

**AMERICAN SHORT LINE AND REGIONAL RAILROAD ASSOCIATION
50 F STREET NW SUITE 7020
WASHINGTON, DC 20001**

January 9, 2008

The Honorable Anne K. Quinlan
Acting Secretary
Surface Transportation Board
395 E Street SW
Washington, D C 20423-0001

Re STB 646 (Sub-No I) Simplified Standards for Rate Cases

Dear Secretary Quinlan:

I write to make a technical correction to the letter I submitted to the Board on November 1, 2007 in the above-referenced proceeding. Because the Board's rulemaking in this proceeding contemplates applying the simplified SAC methodology not only to purely local short line movements, but also to movements involving some class I railroad participation where the short line portion is dominant, to be clear I intended the November 1, 2007 letter to use the phrase "involving purely local short line *rates*" in place of the phrase "purely local short line movements" in the first sentence of the opening paragraph. Similarly, in the penultimate and final paragraphs I intended to use the phrase "purely local short line *rates*" in place of the phrase "purely local short line movements". This more accurately reflects the scope of the Board's use of the simplified SAC methodology where class II and class III railroads are involved.

I would appreciate your filing this correspondence in the record so the November 1, 2007 letter can be read incorporating these technical corrections.

Sincerely,

A handwritten signature in cursive script that reads "Keith T. Borman".

Keith T. Borman
Vice President & General Counsel