

San Antonio Central Railroad LLC
www.watcocompanies.com



**DEMURRAGE, STORAGE, ACCESSORIAL
AND TERMINAL FREIGHT TARIFF SAC 6000-A**
(Cancels and Supersedes SAC 6000 and supplements/revisions thereto)

**CONTAINING DEMURRAGE AND STORAGE CHARGES
RECIPROCAL & TERMINAL SWITCHING AND
MISCELLANEOUS RAILROAD CHARGES
APPLYING AT ALL POINTS ON THE SAC**

**FOR GENERAL RULES & CONDITIONS OF CARRIAGE
SEE TARIFF WTS 9011-SERIES**

APPLICABLE ON EXPORT, IMPORT, INTERSTATE AND INTRASTATE TRAFFIC

ISSUE DATE: January 25, 2014

EFFECTIVE DATE: February 13, 2014
(except where otherwise noted)

ISSUED BY:

Kirk Hawley
Senior Vice President Marketing Administration
315 West 3rd Street
Pittsburg, KS 66762

TABLE OF CONTENTS

ITEM	SUBJECT	PAGE
<i>ITEM 0.05</i>	REFERENCE TO TARIFFS, ITEMS, NOTES, RULES, ETC. _____	5
<i>ITEM 0.10</i>	CONSECUTIVE NUMBERS _____	5
<i>ITEM 0.20</i>	CHANGE IN PROVISION(S) _____	5
<i>ITEM 0.25</i>	CHARGES HEREIN SUBJECT TO INCREASE _____	5
<i>ITEM 0.30</i>	CURRENCY _____	5
<i>ITEM 0.35</i>	TRANSPORTATION _____	5
<i>ITEM 10</i>	GLOSSARY OF TERMS _____	6
<i>ITEM 10</i>	GLOSSARY OF TERMS (con't) _____	7
<i>ITEM 10</i>	GLOSSARY OF TERMS (con't) _____	8
<i>ITEM 10</i>	GLOSSARY OF TERMS (con't) _____	9
<i>ITEM 20</i>	PAYMENT TERMS _____	10
<i>ITEM 30</i>	SECURITY DEPOSITS FOR PAYMENT OF CHARGES _____	10
<i>ITEM 40</i>	NOTIFICATION _____	11
<i>ITEM 50</i>	NOTIFICATION TO SAC _____	11
<i>ITEM 60</i>	CLAIMS _____	12
<i>ITEM 70</i>	APPLICATION _____	13
<i>ITEM 75</i>	CHARGES FOR TOXIC OR POISONOUS INHALATION HAZARD (TIH/PIH) _____	13
<i>ITEM 80</i>	CARS HELD FOR COMPLETE OR PARTIAL LOADING _____	14
<i>ITEM 90</i>	CARS HELD FOR COMPLETE OR PARTIAL UNLOADING _____	14
<i>ITEM 100</i>	CARS HELD FOR PURPOSES OTHER THAN LOADING OR UNLOADING _____	15
<i>ITEM 110</i>	DEMURRAGE PLAN AND PRICES _____	16
<i>ITEM 120</i>	STORAGE OF LOADED OR EMPTY PRIVATE CARS ON RAILROAD TRACKS _____	17
<i>ITEM 140</i>	STORAGE OF RAILWAY EQUIPMENT MOVING ON OWN WHEELS _____	17
<i>ITEM 150</i>	STORAGE OF EXPLOSIVES, HAZARDOUS MATERIALS (OTHER THAN TIH/PIH) _____	18
<i>ITEM 160</i>	INTRA-PLANT SWITCHING _____	19
<i>ITEM 170</i>	INTRA-TERMINAL SWITCHING _____	19
<i>ITEM 175</i>	INTER-TERMINAL SWITCHING _____	19
<i>ITEM 180</i>	EARLY RELEASE OF CARS PLACED FOR LOADING OR UNLOADING _____	19
<i>ITEM 190</i>	RELEASE OF CARS WITHOUT FORWARDING INSTRUCTIONS _____	19
<i>ITEM 200</i>	EMPTY CARS RETURNED UNUSED _____	20
<i>ITEM 205</i>	ORDERING EMPTY CARS IN FOR PLACEMENT BY SPECIFIC CAR NUMBER _____	20
<i>ITEM 210</i>	CARS INTERCHANGED OR DELIVERED TO SAC IN ERROR _____	20
<i>ITEM 215</i>	CHARGES FOR DELAY OF CARS _____	20
<i>ITEM 220</i>	INDUSTRY SETBACK _____	20
<i>ITEM 230</i>	LOCOMOTIVES, DEAD, ON OWN WHEELS _____	20
<i>ITEM 235</i>	REASONABLE DISPATCH _____	20
<i>ITEM 240</i>	OVERSIZED/DIMENSIONAL LOADS _____	21
<i>ITEM 250</i>	SWITCHING OUTSIDE NORMAL OPERATING OR SERVICE HOURS _____	21

<i>ITEM 260</i>	SPECIAL TRAIN SERVICE _____	21
<i>ITEM 270</i>	TURNING CARS TO PERMIT LOADING/UNLOADING _____	22
<i>ITEM 280</i>	EMPTY CAR SWITCHING _____	22
<i>ITEM 290</i>	DIVERSION/RECONSIGNMENT CHARGES _____	22
<i>ITEM 300</i>	PRIVATE CAR APPLICATION FOR RAILROAD MARKED CARS _____	23
<i>ITEM 310</i>	PRIVATE CAR MILEAGE _____	23
<i>ITEM 320</i>	RECIPROCAL/INTERCHANGE SWITCHING _____	24
<i>ITEM 325</i>	HAZARDOUS COMMODITIES SURCHARGE _____	24
<i>ITEM 330</i>	INTERMEDIATE SWITCHING _____	24
<i>ITEM 340</i>	EQUIPMENT SUPPLIED FOR SPECIFIC DESTINATION OR JUNCTIONS _____	24
<i>ITEM 350</i>	MILEAGE ALLOWANCE ON SHIPPER OWNED OR LEASED CARS _____	24
<i>ITEM 355</i>	TRANSFER OF LIABILITY _____	24
<i>ITEM 360</i>	ITEMS FORMERLY SHOWN _____	25

CHECK SHEET OF ITEMS AND REVISIONS

The items contained in this publication are listed consecutively by number. The paragraph that has been changed within an item will contain one of the following reference marks placed next to the item number:

(A) Denotes increase

(R) Denotes reductions

(C) Denotes changes in wording which result in neither increases nor reductions in charges

(N) Denotes new item

In addition, the effective date of the revised item will be added to this index page "CHECK SHEET OF ITEMS AND REVISIONS" to identify which item(s) have been changed

Revision Type	Item Number and Description Effective Date	
(C)	320 – Reciprocal Switching	February 13, 2014

ITEM 0.05 REFERENCE TO TARIFFS, ITEMS, NOTES, RULES, ETC.

This publication is now available on the Internet for viewing or sending directly to your printer. SAC Home Page address is <http://www.watcocompanies.com>. All customers shipping with the SAC should review the publications posted on the Website before tendering freight to or from any of the railroads as revisions to the publications will be made from time to time by supplement or reissuing the publications in their entirety.

From the Home Page click the 'Railroads' link, then choose the option called 'Forms & Policies' for the railroad carrier being inquired; this option houses the publications necessary for understanding how to do business with the SAC.

If you are not equipped to obtain a copy of this publication from the WATCO web site, a hard copy will be mailed to you, provided you furnish, to the address shown below, a formal written request for a printed copy specifying the specific railroad and tariff number. This formal request is required on an annual basis in accordance with the Surface Transportation Board's policy decision under Ex Parte 528, Disclosure, Publication and Notice of Change of Rates and Other Service Terms for Rail Common Carriage. **An annual \$100.00 subscription fee will be assessed for those who wish to receive a hard copy.**

Watco Transportation Services
Attn: Marketing Administration – Tariff Requests
315 West 3rd Street
Pittsburg, KS 66762

Where reference is made in this tariff to tariffs, items, notes, rules, etc., such references are continuous and include supplements to and successive issues of such tariffs, and reissues of such items, notes, rules, etc.

ITEM 0.10 CONSECUTIVE NUMBERS

Where consecutive numbers are represented in this tariff by the first and last numbers connected by the word "to" or a hyphen, they will be understood to include both of the numbers shown.

ITEM 0.20 CHANGE IN PROVISION(S)

SAC reserves the right at any time to change the provisions of this publication; provided, however, any such change shall be effective only with regard to any transportation services provided under the publication for freight tendered after the effective date of the changes. SAC will make available on its web site this publication in the latest amended form. Shipper should review this publication before tendering freight to SAC. Revisions to this publication will be made from time to time by reissuing the publication in its entirety.

ITEM 0.25 CHARGES HEREIN SUBJECT TO INCREASE

Charges published herein are subject to increase by republication.

ITEM 0.30 CURRENCY

Charges published herein are stated in United States Dollars.

ITEM 0.35 TRANSPORTATION

SAC agrees to transport shipments with reasonable dispatch. SAC does not guarantee rail service within any particular time frame. Bunching and Run Around will not be considered railroad error and no allowance will be made.

ITEM 10 **GLOSSARY OF TERMS**

ACTUAL PLACEMENT: When a car is placed in an accessible position for loading or unloading, or at a point designated by the shipper or consignee or party loading or unloading the car. Railroad will not issue Actual Placement Notices.

ASSIGNED CARS: The assignment of cars to a given shipper at a specific location as defined in Car Service Rule 16 and Car Hire Rule 22 as published in the Official Railway Equipment Register.

ASSIGNEE: A shipper who has requested and has been assigned specific cars.

AVERAGE AGREEMENT: A written agreement between SAC and the party responsible for demurrage or storage charges providing for an offset of car detention debits with credits on a monthly basis.

BILL OF LADING: Uniform Bill of Lading as contained in the Uniform Freight Classification UFC 6000-Series, subject to modification as may from time to time.

BROKER: An agent or intermediary negotiating the buying or selling contents of car, other than shipper or consignee.

BUNCHING: The accumulation of cars for loading or unloading shipped on different days. Since SAC does not control the flow of inbound cars from connecting railroads, no allowance can be made in demurrage charges.

CALENDAR MONTH: Defined as 12:01 AM from the first day of one calendar month through 12:01 AM of the first day of the following calendar month.

CALENDAR YEAR: Defined as 12:01 AM January 1st of one year through 12:01 AM January 1st of the following calendar year.

CAR ORDER WANT DATE: The date for which customer requested car for loading.

CHARGEABLE DAY: A twenty-four (24) hours period or fraction thereof for which a charge assessed pursuant to this Tariff can be assessed.

CHARGEABLE DEBIT: Chargeable debits are the difference between the debits applied to a car minus any applicable credits

CLOSING EVENT: The event in a car cycle that closes the cycle and results in computation of time and charges.

CONSIGNEE: The party designated on the bill of lading as the entity entitled to receive delivery of the car from the carrier.

CONSIGNOR or SHIPPER: The party designated on the bill of lading as the entity which has caused the car to be consigned into transportation.

CONSTRUCTIVE PLACEMENT: When a car, including order notify and in-bond shipments, cannot be actually placed or delivered because of any condition attributable to the consignee, shipper, loader or unloader, such car will: (a) be held on SAC tracks and notice will be sent or given to the party entitled to receive notification that the car is held awaiting disposition instructions; (b) have been placed by SAC on private or other than public delivery tracks, including lead tracks serving the consignee, shipper, loader or unloader, will be considered constructively placed without notice.

CONSTRUCTIVE PLACEMENT TIME: The time from constructive placement until a car is actually placed.

CREDIT: Offset of a chargeable day. Credits can be earned only on those cars released from demurrage. Demurrage day must occur to earn a credit.

DEBIT: A twenty-four (24) hour period, or fraction thereof, commencing at the first 7:01 AM after tender, as defined in this Item, may also be referred to as "Demurrage Day", see the term "Demurrage" in this item.

ITEM 10 **GLOSSARY OF TERMS (con't)**

DEMURRAGE: Demurrage is a charge for detaining a railcar. Railroads charge demurrage as an incentive for customers to load and unload cars promptly, to prevent congestion in railroad terminals caused by idle cars, and ultimately to improve the utilization of a valuable asset.

DESTINATION: Billing destination, or if such destination is serviced by a terminal yard, then such terminal yard will be considered as the destination.

DISPOSITION: Information, including forwarding instructions and/or release, which allows the railroad to either Tender, as defined in this Item, or release the car from the shipper's, consignee's, loader's, or unloader's account.

DIVERSION: An order from the shipper or consignee to deliver car(s) to other than the original billed destination.

EMPTY CARS ORDERED AND NOT USED: Empty cars ordered, placed or constructively placed for loading and not used in transportation service.

EMPTY RELEASE INFORMATION: Advice from consignee and/or unloader, given to the SAC Date Entry Department electronically via EWATSS, via EDI, or via email to Dataentry@watcocompanies.com or in writing via fax to 1-866-413-5160 that car is unloaded and available to SAC. Information given must include identity of consignee, and/or unloader, party furnishing the data, car initial, number date and time. Release will be effective on date and time advice is received by SAC.

EWATSS: Online utility that allows user to manage their inventory while online as well as release of empty railcars. Contact SAC Technology Administrator with questions via email at WATSSsupport@watcocompanies.com or via phone at (866) 889-2826.

FORWARDING INSTRUCTIONS: A bill of lading given to authorized personnel of the line-haul carrier that contains all of the necessary information which allows for the immediate movement by SAC. Forwarding instructions will be effective on date and time advice is received by SAC.

Advice received by SAC to move a car from a shipper's loading or storage track to SAC' yard or hold track to be held for "forwarding instructions", whether furnished by the party loading car or another party, or a bill of lading or an order consigning the car to an Agent of SAC which has no beneficial interest in the lading, does not constitute "forwarding instructions" or a release from demurrage or other like charges.

A bill of lading, or other suitable order, covering car(s) requiring clearance from all carriers in the routing will not constitute "forwarding instructions" until clearance is received from all carriers in the routing.

IDLER CAR: An empty car used to protect overhanging loads, or used between cars loaded with long material.

INDUSTRIAL INTERCHANGE TRACK: Designated delivery or receipt track or tracks for the exchange of cars between carrier and industry performing their own switching including switch line acting as Agent for Industry.

INDUSTRY TIME: The time from actual placement or placement to team tracks until release and receipt of forwarding instructions, if applicable. The time from interchange receipt of a loaded car or a loaded private car released and held on railroad controlled tracks until forwarding instructions are received.

INTRA-PLANT SWITCHING: A switching movement of cars, loaded or empty, from one track to another track or between two points on the same track, within the same plant or industry without leaving the tracks of the same plant or industry.

INTRA-TERMINAL SWITCHING: A switching movement (other than intra-plant switching) from one track to another track of the same carrier, within the switching limits of one station or industrial switching district.

ITEM 10 **GLOSSARY OF TERMS (con't)**

INTER-TERMINAL SWITCHING: A switching movement (other than intra-plant and intra-terminal switching) between an industrial track or team track on the tracks of SAC and an industrial track or team track on connecting lines on traffic having origin and destination within the same switching limits of the same station or industrial switching district. Charges of connecting carriers will be in addition to charges provided herein.

INTERCHANGE SWITCHING: The initial or final movement of a car upon one carrier to aid the line haul movement of another carrier. SAC will provide interchange switching only to or from SAC customers (see Section IV of this tariff).

INTERMEDIATE SWITCHING: A switching movement by a carrier which neither originates nor terminates the shipment nor receives a line haul on that shipment.

LEASED TRACK: A track leased to a user through a written lease agreement and is considered the same as a private track for demurrage purposes.

LINE-HAUL: Movement between stations that are not located within the switching limits of the same station. Movement between stations located within the switching limits of the same station will be considered Line-haul when customer is not listed as open to reciprocal switching or when movement occurs from or to a leased track.

LOADER: Party physically loading the car.

LOADING: The complete or partial loading of a car in conformity with SAC loading and clearance rules, advice that the car is available for movement, and the furnishing of forwarding instructions.

NOTIFICATION: When required, notification will be furnished either electronically or in writing to all parties entitled to receive notification.

ORDER IN CUSTOMER: A customer who, by prior arrangement, has notified SAC that cars shall not be placed, or considered to be placed, for loading or unloading, until SAC has received an order for placement from said customer.

ORDER-IN: In order for a car on constructive placement to be spotted at a customer's facility, the party entitled to receive the car must order the car for placement.

OTHER THAN PUBLIC DELIVERY TRACK: Any tracks assigned for individual use, including privately owned or leased track.

PARTIAL UNLOADING: The partial unloading of a car and the furnishing of forwarding instructions.

PRIVATE CAR: A car which is not owned or leased by a railroad.

PRIVATE TRACK: Any track not owned or leased by a railroad.

PUBLIC DELIVERY TRACK: Any track for use by the general public for loading and unloading (i.e. Team Track).

RAILROAD CONTROLLED CAR: Any car other than a private car.

RECIPROCAL: The initial or final movement of a car upon one carrier to aid the line haul movement of another carrier. SAC will provide reciprocal switching only to or from SAC customers (see Section IV of this tariff).

RECONSIGNMENT: Any order from the shipper to bill a car to other than the original destination. (An order to turn over the car to another party, that does not require an additional movement of the car, is not a reconsignment).

REFUSED LOADED CAR: An original loaded car refused at destination without being unloaded.

ITEM 10 **GLOSSARY OF TERMS (con't)**

RELEASE: The notification received from loader or unloader that loading or unloading of a car has been completed and car is available for movement and forwarding instructions have been received, if applicable. Date and time that SAC receives forwarding instructions and advice that a car is available for movement and from non-credit customers, upon payment of any charge due. Cars placed on industrial interchange tracks of a industry doing its own switching, including those tracks of an industrial switch line acting as Agent of industry, will be removed from track and considered received and held for disposition as provided in this Tariff. Cars found to be improperly loaded at origin will not be considered released until the load has been properly adjusted and clearance has been obtained. When a car is unloaded and then reloaded, empty release information must be furnished. If not furnished, demurrage will be continuous until forwarding instructions are received. Loaded or empty or private cars released and pulled from private tracks, which must first be held on railroad track awaiting forwarding instructions, are subject to **demurrage/storage** provisions and charges as provided in this Tariff.

NOTE: Demurrage charges will continue to accrue to the Origin Industry even when cars are released to a Third-party, until the time billing is received from the Third-party.

RESHIPMENT: A new document by which the entire original shipment is forwarded in the same car to another destination.

RUN AROUND: Car(s) placed ahead of previous arrivals.

SHIPPER or CONSIGNOR: The party designated on the bill of lading as the entity which has caused the car to be consigned into transportation

SPOT ON ARRIVAL: SAC, without notification, will place cars for loading or unloading immediately upon their availability for placement.

SPOT ON ARRIVAL CUSTOMER: A customer who has not requested to be an Order-In Customer will be considered a Spot on Arrival Customer (see Spot on Arrival). If constructive placement of a car is necessary, the car will not be placed for loading or unloading until SAC has received an order for placement from the Spot on Arrival Customer.

STOPPED IN TRANSIT: When cars are held en route because of any condition attributable to the shipper, or consignee, or owner.

STORAGE DAY: A twenty-four (24) hour period, or fraction thereof.

TEAM TRACK: Any track designated by SAC for use by the general public for loading and unloading (i.e. Public Delivery Track).

TENDER: The actual or constructive placement of an empty or loaded car.

TIH/PIH: Toxic Inhalation Hazards (TIH) and Poison Inhalation Hazards (PIH), including all commodities listed in 49 CFR Table 172.101 (Hazardous Materials Table) with a Special Provision code in Column 7 of 1 thru 6, or 13 as defined in 49 CFR §172.102. The terms TIH and PIH are synonymous as they apply to this Tariff. **Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.**

TIME: Local time is applicable, expressed on the basis of the twenty-four (24) hour clock.

UNLOADER: Party physically unloading the car.

UNLOADING: The complete or partial unloading of a car and notice from the consignee the car is available for movement and the furnishing of forwarding instructions when required.

ITEM 20 **PAYMENT TERMS**

See WTS Rules Publication 9011-Series.

ITEM 30 **SECURITY DEPOSITS FOR PAYMENT OF CHARGES**

SAC has the right to demand that a rail customer (SAC served shipper, SAC served consignee or other SAC served party), with a history of delinquency or nonpayment of freight, demurrage or other charges not in bona fide dispute, deposit with SAC money or security adequate to pay an **average monthly invoiced services calculated over the past six months or a per car fee based on potential services.** (1) The deposit may be satisfied with cash, letter of credit, surety bond or other appropriate instrument. SAC will determine the suitability of the security tendered. (All instruments on deposit are hereinafter referred to as "security")

If an SAC invoice not in bona fide dispute is not paid when due, immediately thereafter SAC will satisfy the bill by drawing against the security on deposit. Thereafter, the rail customer will be required to reinstate the value of the security to its former level or to another level equivalent to its average monthly invoiced services or per car fee based on potential services.

Should demand be made upon a rail customer for the deposit or maintenance of security as heretofore stated and should the rail customer refuse or fail to deposit or maintain the security, SAC may refuse to provide any further rail service until the deposit requirement is fulfilled. If service is refused and rail customer is the subject of congestion, SAC will issue an embargo against all rail transportation by SAC to and from that rail customer, so long as congestion exists or otherwise continues. In short, carriers may issue and maintain the embargo while the congestion exists, irrespective of rail customer compliance or non-compliance with the Security Deposit provisions in this Item.

No interest will be paid by SAC on any security or monies deposited with it. It is within the discretion of the SAC to determine when creditworthiness of the rail customer no longer necessitates the imposition of a security or deposit. If rail service to the customer is permanently discontinued, upon satisfaction of all invoiced bills the security on deposit held by SAC will be released and returned.

**SECTION I
DEMURRAGE RULES AND CHARGES**

ITEM 40 NOTIFICATION

Notification to Shipper, Loader, Unloader, Consignee, Freight Payer or party entitled to receive notice.

- A. The following notification will be furnished as indicated:
1. Cars for Other Than Public Delivery Tracks:
 - a. Notice of constructive placement shall be sent or given if a car is held on tracks of SAC at an available hold point or at billed destination due to any condition attributable to the shipper, consignee, loader or unloader which prevents SAC from making actual placement.
 - b. Delivery of car upon tracks of consignee will constitute notice. SAC Train Crew will record placement events. The date and time of the SAC Train Crew's record will govern the charges in this tariff.
 2. Cars for Public Delivery Tracks:
 - a. Notice of constructive placement shall be sent or given if a car is held on tracks of SAC at an available hold point or at billed destination due to any condition attributable to the shipper, consignee, loader or unloader which prevents SAC from making actual placement.
- B. Notification will be furnished in writing, electronically, or via mechanical device, and shall contain:
1. Car initials and number
 2. Hold point, if other than billed destination.
- C. When shipper or consignee utilizes an electronic or mechanical device, including fax machines, phone systems and email, to accept messages, notification left on such device will be considered as having been received.
- D. It will be the responsibility of the **SAC served customer** (Shipper, Loader, Unloader, Consignee, Freight Payer or party entitled to receive notice) to notify the SAC Customer Service at Customerservice@watcocompanies.com or a fax at **1-866-413-5160** of fax number or email address changes. Should SAC receive a failure to deliver message due to any reason attributable to the receiver, such as invalid fax number or email address, notice will be considered to have been given on any Constructive Placement notice attempted to be delivered.

ITEM 50 NOTIFICATION TO SAC

SAC will accept the following:

1. Forwarding instructions via EDI to BNSF or UP
2. Empty release information or, other on-line disposition twenty-four hours via FAX Number 866-413-5160, via EWATSS or via email to Dataentry@watcocompanies.com.

All notices to **SAC** are effective upon receipt.

NOTE 1: Demurrage charges will continue to accrue to the Origin Industry even when cars are released to a Third-Party, until the time billing is received from the Third-Party.

NOTE 2: IT IS THE ORIGIN INDUSTRY'S RESPONSIBILITY TO ENSURE INFORMATION IS RECEIVED BY THE SAC.

NOTE 3: A penalty charge will be assessed on cars released prior to being fully unloaded or loaded (see ITEM 180)

ITEM 60 CLAIMS

In order to be allowed relief from a billed amount, a claim must be presented to SAC, in writing, within **thirty (30)** days of the billing date, with supporting documentation, stating fully the conditions for which relief is claimed, identifying contested cars by car initial, car number and location.

Claims sent to SAC which are not found to be valid will be subject to a **processing fee of \$50.00** for each incorrectly disputed car. Claims are to be sent via email to SACdisputes@watcocompanies.com or to the following address:

San Antonio Central Railroad
Attn: SAC DISPUTES
315 W. 3rd Street
Pittsburg, KS 66762

All claims not received within thirty (30) days will result in invoice being considered valid and prompt payment will be expected.

Improper Charges:

If, by error, demurrage or storage charges are improperly assessed, charges will be adjusted to the amount that would have accrued but for such error.

Unacceptable Claims:

Bunching and run around will not be considered railroad error and no allowance will be made.

Weather Interference:

Acts of God: In the event it is impossible for shipper, loader, consignee, or unloader to get to a car or to load or to unload a car due to acts of God, including, but not limited to flood, storm, earthquake, hurricane, tornado, or to other severe weather or climatic conditions, the demurrage directly chargeable thereto will be adjusted, provided the impediment is at least two (2) days in duration. Notification of this impediment must be made to Customerservice@watcocompanies.com. Customer will notify customer service within 24 hours of interference, and will provide daily updates until back in service.

ITEM 70 APPLICATION

- A. Section I (Demurrage) and Section II (Storage) applies on all cars constructively or actually placed on or after the effective date of this tariff, at all stations on the SAC. ***This publication takes precedence over any other domestic interstate, intrastate, export or import publication***, containing rules, regulations and charges on demurrage and storage for the account of the SAC, and will be applied on the basis of "Average Agreement" as defined in Item 10, between SAC and ALL SAC SERVED CONSIGNEES AND SHIPPERS.
- B. The disposition of a car at its point of detention determines the purpose for which the car is held and the rules applicable thereto.
- C. All railroad owned and controlled cars, assigned cars, and privately-owned cars, including idler cars are subject to the rules and charges published herein, **EXCEPT** the following:
1. Cars for loading or unloading of SAC company material while held on SAC tracks or private sidings connecting therewith.
 2. Cars of refused or unclaimed freight to be sold by SAC for the time held beyond legal requirements.
 3. Cars of railroad ownership, leased for storage of commodities, for intra-plant or intra-terminal switching service, while held on lessee's tracks and car hire (per diem) is not paid by SAC.
 4. Loaded private cars held on private tracks unless under railroad control and made subject to demurrage under the provisions of Item 80 or 90.
 5. Empty private cars held on private tracks.
 6. Empty cars ordered and rejected as unsuitable for loading within 48 hours following order date or actual placement date.
 7. If Item 75 is applicable, this Item will not apply.

ITEM 75 CHARGES FOR TOXIC OR POISONOUS INHALATION HAZARD (TIH/PIH)

Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.

- A. **Spot on arrival:** rail cars containing Toxic Inhalation Hazard (TIH) or Poisonous Inhalation Hazard (PIH), as defined in AAR Circular No. OT-55, as amended from time to time, must be spot on arrival. In the event a car cannot be placed on consignee's or shipper's controlled tracks or at consignee's or shipper's facility upon arrival and the rail car must be held by SAC, a charge of **\$2,500.00** per rail car per day, or fraction thereof, will be assessed until the rail car is actually placed. The charges pertaining to this Item are immediate. There will be no free time or holiday free time. The charges will begin at time of constructive placement and will continue until actual placement.
- B. **Held awaiting "forwarding instructions" as defined in Item 10:** When SAC is requested to move a car, containing Toxic Inhalation Hazard (TIH) or Poisonous Inhalation Hazard (PIH), as defined in AAR Circular No. OT-55, as amended from time to time, from an industry or team track and the consignee or shipper requesting the move has not provided proper forwarding instructions and such car is moved by SAC to a railroad track, and is held awaiting proper forwarding instructions, a charge of **\$2,500.00** per rail car per day, or fraction thereof, will be assessed against the party requesting the move until proper forwarding instructions are received. The charges of this Item are immediate. There will be no free time or holiday free time. The charges will begin on the day car is moved by SAC to a railroad track and will continue until proper forwarding instructions are received.

In addition to the above charges, consignees or shippers will be liable for all Federal, State, Local penalties or fines which may be assessed for the holding of rail cars containing (TIH/PIH) on railroad controlled tracks and shall be jointly and severally liable for any loss, damage, or delay to equipment or lading caused by an Act of God, a public enemy, the authority of law, labor strikes, acts of civil disobedience, the inherent nature or character of the lading, natural shrinkage, an act or default of the shipper/consignor, owner or consignee/receiver, or from any cause whatsoever which occurs while the equipment and lading is in the actual physical custody and control of SAC due to the inability of the consignee or shipper to receive equipment or provide proper forwarding instructions, unless it can be proven that carrier's gross negligence was the cause of same. Consignees or shippers will be responsible for any cost incurred by SAC for providing protection or surveillance of any commodity provided in this Item while held on SAC property.

ITEM 80 CARS HELD FOR COMPLETE OR PARTIAL LOADING

LOADING: As defined in Item 10 of this Tariff.

- A. Private car(s) that are consigned or ordered for delivery to private tracks, which first must be held on railroad tracks under constructive placement, are subject to demurrage/storage provisions and charges as applicable in this Tariff.
- B. Railroad owned and controlled car(s) that are consigned or ordered for delivery to private tracks are subject to demurrage/storage provisions and charges as applicable in this Tariff while on railroad tracks under constructive placement and while on private tracks.
- C. If Item 75 is applicable, this Item will not apply.

COMPUTATION:

- A. Demurrage computation:
 1. Constructive Placement Time will apply from first 12:01 AM after constructive placement until actual placement
 2. Industry Time will apply from first 12:01 AM after actual placement until release.
 3. Demurrage will apply on railroad owned and controlled car(s) from first 12:01 AM after constructive placement until release from actual placement (Constructive Placement Time and Industry Time combined and continuous).
 4. Demurrage will apply on private car(s) from first 12:01 AM after constructive placement while on railroad tracks until actual placement on private track.
 5. Demurrage will apply on all car(s) from first 12:01 AM after release and removal of loaded cars from private track until forwarding instructions are received.
- B. If an empty car is placed prior to date for which it was ordered, demurrage will apply from the first 12:01 AM of the date for which it was ordered. Demurrage days will then accrue until the car is released.
- C. On reloaded cars, demurrage will apply from the first 12:01 AM after advice is received that the car is empty until car is released as a load; provided if advice that the car is empty is not furnished, demurrage will continue until forwarding instructions are received.

CREDITS: As defined in Item 10 of this Tariff.

- A. **One (1) credit will be allowed for each car upon release from loading.**

ITEM 90 CARS HELD FOR COMPLETE OR PARTIAL UNLOADING

UNLOADING: As defined in Item 10 of this Tariff.

- A. Loaded Private cars held on private tracks at destination will be subject to this Item only when the car is a railroad-controlled car.
- B. Private car(s) that are consigned or ordered for delivery to private tracks, which first must be held on railroad tracks under constructive placement, are subject to demurrage/storage provisions and charges as applicable in this Tariff.
- C. Railroad owned and controlled car(s) that are consigned or ordered for delivery to private tracks are subject to demurrage/storage provisions and charges as applicable in this Tariff while on railroad tracks under constructive placement and while on private tracks.
- D. If Item 75 is applicable, this Item will not apply.

COMPUTATION:

- A. Demurrage computation:
 1. Constructive Placement Time will apply from first 12:01 AM after constructive placement until actual placement.
 2. Industry Time will apply from first 12:01 AM after actual placement until released.
 3. Demurrage will apply on railroad owned and controlled car(s) from first 12:01 AM after constructive placement until release from actual placement (Constructive Placement Time and Industry Time combined and continuous).
 4. Demurrage will apply on private car(s) from first 12:01 AM after constructive placement while held on railroad tracks until actual placement on private track.
 5. Demurrage will apply from first 12:01 AM after release and removal of empty cars from private tracks until forwarding instructions are received.

CREDITS: As defined in Item 10 of this Tariff

- A. **Two (2) credits will be allowed for each car that incurred a demurrage day upon release from unloading. If demurrage day is not incurred, a maximum of one (1) credit will be allowed for each car upon release from unloading.**

ITEM 100 CARS HELD FOR PURPOSES OTHER THAN LOADING OR UNLOADING**APPLICABLE TO CARS HELD:**

- A. While awaiting proper disposition from the shipper, loader, consignee, or unloader.
- B. In connection with diversion request
- C. For any other purpose not attributable to SAC.
- D. If Item 75 is applicable, this Item will not apply.

COMPUTATION:

- A. Demurrage computation:
 1. Constructive Placement Time will apply from the first 12:01 AM after constructive placement until actual placement or disposition advice for re-route to off-line point is received on:
 - a. Cars diverted, reconsigned, refused, reshipped or stopped in transit.
 - b. Empty cars ordered, constructively placed for loading, and not used in transportation service (other than a rejected car as referred to in Item 70).
 - c. Cars waiting for payment of accrued charges.
 - d. Cars held for other purpose, except as covered by Items 80 & 90, which is not attributable to SAC.
 - e. Cars with excessive lading held for reduction as described in WTS 9011-Series, supplements thereto and successive issues thereto, whichever is applicable.
 - B. Industry Time will apply from first 12:01 AM after received by SAC until date and time of disposition on:
 1. Cars received from connecting carriers.
 2. Private cars returned to railroad tracks.
 - C. Industry Time will apply from first 12:01 AM after actual placement until disposition advice is received on:
 1. Cars reshipped
 2. Empty cars actually placed for loading, and not used in transportation service.
 3. Cars held for any other purpose, except as covered in Items 80 & 90, which is not attributable to SAC.
 - D. Demurrage will apply on the following from first 12:01 AM:
 1. Demurrage will apply on railroad owned and controlled car(s) from first 12:01 AM after constructive placement until disposition of refused car(s) (Constructive Placement Time and Industry Time combined and continuous).
 2. Demurrage will apply on private car(s) from first 12:01 AM after constructive placement while on railroad tracks until actual placement on private track or disposition of refused car(s).

CREDITS: As defined in Item 10 of this Tariff

- A. **One (1) credit will be allowed for each car released or on which disposition is given.**
- B. **Credits will not be allowed for: Empty cars ordered and not used (including rejected cars); Loaded private cars returned to railroad tracks to be held; Cars received from connecting carriers to be held for disposition.**

ITEM 110 DEMURRAGE PLAN AND PRICES

- A. Settlement of charges will be made on a calendar month basis on all cars released during the calendar month.
- B. Credits earned and demurrage days accrued by shippers or consignees having two or more facilities at the same or separate stations cannot be combined.
- C. Credits earned and/or chargeable demurrage days accrued will be calculated separately for the following transactions:
 - 1. Cars held for complete loading (see Item 80).
 - 2. Cars held for complete or partial unloading (see Item 90).
 - 3. Cars held for purposes other than loading and unloading (see Item 100).
 - 4. Loaded and empty private cars held on railroad tracks (see Items 80, 90 and 100).
 - 5. Refused loaded cars (see Item 100).
- D. Excess credits on one type transaction cannot be used to offset demurrage days on another type transaction.
- E. Excess credits earned under Special Demurrage Contracts or Agreements cannot be used to offset demurrage calculated per the Tariff.
- F. Excess credits earned in one calendar month may not be used to offset demurrage days in another calendar month.
- G. Demurrage charges will be assessed against the facility served by SAC (shipper, loader, consignee, or unloader) and they will be responsible for payment of such charges.
- H. **Calculation of charges:** The tariff or special agreement applied will be that in effect when the car is released.
 - 1. Determine the total number of Chargeable demurrage days [debits] for all cars.
 - 2. Determine the total number of Credits for all cars.
 - 3. If total credits exceed total demurrage days [debits], demurrage charges will not be assessed.
 - 4. If total demurrage days [debits] exceed the total credits, each chargeable day will be assessed **\$100.00** per Demurrage day.
 - 5. Railcars for dimensional shipments will be assessed **\$150.00** per Demurrage day.
- I. Adjustments must be handled through the railroad error claim provisions set forth in Item 60.
- J. SAC will not allow relief on demurrage days for a car that has been constructively placed from the order-in date until the car is actually placed.
- K. One additional credit will be allowed on a car when it has a demurrage day occurring on:
 - Thanksgiving Day – (Fourth (4th) Thursday of November)**
 - Christmas Day – (December 25th)**
 - New Years Day (January 1st)**
- L. **The maximum allowed credits for car(s) released before demurrage days are incurred.** If a rail car is released before the demurrage clock begins, there will be a maximum of one (1) credit given to offset any debits within the calculated transactions listed in paragraph (C) of this Item shown above.

**SECTION II
STORAGE RULES AND CHARGES**

ITEM 120 **STORAGE OF LOADED OR EMPTY PRIVATE CARS ON RAILROAD TRACKS**

COMPUTATION OF CHARGES: If the total number of loaded or empty private cars in stored status and available to be ordered in on the next scheduled service exceeds the shipper or consignee's available storage agreement capacity on any particular day, then storage charges will be assessed at a rate of **\$100.00 per Storage day**.

Storage will apply from the first 12:01 AM after notification of availability and constructive placement of empty private cars on railroad tracks until the actual placement on private leased tracks.

RESPONSIBILITY OF CAR: The shipper, receiver, owner or lessee is responsible for the car while in stored status according to the customer storage arrangement in place.

LIABILITY: See WTS 9011 Series.

STORAGE PLAN:

- A. Settlement of charges will be made on a monthly basis on each car released from storage during each calendar month.

ITEM 140 **STORAGE OF RAILWAY EQUIPMENT MOVING ON OWN WHEELS**

APPLICATION:

This item applies to railway equipment held on SAC tracks that will move or has moved on its own wheels as freight under transportation charges. If Item 75 is applicable, this Item will not apply.

COMPUTATION OF CHARGES: Storage charges will be assessed at a rate of **\$100.00 per Storage day**.

RESPONSIBILITY OF CAR: The shipper, receiver, owner or lessee is responsible for the car while in stored status according to the customer storage arrangement in place.

LIABILITY: See WTS 9011 Series.

STORAGE DAYS WILL COMMENCE:

- A. At Origin or Enroute: From the first 12:01 AM following placement of the equipment in storage and continuing until equipment is released from hold tracks.
- B. At Destination: From the first 12:01 AM after arrival of equipment and continuing until equipment is released from hold tracks.

STORAGE PLAN:

- A. Settlement of charges will be made on a monthly basis for all equipment released from storage during each calendar month.

ITEM 150 STORAGE OF EXPLOSIVES, HAZARDOUS MATERIALS (OTHER THAN TIH/PIH)**SUBJECT TO TARIFF BOE 6000 (HAZARDOUS MATERIALS REGULATIONS OF THE DEPARTMENT OF TRANSPORTATION)**

Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.

APPLICATION:

- A. This Item applies on any car (loaded or residue empty) containing Explosives or Hazardous Materials that is held on railroad controlled tracks, which includes Team Tracks.
- B. Explosives are defined as Class A, B and C Explosives as named in Part 172, Commodity List, Tariff Bureau of Explosives (BOE) 6000-Series.
- C. Hazardous Materials are defined as "Hazardous Wastes" and "Hazardous Substances" as named in Hazardous Materials Regulations of the U. S. Department of Transportation in 40 Code of Federal Regulations (CFR) 260 through 263 and 49 CFR 171.8 or successor thereof, requiring the use 4-digit identification numbers on shipping documents, placards or panels and identified with Standard Transportation Commodity Codes (STCC) beginning with 48 and 49 or beginning with STCC 28 and 29 and converting to STCC 48 or 49.
- D. Demurrage charges will be in addition to the charges provided in this Item.
- E. If Item 75 is applicable, this item will not apply.

STORAGE DAYS WILL COMMENCE:

- A. At Origin: From the first 12:01 AM following release of the car and continuing until a document is given SAC containing all necessary information to forward the car.
- B. At Destination: From the first 12:01 AM after notice of arrival is given consignee and continuing until the car is released or placed on private tracks.

STORAGE PLAN:

- A. Charges will be billed on a monthly basis.
- B. Charges will apply per day until removal from railroad premises.

STORAGE CHARGE: \$150.00 per car, per Storage day.

SECTION III SWITCHING AND MISCELLANEOUS CHARGES

ITEM 160 **INTRA-PLANT SWITCHING**

The SAC will perform intra-plant switching on loaded or empty cars at a charge of **\$100.00** per car non-hazardous or **\$150.00** per car hazardous (STCC series 28, 29, 48, & 49). Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.

ITEM 170 **INTRA-TERMINAL SWITCHING**

The SAC will perform intra-terminal switching on loaded or empty cars at a charge of **\$250.00** per car non-hazardous or **\$300.00** per car hazardous (STCC series 28, 29, 48, & 49). Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.

Empty equipment moving in intra-terminal switching service to or from facilities for cleaning, lining, relining, maintenance, modification or repair not immediately preceded by or followed by a revenue movement via the SAC will be assessed a charge of **\$315.00** per car.

ITEM 175 **INTER-TERMINAL SWITCHING**

The SAC will perform inter-terminal switching on loaded or empty cars at a charge of **\$315.00** per car non-hazardous or **\$350.00** per car hazardous (STCC series 28, 29, 48, & 49). Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.

ITEM 180 **EARLY RELEASE OF CARS PLACED FOR LOADING OR UNLOADING**

When a shipper instructs the release of a car(s) previously placed for loading or unloading, but SAC is unable to remove the car(s) because the loading or unloading of the car(s) has not been completed or for other reasons not attributable to SAC, the car(s) will remain on demurrage as if the release had not been instructed, and the **intra-terminal switch charge** will apply on each car, up to a **maximum intra-terminal switch charge of \$1,200.00** per occurrence.

When the placement of a car(s) cannot be accomplished due to early release of car(s) previously placed for loading or unloading or for other reasons not attributed to SAC the car(s) will remain on demurrage as if the car(s) had not been ordered and **the intra-terminal switch charge** will apply on each car, up to a **maximum intra-terminal switch charge of \$1,200.00** per occurrence.

ITEM 190 **RELEASE OF CARS WITHOUT FORWARDING INSTRUCTIONS**

When on instructions, loaded or empty cars moving on own wheels, are removed from industry, shop, team track or interchange tracks and are held by carrier awaiting forwarding instructions, a charge of **\$100.00** per car with a **maximum charge of \$1,200.00** per bill of lading will be assessed against the loader, shipper, or party taking responsibility for Miscellaneous Charges. If car(s) are subsequently ordered returned to the loader's interchange tracks, the applicable intra-terminal switching charge will be assessed against party requesting the service. **These charges are subject to demurrage charges. Additional charges may also accrue as stated in WTS Rules Publication 9011-Series.**

ITEM 200 **EMPTY CARS RETURNED UNUSED**

- A. When an empty car received from a connecting railroad for loading by an industry located on SAC is refused by the industry because the car is not in proper condition to load and car must be returned to the connecting railroad, a switching charge of **\$250.00** in one direction only will be assessed against the connecting railroad furnishing the car.
- B. When an empty car received from a connecting railroad is rejected for loading by an industry located on SAC, and returned unused for reasons other than described in (A) above, car will be returned to the connecting railroad and a switching charge of **\$250.00** in one direction only will be assessed against the person, firm or corporation ordering the car. If advice has not been received from the industry who ordered the car within twenty-four (24) hours exclusive of Saturdays and Sundays, demurrage charges will start from the first 12:01 AM after car is placed and will be charged until the car has been removed from the loading location.
- C. When an empty car furnished by SAC (not a connecting railroad) is appropriated to a customer based upon a car order and subsequent notification is give to SAC that car(s) is no longer needed, a switching charge of **\$250.00** will be assessed against the person, firm, or corporation ordering the car. Demurrage will also be charged for all detention, including, Saturdays, Sundays and Holidays from the date and time of actual or constructive placement until released, with no free time allowance.

ITEM 205 **ORDERING EMPTY CARS IN FOR PLACEMENT BY SPECIFIC CAR NUMBER**

When empty cars are stored or otherwise held for loading, and customer requests such cars for placement by specific car number (as opposed to ordering in “any empty cars” or “the next cars in line”), then an “Ordering Empty by Car Number” charge of **\$50.00** per car applies. Charge applies regardless of car ownership and whether the cars are stored or held on railroad tracks or on customer lease tracks.

ITEM 210 **CARS INTERCHANGED OR DELIVERED TO SAC IN ERROR**

Loaded or empty car(s) received in interchange by SAC;

- (i) without billing instructions, or
- (ii) at an interchange not specified in the billing, or
- (iii) when SAC is not in the route, or
- (iv) when shipper, consignee or owner changes billing instructions to move car(s) via an outbound carrier other than SAC

will be returned to the delivering carrier or forwarded to the proper carrier if interchange with such carrier within the same switching district at a charge of **\$250.00** per car.

ITEM 215 **CHARGES FOR DELAY OF CARS**

A receiving carrier refusing to accept cars when offered by the SAC shall pay a delay charge of **\$50.00** per day for each refused car. Such charges will be in addition to all other applicable charges.

ITEM 220 **INDUSTRY SETBACK**

Upon receipt of a request to return car(s) previously released on SAC, SAC will perform the service at a charge of **\$200.00** per car, provided car(s) is within the switching terminal. If the service of another carrier(s) is necessary to effectively return the car(s) their charges(s) will be **in addition to the \$200.00** per car.

ITEM 230 **LOCOMOTIVES, DEAD, ON OWN WHEELS**

The applicable charge for switching locomotives, dead on their own wheels will be **\$790.00**, unless specified in another item or publication.

ITEM 235 **REASONABLE DISPATCH**

SAC will transport railcars over its line with reasonable dispatch. SAC and connecting carrier(s) do not guarantee rail service on any scheduled time frame.

ITEM 240 **OVERSIZED/DIMENSIONAL LOADS**

The charge for each handling oversized loads will be defined on an individual basis. In any case, switching service will be performed at carrier's convenience.

Consignee, shipper, or owner must provide SAC personnel advance notice by phone at **1-866-889-2826** that an over-sized shipment handled in regular switching service or special switching service will be required, as well as the initial and number of the car(s) to be switched. SAC will email or fax a special request form noting the requested initial and numbers of the cars(s), along with the date service is to be performed and where invoice needs to be sent. Once form is signed and returned to SAC either via an email at Customerservice@watcocompanies.com or a fax at **1-866-413-5160** confirming the request, SAC will begin operational coordination of request.

ITEM 250 **SWITCHING OUTSIDE NORMAL OPERATING OR SERVICE HOURS**

- A. The provisions in this Item apply where SAC is requested by consignee, shipper, or owner to furnish necessary locomotive(s) and crew(s) to perform industrial switching service at other than normal assigned time for a specific location with crew(s) already on duty. If crew must be called in to perform service please see Item 260 Special Train Service for charges.
- B. Charges will be assessed at a rate of **\$225.00** per hour or fraction thereof, **subject to a minimum charge of \$675.00**. Charges shall be assessed for each request for switching service, regardless of the number of cars, and will be in addition to any other chargeable services performed in connection therewith.
- C. Consignee, shipper, or owner must provide SAC personnel advance notice by phone at **1-866-889-2826** that switching outside of normal operating or service hours will be required, as well as the initial and number of the car(s) to be switched. SAC will email or fax a special request form noting the requested initial and numbers of the cars(s), along with the date service is to be performed and where invoice needs to be sent. Once form is signed and returned to SAC either via an email at Customerservice@watcocompanies.com or a fax at **1-866-413-5160** confirming the request, SAC will begin operational coordination of request.

ITEM 260 **SPECIAL TRAIN SERVICE**

Special train service is defined as a train which is operated on an expedited schedule or under special service or transportation requirements specified by the shipper, consignee or the agent of either at a charge in addition to the applicable class or commodity rates or fares, or a train which is assembled in accordance with instructions give to SAC by a shipper, consignee, or agent of either. Upon request and at the convenience of SAC, special freight train service will be furnished on SAC, subject to the charges and conditions specified in this Item.

- A. Charges will be assessed at a rate of **\$225.00** per hour or fraction thereof, **subject to a minimum charge of \$1,350.00**. Charges shall be assessed for each request for special freight train service, regardless of the number of cars, and will be in addition to any other chargeable services performed in connection therewith.
- B. Consignee, shipper, or owner must provide SAC personnel advance notice by phone at **1-866-889-2826** as to each special freight train service to be made under this tariff giving SAC all necessary information as to such special train movement, including consist, date and time of movement, and any other information and instructions pertinent to such movement, allowing sufficient time for SAC to consummate whatever arrangements may be necessary to facilitate the movement of such train, including the assembly of equipment, personnel and other incidental requirements. Prior to service being performed, SAC will email or fax a form noting all of the necessary information provided originally via phone, along with date service is to be performed and where invoice needs to be sent. Once this form is signed and returned to SAC either via an email at Customerservice@watcocompanies.com or a fax at **1-866-413-5160** confirming the request, SAC will begin operational coordination of request.

ITEM 270 **TURNING CARS TO PERMIT LOADING/UNLOADING**

When a customer requests SAC to turn car(s) for the purpose of loading or unloading, SAC will bill the customer making the turn request **\$500.00** per car non-hazardous or **\$600.00** per car hazardous (STCC series 28, 29, 48, & 49) for each car that SAC turns. Consignee, shipper, or owner must provide SAC personnel advance notice by phone at **1-866-889-2826** as to each turn to be made under this tariff giving SAC all necessary information as to car numbers and any other information and instructions pertinent to such movement, allowing sufficient time for SAC to consummate whatever arrangements may be necessary to facilitate the movement. Prior to service being performed, SAC will email or fax a form noting all of the necessary information provided originally via phone, along with date service is to be performed and where invoice needs to be sent. Once this form is signed and returned to SAC (either via an email at Customerservice@watcocompanies.com or a fax at **1-866-413-5160**) confirming the request, SAC will begin operational coordination of request.

Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.

ITEM 280 **EMPTY CAR SWITCHING**

When a customer requests SAC return a previously received empty car to interchange, an intra-terminal switch charge will apply based on the last contents of the car in one direction. This Item applies to all equipment, including but not limited to, private car and tank car equipment. This Item excludes empty cars that fall under the provisions of Item 200.

ITEM 290 **DIVERSION/RECONSIGNMENT CHARGES**

General Application:

- A. When SAC has taken physical possession of the car(s) from a connecting carrier.
- B. Diversions/Reconsignments will only be accepted from;
 - a. Payer of Freight
 - b. Authorized Representative/Agent of the Payer of Freight
 - c. Shipper
 - d. Consignee
 - e. Car owner/Lessee
- C. Diversion/Reconsignments will not be accepted
 - a. After car has been interchanged to a connecting carrier
 - b. After actual placement
 - c. Require SAC to perform Back hauls or Out-of-Line hauls
 - d. If car is already in an interchange block
 - e. If car is non-revenue empty
- D. SAC reserves the right to reject a diversion or reconsignment request for any reason.
- E. SAC will make diligent effort to effect desired diversion or reconsignment when the car is in SAC possession.
 - a. SAC will not assume any responsibility after a car has been classified or assembled into a train for movement, or if car has been "pre-blocked" or "run-through" train service.
 - b. SAC will not be responsible for executing a diversion/reconsignment order on a specified day or time of day
- F. SAC personnel must receive advance notice by phone at **1-866-889-2826**
- G. Once SAC personnel approves diversion, SAC must receive an email at Customerservice@watcocompanies.com or a fax at **1-866-413-5160** confirming request with details of where to send charges before diversion will be completed.
- H. Cars diverted or reconsigned prior to arrival of car at billed station or after arrival (but not spotted) of car at billed destination shall be charged a rate of **\$150.00** per car as well as the otherwise applicable tariff charge for the move.

ITEM 300 PRIVATE CAR APPLICATION FOR RAILROAD MARKED CARS

SAC is aware that shippers and/or consignees may sometimes lease railcars from other railroads for shipments that may originate or terminate on SAC. Such railcars normally contain the reporting marks of the lessor railroad. In order to avoid the assessment of demurrage charges by SAC when such railcars are located on private or leased tracks, on SAC rail lines, it is necessary that shippers apply to and receive the approval of, SAC for the designation of such cars as “private” cars for the purposes of demurrage or storage. SAC reserves the right to assess demurrage and storage charges while cars designated as private are on railroad owned tracks.

- A. Shipper and/or consignee must submit a written request to SAC not less than thirty (30) days prior to the date that the “private” car designation should take effect to carhire@watcocompanies.com. The request must include:
- a. Name of Shipper and/or Consignee leasing the railcars
 - b. Name of lessor railroad
 - c. Listing of the reporting marks of the railcars being leased and railcar type(s)
 - d. Length of time requested for the private railcar designation
 - e. Copy of applicable railcar lease (upon request of SAC)
- B. SAC will provide a written reply to each request within thirty (30) days of receipt of the request. SAC, in its sole discretion may accept or reject the request in whole or in part. SAC may accept a smaller number of railcars than requested and/or for a shorter amount of time.

ITEM 310 PRIVATE CAR MILEAGE

The SAC is not a party to the 6007 Tariff-series covering private car mileage, therefore does not pay private car mileage.

**SECTION IV
RECIPROCAL/INTERCHANGE & INTERMEDIATE SWITCHING**

ITEM 320 RECIPROCAL/INTERCHANGE SWITCHING

SAC will perform reciprocal/interchange switching between industries on its line and interchange with BNSF and UP at San Antonio, TX at the following per car charges:

SAN ANTONIO

Between Industries served by SAC and interchange with UP or BNSF:

<u>Customer Name</u>	<u>Address</u>	<u>Rate Per Car</u>
ALL CUSTOMERS	SERVED BY SAC	\$315.00 (Notes 1, 2, 3)

Note 1: See Item 325.

Note 2: SAC will direct bill all SAC served customers for reciprocal/interchange switching charges when railcars are interchanged to SAC and BNSF is the last line haul carrier in the route or when railcars are interchanged from SAC and BNSF is the first line haul carrier in the route.

Note 3: SAC will bill the interchanging carrier for reciprocal/interchange switching charges when railcars are interchanged to SAC and UP is the last line haul carrier in the route or when railcars are interchanged from SAC and UP is the first line haul carrier in the route.

ITEM 325 HAZARDOUS COMMODITIES SURCHARGE

Unless authorized prior to shipping, no hazardous materials loaded in railcars will be accepted by SAC.

When cars loaded with hazardous materials are switched by SAC in reciprocal or intermediate switch service, special charges of **\$700.00 per car** if commodity is classified as being TIH/PIH, or **\$100.00** per car if commodity is classified as being a hazardous material other than TIH/PIH (see Item 10). These charges are in addition to all other reciprocal or intermediate switching charges.

ITEM 330 INTERMEDIATE SWITCHING

Except as otherwise provided, SAC will assess an intermediate switching charge of **\$250.00** per car against the carrier delivering to SAC; applicable to either loaded or empty cars. See Item 325.

ITEM 340 EQUIPMENT SUPPLIED FOR SPECIFIC DESTINATION OR JUNCTIONS

Empty cars that are ordered or supplied for specific destination or junctions that are loaded and billed to travel other than ordered or supplied route will incur a charge of **\$250.00** per car. This charge will be assessed by the SAC.

NOTE: Charges can also be imposed by other roads involved or car owners.

ITEM 350 MILEAGE ALLOWANCE ON SHIPPER OWNED OR LEASED CARS

Shipper owned or leased cars moving under freight rates published in this tariff or in any connecting line tariff will be zero rated on the SAC.

ITEM 355 TRANSFER OF LIABILITY

Car Hire, on the basis of actual time involved in the handling of each car loaded or unloaded while on the SAC for the month(s) in which the car hire accrues, subject to a maximum of 120 hours per event, shall be the responsibility of the line haul carrier for which the switching service was performed.

ITEM 360 **ITEMS FORMERLY SHOWN**

WTS 9011 tariff series may contain items formerly shown in this tariff. Items covered in WTS 9011 tariff series that formerly were located in this tariff will become effective in WTS 9011 tariff series on the effective date of this tariff issuance.