BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

BNSF RAILWAY COMPANY, a Delaware Corporation,

DOCKET NO. TR-070696

Petitioner,

v.

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CITY OF MOUNT VERNON,

Respondent

WASHINGTON STATE DEPARTMENT OF TRANSPORTATION'S ANSWER TO THE PETITIONS FOR ADMINISTRATIVE REVIEW FILED BY BNSF RAILWAY COMPANY AND BY WESTERN VALLEY FARMS, LLC

I. INTRODUCTION

The Mount Vernon extension project is an essential component of the Washington

State Department of Transportation's (WSDOT or State) plans to improve and expand

Amtrak passenger service from Bellingham to Portland. It is to be constructed by the BNSF

Railway Company (BNSF) with funds appropriated by the Legislature and administered by

WSDOT.²

The Mount Vernon siding is strategically located on a single track line.³ Adding additional passenger trains to this route will result in schedule changes requiring Amtrak

WSDOT'S ANSWER TO THE -1-PETITIONS FOR ADMIN. REVIEW FILED BY BNSF RAILWAY COMPANY AND BY WESTERN VALLEY FARMS, LLC

¹ Jeff Schultz Prefiled Written Testimony (Schultz Test.), Ex. 8:10:22.

Schultz Test., Ex. 8: 14: 2-13.
 Schultz Test., Ex. 8:11:14-15.

trains to meet and pass at Mount Vernon.⁴ Extending the siding will also allow longer freight trains to meet and pass improving freight mobility and overall rail line capacity.⁵

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Failure to permit closure of the Hickox Road rail crossing, or to allow the public to use the crossing in a manner that would interfere with the safe and efficient operation of the siding as requested by Western Valley Farms, LLC (WVF) would place this critically important transportation project in jeopardy.

I. WSDOT's Answer to BNSF's Petition for Administrative Review

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Although the WSDOT did not formally join in BSNF's Petition for Administrative Review (BNSF's Petition), WSDOT is in agreement with the analysis presented by BNSF and supports the relief requested in BNSF's Petition.

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Perhaps most significantly, WSDOT agrees with BNSF that the part of the Initial Order which would require BNSF to enter into negotiations with WVF to provide for seasonal agricultural use of a private crossing at Hickox Road should be eliminated from the order. This requirement was not posed as a potential remedy before or during the hearing, and the parties were not provided an opportunity to brief or present testimony regarding the significant safety risks and operational challenges posed by this requirement.

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Moreover, the use of Hickox Road proposed by WVF during its seasonal harvest is inconsistent with the proposed use of the extended siding by Amtrak and BNSF for passenger and freight rail. There does not appear to be likelihood that such negotiations between BNSF and WVF would actually result in an agreement, but would simply protract this matter.

⁴ Schultz Test., Ex. 8:12:7-14.

⁵ Schultz Test., Ex. 8:13:10-13.

II. WSDOT's Answer to WVF's Petition for Administrative Review

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Again, WSDOT concurs with the legal analysis presented by BNSF's Petition, and in BNSF's answer to WVF's Petition for Administrative Review (WVF Petition). The following is intended to supplement, rather that duplicate the analysis presented by BNSF.

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For the reasons set forth in BNSF's briefing, WVF is incorrect in its assumption that the Surface Transportation Board must take some affirmative action in order to give rise to federal preemption of state environmental regulation for construction of a rail siding project on rail right-of-way.

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Moreover, WVF is also incorrect in asserting that "the National Environmental Policy Act (NEPA) has not been applied to the Hickox Road siding location or design." The National Environmental Policy Act (NEPA) was applied in conjunction with WSDOT's application for a 401 Water Quality Certification from the U.S. Army Corps of Engineers. WSDOT's Environmental Specialist, Elizabeth Phinney, explained that: "Prior to preparation of the SEPA documents, studies were conducted and reports were prepared that looked at the potential environmental impacts of the Mount Vernon Siding extension. All of those documents were made available to the City of Mount Vernon, Skagit County, the DOE, the U.S. Army Corps of Engineers, and the Federal Highway Administration. SEPA and the National Environmental Policy Act (NEPA) environmental documents were prepared based on those studies." A State Environmental Policy Act (SEPA) Determination of Non-

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⁸ *Id.* at ¶ 18.

⁶ WVF Petition for Administrative Review, ¶ 12.

⁷ Declaration of Elizabeth Phinney in Support of Joint Response in Opposition for Summary Judgment.

Significance (DNS) (and Environmental Checklist) and a NEPA Documented Categorical Exclusion (DCE) were prepared for this project.⁹

II. CONCLUSION

WSDOT respectfully requests that the WUTC grant the relief requested in BNSF's Petition; deny the relief requested by WVF; and, otherwise adopt the findings, conclusions and order in the Initial Order as its final order.

DATED this 25th day of July, 2008.

ROBERT M. McKENNA

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Attorneys for State of Washington

⁹ *Id.* at ¶ 19.

DECLARATION OF SERVICE

Lisa M. Savoia states and declares as follows:

I am a citizen of the United States of America, over 18 years of age and competent to testify to the matters set forth herein. On July 25, 2008, I caused to be served by first class mail, postage prepaid, a true and correct copy of the foregoing document on the following:

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DATED this 25th day of July, 2008 at Tumwater, Washington.

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Lisa Savoia, Legal Assistant