

Bob Ferguson ATTORNEY GENERAL OF WASHINGTON

Utilities and Transportation Division 1400 S Evergreen Park Drive SW • PO Box 40128 • Olympia WA 98504-0128 • (360) 664-1183

September 8, 2014

Kettle Falls International Railway LLC P.O. Box 637 Kettle Falls, WA 99141

RE: Notice of Intent to Send to Collections, Penalty Assessment No. TR-141002

Dear Sir or Madam:

As you are aware, on May 27, 2014, the Washington Utilities and Transportation Commission issued a Penalty Assessment against Kettle Falls International Railway LLC in the amount of \$1,000 for violation of WAC 480-62-300, which requires railroad companies to file their annual report and pay regulatory fees each year by May 1. Kettle Falls International Railway LLC failed to file its 2013 annual report or pay its 2014 regulatory fee, and has incurred a penalty of \$1,000. The Commission sent Kettle Falls International Railway LLC a Second Notice on June 25, 2014, and a Final Notice on July 26, 2014.

The Commission has not received the \$1,000 payment due and owing.

This is to notify you that the Commission intends to forward your outstanding debt to a collection agency for collection. You likely will incur additional expenses and fees, including costs of collection, attorney's fees, and interest. These expenses and fees will be added to your outstanding \$1,000 balance.

If you have any questions about this letter or about the company's obligations under Commission rules, you may contact Sondra Walsh at (360) 664-1286.

Very truly yours,

SALLY BROWN

Senior Assistant Attorney General

cc: Sondra Walsh, Director, Administrative Services

Kim Anderson, Manager, Financial Services

Claire Coon, Financial Services