

IOWA INTERSTATE RAILROAD, LTD.

FREIGHT TARIFF IAIS 9001
Amendment C
(IAIS 9001 Amendment C contains all changes)

FUEL SURCHARGE
APPLYING ON IOWA INTERSTATE RAILROAD, LTD. (IAIS)
LOCAL, JOINT AND PROPORTIONAL RATES.

SPECIAL NOTICE

The surcharge provisions of this tariff are issued and made effective solely for the purpose of offsetting fuel increase costs.

SURCHARGE TARIFF

NOTICE

The provisions published herein will, if effective, not result in an effect on the quality of the human environment.

ISSUED: August 18, 2014

EFFECTIVE: August 18, 2014

ISSUED BY:

Vice President Sales and Marketing
IAIS
5900 6th Street SW
Cedar Rapids, IA 52404

IAIS 9001 C

***SURCHARGE TO OFFSET FUEL COSTS**

A fuel surcharge will be assessed on all IAIS rate authorities made subject to this surcharge tariff (see table below). Miscellaneous and accessorial charges shall not be subject to this fuel surcharge. The foregoing surcharge will be billed against the payer of the freight charges.

FUEL SURCHARGE TABLE

In the event the price of West Texas Intermediate Crude Oil, as published in the Wall Street Journal, exceeds an average of \$28.00 per barrel per day during a calendar month, IAIS retains the right to apply a fuel surcharge to the applicable freight charge(s) in effect on the date the fuel surcharge is applied, hereinafter, referred to as the "Base Freight Charge(s)".

Note: The fuel surcharge shall be applied based on Bill of Lading date.

If this option is exercised, the fuel surcharge shall be applied according to the following schedule:

West Texas Intermediate Crude Oil (price per barrel)	Fuel Surcharge (percentage)
\$28.00-\$31.99	2%
\$32.00-\$34.99	3%
\$35.00-\$37.99	4%
\$38.00-\$40.99	5%
\$41.00-\$43.99	6%
Each \$3.00 barrel increase thereafter	An additional 1%

Beginning the month of June 2004 the effective date of the fuel surcharge will change as follows:

Effective one month from the first day of the then current month, the appropriate adjusted surcharge will be applied using the above table. The appropriate adjusted surcharge will be calculated, on the first working day of each succeeding calendar month, by averaging the price of West Texas Intermediate Crude Oil for the preceding calendar month. The appropriate fuel surcharge shall remain in effect until adjusted or removed.

Any fuel surcharge to be applied under this authority will be removed or reduced when the price of West Texas Intermediate Crude Oil remains below the price which triggers a specific surcharge amount for the immediately preceding calendar month. In no case will the freight charge(s) be reduced below the Base Freight Charge(s), nor will the application or removal be retroactive.

If the price of West Texas Intermediate Crude Oil ceases to be available from the Wall Street Journal or some other readily available source, a substitute measure will be utilized.

*Prices are from the prior day close published in the Wall Street Journal for all dates up to and including July 31, 2013. Prices are as reported by the U.S. Energy Information Administration from and after August 1, 2013.

Example:

Fuel Surcharge for June 2004 will be determined by averaging the price of West Texas Intermediate Crude Oil in April of 2004.

Note: May 2004 fuel surcharge will be determined by averaging the price of West Texas Intermediate Crude Oil in April of 2004.