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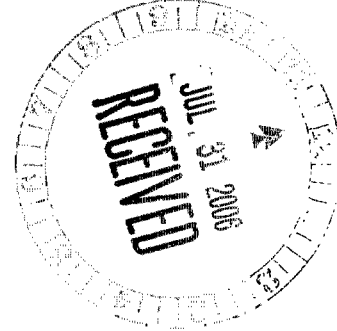
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July 21, 2006



Honorable Vernon A. Williams
Secretary
Surface Transportation Board
1925 K Street, N.W.
Washington, D.C. 20423-0001

Re: Finance Docket No. 34040, Riverview Trenton Railroad Company –
Petition for Exemption

Dear Secretary Williams:

Enclosed please find the original and ten copies of the City of Riverview's Reply to Sixth Status Report of Riverview Trenton Railroad Company in connection with the above-referenced matter.

Thank you for your courtesies in this matter. Should you have questions regarding the foregoing, please contact the undersigned.

Very truly yours,

Randall A. Pentiuik
City Attorney
City of Riverview

RAP:klz

Enclosures

cc: David H. Coburn, Esq. (w/encl.)

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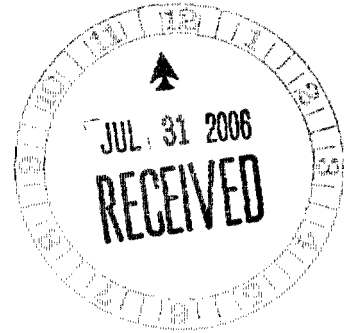
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**BEFORE THE
SURFACE TRANSPORTATION BOARD**

Finance Docket No. 34040

**CITY OF RIVERVIEW'S
REPLY TO SIXTH STATUS REPORT
OF RIVERVIEW TRENTON RAILROAD COMPANY**



NOW COMES the City of Riverview ("Riverview"), and upon review of the "Sixth Status Report of Riverview Trenton Railroad Company", provides the following response:

**RTRR SETS FORTH A TIME LINE FOR THE REPAIR
AND RE-OPENING OF THE RAIL AT THE NORTH END
CROSSING AT JEFFERSON AVENUE BUT CONTINUES TO FAIL
TO SET FORTH A TIME LINE FOR THE START OF RAIL
OPERATIONS FOR THE ENTIRE LINE, INCLUDING THE SOUTH END**

As set forth in the City of Riverview's last filing, RTRR can no longer rely upon its bedrock excuse that petitions for judicial review of the Board's May 15, 2003, decision were delaying the start of rail operations. Now, over nineteen (19) months after the Sixth Circuit Court of Appeals affirmed the Board's ruling, RTRR has still not begun rail operations.

RTRR reports that it has *finally* gotten steps underway toward initiating progress toward the rehabilitation of the track at the north end crossing of Jefferson Avenue and that MDOT has granted its request to reestablish the crossing. MDOT has established a 24 month deadline from the date of the Order for all items listed in the "Ordered Items" section of the Diagnostic Study Team Review Crossing Evaluation Report (attached to RTRR's Sixth Status Report) to be *completed*.

However, RTRR continues to blame DSC's demolition of McLouth Steel for its failure to begin work on the rehabilitation of the south end of the track. In addition, RTRR contends that it

does not intend to commence track rehabilitation work along the entire line, beginning at the northern end of its line and moving south from there for the length of the line *until the north end connection is reopened*. The north end connection is not scheduled to be reopened for *at least two years*. What is the reason for waiting so long? RTRR gives no reason.

Furthermore, RTRR still hasn't done anything regarding issues such as landscaping, emergency services on site and general construction and environmental matters but continues to state that it will maintain an ongoing dialogue with nearby communities. The City of Riverview is not aware of any such dialogue.

As far as business developments are concerned, RTRR continues to *anticipate* working with shortline operators in the Detroit region. RTRR continues to be remiss in providing specifics.

More than nineteen (19) months have passed, and the only area RTRR has managed to make any progress in is the north-end crossing at Jefferson Avenue which is at least two years away. Further, it doesn't plan on getting any other rehabilitation work underway and will have no timetable for opening the facility and operating the rail line until *after* the reopening of the north-end crossing. This has the potential to go on indefinitely.

RTRR CONTINUES ITS NON-COMPLIANCE WITH BOARD MANDATED ENVIRONMENTAL CONDITIONS

As stated in the City of Riverview's supplemental response to RTRR's second status report, rail operations are the only aspect of RTRR's intermodal facility which has experienced any delay in the initiation of operations. RTRR continues to use the RTRR site to house and stack shipping containers and there is a heavy truck volume at the site. RTRR has stated that it "believes that its practices in this regard are safe and consistent with industry practices." (RTRR's Fifth Status

Report, pg. 6). Again, RTRR offers no specifics and does not refute the City of Riverview's contention that RTRR invoked STB jurisdiction for the primary purpose of usurping local governmental regulation and, given the indefinite time period in which RTRR intends to take to repair the track from the north-end to the south-end, RTRR may have no intention to conduct rail operations on the site.

Further, RTRR continues to maintain that the majority of the environmental conditions prescribed by the Board are yet to be triggered. This position ignores the fact that many of the conditions were designed to reduce the adverse effects on the community stemming from all operations at the site, not just rail operations. There is a good deal of heavy truck traffic at the facility, yet RTRR has still refused to use landscaping such as berms and vegetation, as appropriate, to minimize noise as required. Perhaps this would also serve to minimize the unsightly appearance of the facility.

It is also interesting that RTRR claims to be putting forth great effort in the planning stages of rail operations, but says nothing of meetings with contractors and local officials in anticipation of compliance with the environmental conditions.

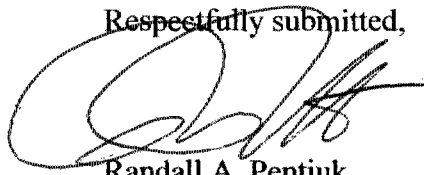
As noted in the City of Riverview's previous filing, the environmental conditions imposed by the Board are not dependent upon rail operations and should be immediately implemented by RTRR.

CONCLUSION

Riverview respectfully requests that this Honorable Board order RTRR to provide more detailed reports regarding the planning stages of all rail operations and to take immediate corrective

action to cure its non-compliance with the environmental conditions set by the Board.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'R. Pentiuk', written over the typed name.

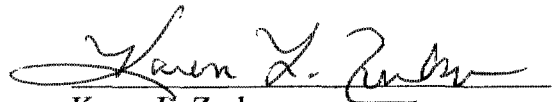
Randall A. Pentiuk
CITY ATTORNEY
CITY OF RIVERVIEW

Dated: July 24, 2006

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CERTIFICATE OF SERVICE

I hereby certify that on this 24th day of July, 2006, a copy of the City of Riverview's Reply to Sixth Status Report of Riverview Trenton Railroad Company was served upon David H. Coburn, Attorney for Riverview Trenton Railroad Company, Steptoe & Johnson, LLP, 1330 Connecticut Avenue, N.W., Washington, D.C. 20036 by first class mail, postage prepaid.


Karen L. Zurbo

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