

**TARIFF TCWR 9020**  
**TWIN CITIES & WESTERN RAILROAD COMPANY**

**FUEL SURCHARGE TARIFF**

**APPLICABLE ON**  
**CARLOAD RATES**

**APPLYING TO OR FROM**  
**STATIONS ON TWIN CITIES & WESTERN RAILROAD COMPANY**  
**AS PROVIDED IN TARIFF OPSL 6000-SERIES**

**SPECIAL NOTICE**

The surcharge provisions of this tariff are issued and made effective solely for the purpose of offsetting increased fuel costs.

**SURCHARGE TARIFF**

This tariff is applicable on interstate and intrastate traffic and is applicable when referenced.

ISSUED: April 4, 2007

EFFECTIVE: April 26, 2007

**Issued by:**

Robert Henry  
Vice President, Marketing & Sales  
Twin Cities & Western Railroad Company  
2925 - 12th Street East  
Glencoe, MN 55336

**FUEL SURCHARGE TARIFF**

A fuel surcharge will be assessed as outlined below:

1. All local carload traffic originating on the TC&W and billed by the TC&W when freight rate tariffs make reference to this surcharge tariff.
2. All joint line carload traffic originating on the TC&W and billed by the TC&W when moving on through or proportional rates published by the TC&W and reference is made to this surcharge tariff.
3. All carload traffic terminating on the TC&W either moving in through rates or rule 11 rates published by TC&W and billed freight collect. All applicable freight rate tariffs must make reference to this surcharge tariff.
4. The fuel surcharge will be billed against the payer of freight charges.

TCWR will apply a fuel surcharge to linehaul freight charge(s) based on the monthly average price of U.S. No. 2 Diesel Retail Sales by All Sellers (Cents per Gallon) On -Highway Diesel (OHD).

The source for the price of OHD is the U.S. Department of Energy's EIA Retail On-Highway Diesel Prices Report, whose monthly average price is available under "2-M Diesel Prices - All Types" at <http://www.fwccinc.com/doefuel.html>

When the monthly average price of OHD equals or exceeds \$2.30 in the second calendar month prior to the month in which the fuel surcharge is applied, the fuel surcharge rate per mile as shown in the OHD Fuel Surcharge Table will be applied to the linehaul freight charge. For example, the surcharge amount in April will be calculated from the monthly average OHD price during February. Rail mileage is calculated using 3<sup>rd</sup> party software PC\*Miler Rail Version 13 (ALK Technologies) on each linehaul movement. Where the rail miles are not available through PC\*Miler, TCWR will calculate and publish the mileage independently.

The Date of surcharge shall be applied as follows:

<u>OHD Average Price</u>	<u>... is used to calculate the surcharge on:</u>
January	March 1
February	April 1
March	May 1
April	June 1
May	July 1
June	August 1
July	September 1
August	October 1
September	November 1
October	December 1
November	January 1
December	February 1

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**FUEL SURCHARGE TABLE**

On_ Highway Diesel Average Price / Gallon	FUEL SURCHARGE (CENTS PER MILE PER CAR)
\$0.00 to \$2.299	\$0.00
\$2.30 to \$2.349	\$0.05
\$2.35 to \$2.399	\$0.06
\$2.40 to \$2.449	\$0.07
\$2.45 to \$2.499	\$0.08
\$2.50 to \$2.549	\$0.09
\$2.55 to \$2.599	\$0.10
\$2.60 to \$2.649	\$0.11
\$2.65 to \$2.699	\$0.12
\$2.70 to \$2.749	\$0.13
\$2.75 to \$2.799	\$0.14
\$2.80 to \$2.849	\$0.15
\$2.85 to \$2.899	\$0.16
\$2.90 to \$2.949	\$0.17
\$2.95 to \$2.999	\$0.18
\$3.00 to \$3.049	\$0.19
\$3.05 to \$3.099	\$0.20
\$3.10 to \$3.149	\$0.21
\$3.15 to \$3.199	\$0.22
\$3.20 to \$3.249	\$0.23
\$3.25 to \$3.299	\$0.24
\$3.30 to \$3.349	\$0.25
\$3.35 to \$3.399	\$0.26
\$3.40 to \$3.449	\$0.27
\$3.45 to \$3.499	\$0.28
\$3.50 to \$3.549	\$0.29
\$3.55 to \$3.599	\$0.30
Each \$0.05 per gallon increase thereafter	Additional 1 cent per mile

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