



ASSOCIATION OF
AMERICAN RAILROADS

236124

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May 30, 2014

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Public Record

The Honorable Cynthia T. Brown
Chief, Section of Administration
Office of Proceedings
Surface Transportation Board
395 E Street, SW.
Washington, DC 20423-0001

Re: Ex Parte No. 682 (Sub-No. 5), Annual Submission of State Tax Information for Use in the Revenue Shortfall Allocation Method (2013)

Dear Ms. Brown:

This submission by the Association of American Railroads (AAR) is the AAR's calculation of the 2013 weighted average state tax rate for each Class I railroad, filed in pursuant to 49 C.F.R. § 1135.2, as adopted by the Board in Ex Parte No. 682, *Annual Submission of State Tax Information for Use in the Revenue Shortfall Allocation Method*, served February 26, 2010. The methodology used to calculate each weighted average state tax rate is the same as what was used in the AAR's prior year calculation.

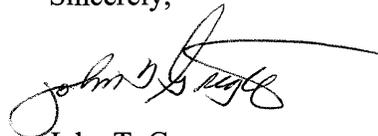
Weighted Average State Tax Rates

<u>Railroad</u>	<u>2013</u>	<u>2012</u>	<u>Percentage Point Change</u>
BNSF Railway Company	5.510%	5.567%	-0.057%
CSX Transportation, Inc.	5.486%	5.588%	-0.102%
Grand Trunk Corporation	8.066%	8.078%	-0.012%
The Kansas City Southern Rwy	5.762%	5.877%	-0.115%
Norfolk Southern Combined	5.821%	5.891%	-0.070%
Soo Line Corporation	7.289%	7.351%	-0.062%
Union Pacific Railroad Company	5.929%	5.970%	-0.041%

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All calculations are included in the AAR's submission. Workpapers consist of copies of Schedules 702 and 210 from the railroads' Annual Report Form R-1. Railroads have reviewed the calculations. A copy of the workpapers underlying this submission are included in the AAR's filing. Questions should be directed to me or Clyde Crimmel (202 639-2309) of this office.

Sincerely,



John T. Gray

Attachments

**Before the
Surface Transportation Board**

Ex Parte No. 682

**Annual Submission of Tax Information for Use
in the Revenue Shortfall Allocation Method**

**2013
Weighted Average State Tax Rates**

**Policy and Economics Department
Association of American Railroads**

May 30, 2014

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Introduction

On February 26, 2010, the Surface Transportation Board served a decision in STB Ex Parte No. 682, *Annual Submission of Tax Information for Use in the Revenue Shortfall Allocation Method*, that amends 49 CFR Part 1135 to add a rule that requires the Association of American Railroads (AAR) to annually update each Class I railroad's weighted average state tax rate for use in the Revenue Shortfall Allocation Method (RSAM). The calculation must be submitted by May 30 of each year.

The methodology used by the AAR to calculate the weighted average state tax rates is the same as was used in all calculations since the calculation for 2008. The AAR's 2008 weighted average state tax rate calculations were adopted by the Surface Transportation Board in its Ex Parte No. 646 (Sub-No. 2), Simplified Standards for Rail Rate Cases – Taxes in Revenue Shortfall Allocation Method (served January 22, 2010). The AAR's calculation submitted herein is for 2013.

Sources

There are two major sources for these calculations. The first major source is Annual Report Form R-1, which is submitted by each Class I railroad to the Board. The STB instructed the AAR to weight state tax rates using miles operated in each state for each railroad. As the STB noted, mileage operated in each state can be found in column (g) of Schedule 702 (Miles of Road at Close of Year - By States and Territories) of each R-1. Additional information from the R-1's Schedule 210 (Results of Operations) has been used to calculate tax rates for Texas.

The second major source is a web site table with state corporate tax information published by the Tax Foundation, a nonpartisan research and education group based in Washington, DC. The Class I railroads provided additional information regarding tax rates, either to confirm the Tax Foundation rates or to document exceptions that apply to railroads operating in specific states. The AAR also retrieves state tax forms to check against the Tax Foundation.

Notes

Indiana, North Dakota, and West Virginia had lower income tax rates. No states had higher tax rates. The tax rate on revenue used by Texas has also been lowered. The two railroads with the biggest decreases in their weighted average tax rate were KCS and CSX. The lower rate in Texas caused the decrease for KCS, while the lower tax rates in Indiana and West Virginia caused the decrease for CSX. Grand Trunk and Soo Line have higher average tax rates than the other railroads because 35 to 45 percent of their US mileage is in Minnesota, Iowa, and Illinois – states with income tax rates among the highest in the nation.

State Miles Operated for 2013

State	BNSF	CNGT	CSX	KCS	NS	SOO	UP	Total	
Alabama	300	26	1,011	44	1,304	0	0	2,685	AL
Arizona	595	0	0	0	0	0	640	1,235	AZ
Arkansas	1,052	0	0	163	0	0	1,327	2,542	AR
California	2,114	0	0	0	0	0	3,267	5,381	CA
Colorado	1,401	0	0	0	0	0	1,512	2,913	CO
Connecticut	0	0	68	0	0	0	0	68	CT
Delaware	0	0	44	0	203	0	0	247	DE
Dist. of Columbia	0	0	20	0	13	0	0	33	DC
Florida	0	0	1,649	0	149	0	0	1,798	FL
Georgia	0	0	1,614	0	1,721	0	0	3,335	GA
Idaho	118	0	0	0	0	0	848	966	ID
Illinois	1,552	1,266	895	182	1,256	393	2,198	7,742	IL
Indiana	0	103	1,441	0	1,449	154	4	3,151	IN
Iowa	700	574	0	0	43	656	1,386	3,359	IA
Kansas	1,709	0	0	18	2	0	2,205	3,934	KS
Kentucky	99	98	1,685	0	429	0	12	2,323	KY
Louisiana	348	239	43	742	76	0	1,151	2,599	LA
Maine	0	0	0	0	0	0	0	0	ME
Maryland	0	0	548	0	269	0	0	817	MD
Massachusetts	0	0	395	0	0	0	0	395	MA
Michigan	0	928	558	0	489	80	0	2,055	MI
Minnesota	1,671	380	0	0	0	1,715	646	4,412	MN
Mississippi	179	752	94	617	211	0	0	1,853	MS
Missouri	1,711	0	13	396	409	144	1,484	4,157	MO
Montana	2,112	0	0	0	0	0	125	2,237	MT
Nebraska	1,649	0	0	0	0	41	1,067	2,757	NE
Nevada	805	0	0	0	0	0	1,193	1,998	NV
New Hampshire	0	0	0	0	0	0	0	0	NH
New Jersey	0	0	647	0	933	68	0	1,648	NJ
New Mexico	1,357	0	0	0	0	0	618	1,975	NM
New York	0	0	1,285	0	751	555	0	2,591	NY
North Carolina	0	0	1,125	0	1,285	0	0	2,410	NC
North Dakota	1,716	0	0	0	0	513	0	2,229	ND
Ohio	0	4	1,881	0	2,201	30	0	4,116	OH
Oklahoma	1,409	0	0	151	0	0	1,173	2,733	OK
Oregon	386	0	0	0	0	0	1,073	1,459	OR
Pennsylvania	0	156	1,041	0	2,278	452	0	3,927	PA
Rhode Island	0	0	0	0	0	0	0	0	RI
South Carolina	0	0	1,307	0	762	0	0	2,069	SC
South Dakota	925	0	0	0	0	724	0	1,649	SD
Tennessee	144	160	1,002	5	844	0	14	2,169	TN
Texas	5,121	0	0	927	0	0	6,314	12,362	TX
Utah	433	0	0	0	0	0	1,248	1,681	UT
Vermont	0	0	0	0	0	0	0	0	VT
Virginia	0	0	1,055	0	2,076	0	0	3,131	VA
Washington	1,635	0	0	0	0	0	532	2,167	WA
West Virginia	0	0	1,313	0	806	0	0	2,119	WV
Wisconsin	273	1,426	0	0	0	621	927	3,247	WI
Wyoming	970	0	0	0	0	7	874	1,851	WY
Total U.S.	32,484	6,112	20,734	3,245	19,959	6,153	31,838	120,525	
Canada	111	0	80	0	2	0	0	193	
Grand Total	32,595	6,112	20,814	3,245	19,961	6,153	31,838	120,718	

Note: There is no Class I railroad mileage in Alaska, Hawaii, Maine, New Hampshire, Rhode Island, or Vermont. Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

State Tax Rates Used for 2013

State	Inc. Tax Rate	Comments
Alabama	6.500%	
Arizona	6.968%	
Arkansas	6.500%	
California	8.840%	
Colorado	4.630%	
Connecticut	0.000%	Sole railroad reports in operating expense, so tax rate changed to 0.
Delaware	8.700%	
Dist. of Columbia	9.975%	
Florida	5.500%	
Georgia	6.000%	
Idaho	7.400%	
Illinois	9.500%	7.0% income tax +2.5% "replacement tax"
Indiana	7.750%	*** Lower for 2013. 8.0% for first half of year, changed to 7.5% for second half of year
Iowa	12.000%	
Kansas	7.000%	4% plus 3.0% surtax
Kentucky	6.000%	
Louisiana	8.000%	
Maine	*	No Class I mileage
Maryland	8.250%	
Massachusetts	6.500%	Railroads use a Utility tax rate instead of corporate rate.
Michigan	6.000%	
Minnesota	9.800%	
Mississippi	5.000%	
Missouri	6.250%	
Montana	6.750%	7.0% if Water's Edge election (no Class I railroads have elected this)
Nebraska	7.810%	
Nevada	0.000%	None.
New Hampshire	*	No Class I mileage
New Jersey	0.000%	Reported in operating expense, rate changed to zero.
New Mexico	7.600%	
New York	0.000%	Reported in operating expense, rate changed to zero.
North Carolina	6.900%	
North Dakota	4.530%	***Lower for 2013. Water's Edge Election add 3.5% pt.
Ohio	0.000%	Income tax fully phased out and replaced with a franchise fee.
Oklahoma	6.000%	
Oregon	7.600%	
Pennsylvania	9.990%	
Rhode Island	*	No Class I mileage
South Carolina	5.000%	
South Dakota	0.000%	None.
Tennessee	6.500%	
Texas	*	***Calculated using 70% of Operating Revenue taxed at 0.975% (a lower rate than 2012)
Utah	5.000%	
Vermont	*	No Class I mileage
Virginia	6.000%	
Washington	0.000%	None.
West Virginia	7.000%	***Lower for 2013
Wisconsin	7.900%	
Wyoming	0.000%	None.

Notes:

There is no Class I railroad mileage in Alaska, Hawaii, or states marked with an "*" (except TX), rates are not collected here. Tax rates are from the web site of the Tax Foundation, Washington, DC, and have been verified with state tax forms. Adjustments to the Tax Foundation's list of rates have been made by the AAR when necessary. See Appendix B. "****" in comments notes that tax rate is changed from prior year.

Results of Calculations for 2013

Average State Corporate Income Tax Rate

Railroad	2013	2012	Difference
BNSF	5.510 %	5.567 %	-0.057 % Pts.
CSX	5.486	5.588	-0.102
CNGT	8.066	8.078	-0.012
KCS	5.762	5.877	-0.115
NS	5.821	5.891	-0.070
SOO	7.289	7.351	-0.062
UP	5.929	5.970	-0.041

**State Corporate Income Tax Rates
as of January 1, 2013**

State	Rates		Brackets (a)
Ala.	6.5%	>	\$0
Alaska	1.0%	>	\$0
	2.0%	>	\$10,000
	3.0%	>	\$20,000
	4.0%	>	\$30,000
	5.0%	>	\$40,000
	6.0%	>	\$50,000
	7.0%	>	\$60,000
	8.0%	>	\$70,000
	9.0%	>	\$80,000
	9.4%	>	\$90,000
Ariz. (a)	6.968%	>	\$0
Ark.	1.0%	>	\$0
	2.0%	>	\$3,000
	3.0%	>	\$6,000
	5.0%	>	\$11,000
	6.0%	>	\$25,000
	6.5%	>	\$100,000
Calif.	8.84%	>	\$0
Colo.	4.63%	>	\$0
Conn. (b)	9.0%	>	\$0
Del. (c)	8.7%	>	\$0
Fla.	5.5%	>	\$0
Ga.	6.0%	>	\$0
Hawaii	4.4%	>	\$0
	5.4%	>	\$25,000
	6.4%	>	\$100,000
Idaho	7.4%	>	\$0
Ill. (d)	9.5%	>	\$0
Ind. (e)	8.0%	>	\$0
Iowa	6.0%	>	\$0
	8.0%	>	\$25,000
	10.0%	>	\$100,000
	12.0%	>	\$250,000
Kans.	4.0%	>	\$0
	7.0%	>	\$50,000
Ky.	4.0%	>	\$0
	5.0%	>	\$50,000
	6.0%	>	\$100,000
La.	4.0%	>	\$0
	5.0%	>	\$25,000
	6.0%	>	\$50,000
	7.0%	>	\$100,000
	8.0%	>	\$200,000
Maine	3.5%	>	\$0

**State Corporate Income Tax Rates
as of January 1, 2013**

State	Rates		Brackets (a)
	7.93%	>	\$25,000
	8.33%	>	\$75,000
	8.93%	>	\$250,000
Md.	8.25%	>	\$0
Mass.	8.0%	>	\$0
Mich.	6.0%	>	\$0
Minn.	9.8%	>	\$0
Miss.	3.0%	>	\$0
	4.0%	>	\$5,000
	5.0%	>	\$10,000
Mo.	6.25%	>	\$0
Mont.	6.75%	>	\$0
Nebr.	5.58%	>	\$0
	7.81%	>	\$100,000
Nev.			None
N.H.	8.5%	>	\$0
N.J. (f)	9.0%	>	\$100,000
N.M.	4.8%	>	\$0
	6.4%	>	\$500,000
	7.6%	>	\$1,000,000
N.Y.	7.1%	>	\$0
N.C.	6.9%	>	\$0
N.D.	1.68%	>	\$0
	4.23%	>	\$25,000
	5.15%	>	\$50,000
Ohio (c)			
Okla.	6.0%	>	\$0
Ore.	6.6%	>	\$0
	7.6%	>	\$10,000,000
Pa.	9.99%	>	\$0
R.I.	9.0%	>	\$0
S.C.	5.0%	>	\$0
S.D.			None
Tenn.	6.5%	>	\$0
Tex. (c)			
Utah	5.0%	>	\$0
Vt.	6.0%	>	\$0
	7.0%	>	\$10,000
	8.5%	>	\$25,000
Va. (c)	6.0%	>	\$0
Wash. (c)			
W. Va (g)	7.0%	>	\$0
Wis. (e)	7.9%	>	\$0
Wyo.			None
D.C.	9.975%	>	\$0

State Corporate Income Tax Rates as of January 1, 2013

State	Rates	Brackets (a)
	(a) Arizona's rate is scheduled to decrease to 6.5% in 2014.	
	b) Rate includes a 20% surtax, which effectively increases the rate from 7.5% to 9%. Surtax is required by businesses with at least \$100 million annual gross income.	
	(c) Ohio, Texas, and Washington do not have a corporate income tax but do have a gross receipts tax with rates not strictly comparable to corporate income tax rates. See Table 21 for more information. Delaware and Virginia have a gross receipts tax in addition to the corporate income tax.	
	(d) Illinois's rate includes two separate corporate income taxes, one at a 7% rate and one at a 2.5% rate.	
	(e) The tax rate in Indiana will decrease to 7.5% on July 1, 2013.	
	(f) Corporations with entire net income greater than \$100,000 pay 9% on all taxable income, companies with entire net income greater than \$50,000 and less than or equal to \$100,000 pay 7.5% on all taxable income, and companies with entire net income less than or equal to \$50,000 pay 6.5% on all taxable income.	
	(g) West Virginia's rate is scheduled to decrease in 2014 subject to a reserve requirement.	

Note: In addition to regular income taxes, many states impose other taxes on corporations such as gross receipts taxes and franchise taxes. Some states also impose an alternative minimum tax. Some states impose special rates on financial institutions.

Source: State tax statutes, forms, and instructions; Tax Foundation.

List of Adjustments to Tax Foundation Rates

State corporate income tax rates used for the Class I Railroads differ from the Tax Foundation for the following states. Appendix D contains information provided by the states.

	State Tax Rate		Comment
	Foundation	Railroad	
Connecticut	9.000%	none	Note 1 - Franchise Fee
Indiana	8.000%	7.750%	Note 2 - Mid-year Change
Massachusetts	8.000%	6.500%	Note 3 - Different Tax Rate for Railroads
New Jersey	9.000%	none	Note 1 - Franchise Fee
New York	7.100%	none	Note 1 - Franchise Fee
North Dakota	5.150%	4.530%	Note 4 - Foundation's Rate Out of Date.
"	5.150%	8.030%	Note 5 - Water's Edge Surcharge
Texas	blank	Varies	Note 6 - Texas

Note 1 - Franchise Fees

Some state taxes, for example franchise taxes, are not reported as income taxes by the railroads per requirements of Generally Accepted Accounting Practices (GAAP). Instead, those taxes are treated as franchise fees or similar items, and are reported as operating expenses in Schedule 410, Line 615, of Annual Report Form R-1. In those cases, state income tax rates reported by the Tax Foundation have been changed to zero. The states where this occurs are Connecticut, New Jersey, and New York. The same three states were changed to zero for 2008 through 2012.

Note 2 - Mid-year Change

The Tax Foundation shows an 8.0 percent tax rate which is correct. However, the rate was changed to 7.5 effective July 1 (Foundation correctly footnotes this.) Railroad rate is 8.0 for first half of year, and 7.5 for the second half -- or 7.75 percent for year.

Note 3 - Different Tax Rate for Railroads

In Massachusetts, railroads pay a "Utility Franchise Tax" instead of the regular income tax for corporations. This amount is reported as an income tax in Annual Report Form R-1. This change has been made since the calculation for 2008.

Note 4 - Foundation's Rate Out of Date

The Tax Foundation uses the 2012 rate instead of the rate for 2013.

Note 5 - Water's Edge Surcharge

For North Dakota, some companies may be required to file their tax return using a worldwide unitary combined report method. Those companies may elect to use the "Water's Edge" method. If this is the case, a 3.5 percent surtax is applied. Soo Line Corporation uses this method, and its North Dakota tax rate has been adjusted to 8.03 percent (4.53 state tax rate + 3.5 surtax).

Note 6 - Texas (see also Appendix F)

For Texas, railroads were taxed using a 0.975 percent tax rate (a decrease from 2012's 1.0 percent) on 70 percent of gross receipts, and the taxes are reported as income taxes. A carrier-specific tax rate for each Class I railroad has been calculated in Appendix F using the same procedure used since 2008. A key assumption in the calculation is that the ratio of Operating Revenue to Net Income Before Taxes is the same in all states where a carrier operates, which eliminates the need to make any revenue or cost allocations because the resulting tax rate (using the constant ratio) is the same using all revenue or a portion.

List of Tax Rates that Differ from 2012

Listed herein are tax rates, as found on page 3 of this year's report, that differ from the prior year (2012). Refer to Appendix D for tax information from the appropriate state.

	State Tax Rate		Comment
	2013	2012	
Indiana	7.750%	8.250%	Rate lowered effective July 2013.
North Dakota	5.150%	4.530%	Lower rate for 2013
West Virginia	7.000%	7.750%	Lower rate for 2013
Texas	See note in Appendix B		Varies each year by railroad

Additional Tax Rate Information from States

State	Item	Number of Pages
Indiana	Page from corporate income tax booklet	1
Massachusetts	Pages from instructions and P.S. return	2
North Dakota	Page from web site	1
Texas	Page from instructions	1
West Virginia	Page from income tax return	1

- Purchased for resale;
- Made into property being resold;
- Directly used in the manufacturing of tangible personal property to be sold; or
- Exempt by law.

How Do I Register?

A single application (Form BT-1) is used to register with the department for the following:

- Alcohol and tobacco tax;
- Sales tax;
- Withholding tax;
- Food and beverage tax;
- County innkeeper's tax;
- Motor vehicle rental excise tax; and
- Prepaid sales tax on gasoline.

A separate application is required for each business location.

Internet: If you need to register your business with the department, you can do so online using the department's Online BT-1 application at <https://secure.in.gov/apps/dor/bt1/>.

INtax: Legislation now requires the filing and remitting of withholding and sales tax electronically.

One way businesses can file and remit their sales and withholding taxes is through INtax, Indiana's free online tool that enables businesses to manage business tax obligations for Indiana retail sales, withholding, out-of-state sales, prepaid sales, metered pump sales, tire fees, fuel taxes, wireless prepaid fees, and type II gaming taxes. The tax forms currently supported in INtax include the following:

- ST-103;
- ST-103P;
- ST-103MP;
- WH-1;
- WH-3;
- TF-103;
- SF-401;
- SF-900;
- MF-360;
- WPC-103; and
- TTG-103.

In INtax, businesses can make payments with either ACH Debit or credit card. ACH Debit is an EFT method of payment. Alternatively, businesses can have a software vendor or tax professional manage their tax obligations. This still meets the electronic mandate requirement because the software vendor or tax professional will file and pay electronically. Another option for sales taxes is using Streamlined Sales Tax. For more information, visit www.in.gov/dor/3341.htm.

Registering Multiple Locations: You must complete a separate BT-1 for each location you need to register. If you want to

consolidate tax filings for all or some of your locations, complete Form BT-1C (Authorization for Consolidated Sales Tax Filing Number). This form is included in the BT-1 Packet.

Business Entities (in General)

Which Indiana Income Tax Form(s) to File?

The type of form you file varies depending on how your corporation is organized and the type of income it earns. An organization filing a federal return and doing business in Indiana must also file the comparable Indiana return. The name of the corporation (which must include the word *Corporation*, *Company*, *Incorporated*, *Limited*, or an abbreviation thereof) must be included on all returns. When filing your Indiana corporate forms, use your federal employer identification number (EIN) to identify your return. The IRS assigns this number to business entities at www.irs.gov/businesses/small/article/0,,id=98350,00.html.

For Indiana tax purposes, a corporation's tax filing includes other less formal organizations and unincorporated entities, such as general partnerships and nonprofit associations. To determine which return to file, use the following list. File the specified state form(s) to report the income, gains, losses, deductions, and credits. Also use it to figure your entity's corporate income tax liability.

The state returns are due 30 days after the due date for the filing of the federal return. Unless otherwise specified, the state tax returns are due on the 15th day of the fourth month following the close of the corporation's taxable year.

A corporation or an entity doing business in Indiana is subject to the *corporate* adjusted gross income tax (AGIT). The corporate AGIT tax rate is 8 percent. (**Note:** Beginning on July 1, 2012, the corporate tax rate decreased by 0.5% and will continue to do so each year, until July 1, 2015, when it will be 6.5%.) Certain entities are exempt from the tax (see IC 6-3-2-2.8 and 6-3-2-3.1). A brief explanation of the tax treatment for each type follows.

Types of Corporate Entities and Returns to File

For-Profit Corporations (Domestic and Foreign)

A corporation can be formed for profit or nonprofit purposes. Forming a corporation creates a specific legal entity. An organization incorporated in this state (a domestic corporation) must have on file *Articles of Incorporation 4159* with the Corporations Division of the Secretary of State.

An organization incorporated in another state or with a foreign government must have on file an *Application for Certificate of Authority 38784* with the Indiana Secretary of State. This allows a foreign (outside Indiana) corporation to do business in Indiana.

2013 Form P.S.1 Instructions

Who Must File a Public Service Corporation Franchise Tax Return?

All utility corporations subject to Massachusetts General Laws (MGL) Ch. 63, sec. 52A (not including wireless companies), and which do any or all of their business in Massachusetts and which are not part of combined group required to file Form 355U must complete and file Massachusetts Form P.S.1. Utility corporations are as follows:

- Every incorporated electric company and gas company subject to MGL Ch. 164;
- Every incorporated water company and aqueduct company subject to MGL Ch. 165;
- Every incorporated telephone and telegraph company subject to MGL Ch. 166;
- Every incorporated railroad and railway company subject to MGL Ch. 160 and every corporation qualified under said MGL Ch. 160, sec. 131A to acquire, own and operate terminal facilities from steam, electric or other types of railroad;
- Every incorporated street railway subject to MGL Ch. 161;
- Every incorporated electric railroad subject to MGL Ch. 162;
- Every incorporated trackless trolley company subject to MGL Ch. 163;
- Every domestic or foreign pipeline corporation engaged in the transportation or sale of natural gas within the Commonwealth; or
- Every foreign corporation which is not subject to the above chapters, but which does an electric, gas, water, aqueduct, telephone, telegraph, railroad, railway, electric railroad, trackless trolley or bus business within the Commonwealth and has, prior to January 1, 1952, been subject to taxation under MGL Ch. 63, secs. 53–60.

When Must Form P.S.1 Be Filed?

Form P.S.1 must be filed on or before the 15th day of the 3rd month after the close of the utility corporation's taxable year. A late return incurs a penalty of 1% per month (or fraction thereof), up to a maximum of 25% of the tax due. The penalty for late payment of the tax is 1% per month (or fraction thereof) of the balance due, up to a maximum of 25%.

Can a Corporation Get an Extension of Time to File?

Yes. Utility corporations may request a six-month extension of time to file Form P.S.1 by submitting Massachusetts Form 355-7004 Misc. on or before the original due date of the return. At or before the time of filing Form 355-7004 Misc., the utility corporation must pay in full the estimated tax due. Failure to pay at least 50% of the total tax due as shown on your return will result in the voiding of the extension and the imposition of a late filing penalty.

What Is a Valid Return?

A valid return is a return upon which all required amounts have been entered in all appropriate lines on all forms. Data sheets, account forms or other schedules may be enclosed to explain amounts entered on the forms. However, referencing items to enclosures in lieu of properly entering all amounts onto the return is not sufficient.

A properly filed return must also include exact and complete copies of all four pages of the corporation's U.S. Form 1120. Copies of all accompanying schedules and supplemental statements must be enclosed.

Reproduction of returns must be approved by the DOR prior to filing and meet the criteria provided in Technical Information Release 95-8. Please address form approvals to The Banking and Insurance Unit, PO Box 7052, Boston, MA 02204.

Failure to meet any of the requirements detailed in this section may result in a penalty for filing an insufficient return. Such penalties may be assessed at double the amount of the tax due.

When Must a Corporation Pay Estimated Taxes?

Any utility corporation which reasonably estimates its franchise tax to be more than \$1,000 must pay estimated taxes. Payments must be made in quarterly installments of 40%, 25%, 25% and 10% of the estimated annual tax liability.

Note: New corporations in their first full taxable year with less than 10 employees have different estimated payment percentages — 30%, 25%, 25% and 20% respectively.

Public Utility companies that underpay, or fail to pay, their estimated taxes may incur an additional penalty on the amount of the underpayment for the period of the underpayment. Form M-2220, Underpayment of Massachusetts Estimated Tax by Corporations, is used to compute the additional charge.

Any corporation having \$1 million or more of federal taxable income in any of its three preceding taxable years (as defined in section 6655 (g) of the IRC) may only use its prior year's tax liability to calculate its first quarterly estimated tax payment. Any reduction in the first installment payment that results from using this method must be added to the second installment payment.

How Is the Corporation Franchise Tax Determined?

The tax for utility corporations is 6½% of net income. For tax purposes, net income is gross income from all sources, without exclusion, other than dividends from investment in 80% or more of the voting stock of another utility corporation, less deductions allowed by the Internal Revenue Code in effect for the taxable year. Deductions are not allowed for dividends received, losses sustained in other taxable years, and income, franchise and capital stock taxes. Any credits allowed under the Internal Revenue Code for the taxable year are not allowed in Massachusetts.

Are Combined Returns Allowed?

Public service corporations that are members of combined groups engaged in a unitary business are required to file combined returns under M.G.L. c. 63, s. 32B. See 830 CMR 63.32B.2 for additional information. A Public service corporation that is a member of such a combined group files Form 355U instead of Form P.S. 1. Public service corporations that are not members of such a group are not allowed to participate in the filing of combined returns.

What if the Taxpayer Is a Fiscal or Short Year Filer?

File the 2013 return for calendar year 2013 and fiscal years that began in 2013 and ended in 2014. For a fiscal year return, fill in the tax year space at the top of page 1. Short year filers should file using the tax form for the calendar year within which the short year falls. If the short year spans more than one calendar year, the filer should file use the tax form for the calendar year in which the short year began. If the current form is not available at the time the short year filer must file, the filer should follow the rules explained in TIR 11-12.

Line Instructions

If your return is not for the calendar year, enter at the top of the form the dates of your taxable year. If the return covers less than a full fiscal year, the taxable year is the twelve month period ending with the close of the period covered by the return.

Should the Whole Dollar Method be Used?

Yes. All amounts entered on Form P.S.1 must be rounded off to the nearest dollar.



Form P.S.1 Public Service Corporation Franchise Tax Return

2013
Massachusetts
Department of
Revenue

For calendar year 2013 or taxable year beginning				2013 and ending	
Name of corporation			Federal Identification number		
Principal business address	City/Town	State	Zip	Date of organization	
Name of U.S. parent if filing a consolidated return				Federal Identification number	
Name of Treasurer/Assistant Treasurer/Responsible Corporate Officer				State of incorporation	

Type of business for which credit is being claimed (check only one):

- Gas and electric Railroad Power Gas transmission Street railway
 Telephone Water Aqueduct Telecommunications

Has the federal government changed your taxable income for any prior year which has not yet been reported to Massachusetts? Yes No
 If requesting alternative apportionment under MGL Ch. 63, sec. 42, check here and enclose Form AA-1 (see instructions).

Excise Tax Calculation

1	Net income as shown on U.S. Form 1120, line 28	▶ 1	
2	State and municipal bond interest not included in U.S. net income	▶ 2	
3	Foreign, state or local income, franchise, excise or capital stock taxes deducted from U.S. net income	▶ 3	
4	Portion of net capital loss carryover used to reduce capital gain from U.S. Schedule D	▶ 4	
5	Section 168(k) "bonus" depreciation adjustment. See instructions.	▶ 5	
6	Section 311 and 31J intangible and interest expense add back	▶ 6	
7	Federal production activity add back	▶ 7	
8	All other income not included in line 1 and other adjustments (enclose schedule)	▶ 8	
9	Income before deductions. Add lines 1 through 8	▶ 9	
10	Dividends received from other utility corporations 80% or more owned included in line 1 (from Schedule N)	▶ 10	
11	Abandoned building renovation deduction. Total cost ▶ \$ _____ × .10	▶ 11	
12	Exception to the add back of interest and/or intangible expenses (enclose schedule)	▶ 12	
13	Total deductions. Add lines 10 through 12	▶ 13	
14	Adjusted income. Subtract line 13 from line 9	▶ 14	
15	Income apportionment percentage (from Schedule O, line 5)	▶ 15	
16	Taxable income. Multiply line 14 by line 15	▶ 16	
17	Excise due on income. Multiply line 16 by .065	▶ 17	
18	Credit recapture (enclose Schedule H-2) and/or additional tax on installment sales. See instructions.	▶ 18	
19	Excise due before credits. Add lines 17 and 18	▶ 19	
20	Economic Opportunity Area Credit (enclose Schedule EOAC)	▶ 20	
21	Economic Development Incentive Program Credit. Certificate number ▶ _____	▶ 21	
22	Low-Income Housing Credit. Building Identification number ▶ _____	▶ 22	
23	Historic Rehabilitation Credit. Certificate number ▶ _____	▶ 23	
24	Film Incentive Credit. Certificate number ▶ _____	▶ 24	
25	Medical Device Credit. Certificate number ▶ _____	▶ 25	
26	Brownfields Credit. Certificate number ▶ _____	▶ 26	
27	Employer Wellness Program Credit. Certificate number ▶ _____	▶ 27	
28	Life Science Company Credit	▶ 28	
29	Total credits. Add lines 20 through 28	▶ 29	

Under penalties of perjury, I declare that to the best of my knowledge and belief, this return and enclosures are true, correct and complete.

Signature of appropriate corporate officer	Social Security number	Telephone number	Date
Signature of paid preparer	Employer Identification number	Address	Date

The Privacy Act Notice is available upon request. If you are signing as an authorized delegate of the appropriate corporate officer, check here and enclose Massachusetts Form M-2848, Power of Attorney. Mail to: Massachusetts Department of Revenue, PO Box 7052, Boston, MA 02204. Make check or money order payable to the Commonwealth of Massachusetts.



- » RSS YouTube f
- » Admin. and Research
- » Alcohol
- » Coal
- » **Corporation Income**
 - Electronic Filing <<
 - Electronic Payment <<
 - Forms <<
 - Publications <<
 - Calendar Info <<
- » Estate
- » Fiduciary
- » Financial Institutions
- » Fuels
- » Income Tax Withholding
- » Individual Income
- » Oil and Gas Severance
- » Property

Corporation Income

Every corporation engaged in business in North Dakota or having sources of income in North Dakota must file a North Dakota corporation income tax return. The return is due on the 15th day of the fourth month following the close of the tax year. Returns of tax-exempt organizations reporting unrelated business taxable income are due on the 15th day of the fifth month after the close of the tax year. Returns filed by cooperatives are due on the 15th day of the ninth month following the close of the tax year.

Tax rates: The current tax rates for corporations, which apply to tax years beginning on or after January 1, 2013, are shown below:

If taxable income is:			
Over	But not over	The tax is:	
\$ 0	\$ 25,000	1.48% of North Dakota taxable income	
25,000	50,000	\$ 370.00	Plus 3.73% of amount over \$ 25,000
50,000		1,302.50	Plus 4.53% of amount over 50,000

If a corporation elects to use the water's edge method to apportion its income, the corporation will be subject to an additional 3.5% surtax on its North Dakota taxable income.

Prior years' tax rates: For the tax rates that apply to corporations for tax years prior to 2013, see [Corporation Income Tax Rates](#) - (pdf)

Accessed 4/23/2014

- a trust qualified under Section 401(a), Internal Revenue Code;
- a trust exempt under Section 501(c)(9), Internal Revenue Code; or
- unincorporated political committees.

See Rule 3.581 for information on nontaxable entities.

Exempt Entities

Some entities may be exempt from the franchise tax. The exemptions vary depending upon the type of organization. Exemptions are not automatically granted to an entity. For more information on franchise tax exemptions, go to www.window.state.tx.us/taxinfo/taxpubs/tx96_1045.html.

Note: An entity that qualifies as a passive entity is not considered an exempt entity.

Passive Entities

Partnerships (general, limited and limited liability) and trusts (other than business trusts) may qualify as a passive entity and not owe any franchise tax for a reporting period if at least 90% of the entity's federal gross income (as reported on the entity's federal income tax return), for the period upon which the tax is based, is from the following sources:

- dividends, interest, foreign currency exchange gain, periodic and nonperiodic payments with respect to notional principal contracts, option premiums, cash settlements or termination payments with respect to a financial instrument, and income from a limited liability company;
- distributive shares of partnership income to the extent that those distributive shares of income are greater than zero;
- net capital gains from the sale of real property, net gains from the sale of commodities traded on a commodities exchange and net gains from the sale of securities; and
- royalties from mineral properties, bonuses from mineral properties, delay rental income from mineral properties and income from other nonoperating mineral interests including nonoperating working interests.

Passive income does not include rent or income received by a nonoperator from mineral properties under a joint operating agreement if the nonoperator is a member of an affiliated group and another member of that group is the operator under the same joint operating agreement.

A passive entity that is registered, or is required to be registered with the Secretary of State (SOS) or the Comptroller's office must file a No Tax Due Information Report (Form 05-163) annually to affirm that the entity qualifies as a passive entity. A passive entity is not required to file an Ownership Information Report (Form 05-167).

A passive entity cannot be included as an affiliate of a combined group.

A partnership or trust that qualifies as a passive entity for the period upon which the franchise tax report is based, and is not registered and is not required to be registered with the

SOS or Comptroller's office, will not be required to register with or file a franchise tax report with the Comptroller's office.

A passive entity that is not registered with the Comptroller's office and that no longer qualifies as a passive entity must file a Nexus Questionnaire (Form AP-114), a Business Questionnaire (Form AP-224) or a Trust Questionnaire (Form AP-231) to register with the Comptroller's office and begin filing franchise tax reports.

Disregarded Entities

An entity's treatment for federal income tax purposes does not determine its responsibility for Texas franchise tax. Therefore, partnerships, LLCs and other entities that are disregarded for federal income tax purposes, are considered separate legal entities for franchise tax reporting purposes. The separate entity is responsible for filing its own franchise tax report unless it is a member of a combined group. If the entity is a member of a combined group, the reporting entity for the group may elect to treat the entity as disregarded and will not unwind its operations from its "parent" entity. In this instance, it will be presumed that both the "parent" entity and the disregarded entity have nexus in Texas for apportionment purposes only. Whether or not the entity is disregarded for franchise tax, it must be listed separately on the affiliate schedule. Additionally, if the disregarded entity is organized in Texas or has physical presence in Texas, it will be required to file the appropriate information report (Form 05-102 or 05-167).

Margin

Unless a taxable entity qualifies and chooses to file using the EZ computation, the tax base is the taxable entity's margin and is computed in one of the following ways:

- Total Revenue times 70%
- Total Revenue minus Cost of Goods Sold (COGS)
- Total Revenue minus Compensation
- Total Revenue minus \$1 million

The election to use ~~COGS or compensation~~ is made by filing the franchise tax report using one method or the other. An amended report may be filed within the time allowed by Texas Tax Code Section 111.107 to change the method of computing margin.

Note: Not all entities will qualify to use COGS to compute margin. See instructions for Item 11. Cost of goods sold (COGS) on page 16 for more information.

Tax Rates

The franchise tax rates for reports originally due after Dec. 31, 2013 and before Jan. 1, 2015:

- 0.975% (0.00975) for most entities
- 0.4875% (0.004875) for qualifying wholesalers and retailers
- 0.575% (0.00575) for those entities with \$10 million or less in annualized total revenue using the EZ computation

Qualifying retailers and wholesalers are entities that are primarily engaged in retail and/or wholesale trade. Retail

NAME	FEIN
-------------	-------------

11. Total income subject to apportionment (from previous page).....	11	.00
12. WV Apportionment Factor (Form CNF-120APT, Sch. B Part 1, line 8; Part 2 or Part 3 Column 3) COMPLETED FORM MUST BE ATTACHED	12	•
13. West Virginia apportioned income (line 11 multiplied by line 12).....	13	.00
14. Nonbusiness income allocated to West Virginia (Form CNF-120APT Sch. A2, Line 12)...	14	.00
15. West Virginia adjusted taxable income – Multistate corporations add lines 13 and 14; wholly West Virginia corporations enter amount from line 9.....	15	.00
16. Net operating loss carryforward (Schedule NOL, column 6 total).....	16	.00
17. Subtotal (line 15 less line 16).....	17	.00
18. REIT Inclusion and other Taxable income.....	18	.00
19. WV Net Taxable Income (Add lines 17 and 18) <i>(Combined filers should enter amount from line 20 of Schedule UB-3)</i>	19	.00
20. Corporate Net Income Tax Rate.....	20	0.070
21. Corporate Net Income Tax (line 19 multiplied by line 20).....	21	.00
22. Corporate Net Income Tax Credits (Column 2, line 28, Form CNF-120TC).....	22	.00
23. Adjusted Corporate Net Income Tax (subtract line 22 from line 21).....	23	.00

COMBINED BUSINESS FRANCHISE TAX AND CORPORATE NET INCOME TAX

24. COMBINED FRANCHISE/INCOME TAX (Add lines 5 and 23; Do NOT subtract from line 5).....	24	.00
25. Prior year carryforward credit, estimated and tentative payments..	25	.00
26. Withholding from NRW-2, K-1, 1099 (Must match total on CNF-120W) <input type="checkbox"/> CHECK <i>HERE IF WITHHOLDING IS FROM NRSR (NONRESIDENT SALE OF REAL ESTATE)</i>	26	.00
27. Amount paid with original return (Amended Return Only).....	27	.00
28. Payments (add lines 25 through 27; must match total on Schedule C).....	28	.00
29. Overpayment previously refunded or credited (Amended return only).....	29	.00
30. TOTAL PAYMENTS (subtract line 29 from line 28).....	30	.00
31. If line 30 is larger than line 24 enter overpayment	31	.00
32. Amount of line 31 to be credited to next year's tax.....	32	.00
33. Amount of line 31 to be refunded (Subtract line 32 from line 31).....	33	.00
34. If line 30 is smaller than line 24, enter tax due here.....	34	.00
35. Interest for late payment (see instructions).....	35	.00
36. Additions to tax for late filing and/or late payment (see instructions).....	36	.00
37. Penalty for underpayment of estimated tax (line 10, Form CNF-120U; Attach schedule)	37	.00
38. TOTAL DUE with this return (add lines 34 through 37).....	38	.00

Direct Deposit of Refund
 CHECKING
 SAVINGS
 _____ ROUTING NUMBER
 _____ ACCOUNT NUMBER

Under penalties of perjury, I declare that I have examined this return, accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. I authorize the State Tax Department to discuss my return with my preparer. YES NO

Signature of Officer/Partner or Member	Print name of Officer/Partner or member	Title	Date	Business Telephone Number
Paid preparer's signature	Firm's name and address	Date	Preparer's Telephone Number	

MAIL TO:
 WEST VIRGINIA STATE TAX DEPARTMENT
 TAX ACCOUNT ADMINISTRATION DIVISION
 PO BOX 1202
 CHARLESTON, WV 25324-1202



**Summary of Additional Data Used in Calculations
from Annual Report Form R-1
(\$000)**

**Total Railway Operating Revenues
Schedule 210, Line 13, Column (b)**

Year	RR	Sched	Line	Column (b)
2013	BNSF	210	13	\$21,773,803
2013	CNGT	210	13	3,239,139
2013	CSX	210	13	11,705,640
2013	KCS	210	13	1,258,067
2013	NS	210	13	11,244,709
2013	SOO	210	13	1,716,789
2013	UP	210	13	21,935,122
<u>Total</u>				<u>\$72,873,269</u>

**Income (Loss) from continuing operations (before income taxes)
Schedule 210, Line 46, Col. (b)**

Year	RR	Sched	Line	Column (b)
2013	BNSF	210	46	\$6,514,506
2013	CNGT	210	46	816,010
2013	CSX	210	46	2,707,191
2013	KCS	210	46	259,936
2013	NS	210	46	3,098,031
2013	SOO	210	46	417,997
2013	UP	210	46	7,295,702
<u>Total</u>				<u>\$21,109,373</u>

BNSF Tax Rate Calculation for Texas for 2013

Corporate Activities Tax

Miles in Texas = 5121 (info only)

Operating Revenue	\$21,773,803	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$6,514,506	from R-1 Schedule 210 Line 46
Taxable Receipts	15,241,662	70% of Operating Revenue
Tax Rate	0.975%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	148,606	Tax Rate x Taxable Receipts
Effective Tax Rate	2.281%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

CNGT Tax Rate Calculation for Texas for 2013

Corporate Activities Tax

Miles in Texas = 0 (info only)

Operating Revenue	\$3,239,139	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$816,010	from R-1 Schedule 210 Line 46
Taxable Receipts	2,267,397	70% of Operating Revenue
Tax Rate	0.975%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	22,107	Tax Rate x Taxable Receipts
Effective Tax Rate	2.709%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

CSX Tax Rate Calculation for Texas for 2013

Corporate Activities Tax

Miles in Texas = 0 (info only)

Operating Revenue	\$11,705,640	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$2,707,191	from R-1 Schedule 210 Line 46
Taxable Receipts	8,193,948	70% of Operating Revenue
Tax Rate	0.975%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	79,891	Tax Rate x Taxable Receipts
Effective Tax Rate	2.951%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

KCS Tax Rate Calculation for Texas for 2013

Corporate Activities Tax			Miles in Texas = 927 (info only)
Operating Revenue	\$1,258,067	from R-1 Schedule 210 Line 13	
Net Inc. Bef. Tax	\$259,936	from R-1 Schedule 210 Line 46	
Taxable Receipts	880,647	70% of Operating Revenue	
Tax Rate	0.975%	Texas Margins Tax on 70% of Gross Receipts	
State Taxes	8,586	Tax Rate x Taxable Receipts	
Effective Tax Rate	3.303%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

NS Tax Rate Calculation for Texas for 2013

Corporate Activities Tax			Miles in Texas = 0 (info only)
Operating Revenue	\$11,244,709	from R-1 Schedule 210 Line 13	
Net Inc. Bef. Tax	\$3,098,031	from R-1 Schedule 210 Line 46	
Taxable Receipts	7,871,296	70% of Operating Revenue	
Tax Rate	0.975%	Texas Margins Tax on 70% of Gross Receipts	
State Taxes	76,745	Tax Rate x Taxable Receipts	
Effective Tax Rate	2.477%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

SOO Tax Rate Calculation for Texas for 2013

Corporate Activities Tax			Miles in Texas = 0 (info only)
Operating Revenue	\$1,716,789	from R-1 Schedule 210 Line 13	
Net Inc. Bef. Tax	\$417,997	from R-1 Schedule 210 Line 46	
Taxable Receipts	1,201,752	70% of Operating Revenue	
Tax Rate	0.975%	Texas Margins Tax on 70% of Gross Receipts	
State Taxes	11,717	Tax Rate x Taxable Receipts	
Effective Tax Rate	2.803%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

UP Tax Rate Calculation for Texas for 2013

Corporate Activities Tax

Miles in Texas = 6314 (info only)

Operating Revenue	\$21,935,122	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$7,295,702	from R-1 Schedule 210 Line 46
Taxable Receipts	15,354,585	70% of Operating Revenue
Tax Rate	0.975%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	149,707	Tax Rate x Taxable Receipts
Effective Tax Rate	2.052%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

BNSF Average State Tax Rate for 2013

State	Miles BNSF	Income		Pct Miles	Pct Miles x Tax Rate
		Tax Rate			
Alabama	300	6.500%		0.92353%	0.06003%
Arizona	595	6.968%		1.83167%	0.12763%
Arkansas	1,052	6.500%		3.23852%	0.21050%
California	2,114	8.840%		6.50782%	0.57529%
Colorado	1,401	4.630%		4.31289%	0.19969%
Connecticut	0	0.000%		0.00000%	0.00000%
Delaware	0	8.700%		0.00000%	0.00000%
Dist. of Columbia	0	9.975%		0.00000%	0.00000%
Florida	0	5.500%		0.00000%	0.00000%
Georgia	0	6.000%		0.00000%	0.00000%
Idaho	118	7.400%		0.36326%	0.02688%
Illinois	1,552	9.500%		4.77774%	0.45388%
Indiana	0	7.750%		0.00000%	0.00000%
Iowa	700	12.000%		2.15491%	0.25859%
Kansas	1,709	7.000%		5.26105%	0.36827%
Kentucky	99	6.000%		0.30477%	0.01829%
Louisiana	348	8.000%		1.07130%	0.08570%
Maine	0	0.000% *		0.00000%	0.00000%
Maryland	0	8.250%		0.00000%	0.00000%
Massachusetts	0	6.500%		0.00000%	0.00000%
Michigan	0	6.000%		0.00000%	0.00000%
Minnesota	1,671	9.800%		5.14407%	0.50412%
Mississippi	179	5.000%		0.55104%	0.02755%
Missouri	1,711	6.250%		5.26721%	0.32920%
Montana	2,112	6.750%		6.50166%	0.43886%
Nebraska	1,649	7.810%		5.07635%	0.39646%
Nevada	805	0.000%		2.47814%	0.00000%
New Hampshire	0	0.000% *		0.00000%	0.00000%
New Jersey	0	0.000%		0.00000%	0.00000%
New Mexico	1,357	7.600%		4.17744%	0.31749%
New York	0	0.000%		0.00000%	0.00000%
North Carolina	0	6.900%		0.00000%	0.00000%
North Dakota	1,716	4.530%		5.28260%	0.23930%
Ohio	0	0.000%		0.00000%	0.00000%
Oklahoma	1,409	6.000%		4.33752%	0.26025%
Oregon	386	7.600%		1.18828%	0.09031%
Pennsylvania	0	9.990%		0.00000%	0.00000%
Rhode Island	0	0.000% *		0.00000%	0.00000%
South Carolina	0	5.000%		0.00000%	0.00000%
South Dakota	925	0.000%		2.84756%	0.00000%
Tennessee	144	6.500%		0.44330%	0.02881%
Texas	5,121	2.281%		15.76468%	0.35962%
Utah	433	5.000%		1.33296%	0.06665%
Vermont	0	0.000% *		0.00000%	0.00000%
Virginia	0	6.000%		0.00000%	0.00000%
Washington	1,635	0.000%		5.03325%	0.00000%
West Virginia	0	7.000%		0.00000%	0.00000%
Wisconsin	273	7.900%		0.84041%	0.06639%
Wyoming	970	0.000%		2.98609%	0.00000%
Total U.S.	32,484			100.00000%	5.50978%

There is no Class I railroad mileage in AK, HI, ME, NH, RI, VT, and any state marked with an "**".

Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

Tax rates are from the web site of the Tax Foundation, Washington, DC unless updated by AAR (Appendix B).

Rate for Texas is calculated, and may vary by railroad.

No rounding until final number.

CNGT Average State Tax Rate for 2013

State	Miles CNGT	Income		Pct Miles	Pct Miles x Tax Rate
		Tax Rate			
Alabama	26	6.500%		0.42539%	0.02765%
Arizona	0	6.968%		0.00000%	0.00000%
Arkansas	0	6.500%		0.00000%	0.00000%
California	0	8.840%		0.00000%	0.00000%
Colorado	0	4.630%		0.00000%	0.00000%
Connecticut	0	0.000%		0.00000%	0.00000%
Delaware	0	8.700%		0.00000%	0.00000%
Dist. of Columbia	0	9.975%		0.00000%	0.00000%
Florida	0	5.500%		0.00000%	0.00000%
Georgia	0	6.000%		0.00000%	0.00000%
Idaho	0	7.400%		0.00000%	0.00000%
Illinois	1,266	9.500%		20.71335%	1.96777%
Indiana	103	7.750%		1.68521%	0.13060%
Iowa	574	12.000%		9.39136%	1.12696%
Kansas	0	7.000%		0.00000%	0.00000%
Kentucky	98	6.000%		1.60340%	0.09620%
Louisiana	239	8.000%		3.91034%	0.31283%
Maine	0	0.000% *		0.00000%	0.00000%
Maryland	0	8.250%		0.00000%	0.00000%
Massachusetts	0	6.500%		0.00000%	0.00000%
Michigan	928	6.000%		15.18325%	0.91099%
Minnesota	380	9.800%		6.21728%	0.60929%
Mississippi	752	5.000%		12.30366%	0.61518%
Missouri	0	6.250%		0.00000%	0.00000%
Montana	0	6.750%		0.00000%	0.00000%
Nebraska	0	7.810%		0.00000%	0.00000%
Nevada	0	0.000%		0.00000%	0.00000%
New Hampshire	0	0.000% *		0.00000%	0.00000%
New Jersey	0	0.000%		0.00000%	0.00000%
New Mexico	0	7.600%		0.00000%	0.00000%
New York	0	0.000%		0.00000%	0.00000%
North Carolina	0	6.900%		0.00000%	0.00000%
North Dakota	0	4.530%		0.00000%	0.00000%
Ohio	4	0.000%		0.06545%	0.00000%
Oklahoma	0	6.000%		0.00000%	0.00000%
Oregon	0	7.600%		0.00000%	0.00000%
Pennsylvania	156	9.990%		2.55236%	0.25498%
Rhode Island	0	0.000% *		0.00000%	0.00000%
South Carolina	0	5.000%		0.00000%	0.00000%
South Dakota	0	0.000%		0.00000%	0.00000%
Tennessee	160	6.500%		2.61780%	0.17016%
Texas	0	2.709%		0.00000%	0.00000%
Utah	0	5.000%		0.00000%	0.00000%
Vermont	0	0.000% *		0.00000%	0.00000%
Virginia	0	6.000%		0.00000%	0.00000%
Washington	0	0.000%		0.00000%	0.00000%
West Virginia	0	7.000%		0.00000%	0.00000%
Wisconsin	1,426	7.900%		23.33115%	1.84316%
Wyoming	0	0.000%		0.00000%	0.00000%
Total U.S.	6,112			100.00000%	8.06579%

There is no Class I railroad mileage in AK, HI, ME, NH, RI, VT, and any state marked with an "**".

Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

Tax rates are from the web site of the Tax Foundation, Washington, DC unless updated by AAR (Appendix B).

Rate for Texas is calculated, and may vary by railroad.

No rounding until final number.

CSX Average State Tax Rate for 2013

State	Miles CSX	Income		Pct Miles	Pct Miles x Tax Rate
		Tax Rate			
Alabama	1,011	6.500%		4.87605%	0.31694%
Arizona	0	6.968%		0.00000%	0.00000%
Arkansas	0	6.500%		0.00000%	0.00000%
California	0	8.840%		0.00000%	0.00000%
Colorado	0	4.630%		0.00000%	0.00000%
Connecticut	68	0.000%		0.32796%	0.00000%
Delaware	44	8.700%		0.21221%	0.01846%
Dist. of Columbia	20	9.975%		0.09646%	0.00962%
Florida	1,649	5.500%		7.95312%	0.43742%
Georgia	1,614	6.000%		7.78432%	0.46706%
Idaho	0	7.400%		0.00000%	0.00000%
Illinois	895	9.500%		4.31658%	0.41008%
Indiana	1,441	7.750%		6.94994%	0.53862%
Iowa	0	12.000%		0.00000%	0.00000%
Kansas	0	7.000%		0.00000%	0.00000%
Kentucky	1,685	6.000%		8.12675%	0.48760%
Louisiana	43	8.000%		0.20739%	0.01659%
Maine	0	0.000% *		0.00000%	0.00000%
Maryland	548	8.250%		2.64300%	0.21805%
Massachusetts	395	6.500%		1.90508%	0.12383%
Michigan	558	6.000%		2.69123%	0.16147%
Minnesota	0	9.800%		0.00000%	0.00000%
Mississippi	94	5.000%		0.45336%	0.02267%
Missouri	13	6.250%		0.06270%	0.00392%
Montana	0	6.750%		0.00000%	0.00000%
Nebraska	0	7.810%		0.00000%	0.00000%
Nevada	0	0.000%		0.00000%	0.00000%
New Hampshire	0	0.000% *		0.00000%	0.00000%
New Jersey	647	0.000%		3.12048%	0.00000%
New Mexico	0	7.600%		0.00000%	0.00000%
New York	1,285	0.000%		6.19755%	0.00000%
North Carolina	1,125	6.900%		5.42587%	0.37439%
North Dakota	0	4.530%		0.00000%	0.00000%
Ohio	1,881	0.000%		9.07206%	0.00000%
Oklahoma	0	6.000%		0.00000%	0.00000%
Oregon	0	7.600%		0.00000%	0.00000%
Pennsylvania	1,041	9.990%		5.02074%	0.50157%
Rhode Island	0	0.000% *		0.00000%	0.00000%
South Carolina	1,307	5.000%		6.30366%	0.31518%
South Dakota	0	0.000%		0.00000%	0.00000%
Tennessee	1,002	6.500%		4.83264%	0.31412%
Texas	0	2.951%		0.00000%	0.00000%
Utah	0	5.000%		0.00000%	0.00000%
Vermont	0	0.000% *		0.00000%	0.00000%
Virginia	1,055	6.000%		5.08826%	0.30530%
Washington	0	0.000%		0.00000%	0.00000%
West Virginia	1,313	7.000%		6.33259%	0.44328%
Wisconsin	0	7.900%		0.00000%	0.00000%
Wyoming	0	0.000%		0.00000%	0.00000%
Total U.S.	20,734			100.00000%	5.48618%

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Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

Tax rates are from the web site of the Tax Foundation, Washington, DC unless updated by AAR (Appendix B).

Rate for Texas is calculated, and may vary by railroad.

No rounding until final number.

KCS Average State Tax Rate for 2013

State	Miles KCS	Income		Pct Miles	Pct Miles x Tax Rate
		Tax Rate			
Alabama	44	6.500%		1.35593%	0.08814%
Arizona	0	6.968%		0.00000%	0.00000%
Arkansas	163	6.500%		5.02311%	0.32650%
California	0	8.840%		0.00000%	0.00000%
Colorado	0	4.630%		0.00000%	0.00000%
Connecticut	0	0.000%		0.00000%	0.00000%
Delaware	0	8.700%		0.00000%	0.00000%
Dist. of Columbia	0	9.975%		0.00000%	0.00000%
Florida	0	5.500%		0.00000%	0.00000%
Georgia	0	6.000%		0.00000%	0.00000%
Idaho	0	7.400%		0.00000%	0.00000%
Illinois	182	9.500%		5.60863%	0.53282%
Indiana	0	7.750%		0.00000%	0.00000%
Iowa	0	12.000%		0.00000%	0.00000%
Kansas	18	7.000%		0.55470%	0.03883%
Kentucky	0	6.000%		0.00000%	0.00000%
Louisiana	742	8.000%		22.86595%	1.82928%
Maine	0	0.000% *		0.00000%	0.00000%
Maryland	0	8.250%		0.00000%	0.00000%
Massachusetts	0	6.500%		0.00000%	0.00000%
Michigan	0	6.000%		0.00000%	0.00000%
Minnesota	0	9.800%		0.00000%	0.00000%
Mississippi	617	5.000%		19.01387%	0.95069%
Missouri	396	6.250%		12.20339%	0.76271%
Montana	0	6.750%		0.00000%	0.00000%
Nebraska	0	7.810%		0.00000%	0.00000%
Nevada	0	0.000%		0.00000%	0.00000%
New Hampshire	0	0.000% *		0.00000%	0.00000%
New Jersey	0	0.000%		0.00000%	0.00000%
New Mexico	0	7.600%		0.00000%	0.00000%
New York	0	0.000%		0.00000%	0.00000%
North Carolina	0	6.900%		0.00000%	0.00000%
North Dakota	0	4.530%		0.00000%	0.00000%
Ohio	0	0.000%		0.00000%	0.00000%
Oklahoma	151	6.000%		4.65331%	0.27920%
Oregon	0	7.600%		0.00000%	0.00000%
Pennsylvania	0	9.990%		0.00000%	0.00000%
Rhode Island	0	0.000% *		0.00000%	0.00000%
South Carolina	0	5.000%		0.00000%	0.00000%
South Dakota	0	0.000%		0.00000%	0.00000%
Tennessee	5	6.500%		0.15408%	0.01002%
Texas	927	3.303%		28.56703%	0.94364%
Utah	0	5.000%		0.00000%	0.00000%
Vermont	0	0.000% *		0.00000%	0.00000%
Virginia	0	6.000%		0.00000%	0.00000%
Washington	0	0.000%		0.00000%	0.00000%
West Virginia	0	7.000%		0.00000%	0.00000%
Wisconsin	0	7.900%		0.00000%	0.00000%
Wyoming	0	0.000%		0.00000%	0.00000%
Total U.S.	3,245			100.00000%	5.76182%

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Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

Tax rates are from the web site of the Tax Foundation, Washington, DC unless updated by AAR (Appendix B).

Rate for Texas is calculated, and may vary by railroad.

No rounding until final number.

NS Average State Tax Rate for 2013

State	Income			
	Miles NS	Tax Rate	Pct Miles	Pct Miles x Tax Rate
Alabama	1,304	6.500%	6.53339%	0.42467%
Arizona	0	6.968%	0.00000%	0.00000%
Arkansas	0	6.500%	0.00000%	0.00000%
California	0	8.840%	0.00000%	0.00000%
Colorado	0	4.630%	0.00000%	0.00000%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	203	8.700%	1.01709%	0.08849%
Dist. of Columbia	13	9.975%	0.06513%	0.00650%
Florida	149	5.500%	0.74653%	0.04106%
Georgia	1,721	6.000%	8.62268%	0.51736%
Idaho	0	7.400%	0.00000%	0.00000%
Illinois	1,256	9.500%	6.29290%	0.59783%
Indiana	1,449	7.750%	7.25988%	0.56264%
Iowa	43	12.000%	0.21544%	0.02585%
Kansas	2	7.000%	0.01002%	0.00070%
Kentucky	429	6.000%	2.14941%	0.12896%
Louisiana	76	8.000%	0.38078%	0.03046%
Maine	0	0.000% *	0.00000%	0.00000%
Maryland	269	8.250%	1.34776%	0.11119%
Massachusetts	0	6.500%	0.00000%	0.00000%
Michigan	489	6.000%	2.45002%	0.14700%
Minnesota	0	9.800%	0.00000%	0.00000%
Mississippi	211	5.000%	1.05717%	0.05286%
Missouri	409	6.250%	2.04920%	0.12808%
Montana	0	6.750%	0.00000%	0.00000%
Nebraska	0	7.810%	0.00000%	0.00000%
Nevada	0	0.000%	0.00000%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	933	0.000%	4.67458%	0.00000%
New Mexico	0	7.600%	0.00000%	0.00000%
New York	751	0.000%	3.76271%	0.00000%
North Carolina	1,285	6.900%	6.43820%	0.44424%
North Dakota	0	4.530%	0.00000%	0.00000%
Ohio	2,201	0.000%	11.02761%	0.00000%
Oklahoma	0	6.000%	0.00000%	0.00000%
Oregon	0	7.600%	0.00000%	0.00000%
Pennsylvania	2,278	9.990%	11.41340%	1.14020%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	762	5.000%	3.81783%	0.19089%
South Dakota	0	0.000%	0.00000%	0.00000%
Tennessee	844	6.500%	4.22867%	0.27486%
Texas	0	2.477%	0.00000%	0.00000%
Utah	0	5.000%	0.00000%	0.00000%
Vermont	0	0.000% *	0.00000%	0.00000%
Virginia	2,076	6.000%	10.40132%	0.62408%
Washington	0	0.000%	0.00000%	0.00000%
West Virginia	806	7.000%	4.03828%	0.28268%
Wisconsin	0	7.900%	0.00000%	0.00000%
Wyoming	0	0.000%	0.00000%	0.00000%
Total U.S.	19,959		100.00000%	5.82059%

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Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

Tax rates are from the web site of the Tax Foundation, Washington, DC unless updated by AAR (Appendix B).

Rate for Texas is calculated, and may vary by railroad.

No rounding until final number.

SOO Average State Tax Rate for 2013

State	Miles SOO	Income		Pct Miles x Tax Rate
		Tax Rate	Pct Miles	
Alabama	0	6.500%	0.00000%	0.00000%
Arizona	0	6.968%	0.00000%	0.00000%
Arkansas	0	6.500%	0.00000%	0.00000%
California	0	8.840%	0.00000%	0.00000%
Colorado	0	4.630%	0.00000%	0.00000%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	0	8.700%	0.00000%	0.00000%
Dist. of Columbia	0	9.975%	0.00000%	0.00000%
Florida	0	5.500%	0.00000%	0.00000%
Georgia	0	6.000%	0.00000%	0.00000%
Idaho	0	7.400%	0.00000%	0.00000%
Illinois	393	9.500%	6.38713%	0.60678%
Indiana	154	7.750%	2.50284%	0.19397%
Iowa	656	12.000%	10.66147%	1.27938%
Kansas	0	7.000%	0.00000%	0.00000%
Kentucky	0	6.000%	0.00000%	0.00000%
Louisiana	0	8.000%	0.00000%	0.00000%
Maine	0	0.000% *	0.00000%	0.00000%
Maryland	0	8.250%	0.00000%	0.00000%
Massachusetts	0	6.500%	0.00000%	0.00000%
Michigan	80	6.000%	1.30018%	0.07801%
Minnesota	1,715	9.800%	27.87258%	2.73151%
Mississippi	0	5.000%	0.00000%	0.00000%
Missouri	144	6.250%	2.34032%	0.14627%
Montana	0	6.750%	0.00000%	0.00000%
Nebraska	41	7.810%	0.66634%	0.05204%
Nevada	0	0.000%	0.00000%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	68	0.000%	1.10515%	0.00000%
New Mexico	0	7.600%	0.00000%	0.00000%
New York	555	0.000%	9.01999%	0.00000%
North Carolina	0	6.900%	0.00000%	0.00000%
North Dakota	513	8.030% +	8.33740%	0.66949%
Ohio	30	0.000%	0.48757%	0.00000%
Oklahoma	0	6.000%	0.00000%	0.00000%
Oregon	0	7.600%	0.00000%	0.00000%
Pennsylvania	452	9.990%	7.34601%	0.73387%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	0	5.000%	0.00000%	0.00000%
South Dakota	724	0.000%	11.76662%	0.00000%
Tennessee	0	6.500%	0.00000%	0.00000%
Texas	0	2.803%	0.00000%	0.00000%
Utah	0	5.000%	0.00000%	0.00000%
Vermont	0	0.000% *	0.00000%	0.00000%
Virginia	0	6.000%	0.00000%	0.00000%
Washington	0	0.000%	0.00000%	0.00000%
West Virginia	0	7.000%	0.00000%	0.00000%
Wisconsin	621	7.900%	10.09264%	0.79732%
Wyoming	7	0.000%	0.11377%	0.00000%
Total U.S.	6,153		100.00000%	7.28864%

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Rate for Texas is calculated, and may vary by railroad.

No rounding until final number.

"+" Waterman's Edge Surcharge Tax rate applied in North Dakota

UP Average State Tax Rate for 2013

State	Miles UP	Income		Pct Miles	Pct Miles x Tax Rate
		Tax Rate			
Alabama	0	6.500%		0.00000%	0.00000%
Arizona	640	6.968%		2.01018%	0.14007%
Arkansas	1,327	6.500%		4.16798%	0.27092%
California	3,267	8.840%		10.26132%	0.90710%
Colorado	1,512	4.630%		4.74904%	0.21988%
Connecticut	0	0.000%		0.00000%	0.00000%
Delaware	0	8.700%		0.00000%	0.00000%
Dist. of Columbia	0	9.975%		0.00000%	0.00000%
Florida	0	5.500%		0.00000%	0.00000%
Georgia	0	6.000%		0.00000%	0.00000%
Idaho	848	7.400%		2.66348%	0.19710%
Illinois	2,198	9.500%		6.90370%	0.65585%
Indiana	4	7.750%		0.01256%	0.00097%
Iowa	1,386	12.000%		4.35329%	0.52239%
Kansas	2,205	7.000%		6.92569%	0.48480%
Kentucky	12	6.000%		0.03769%	0.00226%
Louisiana	1,151	8.000%		3.61518%	0.28921%
Maine	0	0.000% *		0.00000%	0.00000%
Maryland	0	8.250%		0.00000%	0.00000%
Massachusetts	0	6.500%		0.00000%	0.00000%
Michigan	0	6.000%		0.00000%	0.00000%
Minnesota	646	9.800%		2.02902%	0.19884%
Mississippi	0	5.000%		0.00000%	0.00000%
Missouri	1,484	6.250%		4.66110%	0.29132%
Montana	125	6.750%		0.39261%	0.02650%
Nebraska	1,067	7.810%		3.35134%	0.26174%
Nevada	1,193	0.000%		3.74709%	0.00000%
New Hampshire	0	0.000% *		0.00000%	0.00000%
New Jersey	0	0.000%		0.00000%	0.00000%
New Mexico	618	7.600%		1.94108%	0.14752%
New York	0	0.000%		0.00000%	0.00000%
North Carolina	0	6.900%		0.00000%	0.00000%
North Dakota	0	4.530%		0.00000%	0.00000%
Ohio	0	0.000%		0.00000%	0.00000%
Oklahoma	1,173	6.000%		3.68428%	0.22106%
Oregon	1,073	7.600%		3.37019%	0.25613%
Pennsylvania	0	9.990%		0.00000%	0.00000%
Rhode Island	0	0.000% *		0.00000%	0.00000%
South Carolina	0	5.000%		0.00000%	0.00000%
South Dakota	0	0.000%		0.00000%	0.00000%
Tennessee	14	6.500%		0.04397%	0.00286%
Texas	6,314	2.052%		19.83165%	0.40694%
Utah	1,248	5.000%		3.91984%	0.19599%
Vermont	0	0.000% *		0.00000%	0.00000%
Virginia	0	6.000%		0.00000%	0.00000%
Washington	532	0.000%		1.67096%	0.00000%
West Virginia	0	7.000%		0.00000%	0.00000%
Wisconsin	927	7.900%		2.91162%	0.23002%
Wyoming	874	0.000%		2.74515%	0.00000%
Total U.S.	31,838			100.00000%	5.92949%

There is no Class I railroad mileage in AK, HI, ME, NH, RI, VT, and any state marked with an ***.

Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

Tax rates are from the web site of the Tax Foundation, Washington, DC unless updated by AAR (Appendix B).

Rate for Texas is calculated, and may vary by railroad.

No rounding until final number.

Workpapers Sent to Surface Transportation Board for 2013 State Tax Rate Calculations

May 30, 2014

1. Schedule 702 from 2013 Annual Report Form R-1 (7 pages)
2. Schedule 210 from 2013 Annual Report Form R-1 (14 pages)

702. MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

Give particulars, as of the close of the year, of all road operated and of all road owned but not operated. The respondent's proportion of operated road held by it as a joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (d), or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned but not operated should be shown in column (h), as appropriate. Mileage which has been permanently abandoned should not be included in column (h).

Mileage should be reported to the nearest WHOLE mile adjusted in accord with footings; i.e., counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.	
			Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned, not operated by respondent (h)	New line constructed during year (i)		
1		Alabama	115					185	300	22		1
2		Arizona	595						595			2
3		Arkansas	198					854	1,052			3
4		British Columbia	27					11	38	19		4
5		California	1,149					965	2,114	16		5
6		Colorado	868					533	1,401	3		6
7		Idaho	117					1	118	33		7
8		Illinois	1,174				2	376	1,552	5		8
9		Iowa	631		27			42	700	2		9
10		Kansas	1,234					475	1,709	6		10
11		Kentucky					13	86	99			11
12		Louisiana	237					111	348			12
13		Manitoba		4				69	73			13
14		Minnesota	1,584					87	1,671	10		14
15		Mississippi	166					13	179			15
16		Missouri	1,545					166	1,711	62		16
17		Montana	2,061					51	2,112	639		17
18		Nebraska	1,555					94	1,649			18
19		Nevada						805	805			19
20		New Mexico	896					461	1,357	248		20
21		North Dakota	1,700					16	1,716	720		21
22		Oklahoma	1,037					372	1,409	189		22
23		Oregon	235					151	386	127		23
24		South Dakota	897					28	925			24
25		Tennessee	17					127	144			25
26		Texas	2,586				11	2,524	5,121	100		26
27		Utah						433	433			27
28		Washington	1,463					172	1,635	113		28
29		Wisconsin	267					6	273			29
30		Wyoming	965					5	970	5		30
31												31
32		Total Mileage (Single Track)	23,319	4	27		26	9,219	32,595	2,319		32

702. MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (d), or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned but not operated should be shown in column (h), as appropriate. Mileage which has been permanently abandoned should not be included in column (h). Mileage should be reported to the nearest WHOLE mile adjusted in accord with footings; i.e., counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned (b)	Line of propri- etary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned not operated by respondent (h)	New line constructed during year (i)	
1											1
2		ALABAMA	26	-	-	-	-	26			2
3											3
4		ILLINOIS	1,246	-	-	-	20	1,266			4
5											5
6		INDIANA	103	-	-	-	-	103			6
7											7
8		IOWA	574	-	-	-	-	574			8
9											9
10		KENTUCKY	86	12	-	-	-	98			10
11											11
12		LOUISIANA	239	-	-	-	-	239			12
13											13
14		MICHIGAN	879	1	2	-	46	928			14
15											15
16		MINNESOTA	380	-	-	-	-	380			16
17											17
18		MISSISSIPPI	575	-	-	-	177	752			18
19											19
20		OHIO	4	-	-	-	-	4			20
21											21
22		PENNSYLVANIA	156	-	-	-	-	156			22
23											23
24		TENNESSEE	160	-	-	-	-	160			24
25											25
26		WISCONSIN	1,419	-	-	-	7	1,426			26
27											27
28											28
29											29
30											30
31											31
32		TOTAL MILEAGE (single track)	5,847	13	2	-	250	6,112			32

702. MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

Give particulars, as of the close of the year, of all road operated and of all road owned but not operated. The respondent's proportion of operated road held by it as a joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (d) or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned but not operated should be shown in column (h), as appropriate. Mileage which has been permanently abandoned should not be included in column (h).

Mileage should be reported to the nearest WHOLE mile adjusted to accord with footings; i.e. counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned, not operated by respondent (h)	New line constructed during year (i)	
1		Alabama	900	-	-	-	111	1,011	164	-	1
2		Canada - Ontario	-	27	-	-	4	31	-	-	2
3		Canada - Quebec	-	13	30	-	6	49	12	-	3
4		Connecticut	6	-	-	-	62	68	-	-	4
5		Delaware	23	-	-	-	21	44	-	-	5
6		District Of Columbia	17	-	-	1	2	20	6	-	6
7		Florida	1,464	-	-	138	47	1,649	124	-	7
8		Georgia	1,420	-	118	1	75	1,614	147	-	8
9		Illinois	621	-	55	-	219	895	74	-	9
10		Indiana	1,167	-	15	-	259	1,441	445	-	10
11		Kentucky	1,564	64	1	10	46	1,685	8	-	11
12		Louisiana	35	-	-	-	8	43	-	-	12
13		Maryland	443	14	5	-	86	548	-	-	13
14		Massachusetts	187	-	65	9	134	395	3	-	14
15		Michigan	415	-	-	-	143	558	182	-	15
16		Mississippi	74	-	-	-	20	94	-	-	16
17		Missouri	-	-	-	-	13	13	-	-	17
18		New Jersey	62	-	-	-	585	647	-	-	18
19		New York	747	-	196	-	342	1,285	8	-	19
20		North Carolina	1,066	-	-	7	52	1,125	-	-	20
21		Ohio	1,267	-	140	8	466	1,881	235	-	21
22		Pennsylvania	429	44	24	7	537	1,041	90	-	22
23		South Carolina	1,243	-	47	-	17	1,307	12	-	23
24		Tennessee	825	-	15	2	160	1,002	72	-	24
25		Virginia	762	30	7	-	256	1,055	2	-	25
26		West Virginia	1,075	20	16	-	202	1,313	190	-	26
27											27
28											28
29											29
30											30
31											31
32		Total Mileage (Single Track)	15,812	212	734	183	3,873	20,814	1,774	-	32

702. MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease or under any joint arrangement, should be shown in columns (b), (c), (d) or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned, not operated, should be shown in column (h), as may be appropriate. Mileage which has been permanently abandoned should not be included in column (h). Mileage should be reported to the nearest WHOLE mile adjusted to accord with footings; i.e. counting one-half mile and over as a whole mile and disregarding and fraction less than one-half mile.

Line No.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned (b)	Line of propri- etary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned not operated by respondent (h)	New line constructed during year (i)	
1		Missouri	396	-	-	-	-	396	-	-	1
2											2
3		Kansas	18	-	-	-	-	18	-	-	3
4											4
5		Arkansas	158	-	-	-	5	163	59	-	5
6											6
7		Oklahoma	150	-	-	-	1	151	6	-	7
8											8
9		Louisiana	675	-	2	-	65	742	173	-	9
10											10
11		Texas	578	-	-	-	349	927	-	-	11
12											12
13		Tennessee	5	-	-	-	-	5	-	-	13
14											14
15		Mississippi	587	-	1	-	29	617	54	-	15
16											16
17		Alabama	-	-	-	-	44	44	79	-	17
18											18
19		Illinois	182	-	-	-	-	182	-	-	19
20											20
21											21
22											22
23											23
24											24
25											25
26											26
27											27
28											28
29											29
30											30
31											31
32		TOTAL MILEAGE (single track)	2,749	-	3	-	493	3,245	371	-	32

702. MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's portion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (d), or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned, not operated, should be shown in column (h), as may be appropriate. Mileage which has been permanently abandoned should not be included in column (h). Mileage should be reported to the nearest WHOLE mile adjusted to accord with footings; i.e., counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.	
			Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned not operated by respondent (h)	New line constructed during year (i)		
1		Alabama	1,212					92	1,304	89		1
2		Canada						2	2			2
3		Delaware	160					43	203			3
4		District of Columbia						13	13			4
5		Florida	96					53	149			5
6		Georgia	1,712					9	1,721	365		6
7		Illinois	842					414	1,256	63		7
8		Indiana	1,181		2			266	1,449	62		8
9		Iowa	5				1	37	43	41		9
10		Kansas						2	2			10
11		Kentucky	154		212			63	429			11
12		Louisiana	72					4	76			12
13		Maryland	95					174	269			13
14		Michigan	118					371	489	156		14
15		Mississippi	209					2	211			15
16		Missouri	344					65	409			16
17		New Jersey	126					807	933			17
18		New York	457					294	751	178		18
19		North Carolina	921					364	1,285	418		19
20		Ohio	1,793		10			398	2,201	31		20
21		Pennsylvania	1,636				5	637	2,278	191		21
22		South Carolina	658					104	762	37		22
23		Tennessee	662		136			46	844	144		23
24		Virginia	1,969					107	2,076	93		24
25		West Virginia	759					47	806	41		25
26												26
27												27
28												28
29												29
30												30
31												31
32		TOTAL MILEAGE (single track)	15,181		360		6	4,414	19,961	1,909		32

702. MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (d) or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned but not operated should be shown in column (h), as appropriate. Mileage which has been permanently abandoned should not be included in column (h).

Mileage should be reported to the nearest WHOLE mile adjusted to accord with footings; i.e., counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No.	Cross Check	State or Territory (a)	MILES OF ROAD OPERATED BY RESPONDENT							Line No.	
			Line Owned (b)	Line of Proprietary Companies (c)	Line Operated Under Lease (d)	Line Operated Under Contract, etc. (e)	Line Operated Under Trackage Rights (f)	Total Mileage Operated (g)	Line Owned, Not Operated By Respondent (h)		New Line Constructed During Year (i)
1		Illinois	158	0	0	0	235	393	0	0	1
2		Indiana	0	0	0	0	154	154	0	0	2
3		Iowa	653	0	0	0	3	656	0	0	3
4		Kansas	0	0	0	0	0	0	0	0	4
5		Michigan	0	0	0	0	80	80	0	0	5
6		Minnesota	1,208	0	0	0	507	1,715	64	0	6
7		Missouri	139	0	0	0	5	144	0	0	7
8		Montana	0	0	0	0	0	0	57	0	8
9		Nebraska	34	0	0	0	7	41	0	0	9
10		New Jersey	0	0	0	0	68	68	0	0	10
11		New York	355	0	0	0	200	555	0	0	11
12		North Dakota	484	0	0	0	29	513	603	0	12
13		Ohio	0	0	0	0	30	30	0	0	13
14		Pennsylvania	127	0	0	0	325	452	0	0	14
15		South Dakota	597	0	0	0	127	724	0	0	15
16		Wisconsin	315	0	0	0	306	621	0	0	16
17		Wyoming	7	0	0	0	0	7	0	0	17
18											18
19											19
20											20
21											21
22											22
23											23
24											24
25											25
26											26
27											27
28											28
29											29
30											30
31											31
32		Total Mileage (single track)	4,077	0	0	0	2,076	6,153	724	0	32

702. MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (d), or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned but not operated should be shown in column (h), as may be appropriate. Mileage which has been permanently abandoned should not be included in column (h).

Mileage should be reported to the nearest WHOLE mile adjusted to accord with footings, i.e., counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No.	Cross Check	State or Territory (a)	Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned, not operated by respondent (h)	New line constructed during year (i)	Line No.
1		Arizona	640	-	-	-	-	640	51	-	1
2		Arkansas	1,316	-	5	-	6	1,327	149	-	2
3		California	2,756	-	-	-	511	3,267	666	-	3
4		Colorado	1,154	-	-	-	358	1,512	171	-	4
5		Idaho	843	-	-	-	5	848	43	-	5
6		Illinois	1,539	19	4	-	636	2,198	10	-	6
7		Indiana	-	-	-	-	4	4	-	-	7
8		Iowa	1,291	-	-	-	95	1,386	6	-	8
9		Kansas	1,563	-	-	-	642	2,205	313	-	9
10		Kentucky	-	-	-	-	12	12	-	-	10
11		Louisiana	1,095	-	-	-	56	1,151	22	-	11
12		Minnesota	422	-	-	-	224	646	16	-	12
13		Missouri	970	-	-	-	514	1,484	365	-	13
14		Montana	125	-	-	-	-	125	52	-	14
15		Nebraska	976	-	-	-	91	1,067	254	-	15
16		Nevada	1,193	-	-	-	-	1,193	-	-	16
17		New Mexico	535	-	-	-	83	618	-	-	17
18		Oklahoma	514	-	308	-	351	1,173	76	-	18
19		Oregon	868	-	-	-	205	1,073	396	-	19
20		Tennessee	9	-	-	-	5	14	-	-	20
21		Texas	5,191	-	-	-	1,123	6,314	291	-	21
22		Utah	1,248	-	-	-	-	1,248	62	-	22
23		Washington	272	-	-	-	260	532	87	-	23
24		Wisconsin	596	-	-	-	331	927	107	-	24
25		Wyoming	874	-	-	-	-	874	-	-	25
26											26
27											27
28											28
29											29
30											30
31		TOTAL MILEAGE	25,990	19	317	-	5,512	31,838	3,137	-	31
32		(single track)									32

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

1. Disclose requested information for respondent pertaining to results of operations for the year.

Cross-Checks

Schedule 210

Schedule 210

Line 15, col b

= Line 62, col b

2. Report total operating expenses from Sched. 410. Any differences between this schedule and Sched. 410 must be explained on page 18.

Lines 47,48,49 col b

= Line 63, col b

Line 50, col b

= Line 64, col b

3. List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.

Line 14, col b

Schedule 410

Line 14, col d

= Line 620, col h

Line 14, col e

= Line 620, col f

= Line 620, col g

4. All contra entries should be shown in parenthesis.

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue & expenses (d)	Passenger-related revenue & expenses (e)	Line No.
ORDINARY ITEMS							
OPERATING INCOME							
Railway Operating Income							
1		(101) Freight	21,488,596	20,320,995	21,488,596		1
2		(102) Passenger					2
3		(103) Passenger-related					3
4		(104) Switching	41,452	35,995	41,452		4
5		(105) Water transfers					5
6		(106) Demurrage	141,084	136,974	141,084		6
7		(110) Incidental	94,191	100,396	94,191		7
8		(121) Joint facility - credit	8,480	10,038	8,480		8
9		(122) Joint facility - debit					9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	21,773,803	20,604,398	21,773,803		10
11		(502) Railway operating revenues - transfers from government authorities					11
12		(503) Railway operating revenues - amortization of deferred transfers from government authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	21,773,803	20,604,398	21,773,803		13
14	*	(531) Railway operating expenses	15,304,368	14,923,383	15,304,368		14
15	*	Net revenue from railway operations	6,469,435	5,681,015	6,469,435		15
OTHER INCOME							
16		(506) Revenue from property used in other than carrier operations					16
17		(510) Miscellaneous rent income					17
18		(512) Separately operated properties - profit					18
19		(513) Dividend income (cost method)	400	400			19
20		(514) Interest income	88,461	64,611			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt					22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	38,272	55,253			24
Income from affiliated companies: 519							
25		a. Dividends (equity method)					25
26		b. Equity in undistributed earnings (losses)	13,047	12,817			26
27		TOTAL OTHER INCOME (lines 16-26)	140,180	133,081			27
28		TOTAL INCOME (lines 15, 27)	6,609,615	5,814,096			28
MISCELLANEOUS DEDUCTIONS FROM INCOME							
29		(534) Expenses of property used in other than carrier operations					29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income transferred under contracts and agreements					33
34		(551) Miscellaneous income charges	16,262	18,853			34
35		(553) Uncollectible accounts					35
36		TOTAL MISCELLANEOUS DEDUCTIONS	16,262	18,853			36
37		Income available for fixed charges	6,593,353	5,795,243			37

210. RESULTS OF OPERATIONS - Continued (Dollars in Thousands)					
Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES					
38		(546) Interest on funded debt:			
		(a) Fixed interest not in default	74,265	86,527	38
39		(b) Interest in default			39
40		(547) Interest on unfunded debt	2,363		40
41		(548) Amortization of discount on funded debt	2,219	2,437	41
42		TOTAL FIXED CHARGES (lines 38 through 41)	78,847	88,964	42
43		Income after fixed charges (line 37 minus line 42)	6,514,506	5,706,279	43
OTHER DEDUCTIONS					
44		(546) Interest on funded debt:			
		(c) Contingent interest			44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit			45
46		Income (Loss) from continuing operations (before inc. taxes)	6,514,506	5,706,279	46
PROVISIONS FOR INCOME TAXES					
47	*	(556) Income taxes on ordinary income:			
		(a) Federal income taxes	1,616,731	1,419,839	47
48	*	(b) State income taxes	242,254	173,955	48
49	*	(c) Other income taxes			49
50	*	(557) Provision for deferred taxes	488,194	545,050	50
51		TOTAL PROVISION FOR INCOME TAXES (lines 47 through 52)	2,347,179	2,138,844	51
52		Income from continuing operations (line 46 minus line 51)	4,167,327	3,567,435	52
DISCONTINUED OPERATIONS					
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			54
55		Income before extraordinary items (lines 52 through 54)	4,167,327	3,567,435	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary items (Net)			56
57		(590) Income taxes on extraordinary items			57
58		(591) Provision for deferred taxes - Extraordinary items			58
59		TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)			59
60		(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			60
61	*	Net income (Loss) (lines 55 + 59 + 60)	4,167,327	3,567,435	61
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
62	*	Net revenues from railway operations	6,469,435	5,681,015	62
63	*	(556) Income taxes on ordinary income (-)	1,858,985	1,593,794	63
64	*	(557) Provision for deferred income taxes (-)	488,194	545,050	64
65		Income from lease of road and equipment (-)	12,848	12,848	65
66		Rent for leased roads and equipment (+)			66
67		Net railway operating income (loss)	4,109,408	3,529,323	67

210. RESULTS OF OPERATIONS
(Dollars in Thousands)

- | | | |
|--|--|--|
| <p>1. Disclose requested information for respondent pertaining to results of operations for the year.</p> <p>2. Report total operating expenses from Sched 410. Any differences between this schedule and Sched. 410 must be explained on page 18.</p> <p>3. List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.</p> <p>4. All contra entries should be shown in parenthesis.</p> | <p>Schedule 210
Line 15, col b
Lines 47, 48, 49 col b
Line 50, col b</p> <p>Line 14, col b
Line 14, col d
Line 14, col e</p> | <p>Cross - Checks</p> <p>Schedule 210
= Line 62, col b
= Line 63, col b
= Line 64, col b</p> <p>Schedule 410
= Line 620, col h
= Line 620, col f
= Line 620, col g</p> |
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Line No.	Cross Check	Account	Item	Amount for current year	Amount for preceding year	Freight-related revenue & expenses	Passenger-related revenue & expenses	Line No.
			(a)	(b)	(c)	(d)	(e)	
ORDINARY ITEMS								
OPERATING INCOME								
			Railway Operating Income					
1		(101)	Freight	2,945,841	2,756,735	2,945,841	-	1
2		(102)	Passenger	-	-	-	-	2
3		(103)	Passenger - related	-	-	-	-	3
4		(104)	Switching	65,181	68,875	65,181	-	4
5		(105)	Water transfers	167,757	183,344	167,757	-	5
6		(106)	Demurrage	29,315	35,776	29,315	-	6
7		(110)	Incidental	24,832	17,775	24,832	-	7
8		(121)	Joint facility - credit	-	-	-	-	8
9		(122)	Joint facility - debit	-	-	-	-	9
10		(501)	Railway operating revenues (Exclusive of transfers from government authorities - lines 1 - 9)	3,232,926	3,062,505	3,232,926	-	10
11		(502)	Railway operating revenues - transfers from government authorities	4,623	4,889	4,623	-	11
12		(503)	Railway operating revenues - amortization of deferred transfers from government authorities	1,590	876	1,590	-	12
13			TOTAL RAILWAY OPERATING REVENUES (Lines 10 - 12)	3,239,139	3,068,270	3,239,139	-	13
14	*	(531)	Railway operating expenses	2,117,284	2,081,438	2,117,284	-	14
15	*		Net revenue from railway operations	1,121,855	986,832	1,121,855	-	15
OTHER INCOME								
16		(506)	Revenue from property used in other than carrier operations	-	-			16
17		(510)	Miscellaneous rent income	6,379	7,520			17
18		(512)	Separately operated properties - profit	-	-			18
19		(513)	Dividend income (cost method)	-	-			19
20		(514)	Interest income	842	1,431			20
21		(516)	Income from sinking and other funds	-	-			21
22		(517)	Release of premiums on funded debt	-	-			22
23		(518)	Reimbursements received under contracts and agreements	-	-			23
24		(519)	Miscellaneous income	24,638	151			24
25			Income from affiliated companies: 519					
			a) Dividends (equity method)	-	-			25
26			b) Equity in undistributed earnings (losses)	2,412	5,859			26
27			TOTAL OTHER INCOME (Lines 16 - 26)	34,271	14,961			27
28			TOTAL INCOME (Lines 15, 27)	1,156,126	1,001,793			28
MISCELLANEOUS DEDUCTIONS FROM INCOME								
29		(534)	Expense of property used in other than carrier operations	1,200	1,200			29
30		(544)	Miscellaneous taxes	-	-			30
31		(545)	Separately operated properties - Loss	-	-			31
32		(549)	Maintenance of investment organizations	-	-			32
33		(550)	Income transferred under contracts and agreements	-	-			33
34		(551)	Miscellaneous income charges	1,794	1,593			34
35		(553)	Uncollectible accounts	-	-			35
36			TOTAL MISCELLANEOUS DEDUCTIONS	2,994	2,793			36
37			Income available for fixed charges	1,153,132	999,000			37

210. RESULTS OF OPERATIONS - Continued						
(Dollars in Thousands)						
Line No.	Cross Check	Account	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES						
		(546)	Interest on funded debt:			
38			(a) Fixed interest not in default	337,027	286,193	38
39			(b) Interest in default	-	-	39
40		(547)	Interest on unfunded debt	-	-	40
41		(548)	Amortization of discount on funded debt	95	95	41
42			TOTAL FIXED CHARGES (lines 38 through 41)	337,122	286,288	42
43			Income after fixed charge (line 37 minus line 42)	816,010	712,712	43
OTHER DEDUCTIONS						
		(546)	Interest on funded debt:			
44			(c) Contingent interest	-	-	44
UNUSUAL OR INFREQUENT ITEMS						
45		(555)	Unusual or infrequent items (debit) credit	-	-	45
46			Income (Loss) from continuing operations (before inc. taxes)	816,010	712,712	46
PROVISIONS FOR INCOME TAXES						
		(556)	Income taxes on ordinary income:			
47	*		(a) Federal income taxes	200,136	183,165	47
48	*		(b) State income taxes	39,314	25,736	48
49	*		(c) Other income taxes	-	22	49
50	*	(557)	Provision for deferred taxes	49,040	81,978	50
51			TOTAL PROVISIONS FOR INCOME TAXES (lines 47 through 50)	288,490	290,901	51
52			Income from continuing operations (line 46 minus line 51)	527,520	421,811	52
DISCONTINUED OPERATIONS						
		(560)	Income or loss from operations of discontinued segments (less applicable income taxes of \$)	-	-	53
54		(562)	Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)	-	-	54
55			Income before extraordinary items (lines 52 through 54)	527,520	421,811	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES						
56		(570)	Extraordinary items (Net)	-	-	56
57		(590)	Income taxes on extraordinary items	-	-	57
58		(591)	Provision for deferred taxes - Extraordinary items	-	-	58
59			TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)	-	-	59
		(592)	Cumulative effect of changes in accounting principles (less applicable income taxes of \$)	-	-	60
61	*		Net income (Loss) (lines 55 + 59 + 60)	527,520	421,811	61
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)						
62	*		Net revenues from railway operations	1,121,855	986,832	62
63	*	(556)	Income taxes on ordinary income (-)	239,450	208,923	63
64	*	(557)	Provision for deferred taxes (-)	49,040	81,978	64
65			Income from leased road and equipment (-)	-	-	65
66			Rent for leased road and equipment (+)	21	78	66
67			Net railway operating income (loss)	833,386	696,009	67

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

1. Disclose requested information for respondent pertaining to results of operations for the year.
2. Report total operating expenses from Sched. 410. Any differences between this schedule and Sched. 410 must be explained on page 18.
3. List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.
4. All contra entries should be shown in parenthesis.

Cross-Checks

Schedule 210
Line 15, col b = Line 62, col (b)
Lines 47,48,49 col b = Line 63, col (b)
Line 50, col b = Line 64, col (b)

Schedule 410
Line 14, col b = Line 620, col h
Line 14, col d = Line 620, col f
Line 14, col e = Line 620, col g

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue & expenses (d)	Passenger - related revenue & expenses (e)	Line No.
		ORDINARY ITEMS OPERATING INCOME Railway Operating Income					
1		(101) Freight	\$ 11,602,584	\$ 11,482,341	\$ 11,602,584		1
2		(102) Passenger	-	-	-		2
3		(103) Passenger-related	-	-	-		3
4		(104) Switching	(125,889)	(129,101)	(125,889)		4
5		(105) Water transfers	-	-	-		5
6		(106) Demurrage	59,238	64,586	59,238		6
7		(110) Incidental	169,707	59,873	169,707		7
8		(121) Joint facility - credit	-	-	-		8
9		(122) Joint facility - debit	-	-	-		9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	11,705,640	11,477,699	11,705,640		10
11		(502) Railway operating revenues - transfers from government authorities	-	-	-		11
12		(503) Railway operating revenues - amortization of deferred transfers from government authorities	-	-	-		12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	\$ 11,705,640	\$ 11,477,699	\$ 11,705,640		13
14		(531) Railway operating expenses	9,043,920	8,779,885	9,043,920		14
15		Net revenue from railway operations	\$ 2,661,720	\$ 2,697,814	\$ 2,661,720		15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations	\$ -	\$ -			16
17		(510) Miscellaneous rent income	41,077	42,885			17
18		(512) Separately operated properties - profit	-	-			18
19		(513) Dividend income (cost method)	14,071	15,228			19
20		(514) Interest Income	34,879	31,562			20
21		(516) Income from sinking and other funds	-	-			21
22		(517) Release of premiums on funded debt	5,283	5,326			22
23		(518) Reimbursements received under contracts and agreements	-	-			23
24		(519) Miscellaneous income	57,275	142,968			24
		Income from affiliated companies: 519					
25		a. Dividends (equity method)	36,115	33,559			25
26		b. Equity in undistributed earnings (losses)	18,550	7,239			26
27		TOTAL OTHER INCOME (lines 16-26)	\$ 207,250	\$ 278,767			27
28		TOTAL INCOME (lines 15, 27)	\$ 2,868,970	\$ 2,976,581			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations	31,139	31,816			29
30		(544) Miscellaneous taxes	-	-			30
31		(545) Separately operated properties-Loss	-	-			31
32		(549) Maintenance of investment organization	-	-			32
33		(550) Income transferred under contracts and agreements	-	-			33
34		(551) Miscellaneous income charges	66,691	69,224			34
35		(553) Uncollectible accounts	-	-			35
36		TOTAL MISCELLANEOUS DEDUCTIONS	\$ 97,830	\$ 101,040			36
37		Income available for fixed charges	\$ 2,771,140	\$ 2,875,541			37

210. RESULTS OF OPERATIONS - Continued
(Dollars in Thousands)

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
		FIXED CHARGES			
38		(546) Interest on funded debt: (a) Fixed interest not in default	\$ 61,529	\$ 68,631	38
39		(b) Interest in default	-	-	39
40		(547) Interest on unfunded debt	2,420	2,536	40
41		(548) Amortization of discount on funded debt	-	-	41
42		TOTAL FIXED CHARGES (lines 38 through 41)	\$ 63,949	\$ 71,167	42
43		Income after fixed charges (line 37 minus line 42)	\$ 2,707,191	\$ 2,804,374	43
		OTHER DEDUCTIONS			
44		(546) Interest on funded debt: (c) Contingent interest	-	-	44
		UNUSUAL OR INFREQUENT ITEMS			
45		(555) Unusual or infrequent items (debit) credit	-	-	45
46		Income (Loss) from continuing operations (before inc. taxes)	\$ 2,707,191	\$ 2,804,374	46
		PROVISIONS FOR INCOME TAXES			
47		(556) Income taxes on ordinary income: (a) Federal income taxes	\$ 623,429	\$ 511,590	47
48		(b) State income taxes	76,447	68,130	48
49		(c) Other income taxes	1,749	579	49
50		(557) Provision for deferred taxes	274,345	425,583	50
51		TOTAL PROVISION FOR INCOME TAXES (lines 47 through 50)	\$ 975,970	\$ 1,005,882	51
52		Income from continuing operations (line 46 minus line 51)	\$ 1,731,221	\$ 1,798,492	52
		DISCONTINUED OPERATIONS			
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$ 0)	-	-	53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$ 0)	-	-	54
55		Income before extraordinary items (lines 52 through 54)	\$ 1,731,221	\$ 1,798,492	55
		EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES			
56		(570) Extraordinary items (Net)	-	-	56
57		(590) Income taxes on extraordinary items	-	-	57
58		(591) Provision for deferred taxes - Extraordinary items	-	-	58
59		TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)	-	-	59
60		(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$ 0).	-	-	60
61		Net income (Loss) (lines 55 + 59 + 60)	\$ 1,731,221	\$ 1,798,492	61
		RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)			
62		Net revenues from railway operations	\$ 2,661,720	\$ 2,697,814	62
63		(556) Income taxes on ordinary income (-)	(701,625)	(580,299)	63
64		(557) Provision for deferred income taxes (-)	(274,345)	(425,583)	64
65		Income from lease of road and equipment (-)	(36,794)	(38,241)	65
66		Rent for leased roads and equipment (+)	16,012	15,019	66
67		Net railway operating income (loss)	\$ 1,664,968	\$ 1,668,710	67

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.

2. Report total operating expenses from Schedule 410 of this report. Any disparities in expense amounts shown in this schedule and expense amounts reported in Schedule 410 must be fully explained on page 18.

3. List dividends from investments accounted for under the cost method on the appropriate line No. 19 for Account No. 513. "Dividend Income." List dividends accounted for by the equity method on the appropriate dividend line No. 25 under the "Income from Affiliated Companies" subsection of this schedule.

4. All contra entries hereunder should be indicated in parentheses.

5. Cross checks:

Schedule 210

Line 15, column (b)

Line 47 plus 48 plus 49, column (b)

Line 50, column (b)

Line 14, column (b)

Line 14, column (d)

Line 14, column (e)

Schedule 210

= Line 62, column (b)

= Line 63, column (b)

= Line 64, column (b)

Schedule 410

= Line 620, column (h)

= Line 620, column (f)

= Line 620, column (g)

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue & expenses (d)	Passenger-related revenue & expenses (e)	Line No.
		ORDINARY ITEMS OPERATING INCOME Railway Operating Income					
1		(101) Freight	1,202,850	1,152,274	1,202,850	NONE	1
2		(102) Passenger	-	-	-		2
3		(103) Passenger-Related	-	-	-		3
4		(104) Switching	12,000	11,432	12,000		4
5		(105) Water Transfers	-	-	-		5
6		(106) Demurrage	23,243	27,496	23,243		6
7		(110) Incidental	18,316	16,490	18,316		7
8		(121) Joint Facility - Credit	-	-	-		8
9		(122) Joint Facility - Debit	-	-	-		9
10		(501) Railway Operating Revenues (Exclusive of Transfers from Government Authorities - Lines 1-9)	1,256,409	1,207,692	1,256,409		10
11		(502) Railway Operating Revenues - Transfers from Government Authorities for Current Operations	-	-	-		11
12		(503) Railway Operating Revenues - Amortization of Deferred Transfers from Government Authorities	1,658	1,369	1,658		12
13		TOTAL RAILWAY OPERATING REVENUES (Lines 10-12)	1,258,067	1,209,061	1,258,067		13
14		(531) Railway Operating Expenses	933,036	906,644	933,036		14
15		Net Revenue from Railway Operations	325,031	302,417	325,031		15
		OTHER INCOME					
16		(506) Revenue from Property Used in Other Than Carrier Operations	31	31			16
17		(510) Miscellaneous Rent Income	-	-			17
18		(512) Separately Operated Properties - Profit	-	-			18
19		(513) Dividend Income (Cost Method)	2	2			19
20		(514) Interest Income	2,909	6,112			20
21		(516) Income from Sinking and Other Funds	-	-			21
22		(517) Release of Premiums on Funded Debt	-	-			22
23		(518) Reimbursements Received under Contracts and Agreements	-	-			23
24		(519) Miscellaneous Income	1,792	3,304			24
		Income from Affiliated Companies: 519					
25		a. Dividends (Equity Method)	1,437	4,500			25
26		b. Equity in Undistributed Earnings (Losses)	1,634	(671)			26
27		TOTAL OTHER INCOME (Lines 16-26)	7,805	13,278			27
28		TOTAL INCOME (Lines 15, 27)	332,836	315,695			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of Property Used in Other Than Carrier Operations	-	17			29
30		(544) Miscellaneous Taxes	1,125	1,409			30
31		(545) Separately Operated Properties - Loss	-	-			31
32		(549) Maintenance of Investment Organization	-	-			32
33		(550) Income Transferred under Contracts and Agreements	-	-			33
34		(551) Miscellaneous Income Charges	-	-			34
35		(553) Uncollectible Accounts	-	-			35
36		TOTAL MISCELLANEOUS DEDUCTIONS (Lines 29-35)	1,125	1,426			36
37		Income Available for Fixed Charges (Lines 28, 36)	331,711	314,269			37

210. RESULTS OF OPERATIONS - Concluded (Dollars in Thousands)					
Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES					
38		(546) Interest on Funded Debt: (a) Fixed Interest Not in Default	68,460	64,952	38
39		(b) Interest in Default	-	-	39
40		(547) Interest on Unfunded Debt	23	(70)	40
41		(548) Amortization of Discount on Funded Debt	3,292	21,581	41
42		TOTAL FIXED CHARGES (Lines 38-41)	71,775	86,463	42
43		Income after Fixed Charges (Lines 37, 42)	259,936	227,806	43
OTHER DEDUCTIONS					
44		(546) Interest on Funded Debt: (c) Contingent Interest	-	-	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or Infrequent Items (Debit) Credit	-	-	45
46		Income (Loss) from Continuing Operations (before Income Taxes)	259,936	227,806	46
PROVISIONS FOR INCOME TAXES					
47		(556) Income Taxes on Ordinary Income: (a) Federal Income Taxes	(15,984)	895	47
48		(b) State Income Taxes	1,328	244	48
49		(c) Other Income Taxes	-	-	49
50		(557) Provision for Deferred Taxes	103,688	73,991	50
51		TOTAL PROVISIONS FOR INCOME TAXES (Lines 47-50)	89,032	75,130	51
52		Income from Continuing Operations (Lines 46-51)	170,904	152,676	52
DISCONTINUED OPERATIONS					
53		(560) Income or Loss from Operations of Discontinued Segments (Less Applicable Income Taxes of \$ -)	-	-	53
54		(562) Gain or Loss on Disposal of Discontinued Segments (Less Applicable Tax of \$ -)	-	-	54
55		Income before Extraordinary Items (Lines 52 + 53 + 54)	170,904	152,676	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary Items (net)	-	-	56
57		(590) Income Taxes on Extraordinary Items	-	-	57
58		(591) Provision for Deferred Taxes - Extraordinary Items	-	-	58
59		TOTAL EXTRAORDINARY ITEMS (Lines 56-58)	-	-	59
60		(592) Cumulative Effect of Changes in Accounting Principles (Less Applicable Tax of \$ -)	-	-	60
61		Net Income (Loss) (Lines 55 + 59 + 60)	170,904	152,676	61
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
62		Net Revenues from Railway Operations	325,031	302,417	62
63		(556) Income Taxes on Ordinary Income (-)	(14,656)	1,139	63
64		(557) Provision for Deferred Taxes (-)	103,688	73,991	64
65		Income from Lease of Road and Equipment (-)	-	-	65
66		Rent for Leased Roads and Equipment (+)	21	46	66
67		Net Railway Operating Income (Loss)	236,020	227,333	67

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

1. Disclose requested information for respondent pertaining to results of operations for the year.

2. Report total operating expenses from Schedule 410. Any differences between this schedule and Schedule 410 must be explained on page 18.

3. List dividends from investments accounted for under the cost method on line No. 19 and list dividends accounted for under the equity method on line 25.

4. All contra entries should be shown in parenthesis

4. All contra entries hereunder should be indicated in parenthesis.

5. Cross-checks

Schedule 210	Schedule 210
Line 15, column (b)	= Line 62, column (b)
Line 47 plus 48 plus 49, column (b)	= Line 63, column (b)
Line 50, column (b)	= Line 64, column (b)
	Schedule 410
Line 14, column (b)	= Line 620, column (h)
Line 14, column (d)	= Line 620, column (f)
Line 14, column (e)	= Line 620, column (g)

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue & expenses (d)	Passenger-related revenue & expenses (e)	Line No.
		ORDINARY ITEMS					
		OPERATING INCOME					
		Railway Operating Income					
1		(101) Freight	10,915,339	10,629,869	10,915,339		1
2		(102) Passenger					2
3		(103) Passenger-Related					3
4		(104) Switching	71,386	77,492	71,386		4
5		(105) Water Transfers					5
6		(106) Demurrage	169,726	158,016	169,726		6
7		(110) Incidental	88,258	174,720	88,258		7
8		(121) Joint Facility-Credit (Debit)					8
9		(122) Joint Facility-Debit (Credit)					9
10		(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	11,244,709	11,040,097	11,244,709		10
11		(502) Railway operating revenues-Transfers from Government Authorities for current operations					11
12		(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	11,244,709	11,040,097	11,244,709		13
14	*	(531) Railway operating expenses	8,205,664	8,142,872	8,205,664		14
15	*	Net revenue from railway operations	3,039,045	2,897,225	3,039,045		15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations	9,319	7,213			16
17		(510) Miscellaneous rent income	47,907	42,913			17
18		(512) Separately operated properties-Profit					18
19		(513) Dividend Income (cost method)	41,454	39,422			19
20		(514) Interest Income	11,675	11,591			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt					22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	219,086	121,197			24
25		Income from affiliated companies: 519					
26		a. Dividends (equity method)					25
27		b. Equity in undistributed earnings (losses)	(5,001)	(3,574)			26
27		TOTAL OTHER INCOME (lines 16-26)	324,440	218,762			27
28		TOTAL INCOME (lines 15, 27)	3,363,485	3,115,987			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations	20,856	20,346			29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income transferred under contracts and agreements					33
34		(551) Miscellaneous income charges	16,798	15,988			34
35		(553) Uncollectible accounts					35
36		TOTAL MISCELLANEOUS DEDUCTIONS (lines 29-35)	37,654	36,334			36
37		Income available for fixed charges (lines 28, 36)	3,325,831	3,079,653			37

210. RESULTS OF OPERATIONS - Continued
(Dollars in Thousands)

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
		FIXED CHARGES			
		(546) Interest on funded debt:			
38		(a) Fixed interest not in default	123,594	93,091	38
39		(b) Interest in default			39
40		(547) Interest on unfunded debt	104,173	101,345	40
41		(548) Amortization of discount on funded debt	33	38	41
42		TOTAL FIXED CHARGES (lines 38-41)	227,800	194,474	42
43		Income after fixed charges (lines 37, 42)	3,098,031	2,885,179	43
		OTHER DEDUCTIONS			
		(546) Interest on funded debt:			
44		(c) Contingent interest			44
		UNUSUAL OR INFREQUENT ITEMS			
45		(555) Unusual or infrequent items (debit) credit			45
46		Income (Loss) from continuing operations (before income taxes)	3,098,031	2,885,179	46
		PROVISIONS FOR INCOME TAXES			
		(556) Income taxes on ordinary income:			
47	*	(a) Federal income taxes	710,316	669,693	47
48	*	(b) State income taxes	91,222	65,772	48
49	*	(c) Other income taxes			49
50	*	(557) Provision for deferred taxes	298,369	309,730	50
51		TOTAL PROVISIONS FOR INCOME TAXES (lines 47-50)	1,099,907	1,045,195	51
52		Income from continuing operations (lines 46+51)	1,998,124	1,839,984	52
		DISCONTINUED OPERATIONS			
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			54
55		Income before extraordinary items (lines 52+53+54)	1,998,124	1,839,984	55
		EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES			
56		(570) Extraordinary items (Net)			56
57		(590) Income taxes on extraordinary items			57
58		(591) Provision for deferred taxes-Extraordinary items			58
59		TOTAL EXTRAORDINARY ITEMS (lines 56-58)			59
60		(592) Cumulative effect of changes in accounting principles (less applicable tax of \$)			60
61	*	Net income (Loss) (lines 55+59+60)	1,998,124	1,839,984	61
		Reconciliation of net railway operating income(NROI)			
62		Net revenues from railway operation	3,039,045	2,897,225	62
63	*	(556) Income taxes on ordinary income (-)	(801,538)	(735,465)	63
64	*	(557) Provision for deferred income taxes (-)	(298,369)	(309,730)	64
65		Income from lease of road and equipment (-)	(10,143)	(9,571)	65
66		Rent for leased roads and equipment (+)	24,727	23,923	66
67		Net railway operating income (loss)	1,953,722	1,866,382	67

210. RESULTS OF OPERATIONS

(Dollars in thousands)

- | | |
|---|---|
| <p>1. Disclose requested information for the respondent pertaining to the results of operations for the year.</p> <p>2. Report total operating expenses from Sched. 410. Any differences between this schedule and Sched. 410 must be explained on page 18.</p> <p>3. List dividends from investments accounted for under the cost method on line No. 19, and list dividends accounted for under the equity method on line 25.</p> <p>4. All contra entries hereunder should be indicated in parenthesis.</p> | <p>5. Cross-checks:</p> <p style="text-align: center;">Schedule 210</p> <p>Line 15, column (b)
Line 47, 48, 49 col (b)
Line 50, col (b)</p> <p style="text-align: center;">Schedule 210</p> <p>= Line 62, col (b)
= Line 63, col (b)
= Line 64, col (b)</p> <p style="text-align: center;">Schedule 410</p> <p>Line 14, column (b)
Line 14, column (d)
Line 14, column (e)</p> <p style="text-align: center;">Schedule 410</p> <p>= Line 620, col (h)
= Line 620, col (f)
= Line 620, col (g)</p> |
|---|---|

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue & expenses (d)	Passenger-related revenue & expenses (e)	Line No.
		ORDINARY ITEMS					
		OPERATING INCOME					
		Railway Operating Income					
1		(101) Freight	1,674,808	1,560,365	1,674,808	0	1
2		(102) Passenger	0	0	0	0	2
3		(103) Passenger-Related	0	0	0	0	3
4		(104) Switching	11,480	10,047	11,480	0	4
5		(105) Water Transfers	0	0	0	0	5
6		(106) Demurrage	28,775	17,339	28,775	0	6
7		(110) Incidental	712	555	712	0	7
8		(121) Joint Facility-Credit	0	0	0	0	8
9		(122) Joint Facility-Debit	0	0	0	0	9
10		(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	1,715,775	1,588,306	1,715,775	0	10
11		(502) Railway operating revenues-Transfers from Government Authorities	0	0	0	0	11
12		(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities	1,014	1,027	1,014	0	12
13		TOTAL RAILWAY OPERATING REVENUES (\$ less applicable tax of \$)	1,716,789	1,589,333	1,716,789	0	13
14		(531) Railway operating expenses	1,212,331	1,412,077	1,212,331	0	14
15		Net revenue from railway operations	504,458	177,256	504,458	0	15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations	0	0			16
17		(510) Miscellaneous rent income	11,277	10,188			17
18		(512) Separately operated properties-Profit	0	0			18
19		(513) Dividend Income (cost method)	2	1,410			19
20		(514) Interest Income	644	408			20
21		(516) Income from sinking and other funds	0	0			21
22		(517) Release of premiums on funded debt	0	0			22
23		(518) Reimbursements received under contracts and agreements	0	0			23
24		(519) Miscellaneous income	55	282			24
25		Income from affiliated companies: 519					
25		a. Dividends (equity method)	0	0			25
26		b. Equity in undistributed earnings (losses)	2,268	1,149			26
27		TOTAL OTHER INCOME (lines 16-26)	14,246	13,437			27
28		TOTAL INCOME (lines 15, 27)	518,704	190,693			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations	0	0			29
30		(544) Miscellaneous taxes	0	0			30
31		(545) Separately operated properties-loss	0	0			31
32		(549) Maintenance of investment organization	0	0			32
33		(550) Income Transferred under contracts and agreements	0	0			33
34		(551) Miscellaneous income charges	2,894	25,634			34
35		(553) Uncollectible accounts	0	0			35
36		TOTAL MISCELLANEOUS DEDUCTIONS	2,894	25,634			36
37		Income available for fixed charges	515,810	165,059			37

210. RESULTS OF OPERATIONS - Continued

(Dollars in thousands)

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES					
		(546) Interest on funded long-term debt:			
38		(a) Fixed interest not in default	97,533	99,086	38
39		(b) Interest in default	0	0	39
40		(547) Interest on unfunded debt	280	78	40
41		(548) Amortization of discount on funded debt	0	0	41
42		TOTAL FIXED CHARGES (lines 38 through 41)	97,813	99,164	42
43		Income after fixed charges (lines 37 minus line 42)	417,997	65,895	43
OTHER DEDUCTIONS					
		(546) Interest on funded debt:			
44		(c) Contingent interest	0	0	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit	0	0	45
46		Income (loss) from continuing operations (before income taxes)	417,997	65,895	46
PROVISIONS FOR INCOME TAXES					
		(556) Income taxes on ordinary income:			
47		(a) Federal income taxes	20,140	860	47
48		(b) State income taxes	13,379	2,343	48
49		(c) Other income taxes	0	0	49
50		(557) Provision for deferred taxes	118,877	14,820	50
51		TOTAL PROVISIONS FOR INCOME TAXES (lines 47 through 50)	152,396	18,023	51
52		Income from continuing operations (line 46 minus line 51)	265,601	47,872	52
DISCONTINUED OPERATIONS					
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)	0	0	53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)	0	0	54
55		Income before extraordinary items (lines 52 through 54)	265,601	47,872	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary items (net)	0	0	56
57		(590) Income taxes on extraordinary items	0	0	57
58		(591) Provision for deferred taxes-Extraordinary items	0	0	58
59		TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)	0	0	59
60		(592) Cumulative effect of changes in accounting principles (\$ less applicable tax of \$)	0	0	60
61		Net income (loss) (lines 55 + 59 + 60)	265,601	47,872	61
Reconciliation of net railway operating income (NROI)					
62		Net revenues from railway operations	504,458	177,256	62
63		(556) Income taxes on ordinary income (-)	33,519	3,203	63
64		(557) Provision for deferred income taxes (-)	118,877	14,820	64
65		Income from lease of road and equipment (-)	0	0	65
66		Rent for leased roads and equipment (+)	263	225	66
67		Net railway operating income (loss)	352,325	159,458	67

210. RESULTS OF OPERATIONS
(Dollars in Thousands)

- 1 Disclose the requested information for respondent pertaining to results of operations for the year.
- 2 Report total operating expenses from Schedule 410. Any differences between this schedule and Schedule 410 must be explained on page 18.
- 3 List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.
- 4 All contra entries should be shown in parenthesis.

Cross-checks

Schedule 210
Line 15, col b
Lines 47, 48, 49 col b
Line 50, col b

Schedule 210
= Line 62, col b
= Line 63, col b
= Line 64, col b

Line 14, col b
Line 14, col d
Line 14, col e

Schedule 410
= Line 620, col h
= Line 620, col f
= Line 620, col g

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue and expenses (d)	Passenger-related revenue and expenses (e)	Line No.
ORDINARY ITEMS							
OPERATING INCOME							
Railway Operating Income							
1		(101) Freight	20,683,780	19,686,015	20,683,780		1
2		(102) Passenger	108,259	103,273		108,259	2
3		(103) Passenger-Related	711	621		711	3
4		(104) Switching	178,285	172,595	178,285		4
5		(105) Water Transfers	22,349	19,026	22,349		5
6		(106) Demurrage	92,064	93,543	92,064		6
7		(110) Incidental	741,582	715,802	741,582		7
8		(121) Joint Facility-Credit	13,992	14,947	13,992		8
9		(122) Joint Facility-Debit					9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	21,841,022	20,805,822	21,732,052	108,970	10
11		(502) Railway operating revenues-transfers from government authorities	94,100	92,392		94,100	11
12		(503) Railway operating revenues-amortization of deferred transfers from government authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	21,935,122	20,898,214	21,732,052	203,070	13
14	*	(531) Railway operating expenses	14,765,928	14,407,804	14,565,131	200,797	14
15	*	Net revenue from railway operations	7,169,194	6,490,410	7,166,921	2,273	15
OTHER INCOME							
16		(506) Revenue from property used in other than carrier operations	40,765	20,430			16
17		(510) Miscellaneous rent income	91,716	90,284			17
18		(512) Separately operated properties-Profit					18
19		(513) Dividend income (cost method)	213	213			19
20		(514) Interest income	2,272	2,000			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt	411	1,957			22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	43,209	45,801			24
Income from affiliated companies: 519							
25		a. Dividends (equity method)	31,923	18,139			25
26		b. Equity in undistributed earnings (losses)	74,299	75,576			26
27		TOTAL OTHER INCOME (lines 16-26)	284,808	254,400			27
28		TOTAL INCOME (lines 15, 27)	7,454,002	6,744,810			28
MISCELLANEOUS DEDUCTIONS FROM INCOME							
29		(534) Expenses of property used in other than carrier operations	12,616	12,615			29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income transferred under contracts and agreements					33
34		(551) Miscellaneous income charges	38,622	33,921			34
35		(553) Uncollectible accounts					35
36		TOTAL MISCELLANEOUS DEDUCTIONS	51,238	46,536			36
37		Income available for fixed charges	7,402,764	6,698,274			37

210. RESULTS OF OPERATIONS - (Concluded)					
(Dollars in Thousands)					
Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES					
38		(546) Interest on funded debt:			
		(a) Fixed interest not in default	95,137	122,914	38
39		(b) Interest in default			39
40		(547) Interest on unfunded debt	879	55,429	40
41		(548) Amortization of discount on funded debt	3,395	3,110	41
42		TOTAL FIXED CHARGES (lines 38-41)	99,411	181,453	42
43		Income after fixed charges (line 37 minus line 42)	7,303,353	6,516,821	43
OTHER DEDUCTIONS					
44		(546) Interest on funded debt:			
		(c) Contingent interest	7,651	7,731	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit			45
46		Income (Loss) from continuing operations (before income taxes)	7,295,702	6,509,090	46
PROVISIONS FOR INCOME TAXES					
47	*	(556) Income taxes on ordinary income:			
		(a) Federal income taxes	1,968,427	1,437,632	47
48	*	(b) State income taxes	235,214	171,654	48
49	*	(c) Other income taxes	(86,322)	20,237	49
50	*	(557) Provision for deferred taxes	642,157	823,690	50
51		TOTAL PROVISIONS FOR INCOME TAXES (lines 47-52)	2,759,476	2,453,213	51
52		Income from continuing operations (line 46 minus line 51)	4,536,226	4,055,877	52
DISCONTINUED OPERATIONS					
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$_____)			53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$_____)			54
55		Income before extraordinary items (lines 52 - 54)	4,536,226	4,055,877	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary items (Net)			56
57		(590) Income taxes on extraordinary items			57
58		(591) Provision for deferred taxes - Extraordinary items			58
59		TOTAL EXTRAORDINARY ITEMS (lines 56-58)			59
60		(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$_____)			60
61	*	Net income (Loss) (Lines 55 + 59 + 60)	4,536,226	4,055,877	61
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
62	*	Net revenues from railway operations	7,169,194	6,490,410	62
63	*	(556) Income taxes on ordinary income (-)	(2,117,319)	(1,629,523)	63
64	*	(557) Provision for deferred income taxes (-)	(642,157)	(823,690)	64
65		Income from lease of road and equipment (-)			65
66		Rent for leased roads and equipment (+)	203	1,863	66
67		Net railway operating income (loss)	4,409,921	4,039,060	67

Note: Line 49 reflects current foreign income taxes and unrecognized tax benefits expense.