March 24, 2015

The Honorable John Thune Chairman Senate Commerce, Science and Transportation Committee U.S. Senate 254 Russell Senate Office Building Washington, DC 20510

The Honorable Bill Nelson Ranking Member Senate Commerce, Science and Transportation Committee U.S. Senate 254 Russell Senate Office Building Washington, DC 20510

Dear Mr. Chairman and Ranking Member:

The undersigned agricultural producer and agribusiness organizations commend you for introducing common-sense and much-needed legislation, S. 808, that would reauthorize the federal Surface Transportation Board (STB).

The rail system in the United States has tremendous importance to the agriculture industry. Rail transportation provides a vital mode shipping agricultural products across the nation so farmers and agribusinesses can meet the demands of a growing domestic and global population. When issues arise between rail companies and shippers requiring oversight by the STB, it is imperative the STB be equipped with the proper tools to provide this oversight. The legislation you have introduced would make important contributions in this regard.

The legislation provides many common-sense reforms that will improve the STB. These reforms include the strengthening of the independence of the STB and improving how it functions (including allowing much-needed ongoing dialogue amongst board members); requiring more transparency concerning the status of STB proceedings and the nature and disposition of complaints brought before the agency; and providing for a voluntary arbitration process to resolve disputes involving unreasonable rail rates, unreasonable rail practices and rail carriers' common-carrier service obligations. We particularly commend you for including in S. 808 language expressly authorizing the STB to initiate an investigation of rail practices – except for rate complaints – on its own initiative, without having to wait for the filing of a formal complaint by a freight rail user or group of users, which can be a difficult and costly process.

This legislation represents an important and necessary step in making it possible for agricultural and other users of freight rail service to secure the meaningful, intended safeguards and protections embodied in the Staggers Rail Act of 1980. We commend you for your leadership, and look forward to continuing to work with you and the Committee in securing enactment of S. 808 in the current Congress.

Sincerely,

Agribusiness Association of Iowa

Agribusiness Council of Indiana

Agricultural Retailers Association

American Farm Bureau Federation

American Soybean Association

Corn Refiners Association

Grain and Feed Association of Illinois

Institute of Shortening and Edible Oils

Kansas Grain and Feed Association

Michigan Agri-Business Association

Michigan Bean Shippers

Minnesota Grain and Feed Association

Missouri Agribusiness Association

Montana Grain Elevators Association

National Association of Wheat Growers

National Barley Growers Association

National Corn Growers Association

National Council of Farmer Cooperatives

National Grain and Feed Association

National Oilseed Processors Association

National Pasta Association

National Sunflower Association

Nebraska Grain and Feed Association

North American Millers' Association

North Dakota Grain Dealers Association

Northeast Agribusiness and Feed Alliance

Oklahoma Grain and Feed Association

Ohio AgriBusiness Association

Rocky Mountain Agribusiness Association

South Dakota Grain & Feed Association

Texas Grain & Feed Association

The Fertilizer Institute

USA Rice Federation

US Canola Association

Wisconsin Agri-Business Association

cc: All Members of the Senate Commerce, Science and Transportation Committee