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January 5, 2011

By e-filing

Ms. Cynthia T. Brown, Chief
Section of Administration
Office of Proceedings
Surface Transportation Board
395 E Street, S.W.
Washington, DC 20024

Re: STB Docket No. AB-384 (Sub-No. 3X), *Delta Southern Railroad, Inc. -- Abandonment Exemption -- in Desha and Chicot Counties, AR*

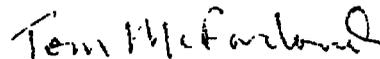
Dear Ms. Brown:

Petitioner Delta Southern Railroad, Inc. (DSR) hereby seeks leave to clarify a statement in the Petition for Exemption that it filed in the above proceeding on December 6, 2010.

At page 1 of that Petition, DSR stated that the rail line proposed for abandonment connects with Southeast Arkansas Economic Development District (SAEDD) at Lake Village, AR, as if SAEDD is a rail carrier as to the former rail line between Lake Village and the Arkansas-Louisiana State Line. DSR hereby clarifies that the former rail line between Lake Village and the State Line was not acquired by SAEDD under Board jurisdiction, but instead was acquired after SAEDD specifically declined to acquire that property at its net liquidation value, as determined by the Board in an offer-of-financial-assistance (OFA) proceeding. *See* Docket No. AB-384 (Sub-No. 1X), *Delta Southern Railroad, Inc. -- Abandonment Exemption -- between Lake Village, AR and Shelburn, LA*, decision served April 7, 2005 (not printed).

The effect of the foregoing is that the former rail line between Lake Village, AR and the Arkansas-Louisiana State Line is not a rail line subject to Board jurisdiction, and SAEDD is not a rail carrier by virtue of its acquisition of that former rail line.

Very truly yours,



Thomas F. McFarland
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