



**US FOREST SERVICE  
D U N N I N G   N O T I C E   T O   D E B T O R**



BILL DATE: 05/30/12

PAGE: 01

ENCLOSE A COPY OF THIS BILL WITH YOUR CHECK OR MONEY ORDER.  
DO NOT SEND CASH. PLEASE INCLUDE BILL NO. AND PAYER CODE  
ON YOUR CHECK.  
MAKE CHECK PAYABLE TO:  
US FOREST SERVICE

MAIL PAYMENT TO:

US FOREST SERVICE, C/O CITIBANK  
PO BOX 301550  
LOS ANGELES, CA 90030-1550  
OR PAY ONLINE AT WWW.FS.FED.US/BILLPAY

TO:

DURANGO & SILVERTON  
NARROW GAUGE RAILROAD  
479 MAIN AVENUE  
DURANGO CO 81301-5494

PAYER INDICATE  
AMOUNT ENCLOSED:

NET AMOUNT DUE: \$ 47,396.10

DUE DATE: 05/30/12

BILL NUMBER: BD CLMS2000078

PAYER CODE: FS NO TIN

AGREEMENT NO: CONTRACT NO: JOILIN OLSEN

DESCRIPTION: NEEDLE FIRE

REMARKS:

RE: PAYER CODE: FS NO TIN BILL NO: BD CLMS2000078

NOTE:

PLEASE SEND ALL CORRESPONDENCE, INQUIRIES, AND CHANGE OF ADDRESS  
TO:

US FOREST SERVICE, ABQ SRV CTR  
101B SUN AVE NE - CLAIMS  
ALBUQUERQUE, NM 87109  
877-372-7248 BUDGET & FINA-NCE

PRINCIPAL: \$ 47,396.10

INTEREST:

ADMINISTRATIVE COSTS:

PENALTY:

AMOUNT DUE: \$ 47,396.10

AMOUNT CREDITED:

NET AMOUNT DUE: \$ 47,396.10

LINE: 001 ORG: 0213 JOB: P2FLN010

DIRECT COSTS INCURRED BY THE FOREST SERVICE FOR SUPPRESSION OF THE  
NEEDLE AND LITTLE NEEDLE WILDFIRES WHICH OCCURRED ON THE SAN JUAN  
NATIONAL FOREST ON JULY 16, 2010, BOTH THE RESULT OF SPARKS EMITTED  
BY DURANGO & SILVERTON NARROW GAUGE RAILROAD ENGINE NUMBER 461.

CLAIMS SPECIALIST: JOI LIN OLSEN 801-625-5886

**RECEIVED**  
**MAY 31 2012**  
**CLAIMS MANAGEMENT**



**US FOREST SERVICE  
BILL FOR COLLECTION**



BILL DATE: 07/19/11

PAGE: 01

ENCLOSE A COPY OF THIS BILL WITH YOUR CHECK OR MONEY ORDER.  
DO NOT SEND CASH. PLEASE INCLUDE BILL NO. AND PAYER CODE  
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MAKE CHECK PAYABLE TO:  
US FOREST SERVICE

MAIL PAYMENT TO:  
US FOREST SERVICE  
C/O CITIBANK  
P.O. BOX 301550  
LOS ANGELES, CA 90030-1550

TO:  
  
DURANGO & SILVERTON  
NARROW GAUGE RAILROAD  
479 MAIN AVENUE  
DURANGO CO 81301-5494

PAYER INDICATE  
AMOUNT ENCLOSED:  
NET AMOUNT DUE: \$ 72,130.88  
DUE DATE: 08/18/11  
BILL NUMBER: AB CLMS1000093  
PAYER CODE: FS NO TIN  
DESCRIPTION: NEEDLE FIRE

AGREEMENT NO: CONTRACT NO: JLOLSEN

REMARKS:  
RE: PAYER CODE: FS NO TIN BILL NO: AB CLMS1000093  
  
NOTE:  
PLEASE SEND ALL CORRESPONDENCE, INQUIRIES, AND CHANGE OF ADDRESS  
TO:  
  
US FOREST SERVICE, ABQ SRV CTR  
101B SUN AVE NE - CLAIMS  
ALBUQUERQUE, NM 87109  
877-372-7248 BUDGET & FINANCE

PRINCIPAL:	\$ 72,130.88
INTEREST:	
ADMINISTRATIVE COSTS:	
PENALTY:	
AMOUNT DUE:	\$ 72,130.88
AMOUNT CREDITED:	
NET AMOUNT DUE:	\$ 72,130.88

FAILURE TO MAKE PAYMENT BY THE DUE DATE WILL RESULT IN THE  
ASSESSMENT OF LATE PAYMENT CHARGES (INTEREST, ADMINISTRATIVE COST,  
AND/OR PENALTY CHARGES) IN ACCORDANCE WITH YOUR CONTRACT, PERMIT,  
OR THE DEBT COLLECTION ACT OF 1982, AS AMENDED. POSTMARKS ARE NOT  
HONORED. LATE FEES DO NOT APPLY FOR BILLINGS IN ADVANCE OF RECEIPT  
OF GOODS OR SERVICES

LINE: 001 ORG: 0213 JOB: P2FLN010 DIRECT COSTS INCURRED BY THE FOREST SERVICE FOR SUPPRESSION OF THE  
NEEDLE AND LITTLE NEEDLE WILDFIRES WHICH OCCURRED ON THE SAN JUAN  
NATIONAL FOREST ON JULY 16, 2010, BOTH THE RESULT OF SPARKS EMITTED  
BY DURANGO & SILVERTON NARROW GAUGE RAILROAD ENGINE NUMBER 461.  
  
CLAIMS SPECIALIST: JOI LIN OLSEN 801-625-5886

LINE	ORG	JOB	AMOUNT	LINE	ORG	JOB	AMOUNT	LINE	ORG	JOB	AMOUNT
001	0213	P2FLN010	\$ 71,371.67	002	0213	P2FLV210	\$ 759.21				

## PROMISSORY NOTE

I, Jeff Jackson, Senior Vice President of DURANGO & SILVERTON NARROW GAUGE RAILROAD and acting on behalf of DURANGO & SILVERTON NARROW GAUGE RAILROAD (hereafter referred to as debtor), affirm and acknowledge that DURANGO & SILVERTON NARROW GAUGE RAILROAD is indebted to the United States Department of Agriculture (USDA), Forest Service, in the principal sum of \$47,396.10, arising from the July 16, 2010, Needle Fire wildfire on the San Juan National Forest. I acknowledge that the above stated amount represents a true and correct sum DURANGO & SILVERTON NARROW GAUGE RAILROAD owes the USDA, Forest Service. Neither I nor DURANGO & SILVERTON NARROW GAUGE RAILROAD assert any counterclaims or offset whatsoever respecting this debt.

**PROMISE to PAY:** I, on behalf of DURANGO & SILVERTON NARROW GAUGE RAILROAD, promise to pay to the order of the USDA, Forest Service, the sum of \$47,396.10 in two annual installments of not less than \$23,698.05 each.

**PAYMENT SCHEDULE:** Beginning July 31, 2012, payments are due on the 31st day of July until such obligation is fully paid. Payments shall be mailed to:

USDA Forest Service  
c/o Citibank  
P.O. Box 894183  
Los Angeles, CA 90189-4183

To properly credit the DURANGO & SILVERTON NARROW GAUGE RAILROAD account, I will enclose a copy of the Bill for Collection with each payment.

**DEFAULT:** If any such installment payment remains unpaid for a period of 10 days, the entire amount of this obligation, with all previously waived interest, penalty, and administrative costs, less payments actually made, shall thereupon become immediately due and payable at the option of the USDA, Forest Service, without demand or notice, said demand and notice being hereby expressly waived.

Should DURANGO & SILVERTON NARROW GAUGE RAILROAD fail to make a payment in accordance with this agreement, the USDA, Forest Service will refer the unpaid obligation, to include any and all previously waived fees and interest, to the Department of the Treasury (Treasury) for Cross Servicing. The Debt Collection Improvement Act of 1996, as amended, authorizes Treasury to:

- Disclose the debt to a consumer reporting agency and DURANGO & SILVERTON NARROW GAUGE RAILROAD will be responsible for this past due debt;
- Refer the debt to a private collection agency for further collection action;

- Collect by administrative offset, including tax refunds;
- Refer the debt to the Department of Justice for civil litigation; and/or
- Report the debt, if discharged, to IRS as potential taxable income.

Interest, penalty, and administrative costs, including costs of this referral, will continue to be added to this debt.

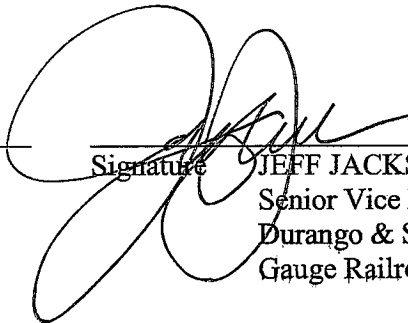
Treasury will enter this debt into their Treasury Offset Program (TOP), and will reduce or withhold any eligible Federal payments due you by the amount of the debt. This process, known as "offset," is authorized by the Debt Collection Act of 1982, as amended by the Debt Collection Improvement Act of 1996. Treasury is not required to further notify me before payment is offset. Federal payments eligible for administrative offset include:

- Income tax refunds;
- Federal salary pay, including military pay;
- Federal retirement, including military retirement pay;
- Contractor/vendor payments;
- Certain Federal benefit payments, such as Social Security, Railroad Retirement (other than tier 2), and Black Lung (part B) benefits; and
- Other Federal payments, including certain loans that are not exempt from administrative offset.

Date

4/11/12

Signature



JEFF JACKSON  
Senior Vice President  
Durango & Silverton Narrow  
Gauge Railroad