

# Shipping Challenges: Summer 2022 Update

Bottlenecks continue to challenge the supply chain across all modes of transportation. Recent news from business outlets and shipping trade publications indicate ongoing shipping issues are likely to worsen in the coming months.

## Ocean



### Industry Professionals Sound Alarm About Autumn Shipping Delays

- As China eases COVID restrictions, retailers and manufacturers are set to begin their **seasonal rush** of importing ahead of the fall and end-of-year holidays.
- Three-quarters of shipping industry professionals surveyed say this year's **peak shipping season will be as bad or worse than 2021**.
- The estimated value of cargo waiting offshore exceeds **\$40 billion**.

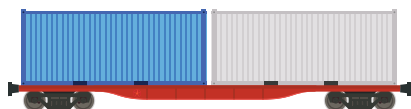
## Ports



### Shipping Delays Spread To East Coast

- **Long-dwelling containers are increasing at ports.** The number of import containers sitting on Long Beach terminals for nine days or more is now higher than it was in October 2021.
- The epicenter of port congestion has shifted, with 36% of waiting ships off West Coast ports, compared to **64% off the East and Gulf Coast ports**.
- Savannah, Georgia, now has the **largest ship queue** in North America.

## Rail



### Unprecedented Delays From Los Angeles To Chicago

- 60% of all long-dwell containers at the Port of Los Angeles are **rail-bound**.
- In June, 29,000 boxes were being held in container yards at the Port of Los Angeles awaiting pickup by rail, more than **triple the usual number**.
- Rail containers are sitting about **20% longer** in freight-switching yards in Chicago compared with a year ago.

Sources: Wall Street Journal, CNBC, Freight Waves