

217776

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BY HAND AND FAX

October 10, 2006

ORIGINAL

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

ENTERED
Office of Proceedings

OCT 10 2006

Part of
Public Record

RE: STB Finance Docket No. 34890, PYCO Industries, Inc.,
Feeder Line Application -- South Plains Switching Ltd., and
related proceeding, Finance Docket No. 34922 - 217777

Correction to Table 6, Verified Statement of Charles Banks

Dear Mr. Williams:

I am writing on behalf of Charles Montagne, counsel for
PYCO Industries, Inc., in the above-captioned proceeding,
to submit a corrected Table 6 to the previously filed
statement of Charles Banks.

Please date stamp and return one copy of this letter
and filing

ORIGINAL

Sincerely yours,

John D. Heffner
On behalf of PYCO
Industries, Inc.

cc: Office of Proceedings (by fax)
Charles Montagne, Esq.
All parties

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October 10, 2006

Charles H. Montange, Esq.
426 NW 162nd Street
Seattle, WA 98177

**SUBJECT: Revisions to Table 6 in My Verified Statement
 (Based on Discovery) Dated September 27, 2006 re
 STB Docket No. 34890 – PYCO Industries, Inc. et. al.
 -- Feeder Line Application –
 Lines of South Plains Switching**

Dear Mr. Montange:

In reviewing Table 6 to the above-captioned Verified Statement, I discovered both typos in and incomplete descriptions of the scenarios characterized in the first column. Those transgressions may lead to some confusion on the part of those trying to understand my testimony. Therefore, please introduce into the record the substitution of the attached Table 6 (Revised) for the similar Table 6 filed as part of your September 28th filing.

Please note that the "Preliminary GCVs" in the second column of Table 6 (Revised) correspond exactly to those in the same column of the Table 6 it replaces and also to the "Cumulative Present Value of Cash Flows" in Tables 2, 3, 4 and 5 to the aforementioned Verified Statement. Therefore, there is no substantive change in Table 6 (Revised), just an attempt to reduce confusion.

I appreciate your attention to this matter.

Sincerely,

Charles H. Banks
/chb

Table 6 (Revised)**Going Concern Value Determinations**

Considerations	Preliminary GCV	Rehabilitation Estimates (FRA Class 1)	286,000 Pound Rehabilitation Estimate	Resulting GCV
Excluding Jarvis and Hanson revenues and PYCO surcharges (Table 2)	\$1,131,102	\$4,072,000		(\$2,940,898)
Excluding Jarvis and Hanson revenues and PYCO surcharges (Table 2)	\$1,131,102		\$6,605,000	(\$5,473,898)
Including Jarvis revenues and PYCO surcharges but excluding Hanson revenues (Table 3)	\$2,795,624	\$4,072,000		(\$1,276,376)
Including Jarvis revenues and PYCO surcharges but excluding Hanson revenues (Table 3)	\$2,795,624		\$6,605,000	(\$3,809,376)
Including Jarvis and Hanson revenues and PYCO surcharges (Table 4)	\$3,032,436	\$4,072,000		(\$1,039,564)
Including Jarvis and Hanson revenues and PYCO surcharges (Table 4)	\$3,032,436		\$6,605,000	(\$3,572,564)
Including Jarvis and Hanson revenues but excluding PYCO surcharges (Table 5)	\$2,300,745	\$4,072,000		(\$1,771,255)
Including Jarvis and Hanson revenues but excluding PYCO surcharges (Table 5)	\$2,300,745		\$6,605,000	(\$4,304,255)

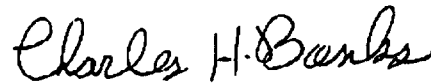
Source: RLBA.

The figures in Table 6 represent my best estimates as to the GCV to SAW associated with the *All SAW Scenario*, given varying assumptions.

Under 28 USC 1746, the following language converts any statement into a verified statement, equivalent to a statement made under oath, and evidentiary in all federal agency proceedings otherwise requiring affidavits or other verification:

"Pursuant to 28 U.S.C. 1746, I declare and verify under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.

Executed on: October 10, 2006



[signature]