| 1 2 3 4 | Brandon L. Johnson Minnick-Hayner P.O. Box 1757 Walla Walla, WA 99362 | |
|------------------|--|---|
| 5 | | |
| 6 | | |
| 7 8 | | OURT OF WASHINGTON NTY OF WALLA WALLA |
| 9 | IN AND FOR THE COOL | NTI OF WALLA WALLA |
| 10 | CITY OF KENNEWICK, | |
| 11 | Petitioner, | NO. TR-040664 and TR-050967 |
| 12 13 | VS. | PREPARED TESTIMONY OF RANDOLPH V. PETERSON |
| 14 15 16 | UNION PACIFIC RAILROAD, PORT OF BENTON, and TRI-CITY and OLYMPIA RAILROAD, | |
| 17 18 | Respondents. | |
| 19 20 | PREPARED TESTIMON | Y OF RANDOLPH V. PETERSON |
| 20 | Q. PLEASE STATE YOUR NAME, TITLE | , AND PLACE OF BUSINESS. |
| 22 | A. Randolph V. Peterson, General Manag | er, Tri-City and Olympia Railroad. |
| 23 24 | Administrative Offices are located in F | Richland, Washington. |
| 25 | Q. BRIEFLY DESCRIBE YOUR RAILRO | AD BACKGROUND AND EXPERIENCE. |
| 26 | A. I formed a new company in 1999, bega | an operation January 1, 2000 in Richland, |
| 27 28 | Washington, and we named the new co | ompany Tri-City Railroad. We have since |
| 29 | added a branch operation in Olympia, | Washington, and do business as the Tri-City and |
| 30 | PREPARED TESTIMONY OF RANDOLPH V. PETERSON - 1 | <u>Minnick ● Hayner</u> P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500 |

| 1 | | Olympia Railroad. My experience is mostly mechanical prior to that in the repair and |
|----------------|----|---|
| 2 3 | | rebuild of railroad equipment. |
| 4 | Q. | WHAT ARE YOUR PRESENT DUTIES AND RESPONSIBILITIES? |
| 5 | A. | As General Manager, I oversee the day to day operations of the railroad and the |
| 6 7 | | administrative functions. |
| 8 9 10 | Q. | ARE YOU FAMILIAR WITH THE CITY OF KENNEWICK'S PROPOSED EXTENSION OF CENTER PARKWAY ACROSS UNION PACIFIC AND TRI-CITY AND OLYMPIA TRACKS AT RICHLAND JUNCTION? |
| 11 | A. | I am familiar with the subject. |
| 12 | Q. | HOW WERE YOU INTRODUCED TO THAT CITY'S CONCEPT? |
| 13 14 | A. | I don't recall exactly how I became familiar with this subject, it was some years ago. |
| 15 | | It has been a subject of ongoing discussion for a number of years and I have become |
| 16 | | more intimately familiar with the details of it as time has gone by. |
| 17 18 19 | Q. | PLEASE DESCRIBE TCRY'S TRACKAGE AT THE RICHLAND JUNCTION IN THE AREA WHERE THE PROPOSED TRACKAGE WOULD BE IMPLEMENTED. |
| 20 | A. | Our line that we have under long term lease with the Port of Benton, formerly United |
| 21 | | States Department of Energy Government Railroad Track, meets the Union Pacific |
| 22 23 | | Track at Richland Junction. That is the location in which we interchange our railroad |
| 24 | | traffic with both the Union Pacific as well as the Burlington Northern Santa Fe. |
| 25 26 | Q. | YOUR MAIN LINE RUNS THROUGH THERE AND THEN DIRECTLY CONNECTS TO THE UNION PACIFIC LINE. IS THERE ALSO A SPUR? |
| 27 28 | A. | Yes, our main line connects to the UP branch line at Richland Junction. The UP has a |
| 29 30 | | siding there and we have on our line a siding as well. We primarily use our siding for |
| | | ED TESTIMONY OF LPH V. PETERSON - 2 P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500 |

| 1 | | conducting the interchange business with the Burlington Northern San | nta Fe and utilize |
|----------------------|----|--|---|
| 2 3 | | the UP siding for interchanging the UP traffic. | |
| 4 | Q. | WILL THE CROSSING CROSS BOTH OF THOSE SIDINGS AS WELLINES? | L AS THE MAIN |
| 6 | A. | I am not sure that the City has finalized the plan, I'm certainly not fan | niliar with it if |
| 7 | | they have finalized one. They have, as I recall, presented a number of | f different plans |
| 8 | | or ideas, I think all of which propose an at grade crossing across the U | JP siding tracks |
| 10 | | and across our main line and one or two of their plans I believe would | cause a |
| 11 | | relocation of our side track, a shortening of our side track. | |
| 12 13 14 15 | Q. | HOW WOULD A SHORTENING OF THE SIDE TRACK AFFECT YO OPERATION? WHAT IS THE PURPOSE OF THE SIDE TRACK? A LEFT THERE AND THEN PICKED UP? USED AS A STORAGE? | |
| 16 | A. | No, not for storage, it is actually our interchange of business. Our point | nt of interchange |
| 17 | | with the Burlington Northern Santa Fe. So, whether the Burlington N | orthern is |
| 18 19 | | bringing us the car or picking the cars up from us, that is where they c | lischarge, drop |
| 20 | | their cars and we pick them up, and the opposite, when we're bringing | g cars for |
| 21 | | interchange with Burlington Northern, then that is where we drop the | n for them to |
| 22 23 | | pick up. At that siding. | |
| 24 25 | Q. | THE UP SIDING IS USED FOR THE SAME FUNCTION WITH THE THE UP CARS? | E UP BUSINESS, |
| 26 | A. | Yes, that is correct. | |
| 27 28 29 30 | Q. | TALKING ABOUT THE FREQUENCY OF USE, HOW MANY CARS STARTING WITH THE BNSF, ARE YOU INTERCHANGING AT THE JUNCTION? | |
| | | ED TESTIMONY OF LPH V. PETERSON - 3 | <u>Minnick ● Hayner</u> P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500 |

| 1 | | | |
|-------------------------|----|--|---|
| 2 | A. | Through June of this year, we have interchanged 2,474 cars at the Ric | hland junction. |
| 3 | | Of that number, 2,343 were Union Pacific cars and 131 were Burlingt | on Northern. |
| 4 5 | | During that time, the slowest month was 371 cars, which was January | , and the busiest |
| 6 | | was 517, which was May. | |
| 7 8 9 10 11 | Q. | THE TESTIMONY FROM SOME OF THE UP EMPLOYEES ON THE INDICATES THAT ABOUT 25 PERCENT OF THE TIME THERE AN 9 OR 10 UNION PACIFIC CARS TO BE PICKED UP OR DROPPEN TESTIMONY IS THAT IF THE CROSSING IS ADDED, IT WILL IMP CARS ARE INTERCHANGED. DO THOSE IMPACTS ALSO AFFEC CITY AND OLYMPIA RAILROAD? | RE MORE THAN D OFF. THE PACT HOW |
| 12 | A. | It would in essentially the same way that it is described in the UP test | imony. It |
| 13 14 | | reduces our capacity on the exchange track. | |
| 15 16 17 | Q. | IT IS A FAIR STATEMENT THAT ANY REDUCTION IN THE ABILI INTERCHANGE CARS IS A POTENTIAL FOR A NEGATIVE ON BU YOUR OPERATIONS IN GENERAL? | |
| 18 | A. | It is not a positive, it's definitely negative. | |
| 19 20 21 22 | Q. | REGARDING THE FREQUENCY OF THE RAILROAD TRAFFIC W UP AND THE BN OVER THE PAST FEW YEARS AND IN THE PRO FUTURE, HAS THAT STAYED THE SAME, DO YOU SEE IT GOING YOU SEE IT INCREASING? | JECTED |
| 22 | A. | I think it has increased gradually since 2000. Its complexion changes | from year to |
| 24 | | year, types of cars, some years more BNSF less UP, other years more | UP and less |
| 25 26 | | BNSF. We anticipate that it will continue to increase. | |
| 27 28 29 30 | Q. | IN REVIEWING THE TESTIMONY OF LLOYD LEATHERS, THAT T WAS SIGNED IN NOVEMBER 2005. HAVE ANY CIRCUMSTANCE THAT WOULD HAVE INCREASED THE FLOW OF CARS THAT AN BUSINESS AND INTERCHANGING WITH THE UP SINCE THEN? | S CHANGED |
| | | RED TESTIMONY OF LPH V. PETERSON - 4 | <u>Minnick ● Hayner</u> P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500 |

| 1 | | | |
|----------------------|----|---|--|
| 2 | A. | Yes. Refrigerated railcar repair at a facility in Richland has increased r | ail traffic. |
| 3 4 5 | Q. | THOSE ARE UP CARS THAT ARE BEING MAINTAINED OR WORKI THOSE CARS ARE COMING TO YOU EMPTY, BEING REPAIRED A BACK TO THE UP EMPTY, AND THEN DEPARTING TO PARTS UN BE UTILIZED? | ND GIVEN |
| 6 7 | A. | They're coming onto our line to get repaired by our repair facility, that' | s correct. |
| 8 9 | Q. | IS THE NUMBER OF UP CARS BEING REPAIRED AT THE RICHLA EXPECTED TO SAME THE SAME OR INCREASE IN THE FUTURE? | |
| 0 | A. | I think that it will mostly likely increase. | |
| 11 12 13 14 | Q. | YOU'VE HAD THE CHANCE TO REVIEW THE TESTIMONY OF LLO LEATHERS PROVIDED BY THE UP, DO YOU HAVE ANY DISAGRE HIS CALCULATIONS REGARDING THE NUMBER OF TIMES THAT WILL BE FORCED TO MOVE BACK AND FORTH ACROSS THE CE PARKWAY CROSSING WHENEVER MORE THAN 9 OR 10 CARS AR | EMENT WITH TRAILCARS INTER |
| 16 | A. | Yes, I agree with that. As he stated in his testimony. | |
| 17 18 19 | Q. | ASSUMING THAT THE CENTER PARKWAY IS EXTENDED AS PLAN CITY NOW, WILL THAT AFFECT YOUR SIDING? WILL YOUR SIDI PUSHED BACK FURTHER TO THE WEST? | |
| 20 | A. | At least one or a couple of the proposals that were presented propose to | push our |
| 21 22 | | siding back northwest, which pushes our activity further away from the | Richland |
| 23 | | Junction, which in effect, certainly is going to put operating refrigerated | d railcars deeper |
| 24 | | into the neighborhood, closer to those homes of the people that live wes | st of the |
| 25 26 | | interchange. | |
| 27 28 29 30 | Q. | DO YOU BELIEVE THAT INSTALLING AN AT GRADE CROSSING A BY THE CITIES WOULD HAVE A DETRIMENTAL IMPACT ON TCR OPERATIONS? | |
| | | LPH V. PETERSON - 5 | Minnick ● Hayner P.O. Box 1757 Valla Walla, WA 99362 (509) 527-3500 |

| 1 | A. | I believe that it would create a safety hazard, which in a number of wa | ys, ultimately |
|---|----|---|--|
| 2 | | ends up having a detrimental affect on TCRY's operations. Also, pure | ely from an |
| 3 | | operating standpoint, it obviously reduces our interchange track and re | educes the |
| 5 | | | |
| 6 | | existence of what we have now, so we have to do more with less, which | ch has a |
| 7 | | detrimental impact on our operation. | |
| 8 9 | Q. | ARE YOU FAMILIAR WITH THE FRA'S POSITION WITH REGARD CROSSINGS IN GENERAL? | TO AT GRADE |
| 10 | A. | Yes I am, there is a concentrated effort to reduce the number of at grad | le crossings |
| 11 12 | | across the United States. I am familiar with it. | |
| 13 | Q. | IS THAT BASED PRIMARILY ON SAFETY ISSUES? | |
| 14 15 | A. | To my knowledge, it is totally based on safety issues. | |
| 16 | Q. | WHAT ARE THE SAFETY ISSUES THAT ARISE WITH AN AT GRAD | DE CROSSING? |
| 17 | А. | When you are bringing motorists in physical contact with railroad trac | ks, every time it |
| 18 19 | | increases the chance of injury to persons as well as property damage. | |
| 20212223 | Q. | DOES THE FACT THAT THIS PROPOSED CROSSING NOT ONLY YOUR MAIN LINE, BUT WOULD CROSS YOUR MAIN LINE AT A F YOU DO SWITCHING WITH NOT ONLY THE UP BUT ALSO WITH DOES THAT ADD ADDITIONAL SAFETY CONCERNS FROM YOU PERSPECTIVE? | POINT WHERE THE BNSF, |
| 24 | A. | From my perspective it adds safety concerns that aren't even necessar | ily railroad |
| 25 26 | | interface safety concerns but nonetheless safety concerns, such as you | are going to put |
| 27 | | this road in and a good part of the time the road is going to be closed by | because of the |
| 28 | | railroad activity going on at the location. It's likely that there will be | situations in |
| 29 | | | |
| 30 | | | |
| | | RED TESTIMONY OF LPH V. PETERSON - 6 | Minnick ● Hayner P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500 |

Ш

which motorists become impatient to the point of electing to take a different route than the one that they initially chose. So in other words, they are going to be waiting in line, the gates will be down, railroad activity will be going on, and they will be waiting 15 to 20 minutes and going no where. I myself foresee that there will be a certain number of motorists that get impatient to the point that they will attempt to make uturns, back up, turn around, drive forward, turn around, turn left, turn right, get out of line, likely back into the front of the car behind you, or driving into the car in front of you. You're turning around, you're going to be out of position and then you're going to be going the other way and I'm not sure what kind of stop light configuration they are going to have, but if it is tied into the silent crossing, quiet zone, interconnected, the lights most likely will be locked out so there won't be a green coming back to get across Gage, which will force a right hand turn, but the mall is on your left and its not necessarily the case that all motorists will turn right. To me that is just on one side of the crossing and not addressing the same scenario on the other side of the crossing. That is on a hill, so they are going to be trying to turn and I'm not sure how wide the road is being proposed, but you'll have the same situation, so you are creating a mess in which you have to ask do you really want to do that.

Q. DOES THE FACT THAT YOU ARE CROSSING MULTIPLE RAIL LINES, DOES THAT ALSO IMPACT SAFETY?

I don't know if I would be the appropriate one to ask that. Obviously, the more tracks you cross, the longer that you're in contact with motorized vehicles and railroad tracks,

PREPARED TESTIMONY OF RANDOLPH V. PETERSON - 7

<u>Minnick • Hayner</u> P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500

A.

1

| 1 | | so its bound to be more hazardous to cross multiple tracks than it is to cross a single |
|----------------------|----|--|
| 2 3 | | track. |
| 4 5 | Q. | YOU MENTIONED THAT THE MALL IS NEARBY. IS THIS AN AREA WHERE THERE HAS GENERALLY BEEN PEDESTRIAN TRAFFIC AS WELL? |
| 6 | A. | Quite a bit of pedestrian traffic. |
| 7 8 | Q. | AND THAT PEDESTRIAN TRAFFIC WOULD ALSO THEN BE SUBJECT TO THE SAME? |
| 9 10 | A. | And vice versa. Yes. |
| 11 12 | Q. | HAS THE CITY OF KENNEWICK EVER APPROACHED YOU ABOUT INSTALLING A SEPARATED GRADE CROSSING? |
| 13 | A. | No. |
| 14 15 16 17 | Q. | BECAUSE THIS CROSSING OVER A SWITCHING ACTIVITY AND THE CITY HAS IMPOSED A SILENT CLOSED CROSSING, IS THERE AN ESTIMATE OF WHEN SWITCHING ACTIVITY OCCURS, HOW LONG THOSE GATES COULD BE DOWN FOR ANY ONE PERIOD OF TIME? |
| 18 | A. | I obviously can't speak for the BNSF, or the UP train crews, but speaking for our train |
| 19 20 | | crews, because all three railroads interchange traffic at this Richland Junction, you will |
| 20 | | have three different railroad companies operating at the proposed at-grade crossing. |
| 22 | | From our perspective, you could expect that we will have railroad activity going on |
| 23 24 | | that does, in fact, have the road closed and the gates down. At any one point of time, |
| 25 | | you could expect an hours delay each day, at least once on a normal day and on a busy |
| 26 | | day probably three hours at any one time because the activity is in a concentrated area, |
| 27 28 | | the gates won't come up, the gates will stay down, and that road will stay closed |
| 29 | | during that period of time. |
| 30 | | |

PREPARED TESTIMONY OF RANDOLPH V. PETERSON - 8

П

Minnick • Hayner P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500

| 1 2 | Q. | DOES THE TCRY HAVE A REGULAR SCHEDULE FOR DROPPING PICKING UP TRAFFIC FROM THE UP AND THE BN? | G OFF AND |
|----------------|----|--|--|
| 3 | A. | Yes we do, but it regularly changes and then there are always exception | ons to the |
| 4 5 | | schedule and there are always multiple trips. | |
| 6 7 8 | Q. | IS THERE A MINIMUM THAT YOU ARE OUT AT THE INTERCHAN OTHER WORDS DO YOU DROP OFF AND PICK UP UNION PACE LEAST ONCE A DAY? | |
| 8 9 | A. | Yes. | |
| 10 | Q. | DO YOU DROP OFF AND PICK UP BURLINGTON NORTHERN C | ARS ONCE A |
| 11 12 | | DAY? | |
| 13 | A. | It depends upon the time of the year, but multiple times a week. | |
| 14 15 16 | Q. | IF YOU HAVE UNION PACIFIC AND BURLINGTON NORTHERN YOU TAKE THEM ALL AT THE SAME TIME? OR DO YOU TAKE UNION PACIFIC CARS AND THEN LATER TAKE BURLINGTON N | A LOAD OF |
| 17 | A. | It depends on how many there are. We usually get them in one trip ur | less there is |
| 18 19 | | cause for additional, multiple switching for our customers on our line, | which could |
| 20 | | entail a second or third trip to the interchange that day. But normally | , the road would |
| 21 | | be closed for an hour a day on our end. | |
| 22 23 24 | Q. | AND THAT'S JUST FOR TCRY SWITCHING. IT WOULD ALSO BE WHEN THE BURLINGTON NORTHERN DROPS OFF AND PICKS ALSO WHEN THE UNION PACIFIC DROPS OFF AND PICKS UP | UP CARS AND |
| 25 26 | A. | Correct. | |
| 27 28 | Q. | <i>IS IT UNUSUAL FOR THE TCRY TO SWITCH TWO TO THREE TIN DURING THE BUSY TIME OF THE YEAR?</i> | IES A DAY |
| 29 30 | A. | Not unusual. | |
| | | ED TESTIMONY OF LPH V. PETERSON - 9 | Minnick ● Hayner P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500 |
| | | | |

| 1 2 | Q. DO THE OMONTACHTC ON THE DONLINGTON NORTHERN LIMIT THE | R |
|-------------|---|------------------|
| 3 | A. Pretty much. Yes. | |
| 4 | Q. SO ASSUMING THEY ARE OUT THERE ONCE A DAY AND YOU'RE OUT T | UFDF |
| 5 6 7 | TWO OR THREE TIMES A DAY, THERE COULD BE INSTANCES WHEN TH WOULD BE UP TO FIVE TIMES A DAY THAT SWITCHING ACTIVITY TO SU DEGREE COULD OCCUR2, THEREEN CLOSING THE NEW BOAD? | ERE |
| 8 | A. It's possible. It has happened. | |
| 9 | | |
| 10 | | |
| 11 | DECLARATION | |
| 12 13 | I, Randolph V. Peterson, declare under penalty of perjury under the laws of the | State |
| 14 | of Washington that the foregoing PREPARED TESTIMONY OF RANIXO PH V | |
| 15 | PETERSON is true and correct to the best of my knowledge and belief. | |
| 16 | | |
| 17 | DATED this 15 day of July 2006. | |
| 18 19 | DATED uns 12 day of July 2006. | |
| 20 | | |
| 21 | - Kauld Feler | |
| 22 | RANDOLPH V. PETERSON | |
| 23 | | |
| 24 | | |
| 25 | | |
| 26 | | |
| 27 | | |
| 29 | | |
| 30 | | |
| | | |
| | PREPARED TESTIMONY OF RANDOLPH V. PETERSON - 10 Walla Walla, (509) 527 | 1757 VA 99362 |
| | | |
| | | |
| | | |
| | 11 | |

| 1 2 | |
|----------|--|
| 2 | |
| 4 | CERTIFICATE OF SERVICE |
| 5 | I certify that on this 17 th day of July 2006, the foregoing PREPARED TESTIMONY |
| 6 | |
| 7 | OF RANDOLPH V. PETERSON was served ELECTRONICALLY on the following persons |
| 8 | at the following email addresses: |
| 9 10 | Commissions Records Center – <u>records@wutc.wa.gov</u> |
| 11 | Karen Caille – <u>kcaille@wutc.wa.gov</u> |
| 12 | Jonathan Thompson – <u>jthompson@wutc.wa.gov</u> |
| 13 | John Ziobro – john.ziobro@ci.kennewick.wa.us |
| 14 15 | Carolyn Larson - <u>cll@dunn-carney.com</u> |
| 16 | |
| 17 | Tom Cowan - <u>tcowan@cowanmoore.com</u> |
| 18 | Kevin MacDougall - <u>kevin@montgomeryscarp.com</u> |
| 19 | |
| 20 | |
| 21 | MINNICK • HAYNER, P.S. |
| 22 23 | |
| 24 | By: <u>/s/ Brandon L. Johnson</u> Brandon L. Johnson, WSBA# 30837 |
| 25 | Of Attorneys for Respondent TCRY |
| 26 | |
| 27 | |
| 28 | M:\Clients\Tri-City & Olympia Railroad (TCRY)\Center Parkway Crossing Discovery Documents\Pleadings\Testimony of Randolph Peterson.doc |
| 29 | |
| 30 | |
| | PREPARED TESTIMONY OF RANDOLPH V. PETERSON - 1 P.O. Box 1757 Walla Walla, WA 99362 (509) 527-3500 |
| | |
| | |
| | |