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February 10, 2011

E-File

ENTERED
Office of Proceedings

FEB 10 2011

Part of
Public Record

Ms. Cynthia T. Brown
Chief, Section of Administration
Office of Proceedings
Surface Transportation Board
395 E Street S.W.
Washington, DC 20423-0001

228805

Re: STB Finance Docket No. 35410, Adrian & Blissfield Rail Road Company – Continuance in Control Exemption – Jackson & Lansing Railroad Company

STB Finance Docket No. 35411, Jackson & Lansing Railroad Company – Lease and Operation Exemption – Norfolk Southern Railway Company

STB Finance Docket No. 35418, Jackson & Lansing Railroad Company – Trackage Rights Exemption – Norfolk Southern Railway Company

Dear Ms. Brown:

By decision served December 28, 2010, the Surface Transportation Board ("Board") instituted a proceeding in the above-referenced proceedings. The Board invited comments from interested parties on the effect of the involved transactions on competition and shippers. Commenters were also invited to address safety and employee-interest issues.

Adrian & Blissfield Rail Road Company and Jackson & Lansing Railroad Company ("JAIL") hereby submit the attached comments of Louis Padnos Iron & Metal Company ("Padnos"), JAIL's third largest customer by volume.

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Padnos welcomes JAIL's customer centric services. Padnos also notes that, as a locally based carrier, JAIL will be able to more directly focus on its service needs.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Karl Morell". The signature is written in a cursive style with a large, prominent "K" and "M".

Karl Morell

Enclosure

cc: All parties of record.

**LOUIS PADNOS IRON & METAL COMPANY**

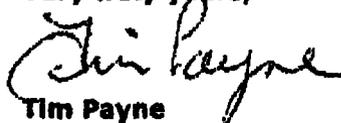
Lansing Division

February 8, 2011**Surface Transportation Board
395 E Street
Washington, DC 20423****Re: Jackson & Lansing Railroad Company
FD No. 35410, 35411 and 35418****Dear Sir or Madam:**

Padnos Iron & Metal Company is a rail customer located along the Jackson & Lansing Railroad Company (JAIL) in Lansing, Michigan. This rail line was formerly operated by Norfolk Southern Railway Company (NS).

Padnos welcomes JAIL and the customer centric services which it proposes to offer. In our business, spot sales of materials are important. Spot prices fluctuate by the day. Our having to wait for empty gondola cars in order to ship out purchased materials can often result in lost sales opportunities to us. When we order empty gondola cars from NS, we will sometimes have to wait 2 weeks or more for the cars to arrive. JAIL has come to us and demonstrated how they will be solving our car supply problem. As a result of JAIL's proposed solution, it is our hope to be able to improve our ability to service our customers with material delivery times reduced by 10-14 days.

While NS did provide us with reasonable rail service, it is clear that JAIL is able to more directly focus upon our service needs. We welcome the new rail services being provided by JAIL.

Very truly yours,
Tim Payne