



Freight Tariff MMRR 9002

NAMING FUEL SURCHARGES ON LOCAL, PROPORTIONAL, AND JOINT LINE RATES FOR THE MID- MICHIGAN RAILROAD COMPANY

APPLICATION: This publication applies to: (1) all regulated common carrier linehaul freight rates existing or established by MMRR on or after September 1, 2008; and (2) all linehaul freight rates and charges with respect to exempt traffic, and linehaul freight rates and charges in contracts, private price quotations or other pricing documents, that both reference this publication and are entered into or issued and effective on or after September 1, 2008.

In the event that the monthly average price per gallon of highway diesel fuel (as determined below, the "HDF Average Price") equals or exceeds 201.0 cents, MMRR will apply a combined mileage-based and flat-fee fuel surcharge to the linehaul rates and charges described above. The fuel surcharge will be applied to each qualifying shipment having a bill of lading or other shipping instruction dated on or after the first day of the second calendar month following the calendar month of a given HDP Average Price determination (e.g. a fuel surcharge applied beginning August 1 would be based on June's HDF average price).

The "HDF Average Price" for a month will be the average price for that month of U.S. No.2 Diesel Retail Sales by All Sellers, as determined and published by the U.S. Department of Energy, Energy Information Administration ("DOE-EIA"). This can be found at www.eia.doe.gov. That average price will, in calculating the HDF Average Price, be rounded to the nearest 1/10th of a cent applying conventional rounding principles. The fuel surcharge will be applied according to the attached schedule, by which the HDF Average Price for the calendar months, two months prior to the calendar month of shipments exceeds 200.9 cents.

If DOE-EIA ceases publication of the above information, MMRR will employ a suitable substitute source of price or measure.

The mileage to be applied in calculating the fuel surcharge will be based on PC*Miller Rail from ALK Technologies. If interline routing is involved, mileages will be calculated via the revenue route junction(s) of the price used to rate the shipment.

The following table reflects a sampling of the fuel surcharge within the included HDP Average Price ranges. The cents per mile will be rounded off to the nearest cent, then multiplied by the amount of miles to obtain the mileage portion.

Fuel surcharge prices for each month will be posted at www.railamerica.com.

**TABLE OF
MILEAGE FEES FOR MMRR 9002**

HDF		MILEAGE	FLAT	HDF		MILEAGE	FLAT
361.0	364.9	\$0.80	\$21.00	509.0	602.9	\$1.17	\$21.00
365.0	368.9	\$0.81	\$21.00	513.0	606.9	\$1.18	\$21.00
369.0	372.9	\$0.82	\$21.00	517.0	610.9	\$1.19	\$21.00
373.0	376.9	\$0.83	\$21.00	521.0	614.9	\$1.20	\$21.00
377.0	380.9	\$0.84	\$21.00	525.0	618.9	\$1.21	\$21.00
381.0	384.9	\$0.85	\$21.00	529.0	622.9	\$1.22	\$21.00
385.0	388.9	\$0.86	\$21.00	533.0	626.9	\$1.23	\$21.00
389.0	392.9	\$0.87	\$21.00	537.0	630.9	\$1.24	\$21.00
393.0	396.9	\$0.88	\$21.00	541.0	634.9	\$1.25	\$21.00
397.0	400.9	\$0.89	\$21.00	545.0	638.9	\$1.26	\$21.00
401.0	404.9	\$0.90	\$21.00	549.0	642.9	\$1.27	\$21.00
405.0	408.9	\$0.91	\$21.00	553.0	646.9	\$1.28	\$21.00
409.0	412.9	\$0.92	\$21.00	557.0	650.9	\$1.29	\$21.00
413.0	416.9	\$0.93	\$21.00	561.0	654.9	\$1.30	\$21.00
417.0	420.9	\$0.94	\$21.00	565.0	658.9	\$1.31	\$21.00
421.0	424.9	\$0.95	\$21.00	569.0	662.9	\$1.32	\$21.00
425.0	428.9	\$0.96	\$21.00	573.0	666.9	\$1.33	\$21.00
429.0	432.9	\$0.97	\$21.00	577.0	670.9	\$1.34	\$21.00
433.0	436.9	\$0.98	\$21.00	581.0	674.9	\$1.35	\$21.00
437.0	440.9	\$0.99	\$21.00	585.0	678.9	\$1.36	\$21.00
441.0	444.9	\$1.00	\$21.00	589.0	682.9	\$1.37	\$21.00
445.0	448.9	\$1.01	\$21.00	593.0	686.9	\$1.38	\$21.00
449.0	452.9	\$1.02	\$21.00	597.0	690.9	\$1.39	\$21.00
453.0	456.9	\$1.03	\$21.00	601.0	694.9	\$1.40	\$21.00
457.0	460.9	\$1.04	\$21.00	605.0	698.9	\$1.41	\$21.00
461.0	464.9	\$1.05	\$21.00	609.0	702.9	\$1.42	\$21.00
465.0	468.9	\$1.06	\$21.00	613.0	706.9	\$1.43	\$21.00
469.0	472.9	\$1.07	\$21.00	617.0	710.9	\$1.44	\$21.00
473.0	476.9	\$1.08	\$21.00	621.0	714.9	\$1.45	\$21.00
477.0	480.9	\$1.09	\$21.00	625.0	718.9	\$1.46	\$21.00
481.0	484.9	\$1.10	\$21.00	629.0	722.9	\$1.47	\$21.00
485.0	488.9	\$1.11	\$21.00	633.0	726.9	\$1.48	\$21.00
489.0	492.9	\$1.12	\$21.00	637.0	730.9	\$1.49	\$21.00
493.0	496.9	\$1.13	\$21.00	641.0	734.9	\$1.50	\$21.00
497.0	500.9	\$1.14	\$21.00	645.0	738.9	\$1.51	\$21.00
501.0	504.9	\$1.15	\$21.00	649.0	742.9	\$1.52	\$21.00
505.0	508.9	\$1.16	\$21.00	653.0	746.9	\$1.53	\$21.00

ISSUED: AUGUST 10, 2008

EFFECTIVE: SEPTEMBER 1, 2008