

May 3, 2024

The Honorable Amit Bose, Administrator Federal Railroad Administration 1200 New Jersey Avenue, SE Washington, DC 20590

SUBJECT: Support for Driving Maine's Rural Economy through Freight Rail Efficiency CRISI 2024 Grant

Dear Administrator Bose,

I am writing in support of the Maine Department of Transportation's Driving Maine's Rural Economy through Freight Rail Efficiency Project application for a 2024 Consolidated Rail Infrastructure and Safety Improvements (CRISI) Grant.

The application outlines MaineDOT's important plans to administer needed improvements to the Eastern Maine Railway (EMR) line through Maine via the Project. Rail improvements consist of replacing worn-out and obsolete rail, crossties, and turnouts with modern and reliable rail infrastructure along 130 miles of rail line. The Project will do all of the following:

- 1. Replace key rail infrastructure in eastern Maine, improving reliability in the supply chain
- 2. Connect the state's forest products industry to export markets
- 3. Support the creation of new businesses and family-wage jobs in rural communities
- 4. Reduce transportation costs and greenhouse gas emissions
- 5. Decrease truck traffic and crashes on rural roadways
- 6. Improve Maine and U.S. competitiveness in the global marketplace

The Project also includes the rehabilitation of existing dormant track to serve the sustainable One North industrial park in the rural Town of Millinocket. Our Katahdin's One North campus, a substantially repurposed brownfield site, requires rail service to source input materials for their operations and connect tenants to national and global markets; for example, a sustainable carbon manufacturer, biofuel producer and land-based aquaculture facility are examples of new businesses intending to locate there. Projects like this one directly support expansions of existing businesses, many of which desire rail freight service, and pave the way for new ventures that support these companies or that start unrelated distribution and manufacturing operations.

Daaquam Lumber Maine Inc., a lumber manufacturing company, produces about 100 million board feet of dimensional building lumber annually at its rural Masardis, Maine facility. We employ 124 people and source nearly all of our timber from local woodlands. Our business ensures the success of a large number of other businesses and surrounding communities.

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Daaquam depends greatly on rail service to deliver approximately 60% of its annual production of lumber to customers located in the Eastern and Southern United States. The maintenance of this vital segment of rail infrastructure is critical to providing sustainable, safe and reliable rail service for Daaquam and many other shippers in Maine.

With the implementation of this public-private partnership we can improve existing business operations and position our region for new and sustainable industries. We respectfully request FRA give favorable consideration to the Driving Maine's Rural Economy through Freight Rail Efficiency Project.

Respectfully Submitted,

Arkon Horne CCP, CITC

Controller

Daaquam Lumber Maine Inc.

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