



October 17, 2014

To all the consultation participants from phase one of the TLS Reform:

Subject: TLS Consultation Update

As you may recall, in April 2014, Port Metro Vancouver completed the first phase of consultation on the new Truck Licensing System (TLS) program. We sincerely appreciate the participation of the 88 people with whom we met, who represent at least nine industry organizations and more than 540 companies, and who provided valuable feedback on the draft proposed TLS framework and the range of considerations related to this new approach to licensing.

The consultation identified a number of common themes across all sectors of industry as well as some conflicting suggestions and possible unintended results. Over the past several months, Port Metro Vancouver has considered the potential benefits and consequences for all stakeholders, and incorporated this input into a refined draft of the new TLS program.

Given the importance of TLS to the ongoing operations of the port, it was essential to take the time needed to do it right. In May, Port Metro Vancouver notified the Joint Action Plan Steering Committee partners of the importance of extending implementation of the new TLS beyond the Joint Action Plan's June 15, 2014 deadline to provide time for this comprehensive review and analysis. This extension shifted the schedule back to Port Metro Vancouver's original timeline for this project.

Lucent Strategies has prepared a Phase 1 consultation summary report that highlights the key findings and recommendations stemming from the consultation. In addition, Port Metro Vancouver has prepared a companion input consideration memo. These documents, along with all of the Phase 1 consultation materials, are now available on PortTalk, Port Metro Vancouver's online engagement portal at www.porttalk.ca/tls. We are notifying all Phase 1 participants that these documents are available and will advise drivers directly at the port access security gates.

In the next two weeks, stakeholders from Phase 1 will be invited to attend upcoming Phase 2 consultation sessions. The purpose of Phase 2 consultation will be to share how the outcomes from Phase 1 have been incorporated into proposed TLS program refinements and to discuss specific details about the contract term, license charges and proposed performance metrics, as well as the draft application and sponsorship term sheets. During this phase of consultation we also intend to invite electronic feedback using an online survey and the Q&A blog on PortTalk.

Port Metro Vancouver's TLS Administrator will continue processing renewal applications for expiring TLS Permits and Licenses as we work to refine and then implement the new TLS program. We anticipate that this interim renewal process will continue until January 2015 to ensure operations are not affected during the transition period.

Thank you again for taking the time to share your knowledge and expertise in the drayage sector to help with the development of the new TLS program. We look forward to meeting with you again in October.

Yours truly,

A handwritten signature in black ink, appearing to read "Greg Rogge". The signature is fluid and cursive, with the first name "Greg" being larger and more prominent than the last name "Rogge".

Greg Rogge
Director, Land Operations