



**CANADIAN
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May 9, 2014

VIA E-FILING

Ms. Cynthia T. Brown
Chief, Section of Administration
Office of Proceedings
United States Surface Transportation Board
395 E Street, S.W.
Washington, D.C. 20423

236028
ENTERED
Office of Proceedings
May 9, 2014
Part of
Public Record

Re: *STB Docket No. EP 724-1, United States Rail Service Issues*

Dear Ms. Brown:

Attached for electronic filing in the above proceeding is Canadian Pacific's third weekly report in response to the Board's orders of April 15 and 23, 2014.

Thank you for your courtesy and cooperation in this matter.

Very truly yours,

Charles W. Webster



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May 9, 2014

The Honorable Daniel R. Elliott III, Chairman
United States Surface Transportation Board
395 E Street, S.W.
Washington, D.C. 20423

The Honorable Ann D. Begeman, Vice Chairman
United States Surface Transportation Board
395 E Street, S.W.
Washington, D.C. 20423

Re: *STB Docket No. EP 724-1*

Dear Chairman Elliott and Vice Chairman Begeman:

Please accept this letter and the accompanying data as Canadian Pacific's (CP) third weekly report pursuant to the Board's orders of April 15th and 23rd, 2014, regarding delivery of fertilizer shipments for spring planting of U.S. crops, in particular for destinations in the Midwest.

I am pleased to report that momentum continues to build and we are witnessing steady, consistent recovery across the U.S. rail network. We continue to be in direct contact with our customers regarding this progress, and to provide weekly updates on relevant performance metrics that they can access on our website. (See link: <http://www.cpr.ca/en/customer-centre/Pages/default.aspx>).

The Chicago terminal is approaching full recovery as evidenced by a 28% weekly terminal dwell improvement with no trains held. In addition, we are and will continue to add the appropriate amount of resources to handle the demand.

This recovery across CP's network has driven an increase in fertilizer cars placed and as a result, fertilizer volumes in these lanes are presently tracking well above the 3 year average for the spring season even when considering the low volumes of anhydrous ammonia being tendered to the railway. Of note, 92% of the transit times for Midwestern fertilizer deliveries this week were within one day of the service standard.

Efforts, including our continued attention to all dwell locations, are paying off and we were pleased to share with our customers the improvement in service buoyed by the additional train service. Average transit times in that corridor have improved by a minimum of 24-48 hours.

CP remains committed to deliver on what we have promised regarding moving all fertilizer and plant nutrients presented to the railway.

Sincerely,

Robert Johnson

Vice President of Operations
Southern Region

Weekly CP Fertilizer Delivery Data
Period: April 27 – May 3, 2014

| Destination State | # Cars | Avg Transit | Service Standard | # Receivers |
|-------------------|--------|-------------|------------------|-------------|
| IA | 47 | 14.1 | 9.1 | 7 |
| MN | 324 | 7.3 | 6.8 | 36 |
| ND | 177 | 8.1 | 7.6 | 17 |
| SD | 44 | 7.9 | 8.9 | 6 |

- Average transit times have reduced by 5+ days since week of April 13th.

Dwell improvement areas based on previous period analysis:

1. Fertilizers to IA > Weyburn SK, St. Paul, Marquette
2. Potash ex. SK to MN > St. Paul, Winona