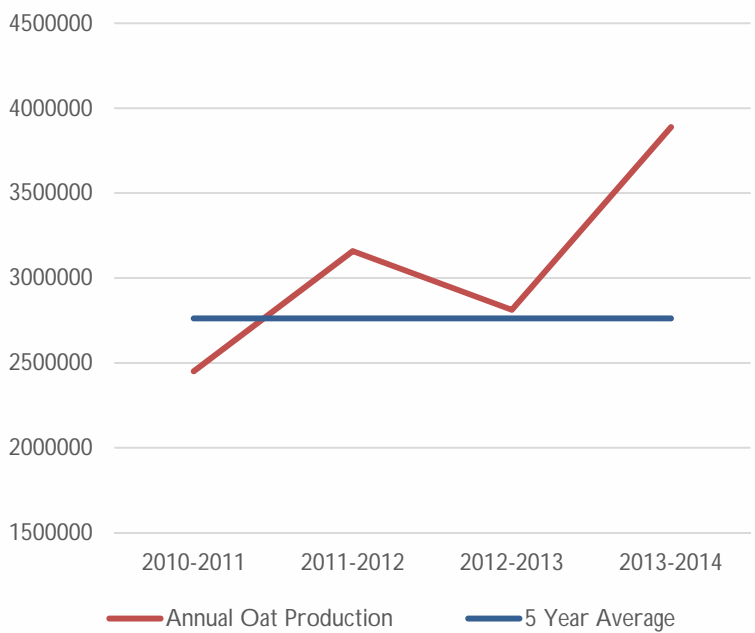


Report of Activities Transportation December 2014

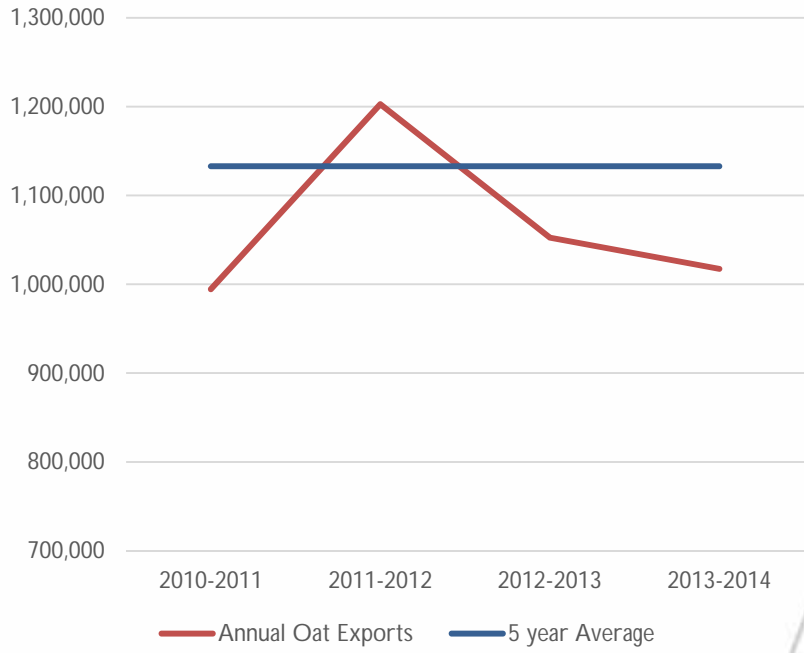


Situation Report – 2013/14 Final

Total Canadian Oat Production
Source: AAFC Outlook for Principal Field Crops

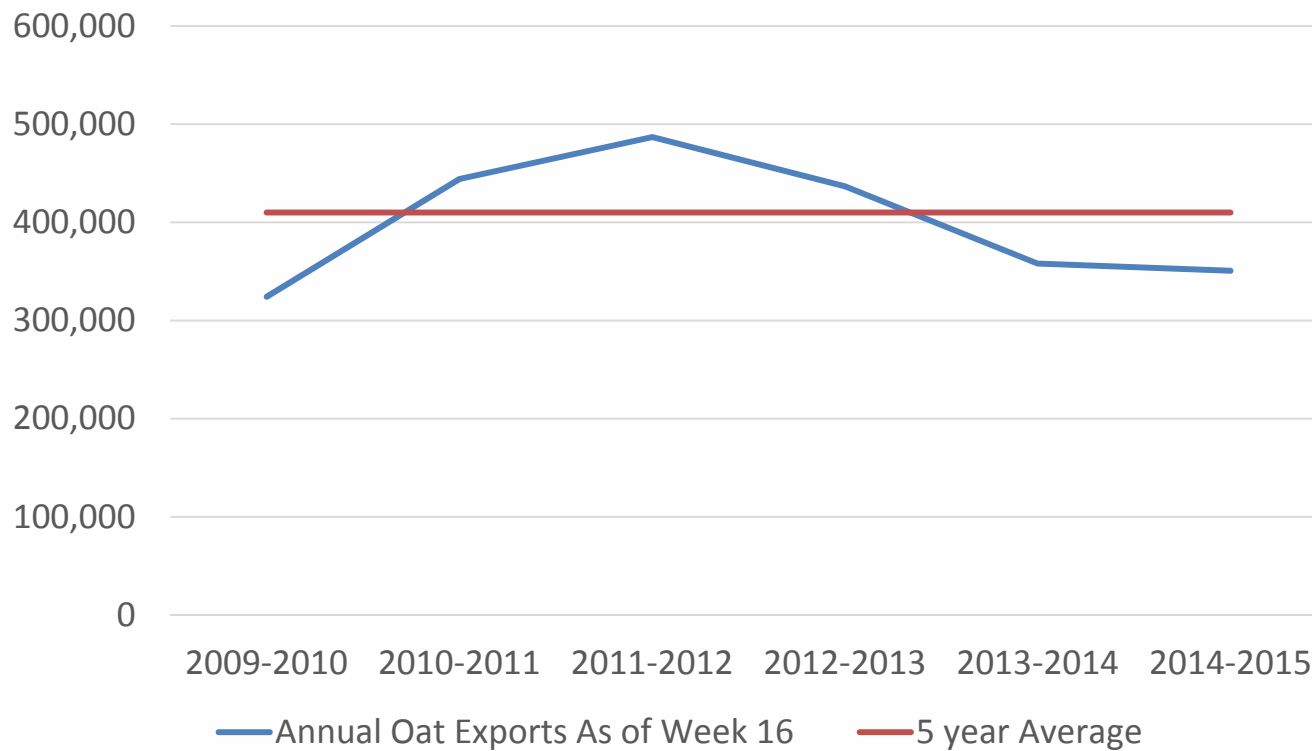


Total Canadian Oat Exports
Source: CGC Grain Statistic Weekly



Situation Report – 2014/15

Annual Oat Exports As of Week 16
(Week ending November 23rd)



CTA Review Meetings

- Hosted Policy Discussion session on July 22nd
- Attended CTA review meeting on September 22nd
- Met with Saskatchewan Government on September 22nd
- Attended Agency Meeting on October 15th regarding minimum grain movement provision

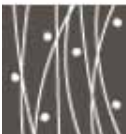
CTA Review Submission

- Document developed over multiple drafts
- Outlines positions on a number of issues, and provides background information
- Currently 27 pages long



CTA Review Submission 5 Year Cycle of Planning

- Consultations with all rail transportation stakeholders held every 5 years
- Include consideration of expected production, capacity strains, and
- Result in the creation of grain movement targets
 - By Commodity
 - By Sector
- Reviewed annually by the agency



CTA Review Submission Tiered Response Program

- Based on the movement targets established by the 5 year cycle
- Establishes measures to be taken in the event of movement falling below targets
 - On Target: Open market environment
 - 10% Below Target: Car Allocation switched to hybrid 30% open market, 70% historical
 - 20% Below Target: Arbitrator will step in and handle car allocation disputes
 - 30% Below Target: Re-establish minimum movement levels similar to those presently in place

CTA Review Submission Monitoring

- Comprehensive overhaul of the rail information monitoring system
- Remove the asymmetrical relationship between shippers and railways in dispute situations
- Agency should collect waybill samples, as they do in the US
- Improve reporting on traffic to the US
 - Improvements in both **Commodity** and **Corridor** data

CTA Review Submission Revenue Entitlement

- Costing Review
- Cap Penalty funds redirected to infrastructure improvements
- Incentives for performance above the targets established in the 5 year cycle of planning

CTA Review Submission Service Level Agreements

- Adopt CRS Proposals
 - Definition of Adequate and Suitable
 - Remove “operational” from “operational term”
 - Create mechanism for shippers to determine if a breach of service agreement has occurred
 - The requirement that complaints against railways include multiple shippers be lifted
 - Allow shipper to frame the matter of dispute
 - Remove consideration of railway company’s network
- Establish a multi-party Final Offer Arbitration process

CTA Review Submission

Producer Cars and Fostering Small Volume Shipments

- Allow for the creation of boutique producer car operations
 - Allow these organizations to introduce private cars into the system
- Priority be given to producer car orders of 10 or more cars at one destination at one time
- Create arbitrator assigned specifically to producer car shipments of 50 cars and below
- Equity in the system for shipments of 25 cars and under

CTA Review Submission

Other Recommendations

- Keep increased interswitching distance
- Allow for twinned railways in national parks
- Increase hours of operation in ports of Vancouver and Montreal
- Re-establish Public Interest test in the act
- Remove “statutory obligations to other shippers and third parties” from the act
- Reverse onus for captivity tests



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