

ST RAIL SYSTEM

FREIGHT TARIFF ST 9001

FUEL SURCHARGE TARIFF

APPLYING ON ALL CARLOAD TRAFFIC RATES

MOVING FROM, TO OR VIA STATIONS

ON

SPRINGFIELD TERMINAL RAILWAY

Special Notice

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

SURCHARGE TARIFF

The provisions of this tariff will not have an effect on the quality of the human environment or energy consumption.

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Freight Tariff ST 9001

FUEL SURCHARGE

A fuel surcharge will be assessed on all effective tariff/quote rates and all other pricing documents. (See table on next page) Miscellaneous and accessorial charges will not be subject to this fuel surcharge.

This Fuel Surcharge will apply on the following traffic:

1. All carload traffic originating on the ST.
2. All Joint-Line carload traffic originating at stations on carriers other than ST received at interchange points by the ST and handled beyond such interchange points via the ST under AAR Accounting Rule 11 billing.
3. All Joint-Line carload traffic originating at stations on carriers other than ST, received at interchange points by the ST and terminating at stations on the ST, where rates are contained in ST pricing documents and freight charge billing is performed by the ST.

The foregoing Surcharge will be billed against the payer of freight charges.

Note: The provisions of this Surcharge Tariff will apply to all pricing documents for local and interline freight movements, with the exception of those which have a fuel surcharge provision or specify otherwise.

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FUEL SURCHARGE TABLE

When the U.S. Average Price of Retail On-Highway Diesel Fuel (HDF), as published by the U.S. Department of Energy and available from the Energy Information Administration at www.eia.doe.gov, exceeds an average of \$1.30 per gallon for the month (Time Period), ST retains the right to apply a Fuel Surcharge to the applicable freight charge(s) in effect on the date the Fuel Surcharge is applied, hereinafter referred to as the "Base Freight Charge(s)." If this option is exercised, the Fuel Surcharge will be applied according to the following table. Time Period is the second prior month.

| Prior Time Periods' U.S. Average Price of On-Highway Diesel Fuel | Applicable Fuel Surcharge (Percentage) |
|--|--|
| \$1.30 to \$1.349 | 1.0% |
| \$1.35 to \$1.399 | 1.5% |
| \$1.40 to \$1.449 | 2.0% |
| \$1.45 to \$1.499 | 2.5% |
| \$1.50 to \$1.549 | 3.0% |
| \$1.55 to \$1.599 | 3.5% |
| \$1.60 to \$1.649 | 4.0% |
| \$1.65 to \$1.699 | 4.5% |
| \$1.70 to \$1.749 | 5.0% |
| \$1.75 to \$1.799 | 5.5% |
| \$1.80 to \$1.849 | 6.0% |
| \$1.85 to \$1.899 | 6.5% |
| \$1.90 to \$1.949 | 7.0% |

Note: Each \$0.05 per gallon increase thereafter, apply an additional 0.5%.

Calculation Formula:

- 1) For a given month, take the average of the DOE's Index values released on each of the Mondays during that month.
- 2) Using the above scale, determine what ST FSC amount would apply given the average Index reading.
- 3) ST will apply the FSC to the linehaul freight charges.

The Fuel Surcharge percentage rate will be recalculated for each subsequent calendar month as outlined above.

Any Fuel Surcharge to be applied under this authority will be removed or reduced when the U.S. Average Price of On-Highway Diesel Fuel remains below the price which triggers a specific Surcharge amount for the prior Time Period. In no case will the freight charge(s) be reduced below the Base Freight Charge(s) nor will the application or removal of the Fuel Surcharge be retroactive.

The End