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CLINCHFIELD RAILROAD COMPANY

1979

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CLASS I RAILROADS

annual report

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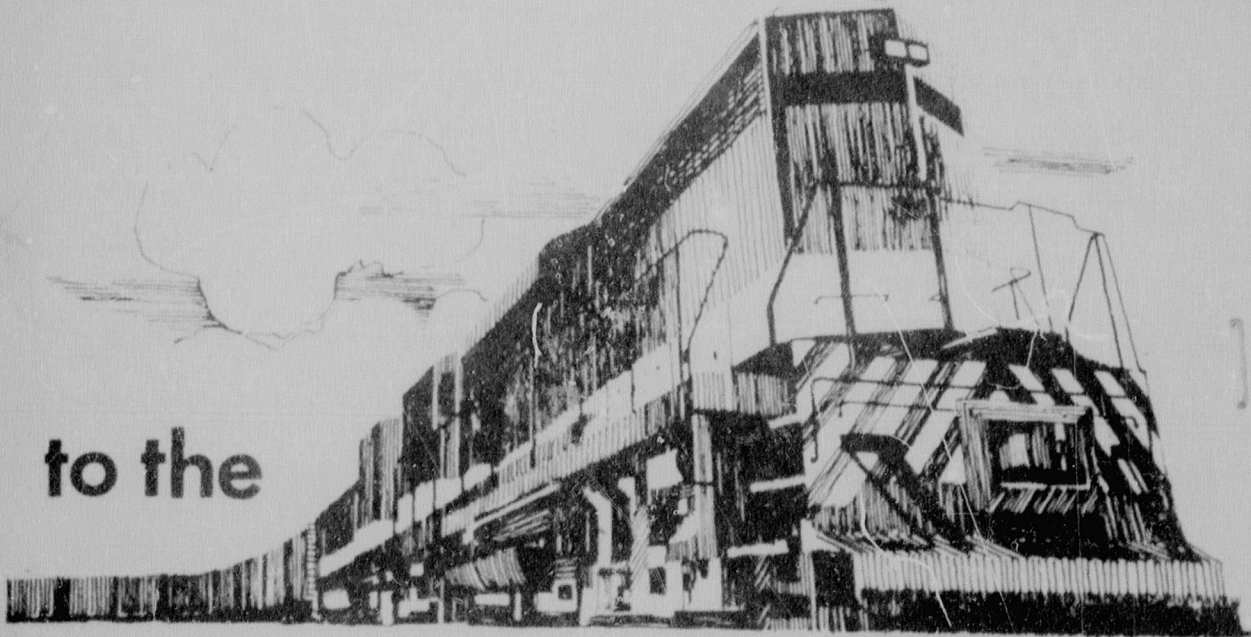
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CLINCHFIELD RAILROAD COMPANY
500 WATER STREET
JACKSONVILLE, FLORIDA 32202

Correct name and address if different than shown.

Full name and address of reporting carrier.
(Use mailing label on original, copy in full on duplicate.)

to the



Interstate Commerce Commission

FOR THE YEAR ENDED DECEMBER 31, 1979

1. This Form for annual report should be filled out in triplicate and two copies returned to the Interstate Commerce Commission, Bureau of Accounts, Washington, D.C. 20423, by March 31, of the year following that for which the report is made. One copy should be retained in respondent's files. Attention is specially directed to the following provisions of Part I of the Interstate Commerce Act:

(149 U.S.C. 11145) The Commission is hereby authorized to require annual, periodical, or special reports from carriers, lessors, * * * (as defined in this section), to prescribe the manner and form in which such reports shall be made, and to require from such carriers, lessors, * * * specific and full, true, and correct answers to all questions upon which the Commission may deem information to be necessary, classifying such carriers, lessors, * * * as it may deem proper for any of these purposes. Such annual reports shall give an account of the affairs of the carrier, lessor, * * * in such form and detail as may be prescribed by the Commission.

(11145) Said annual reports shall contain all the required information for the period of twelve months ending on the 31st day of December in each year, unless the Commission shall specify a different date, and shall be made out under oath and filed with the Commission at its office in Washington within three months after the close of the year for which report is made, unless additional time be granted in any case by the Commission.

(11144) Any person who shall knowingly and willfully make, cause to be made, or participate in the making of, any false entry in any annual or other report required under this section to be filed, * * * or shall knowingly or willfully file with the Commission any false report or other document, shall be deemed guilty of a misdemeanor and shall be subject, upon conviction in any court of the United States of competent jurisdiction, to a fine of not more than five thousand dollars or imprisonment for not more than two years, or both such fine and imprisonment: * * *

(11901) Any carrier or lessor, * * * or any officer, agent, employee or representative thereof, who shall fail to make and file an annual or other report with the Commission within the time fixed by the Commission, or to make specific and full, true, and correct answer to any question within thirty days from the time it is lawfully required by the Commission so to do, shall forfeit to the United States the sum of one hundred dollars for each and every day it shall continue to be in default with respect thereto.

(11141) As used in this section * * * the term "carrier" means a common carrier subject to this part, and includes a receiver or trustee of such carrier; and the term "lessor" means a person owning a railroad, a water line, or a pipe line, leased to and operated by a common carrier subject to this part, and includes a receiver or trustee of such lessor, * * *

The respondent is further required to send to the Bureau of Accounts immediately upon preparation, two copies of its latest annual report to stockholders. See schedule B, page 2.

2. The instructions in this Form should be carefully observed, and each question should be answered fully and accurately, whether it has been answered in a previous annual report or not. Except in cases where they are specifically authorized, cancellations, arbitrary check marks, and the like should not be used either as partial or as entire answers to inquiries. If any inquiry, based on a preceding inquiry in the present report form is, because of the answer rendered to such preceding inquiry, inapplicable to the person or corporation in whose behalf the report is made, such notation as "Not applicable; see page _____ schedule (or line) number _____" should be used in answer thereto, giving precise reference to the portion of the report showing the facts which make the inquiry inapplicable. Where the word "none" truly and completely states the fact, it should be given as the answer to any particular inquiry or any particular portion of an inquiry. Where dates are called for, the month and day should be stated as well as the year. Customary abbreviations may be used in stating dates.

3. Every annual report should, in all particulars, be complete in itself, and references to the returns of former years should not be made to take the place of required entries except as herein otherwise specifically directed or authorized.

4. If it be necessary or desirable to insert additional statements, typewritten or other, in a report, they should be legibly made on durable paper and, wherever practicable, on sheets not larger than a page of the Form. Inserted sheets should be securely attached, preferably at the inner margin; attachment by pins or clips is insufficient.

5. All entries should be made in a permanent black ink. Those of a contrary character should be indicated in parenthesis.

6. Money items, except averages, throughout the annual report form should be shown in thousands of dollars adjusted to accord with footings. Totals for amounts reported in subsidiary accounts included in supporting schedules must be in agreement with related primary accounts. For purposes of rounding, amounts of \$500 but less than \$1,000 should be raised to the nearest thousand dollars, and amounts of less than \$500 should be lowered.

7. Railroad corporations, mainly distinguished as operating companies and lessor companies, are for the purpose of report to the Interstate Commerce Commission divided into classes. An operating company is one whose officers direct the business of transportation and whose books contain operating as well as financial accounts; and, a lessor company, the property of which being leased to and operated by another company, is one that maintains a separate legal existence and keeps financial but not operating accounts. In making reports, lessor companies use Annual Report Form R-4.

Operating companies are broadly classified, with respect to their operating revenues, according to the following general definitions:

Class I companies are those having annual operating revenues of \$50,000,000, or more. For this class, Annual Report Form R-1 is provided.

Class II companies are those having annual operating revenues less than \$50,000,000 but in excess of \$10,000,000. For this class, Annual Report Form R-2 is provided.

Class III companies are those having annual operating revenues of \$10,000,000, or less. For this class, Annual Report Form R-3 is provided.

All switching and terminal companies will be designated class III railroads.

8. Except where the context clearly indicates some other meaning, the following terms when used in this Form have the meanings below stated:

Commission means the Interstate Commerce Commission. Respondent means the person or corporation in whose behalf the report is made. The Year means the year ended December 31 for which the report is made. The Close of the Year means the close of business on December 31, of the year for which the report is made; or, in case the report is made for a shorter period than one year, it means the close of the period covered by the report. The Beginning of the Year means the beginning of business on January 1 of the year for which the report is made; or, in case the report is made for a shorter period than one year, it means the beginning of the period covered by the report. The Preceding Year means the year ended December 31 of the year next preceding the year for which the report is made. The Uniform System of Accounts for Railroad Companies means the system of accounts in Part 1204 of Title 49, Code of Federal Regulations, as amended.

ANNUAL REPORT

OF

CLINCHFIELD RAILROAD COMPANY

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1979

Name, official title, telephone number, and office address of officer in charge of correspondence with the Commission regarding this report:

(Name) N. H. Stier (Title) Assistant Comptroller

(Telephone number) 904 359-3100
(Area code) (Telephone number)

(Office address) 500 Water Street, Jacksonville, Florida 32202
(Street and number, city, State, and ZIP code)

SPECIAL NOTICE

The attention of the respondent is directed below to certain particulars, if any, in which this report form differs from the corresponding form for the preceding year. It should be understood that mention is not made of necessary substitutions of dates or, in general, such other things as simple modifications intended to make requirements clearer, other minor adjustments, and typographical corrections.

Revisions to this report resulted from the following Commission's decisions copies of which were served on all railroads:

<u>Docket</u>	<u>Title</u>	<u>Decision Date</u>
37082	Reporting Contributions to Employee Stock Ownership plans	3/14/79
Ex Parte No. 305	Nationwide Increase of 10 percent in Freight Rates and Charges	2/8/79

ESTIMATE OF REPORTING BURDEN

In order to monitor carrier reporting burden and to satisfy GAO requirements pursuant to Section 409 of Public Law 93-153, it is requested that you voluntarily furnish your best estimate of the number of hours required to complete this report.

In making this estimate, please include the number of hours attributable to preparing the report and for any special compilations contained in this report that would not generally be maintained or used by management for purposes other than reporting to this Commission.

Total hours (Estimated) 3,900

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A. SCHEDULES OMITTED BY RESPONDENT

1. The respondent, at its option, may omit pages from this report provided there is nothing to report or the schedules are not applicable.

2. Show below the pages excluded and indicate the schedule number and title in the space provided below.

3. If no schedules were omitted indicate "NONE".

Page	Schedule No.	Title
3-4	C	Voting Powers and Elections
11	220	Retained Earnings - Unappropriated
12	221	Retained Earnings - Appropriated
12	225	Transfers from Government Authorities
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31	325	Property Used in Other Than Carrier Operations - Continued
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85	705	Changes During the Year
86	-	Notes and Remarks

B. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any *changes* of the nature referred to under inquiry 4 on this page have taken place during the year covered by this report, they should be explained in detail.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between *railroad* and *railway*. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification." If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization. If a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other possession began. If a partnership, give date of formation and also names in full of present partners.

3. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report Clinchfield Railroad Company
2. Date of incorporation See reply to No. 3
3. Under laws of what Government, State, or Territory organized? If more than one, name all. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees "Clinchfield Railroad Company" is the designation of Lessees' operating organization, is not incorporated, and operates the properties of Carolina, Clinchfield and Ohio Railway, Carolina, Clinchfield and Ohio Railway of South Carolina and Clinchfield Northern Railway of Kentucky (merged with and into Carolina, Clinchfield and Ohio Railway on March 26, 1940, Interstate Commerce Commission Finance Docket No. 12671), which
4. If the respondent was reorganized during the year, involved in a consolidation or merger, or conducted its business under a different name, give full particulars. (No. 3 continued) were leased jointly (50-50 basis) to Atlantic Coast Line Railroad Company (now Seaboard Coast Line Railroad Company) and Louisville and Nashville Railroad Company under lease dated October 16, 1924, authorized by Interstate Commerce Commission in Finance Docket No. 3131.
- No. 4. Not a reorganized, consolidated, or merged company.

STOCKHOLDERS REPORTS

5. The respondent is required to send to the Bureau of Accounts, immediately upon preparation, two copies of its latest annual report to stockholders.

Check appropriate box:

- ☐ Two copies are attached to this report.
- ☐ Two copies will be submitted _____ (date)
- ☒ No annual report to stockholders is prepared.

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Asset</u>	\$	\$
1	701	Cash	1,359	1,727
2	702	Temporary Cash Investments (Sch. 300)	2,600	2,635
3	703	Special Deposits (Sch. 300)	65	3
		<u>Accounts Receivable</u>		
4	705	Interline and Other Balances	3,013	2,360
5	706	Customers	1,654	1,824
6	707, 704	Other	413	119
7	709, 708	Accrued Accounts Receivables	10,311	9,932
8	708.5	Receivables from Affiliated Companies	82	138
9	709.5	Less: Allowance for Uncollectible Accounts		
10	710, 711, 714	Prepayments (and working funds) (Sch. 300)	175	131
11	712	Materials and Supplies	4,615	4,228
12	713	Other Current Assets (Sch. 300)	54	46
13		Total Current Assets	24,341	23,243
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)	32,576	31,623
15	721, 721.5	Investments and Advances, Affiliated Companies (Sch. 310)	3,876	3,694
16	737, 738	Property used in other than Carrier Operations less depreciation		
		\$ (Sch. 325)		
17	739, 741	Other Assets (Sch. 329)	674	1,510
18	743, 744	Other Deferred Debits (Sch. 329)	252	156
19		Total Other Assets	37,378	36,983
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	1,179	1,179
21		Equipment	104,960	81,597
22		Unallocated Items	22	22
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 332, 342, 352, 355)	(31,904)	(30,521)
24		Net road and Equipment	74,257	52,277
25		Total Assets	135,976	112,503

NOTES AND REMARKS

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - LIABILITIES AND SHAREHOLDERS' EQUITY

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Begin- ning of Year (c)
		<u>Current Liabilities</u>	\$	\$
26	751	Loans and Notes Payable (Sch. 370)		
27	752	Accounts Payable, Interline and Other Balances	318	277
28	753, 754	Other Accounts Payable	2,214	2,233
29	755, 756	Interest and Dividends Payable	1,391	639
30	757	Payables to Affiliated Companies	8,118	7,602
31	759	Accrued accounts Payable (Sch. 370)	9,525	9,208
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 379)	901	1,135
33	763	Other Current Liabilities (Sch. 370)	1,952	1,631
34	764	Equipment obligations and other long-term debt due within one year	5,295	4,051
35		Total Current Liabilities	29,714	26,776
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured	1,250	
37	766	Equipment obligations	45,011	25,865
38	766.5	Capitalized Lease Obligations		
39	768	Debt in default		
40	769	Accounts payable: Affiliated Companies	47,824	47,406
41	770.1, 770.2	Unamortized debt premium (discount)	(113)	(36)
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits		
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)	12,290	12,492
46		Total Noncurrent Liabilities	106,262	85,727
		<u>Shareholders' Equity</u>		
47	791, 792	Capital Stock: (Sch. 230)		
48		Common Stock		
49		Preferred Stock		
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)		
		Retained Earnings		
52	797	Appropriated (221)		
53	798	Unappropriated (220)		
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock		
56		Net Stockholders Equity		
57		Total Liabilities and Shareholders Equity	135,976	112,503

NOTES AND REMARKS

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES

The notes listed below are provided for the purpose of disclosing supplementary information concerning matters which have an important effect on the financial condition of the carrier. The carrier shall give the particulars called for herein and where there is nothing to report, insert the word "none"; and in addition thereto shall enter in separate notes with suitable particulars other matters involving material amounts of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles, except as shown in other schedules. This includes explanatory

statements explaining (1) service interruption insurance policies and indicate the amount of indemnity to which respondent will be entitled for work stoppage losses and the maximum amount of additional premium respondent may be obligated to pay in the event such losses are sustained by other railroads; (2) particulars concerning obligations for stock purchase options granted to officers and employees; and (3) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements. (Dollars in thousands)

1. Amount (estimated, if necessary) of net income or retained income which has to be provided for capital expenditures, and for sinking and other funds pursuant to provisions of reorganization plans, mortgages, deeds of trust, or other contracts \$None

2. Estimated amount of future earnings which can be realized before paying Federal income taxes because of unused and available net operating loss carryover on January 1 of the year following that for which the report is made \$None

3. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year: See Note on Page 8

(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund. Not Available

(c) Is any part of pension plan funded? Specify: Yes X No

(i) If funding is by insurance, give name of insuring company Not Applicable

(ii) If funding is by trust agreement, list trustee(s) First Kentucky Trust Co., Louisville, Ky.

Date of trust agreement or latest amendment December 31, 1979

If respondent is affiliated in any way with the trustee(s), explain affiliation: Not Affiliated

(d) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement See Note on Page 8

(e) (i) Is any part of the pension plan fund invested in stock or other securities of the respondent or any of its affiliates? Specify:

Yes No X

If yes, give number of the shares for each class of stock or other security:

(ii) Are voting rights attached to any securities held by the pension plan? Specify: Yes X No. If yes, who determines how stock is voted? The Trustee, subject to approval or direction of the Investment Committee

4. State whether a segregated political fund has been established as provided by the Federal Election Campaign Act of 1971 (18 U.S.C. 610). YES X NO

5. State separately amounts of deferred maintenance and delayed capital improvements as reported to the Commission in Ex Parte No. 305 as of close of year:

(a) Deferred maintenance See Note Below \$

(b) Delayed capital improvements See Note Below \$

6. (a) The amount of employers contribution to employee stock ownership plans for the current year was \$ None

(b) The amount of investment tax credit used to reduce current income tax expense resulting from contributions to qualified employee stock ownership plans for the current year was \$ None

5. This data will be filed at a later date pending the I.C.C.'s final decision in its current consideration to rescind order requiring information shown on these schedules relating to Ex Parte 305.

7. Respondent carries a service interruption policy with the Imperial Insurance Company (Cayman Islands), Limited, indemnifying it against a maximum daily loss of \$122 to cover its fixed and continuing expenses during certain work stoppages. Respondent may be obligated to pay additional premiums subject to a maximum additional premium of \$1,215 in the event such losses are sustained by other railroads holding similar policies.

Continued on following page

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES (Concluded)

Marketable Equity Securities - to be completed by companies with \$10.0 million or more in gross operating revenues.

(a) Changes in Valuation Accounts Not Applicable

	Cost	Market	Dr. (Cr) to Income	Dr. (Cr) to Stockholders Equity
(Current Yr.) Current Portfolio				XXXXX
as of / / Noncurrent Portfolio			XXXXX	\$
(Previous Yr.) Current Portfolio			XXXXX	XXXXX
as of / / Noncurrent Portfolio			XXXXX	XXXXX

(b) At / / , gross unrealized gains and losses pertaining to marketable equity securities were as follows:

	Gains	Losses
Current	\$	\$
Noncurrent		

(c) A net unrealized gain (loss) of \$ on the sale of marketable equity securities was included in net income for (year). The cost of securities sold was based on the (method) cost of all the shares of each security held at time of sale.

Significant net realized and net unrealized gains and losses arising after date of the financial statements but prior to their filing, applicable to marketable equity securities owned at balance sheet date shall be disclosed below:

NOTE: / / - date - Balance sheet date of the current year unless specified as previous year.

NOTES AND REMARKS

3. (a) Respondent is a participant in the Family Lines System Employees Supplemental Retirement Plan, covering employees not subject to collective bargaining agreements. The policy is to fund pension costs accrued. Contributions cover normal pension costs for the year and amortization of past service costs on a basis that will fund such costs over periods not exceeding thirty years. The plan complies with the Employees Retirement Income Security Act of 1974. Contributions charged to operating expenses during 1979 and 1978 were \$220 and \$143, respectively. The aggregate unfunded past service cost approximated \$1,900 at January 1, 1979.

In the latter part of 1978 the pension plan for employees was amended to provide a general increase in retirement benefits and to liberalize the benefits available to early retirees. The increases in pension expense and unfunded past service costs are primarily attributable to these amendments.

- (d) Atlanta and West Point RR Co.; The Atlantic Land & Improvement Co.; Carrollton RR Co.; Columbia, Newberry & Laurens RR Co.; Cybernetics & Systems, Inc.; Gainesville Midland RR Co.; Georgia RR; Haysi RR Co.; Holston Land Co., Inc.; High Point, Thomasville & Denton RR Co.; Louisville and Nashville RR Co.; Seaboard Coast Line RR Co.; Seacoast Transportation Co.; Western Railway of Alabama; and Winston-Salem Southbound Rwy. Co. Charges are actuarially allocated between affiliates based on ages, service and salaries of members.

Note to Schedule 210, Page 10:

Account 556 - Income Taxes on Ordinary Income, does not include accrual of Federal income taxes on income of Clinchfield Railroad. Such taxes are payable by and included in Account 556 on books of the Lessee Companies, Seaboard Coast Line Railroad Company and Louisville and Nashville Railroad Company. If such accruals had been made on Respondent's books, Income From Continuing Operations and Net Income would have been reduced approximately \$369 in 1979 and \$2,475 in 1978. The effect of deferred income taxes is also accrued on books of the Lessee Companies.

210. RESULTS OF OPERATIONS

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.

3. List dividends from investments accounted for under the

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

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

5. Report dollars in thousands.

Line No.	Item: (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
	ORDINARY ITEMS				
	OPERATING INCOME				
	Railway Operating Income				
1	(101) Freight **	\$ 64,850	\$ 60,791	\$ 64,850	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching	277	278	277	
5	(105) Water Transfers				
6	(106) Demurrage	904	843	904	
7	(110) Incidental	176	290	176	
8	(121) Joint Facility-Credit				
9	(122) Joint Facility-Debit				
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities)	66,207	62,202	66,207	
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (lines 10-12)	66,207	62,202	66,207	
14	(531) Railway operating expenses	54,087	52,549	54,087	
15	*Net revenue from railway operations	12,120	9,653	12,120	
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations	10	13		
17	(510) Miscellaneous rent income	46	38		
18	(512) Separately operated properties-Profit				
19	(513) Dividend Income				
20	(514) Interest income	421	196		
21	(516) Income from sinking and other funds	229	54		
22	(517) Release of premiums of funded debt				
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	4	2		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)	57	(197)		
27	Total other income (lines 16-26)	767	106		
28	Total income (lines 15, 27)	12,887	9,759		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations				
30	(535) Taxes on property used in other than carrier operations				
31	(543) Miscellaneous rent expense	35	40		
32	(544) Miscellaneous taxes	13	25		
33	(545) Separately operated properties-Loss				
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies	8,469	6,903		
36	(551) Miscellaneous income charge	347	405		
37	(553) Uncollectible accounts				
38	Total miscellaneous deduction: (lines 29-37)	8,864	7,373		
39	Income available for fixed charges (lines 28, 38)	4,023	2,386		

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
	FIXED CHARGES	\$	\$
(546) Interest on funded debt:			
40 (a) Fixed interest not in default		4,077	2,122
41 (b) Interest in default			
42 (547) Interest on unfunded debt			
43 (548) Amortization of discount on funded debt		20	14
44 Total fixed charges (lines 40-43)		4,097	2,136
45 Income after fixed charges (lines 39, 44)		(74)	250
	OTHER DEDUCTIONS		
(546) Interest on funded debt:			
46 (c) Contingent interest			
	UNUSUAL OR INFREQUENT ITEMS		
47 (555) Unusual or infrequent items (debit) credit			
48 Income (loss) for continuing operations (before income taxes)		(74)	250
	PROVISIONS FOR INCOME TAXES		
(556) Income taxes on ordinary income:			
49 Federal income taxes (See Note on Page 8)		(74)	250
50 State income taxes			
51 Other income taxes			
52 (557) Provision for deferred income taxes (See Note on Page 8)		-	-
53 Income from continuing operations (See Note on Page 8)		-	-
	DISCONTINUED OPERATIONS		
54 (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
55 (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES		
56 (570) Extraordinary items (Net)			
57 (590) Income taxes on extraordinary items			
58 (591) Provision for deferred taxes - Extraordinary items		-	-
59 Total extraordinary items (lines 56-58)		-	-
60 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)		-	-
61 Net income (See Note on Page 8)		-	-
	*Reconciliation of net railway operating income (NROI)		
62 Net revenues from railway operations		12,120	
63 (556) Income taxes on ordinary income		+ 74	
64 (557) Provision for deferred income taxes			
65 Income from lease of road and equipment		2,164	
66 Rent for leased roads and equipment		14,358	
67 Net railway operating income			
68 **Report hereunder the charges to the revenue accounts representing payments made to others for Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$ <u>None</u>			
(a) Of the amount reported for "Net revenue from railway operations", <u>None</u> % (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one) Actual () Estimated ()			
69 Switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of freight rates, including the switching of empty cars in connection with a revenue movement \$ <u>46</u>			
Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates)			
70 (a) Payments for transportation of persons			\$ None
71 (b) Payments for transportation of freight shipments			\$ None
NOTE - Gross charges for protective services to perishable freight, with action for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal charges):			
72 Charges for service for the protection against heat			\$ None
73 Charges for service for the protection against cold			\$ None

230. CAPITAL STOCK

PART I. CAPITAL STOCK

1. Disclose in column (a) the particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.
 2. Present in column (b) the par or stated value of each issue. If none, so state.
 3. Disclose in columns (c), (d), (e) and (f) the required information concerning the number of shares authorized, issued, in treasury and outstanding for the various issues.
 4. For the purposes of this report, capital stock and other securities are considered to be nominally issued when certificates are signed and sealed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They

are considered to be actually issued when sold to a bona fide purchaser who holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding. If reacquired by or for the respondent under such circumstances as required them to be considered as held alive, and not canceled or retired, they are considered to be nominally outstanding.
 5. If stock is being held subject to an exchange for the outstanding securities of constituent companies, then include such stock as outstanding stock, and disclose the details in footnotes.
 6. Report dollars in thousands.

Line No.	Class of Stock (a)	Par Value (b)	Authorized (c)	Number of Shares			Book Value at End of Year	
				Issued (d)	In Treasury (e)	Outstanding (f)	Outstanding (g)	In Treasury (h)
1	Common	None						
2								
3								
4	Preferred	None						
5								
6								
7								
8								
9								
10	TOTAL	XXXXX						

PART II. SUMMARY OF CAPITAL STOCK CHANGES DURING YEAR

1. The purpose of this part is to disclose capital stock changes during year.
 2. Column (a) presents the items to be disclosed.
 3. Columns (b), (d) and (f) require disclosures of the number of preferred, common and treasury stock, respectively, applicable to the items presented in column (a).
 4. Columns (c), (e) and (g) requires the applicable disclosure of the book values of preferred, common and treasury stock.

5. Disclose in column (h) the additional paid-in capital realized from changes in capital stock during year.
 6. Unusual circumstances arising from changes in capital stock changes shall be fully explained in footnotes to this schedule.
 7. Report dollars in thousands.

Line No.	Items (a)	Preferred Stock		Common Stock		Treasury Stock		Additional Capital (h)
		Number of Shares (b)	Amount (c)	Number of Shares (d)	Amount (e)	Number of Shares (f)	Amount (g)	
11	Balance at Beginning of year		\$		\$		\$	\$
12	Capital Stock Sold ¹							
13	Capital Stock Re-acquired							
14	Capital Stock Canceled							
15	Stock Dividends							
16	Balance at Close of Year							

¹ By footnote state the purpose of the issue and authority.

240. STATEMENT OF CHANGES IN FINANCIAL POSITION

Give the information as requested concerning the source and application of funds during the year. Funds for the purpose of this schedule shall include all assets or financial resources even though a transaction may not directly affect cash or working capital. For example, the purchase of property in exchange for shares of stock or bonds would be an application of funds for investment in property provided by the issue of securities. Sources and uses of funds should be individually disclosed. For example, outlays for fixed assets should not be reported net of retirements.

Report dollars in thousands.

Line No.	Description (a)	Current year (b)	Prior year (c)
SOURCES OF WORKING CAPITAL			
1	Working capital provided by operations:		
2	Net income (loss) before extraordinary items		
3	Add expenses not requiring outlay of working capital; (subtract) credits not generating working capital:		
4	Retirement of nondepreciable property	(1)	14
5	Loss (gain) on sale or disposal of tangible property		
6	Depreciation and amortization expenses	4,326	3,465
7	Net increase (decrease) in deferred income taxes		
8	Net decrease (increase) in parent's share of subsidiary's undistributed income for the year	(57)	197
9	Net increase (decrease) in noncurrent portion of estimated liabilities	5	8
10	Other (specify):		
11	Income transferred to lessees	8,469	6,903
12	Lessor's prior years tax and interest accruals not requiring working capital	347	198
13	Deferred and incentive compensation not requiring working capital	16	
	Total working capital from operations before extraordinary items	13,105	10,785

240. STATEMENT OF CHANGES IN FINANCIAL POSITION - Continued

Line No.	Description (a)	Current year (b)	Prior year (c)
		\$	\$
	SOURCES OF WORKING CAPITAL - Continued		
14	Add funds generated by reason of discontinued operations, extraordinary items, prior period adjustments, and changes in accounting principles		
15	Total working capital from operations	13,105	10,785
	Working capital from sources other than operating:		
16	Proceeds from issuance of long-term liabilities	26,582	11,098
17	Proceeds from sale/disposition of carrier operating property	1,042	715
18	Proceeds from sale/disposition of other tangible property		
19	Proceeds from sale/repayment of investments advances	1,013	829
20	Net decrease in sinking and other special funds	1,352	
21	Proceeds from issue of capital stock		
	Other (specify):		
22	Amounts payable to Lessees (1977 income transferred from current liabilities)		10,075
23	Increase in other liabilities and deferred credits and decrease in other assets	1,070	197
24	and deferred charges		
25			
26			
27	Total working capital from sources other than operating	31,059	22,914
28	Total sources of working capital	44,164	33,699

240. STATEMENT OF CHANGES IN FINANCIAL POSITION - Concluded

Line No.	Description (a)	Current year (b)	Prior year (c)
	APPLICATION OF WORKING CAPITAL		
29	Amount paid to acquire/retire long-term liabilities	\$ 6,290	\$ 4,941
30	Cash dividends declared		
31	Purchase price of carrier operating property	26,925	8,926
32	Purchase price of other tangible property		
33	Purchase price of long-term investments and advances	3,447	3,412
34	Net increase in sinking or other special funds		2,280
35	Purchase price of acquiring treasury stock		
	Other (specify):		
36	Payments to Lessees on operating profits	7,650	2,000
37	1978 income recorded as a current liability		7,100
38	Increase in other assets and deferred charges and decrease in other liabilities and deferred credits	1,288	685
39	Property retired not replaced due Lessors	4	14
40	Net increase in current portion of Lessee operating profits	400	
41			
42			
43			
44			
45	Total application of working capital	46,004	29,358
46	Net increase (decrease) in working capital	(1,840)	4,341

241. CHANGES IN WORKING CAPITAL

Compute the net changes in each element of working capital.
(Thousand dollar Reporting Rule)

Line No.	Item (a)	Current year (b)	Prior year (c)	Increase (Decrease) (d)
1	Cash and temporary investments	\$ 3,959	\$ 4,362	\$ (403)
2	Net receivables	15,473	14,473	1,000
3	Prepayments	175	131	44
4	Materials and supplies	4,615	4,228	387
5	Other current assets not included above	119	49	70
6	Notes payable and matured obligations			
7	Accounts payable	21,566	19,959	1,607
8	Current equipment obligations and other debt	5,295	4,051	1,244
9	Other current liabilities not included above	2,853	2,766	87
10	Net increase (decrease) in working capital	(5,373)	(3,533)	(1,840)

245. WORKING CAPITAL INFORMATION

1. Report below the information requested with respect to the referenced accounts.
2. Give the amount of issues from stock during the year for lines 1 thru 5 as it pertains to account 712, "Material and supplies".
3. Report on lines 6 and 7 only the amount applicable to common-carrier transportation service included in accounts 707 and 754.
4. Report on lines 8 and 9 the amount included in account balances for 761 and 556 which represent state income taxes. (Do not include taxes levied in lieu of property taxes).
5. Report dollars in thousands.

Line No.	Item	Amount
	(a)	(b)
1	Construction and additions and betterments	\$ 602
2	Common-carrier operating purposes	10,287
3	Used by other than respondent's lessor companies	183
4	Total	11,072
5	Portion of balance in the material and supplies account at end of year that represents scrap and obsolete material	88
6	Account 707: Accounts receivable; other	160
7	Account 754: Accounts payable; other	315
8	Account 761: State and other income taxes accrued	(14)*
9	Account 556: Income taxes on ordinary income	(74)*

NOTES AND REMARKS

*Note: Net debit balance reflected in account 761 and credits from account 556 are the result of adjustments of prior year accruals and payment of estimated taxes for current year. Effective with the year 1979, Clinchfield Railroad's taxable income will be included in the state income tax returns filed by Lessees.

300. ITEMS IN SELECTED CURRENT ASSET ACCOUNTS

If the amount in the captioned selected current asset accounts (Accounts 702, 703, 704, 708, 709, 710, 711, 712, and 713) exceeds 5% of total current assets, report the three largest items in the account or combined accounts and any other items exceeding

5% of current assets. Give a brief description of each item list. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote. (Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Amount (c)
1	702	Various Commercial Paper	\$ 2,600
2			
3	709	Estimated Revenues on Interline and Local Freight Traffic	7,569
4		Estimated Per Diem and Mileage Due From Others	1,702
5		Estimated Equipment Lease Rental Due from L&N RR Co.	356
6			
7			
8			
9			
10			
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301. COMPENSATING BALANCES AND SHORT-TERM BORROWING ARRANGEMENTS

Using the following notes as a guideline, show the requirements compensating balances and short-term borrowing arrangements. Footnote disclosure is required even though the arrangement is not reduced to writing.

1. Disclose compensating balances not legally restricted, lines of credit used and unused, average interest rate of short-term borrowings outstanding at balance sheet date, maximum amount of outstanding borrowings during the period and the weighted average rate of those borrowings.
2. Time deposits and certificates of deposit constituting compensating balances not legally restricted should be disclosed.
3. Compensating balance arrangements need only be disclosed for the latest fiscal year.
4. Compensating balances included in account 703, Special deposits, and in account 717, Other funds, should also be separately disclosed below.
5. Compensating balance arrangements are sufficiently material to require disclosure in footnotes when the aggregate of written and oral agreement balances amount to 15 percent or more of liquid assets (current cash balances, restricted and unrestricted plus marketable securities).
6. When a carrier is not in compliance with a compensating balance requirement, that fact should be disclosed along with stated and possible sanctions whenever such possible sanctions may be immediate (not vague or unpredictable) and material.

Compensating balance arrangements in the aggregate
amount to less than 15% of liquid assets.

Lines of credit unused - None

Lines of credit used - None

Short term borrowings outstanding at December 31, 1979 - None

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 310, 310A and 315

1. Schedules 310 and 315 should give particulars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of affiliated and nonaffiliated companies held by respondent at close of year. Specifically, the disclosures should include the investments in the obligations of Federal, state and local governments, and the obligation of individuals. Also, disclose the investments made, disposed of, and written down during the year, and the applicable dividends and interest credited to income as a result of those investments. They should exclude securities issued or assumed by respondent. For definition of affiliated companies, see the rules governing Account No. 721 "Investments in affiliated companies," in the Uniform System of Accounts for Railroad Companies.

2. List the investments in the following order and show a total for each group and each class of investments by accounts in numerical order:

- (A) Stocks:
 - (1) Carriers - active.
 - (2) Carriers - inactive.
 - (3) Noncarriers - active.
 - (4) Noncarriers - inactive.
- (B) Bonds (including U.S. Government Bonds):
- (C) Other secured obligations:
- (D) Unsecured notes:
- (E) Investment advances:

3. The subclassification of classes (B), (C), (D), and (E) should be the same as that provided for class (A).

4. The kinds of industry represented by respondent's investments in the securities of other companies should be shown by symbol opposite the names of the issuing corporations, the symbols and industrial classifications to be as follows:

Symbol	Kind of Industry
I	Agriculture, forestry, and fisheries
II	Mining
III	Construction
IV	Manufacturing
V	Wholesale and retail trade
VI	Finance, insurance, and real estate
VII	Transportation, communications, and other public utilities
VIII	Services
IX	Government
X	All other

5. By carriers, as the term is used here, is meant companies owning or operating railroads, facilities auxiliary thereto such as bridges, ferries, union depots, and other terminal facilities, sleeping cars, parlor cars, dining cars, freight cars, express service and facilities, electric railways, highway motor vehicles, steamboats and other marine transportation equipment, pipe lines (other than those for transportation of water), and other instrumentalities devoted to the transportation of persons or property for hire. Telegraph and telephone companies are not meant to be included.

6. Noncarrier companies should, for the purpose of these schedules, include telephone companies, telegraph companies, mining companies, manufacturing companies, hotel companies, etc. Purely "holding companies" are to be classed as noncarrier companies, even though the securities held by such companies are largely or entirely those issued or assumed by carriers.

7. By an active corporation is meant one which maintains an organization for operating property or administering its financial affairs. An inactive corporation is one which has been practically absorbed in a controlling corporation and which neither operates property nor administers its financial affairs if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

8. Combine, in one amount, investments in which the original cost or present equity in total assets is less than \$10,000.

9. Include investments in unincorporated entities such as lessee organizations. Exclude amounts normally settled on a current basis.

10. Do not include the value of securities issued or assumed by respondent.

11. For affiliates which do not report to the Interstate Commerce Commission and are jointly owned, disclose in footnotes the name and extent of control of the other controlling entities.

12. Report dollars in thousands.

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital funds"; 721, "Investments advances in affiliated companies"; and 717, "Other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 21, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged,

or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19__ to 19__." Abbreviations in common use in standard financial publications may be used to conserve space.

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds)	Extent of control
	(a)	(b)	(c)	(d)	(e)
1	721	A-3	VI	Holston Land Company, Inc.	100%
2					
3	721	E-2	VII	Haysi Railroad Company	
4					
5	721	E-3	VI	Holston Land Company, Inc.	100%
6				Total Advances	
7					
8					
9					
10					
11					
12					
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36					
37					
38					
39					
40				Total Account 721	

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Continued

column (c). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. If any advances reported are pledged, give particulars in a footnote.

8. Investments in companies in which neither the original cost or present equity in total assets is less than \$10,000 may be combined in one figure.

9. Also included should be investments in unincorporated entities such as lessee organizations (exclusive of amounts nominally settled on a current basis).

10. This schedule should not include securities issued or assumed by respondent.

11. For affiliated which do not report to the Interstate Commerce Commission, and are jointly owned, give names and extent of control of other entities by footnote.

12. Report dollars in thousands.

Investments and advances				Disposed of, Profit (loss)	Adjustments Account 721.5	Dividends or interest credited to income	Line No.
Opening balance	Additions	Deductions (if other than sale explain)	Closing balance				
(f)	(g)	(h)	(i)	(j)	(k)	(l)	
\$ 712	\$	\$	\$ 712	\$	\$	\$	1
							2
1,286	365	50	1,601				3
							4
1,030	190	375	845			98	5
2,316	555	425	2,446			98	6
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3,028	555	425	3,158			98	40

310A. INVESTMENTS IN COMMON STOCKS OF AFFILIATED COMPANIES
 Undistributed Earnings From Certain Investments in Affiliated Companies

1. Report below the details of all investments in common stocks included in Account 721, Investments in Affiliated Companies.

2. Enter in column (c) the amount necessary to retroactively adjust those investments. (See instruction 5-2, Uniform System

of Accounts.)

3. Enter in column (d) the share of undistributed earnings (i.e., less dividends) or losses.

4. Enter in column (e) the amortization for the year of the excess of cost over equity in net assets (equity over cost) at date

of acquisition.

5. For definitions of "carrier" and "non-carrier," see general instructions.

(DOLLARS IN THOUSANDS)

Line No.	Name of issuing company and description of security held. (a)	Balance at beginning of year (b)	Adjustment for investments equity method (c)	Equity in undistributed earnings (losses) during year (d)	Amortization during year (e)	Adjustment for investments disposed of or written down during year (f)	Balance at Close of year (g)
1	Carriers: (List specifics for each company)	\$	\$	\$	\$	\$	\$
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
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16							
17							
18							
19							
20							
21							
22							
23	Noncarriers: Holston Land Company, Inc.	664		57		(3)	718
24							
25							
26							
27	Total	664		57		(3)	718

Note: Column (f) represents Equity(loss) due Lessor.

NOTES AND REMARKS

315. SPECIAL FUNDS AND OTHER INVESTMENTS

1. Complete this schedule if the amount in account 722, "Other Investments" is greater than 1% of total assets.

2. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of other than affiliated companies, included in accounts Nos. 715, "Sinking funds", and 717, "Other funds." Investments included in

accounts Nos. 715, 716, and 717 held by trustees in lieu of cash deposits required under the governing instrument are not to be reported.

3. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 21, classifying the investments by means of letters, figures, and symbols in columns

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	Balance at close of year	Book value of investment made during the year
	(a)	(b)	(c)	(d)	(e)	(f)
1	722	B-1	VII	CC&O Railway First Mortgage Series B	\$ 737	\$ 341
2						
3	722	E-1	VII	Open Accounts Lessors: Carolina, Clinch-		
4				field and Ohio Railway of South Carolina	30,804	2,551
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
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43						
44						
45						
46				Total Account 722	31,541	2,892

315. SPECIAL FUNDS AND OTHER INVESTMENTS—Continued

(a), (b), and (c). Investment in U.S. Treasury obligations may be reported as one item. Items where original cost is less than \$500,000 may be combined as one item.

4. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

5. Give totals for each subclass and a grand total for each account.

6. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation matured serially, the date in column (d) may be reported as "Serially 19__ to 19__." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

7. If any advances reported are pledged, give particulars in a footnote.

8. Report dollars in thousands.

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		Adjustment at end of year (Account 723)	Allowance for unrealized loss on noncurrent marketable equity securities (Account 724)		Dividends or interest during year credited to income (l)	Lane No.
Book value (g)	Profit or (Loss) (h)		Changes during year (j)	Balance at close of year (k)		
\$ 336	\$	\$	\$	\$	\$	1
						2
						3
						4
252						5
						6
						7
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						41
						42
						43
						44
						45
588						46

319. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING SUBSIDIARIES

1. Give particulars of investments represented by securities and advances (including securities issued or assumed by respondent), and of other intangible property, indirectly owned or controlled by respondent through any subsidiary which does not report to the

Commission under the provisions of the Interstate Commerce Act, without regard to any question of whether the company issuing the securities, or the obligor, is controlled by the subsidiary.

Line No.	Class No.	Name of issuing company and security or other intangible thing in which investment is made	Total book value of investments at close of year	Book value of investments made during year
	(a)	(b)	(c)	(d)
1	A-1	Carolina, Clinchfield and Ohio Railway	\$ 280	\$
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
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319. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING SUBSIDIARIES—Continued

2. This schedule should include all securities, open account advances, and other intangible property owned or controlled by non-reporting companies as well as those owned or controlled by any other organization or individual whose action respondent is able to determine.

3. Investments in U.S. Treasury obligations may be combined in a single item.

4. Column (a), Class No., should show classifications as provided in General Instructions, Schedules 310 & 315.
(Dollars in thousands)

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		Extent of control (g)	Names of subsidiaries in connection with things owned or controlled through them (h)	Line No.
Book Value (e)	Selling price (f)			
\$	\$	1.1%	Holston Land Company, Incorporated	1
				2
				3
				4
				5
				6
				7
				8
				9
				10
				11
				12
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INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 330 AND 330A

1. Give particulars of balances at the beginning and close of the year and of all changes during the year in account No. 731, "Road and Equipment Property," and account No. 732, "Improvements on Leased Property," classified by primary accounts in accordance with the Uniform System of Accounts for Railroad Companies. If account No. 732 for road or for equipment is less than 5% of account No. 731 at the beginning and end of year, the corresponding portion of Schedule 330A may be omitted. The balances, by primary accounts, should, insofar as known, be stated in column (b) and all changes made during the year should be analyzed in columns (c) to (f), inclusive. Column (h) is the aggregate of columns (b) to (f), inclusive. Grand totals of columns (b) and (h) should equal the sum of accounts 731 and 732 for the respective periods; if not, full explanation should be made in a footnote.

2. In column (c) are to be shown disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, and for the extension of old lines, as provided for in Instruction 2-1, "Items to be charged," of the Uniform System of Accounts for Railroad Companies, for such items.

3. In column (d) is to be shown the cost of a railway or portion thereof, acquired as an operating entity or system by purchase, merger, consolidation, reorganization, receivership sale or transfer, or otherwise.

4. In columns (c) and (e), should be included all entries covering expenditures for additions and betterments, as defined, whether replacing other property or not.

5. In column (f) should be entered all credits representing property sold, abandoned, or otherwise retired.

6. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in the column in which the item was initially

included; also the transfer of prior years' debits or credits from investment in road and equipment to operating expenses or other accounts, or vice versa, should be included in the column applicable to current items of like nature. Each such transfer, adjustment, or clearance should be fully explained when in excess of \$100,000.

7. If during the year an individual charge of \$100,000 or more was made to account No. 2, "Land for transportation purposes," state in a footnote the cost, location, area, and other details which will identify the property.

8. Report on line 34 amounts not includible in the primary road accounts. The items reported should be briefly identified and explained under "Notes and Remarks," below. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

9. If during the year a segment of transportation property was acquired, state in a footnote the name of the vendor, the mileage acquired, and the date of acquisition, giving term and the cost of the property to the respondent. Also furnish a statement of the amount included in each primary account representing such property acquired, referring to the column or columns in which the entries appear.

10. If an amount of less than \$2000 is used as the minimum debit or credit for additions and betterments to property investment accounts as provided for in Instruction 2-2, of the Uniform System of Accounts for Railroad Companies, state in a footnote the amount used.

11. Show dollars in thousands.

NOTES AND REMARKS

Note for Schedule 352-B Page 46.

Line 33 Column (c) represents payroll estimate made in December Accounts. Primary accounts not available at this time.

Notes for Schedule 332, Page 38.

The depreciation Base for Accounts 1, 3, 4, 5 and 39 includes non-depreciable property.

(A) Line 30 (Columns (e) & (f) & Line 34 Columns (e) & (f): Base depreciated to service value.

(B) Line 35 Columns (b) & (c): Base depreciated to service value.

330. ROAD AND EQUIPMENT PROPERTY (See Instructions)

Line No.	Account (Dollars in thousands)	Balance at beginning of year	Expenditures during the year for original road and equipment, and road extensions	Expenditures during the year for purchase of existing lines, reorganizations, etc.
	(a)	(b)	(c)	(d)
1	(1) Engineering			
2	(2) Land for transportation purposes	\$	\$	\$
3	(3) Grading			
4	(4) Other right-of-way expenditures			
5	(5) Tunnels and subways			
6	(6) Bridges, trestles, and culverts			
7	(7) Elevated structures			
8	(8) Ties			
9	(9) Rails			
10	(10) Other track material			
11	(11) Ballast			
12	(12) Track laying and surfacing			
13	(13) Fences, snowsheds, and signs			
14	(16) Station and office buildings			
15	(17) Roadway buildings			
16	(18) Water stations			
17	(19) Fuel stations			
18	(20) Shops and enginehouses			
19	(22) Storage warehouses			
20	(23) Wharves and docks			
21	(24) Coal and ore wharves			
22	(25) TOFC/COFC terminals			
23	(26) Communication systems			
24	(27) Signals and interlockers			
25	(29) Power plants			
26	(31) Power-transmission systems			
27	(35) Miscellaneous structures			
28	(37) Roadway machines			
29	(39) Public improvements—Construction			
30	(44) Shop machinery			
31	(45) Power-plant machinery			
32	Other (specify and explain)			
33	Total expenditures for road			
34	(52) Locomotives	20,834		
35	(53) Freight-train cars	59,727		
36	(54) Passenger-train cars	77		
37	(55) Highway revenue equipment			
38	(56) Floating equipment			
39	(57) Work equipment	874		
40	(58) Miscellaneous equipment	85		
41	Total expenditures for equipment	81,597		
42	(76) Interest during construction			
43	(77) Other expenditures—General			
44	Total general expenditures			
45	Total	81,597		
46	(80) Other elements of investment			
47	(90) Construction work in progress	22		
48	Grand Total	81,619		

330. ROAD AND EQUIPMENT PROPERTY (See Instructions)

Expenditures for additions and betterments during the year	Credits for property retired during the year	Net changes during the year	Balance at close of year	Line No.
(e)	(f)	(g)	(h)	
\$	\$	\$	\$	1
				2
				3
				4
				5
				6
				7
				8
				9
				10
				11
				12
				13
				14
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				33
3,145	1,261	1,884	22,718	34
23,776	2,210	21,566	81,293	35
	35	(35)	42	36
				37
				38
4	52	(48)	826	39
	4	(4)	81	40
26,925	3,562	23,363	104,960	41
				42
				43
				44
26,925	3,562	23,363	104,960	45
				46
				47
26,925	3,562	23,363	104,982	48

330A. IMPROVEMENTS ON LEASED PROPERTY (See Instruction)

Line No.	Account (Dollars in thousands)	Balance at beginning of year	Expenditures during the year for original road and equipment, and road extensions	Expenditures during the year for purchase of existing lines, reorganizations, etc.
	(a)	(b)	(c)	(d)
1	(1) Engineering	\$ 16	\$	\$
2	(2) Land for transportation purposes			
3	(3) Grading	114		
4	(4) Other right-of-way expenditures			
5	(5) Tunnels and subways			
6	(6) Bridges, trestles, and culverts	14		
7	(7) Elevated structures			
8	(8) Ties	30		
9	(9) Rails	29		
10	(10) Other track material	50		
11	(11) Ballast	3		
12	(12) Track laying and surfacing	48		
13	(13) Fences, snowsheds, and signs			
14	(16) Station and office buildings	14		
15	(17) Roadway buildings			
16	(18) Water stations			
17	(19) Fuel stations			
18	(20) Shops and enginehouses			
19	(22) Storage warehouses			
20	(23) Wharves and docks			
21	(24) Coal and ore wharves			
22	(25) TOFC/COFC terminals			
23	(26) Communication systems			
24	(27) Signals and interlockers	861		
25	(29) Power plants			
26	(31) Power-transmission systems			
27	(35) Miscellaneous structures			
28	(37) Roadway machines			
29	(39) Public improvements—Construction			
30	(44) Shop machinery			
31	(45) Power-plant machinery			
32	Other (specify and explain)			
33	Total expenditures for road	1,179		
34	(52) Locomotives			
35	(53) Freight-train cars			
36	(54) Passenger-train cars			
37	(55) Highway revenue equipment			
38	(56) Floating equipment			
39	(57) Work equipment			
40	(58) Miscellaneous equipment			
41	Total expenditures for equipment			
42	(76) Interest during construction			
43	(77) Other expenditures—General			
44	Total general expenditures			
45	Total	1,179		
46	(80) Other elements of investment			
47	(90) Construction work in progress			
48	Grand Total	1,179		

330A. IMPROVEMENTS ON LEASED PROPERTY—Continued

Expenditures for additions and betterments during the year	Credits for property retired during the year	Net changes during the year	Balance at close of year	Line No.
(e)	(f)	(g)	(h)	
\$	\$	\$	\$ 16	1
				2
			114	3
				4
				5
			14	6
				7
			30	8
			29	9
			50	10
			3	11
			48	12
				13
			14	14
				15
				16
				17
				18
				19
				20
				21
				22
				23
			861	24
				25
				26
				27
				28
				29
				30
				31
				32
			1,179	33
				34
				35
				36
				37
				38
				39
				40
				41
				42
				43
			1,179	44
				45
				46
				47
			1,179	48

332. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December; and on lines 28 and 36 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment used, but not owned, when the rents therefor are included in the rent for equipment and account Nos. 31-22-00, 31-23-00, 31-25-00, 31-21-00, 35-21-00, 35-23-00, 35-22-00, and 35-25-00. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 32-21-00, 32-22-00, 32-23-00, 32-25-00, 36-21-00, 36-22-00, 36-23-00, and 36-25-00, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rate, to be shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account Nos. 31-11-00, 31-12-00, 31-13-00, 31-21-00, 31-22-00, and 31-23-00, inclusive.

4. If the depreciation base for accounts 1, 3, 4, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) effected.

6. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

Line No.	(Dollars in thousands) Account (a)	OWNED AND USED			LEASED FROM OTHERS		
		Depreciation Base		Annual composite rate (percent) (d)	Depreciation base		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
	ROAD	\$	\$	%	\$	\$	%
1	(1) Engineering				1,385	1,459	.92
2	(3) Grading				17,248	17,248	.02
3	(4) Other right-of-way expenditures				90	90	2.00
4	(5) Tunnels and subways				5,704	5,704	.45
5	(6) Bridges, trestles, and culverts				6,462	6,469	1.23
6	(7) Elevated structures						
7	(13) Fences, snowsheds, and signs				127	127	2.00
8	(16) Station and office buildings				1,018	1,034	1.72
9	(17) Roadway buildings				178	175	2.13
10	(18) Water stations				11	11	2.56
11	(19) Fuel stations				129	138	3.33
12	(20) Shops and enginehouses				3,551	4,935	2.02
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals				326	326	2.41
17	(26) Communications systems				472	469	1.79
18	(27) Signals and interlockers				1,988	1,984	2.54
19	(29) Power plants				24	24	1.96
20	(31) Power transmission systems				87	87	2.18
21	(35) Miscellaneous structures				22	22	3.03
22	(37) Roadway machines				1,378	1,666	5.29
23	(39) Public improvements—Construction				635	635	1.40
24	(44) Shop machinery				1,427	1,427	2.18
25	(45) Power plant machinery				38	38	2.86
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road				42,300	44,068	1.02
	EQUIPMENT						
29	(52) Locomotives	20,834	22,721	3.48			
30	(53) Freight-train cars (A)	59,617	81,187	3.98	53	53	
31	(54) Passenger-train cars	77	41	16.20			
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment (A)	874	826	3.21	146	146	
35	(58) Miscellaneous equipment (B)	85	85	9.26			
36	Total equipment	81,487	104,860	3.86	199	199	
37	GRAND TOTAL	81,487	104,860	3.86	42,499	44,267	1.02

335. ACCUMULATED DEPRECIATION - ROAD AND EQUIPMENT - OWNED AND USED

1. Disclose the required information in regard to credits and debits to Account No. 735, "Accumulated depreciation; road and equipment property," during the year relating to owned and used road and equipment. Include entries for depreciation of equipment owned but not used when the resulting rents are included in the "Lease Rentals - Credit - Equipment" accounts and Other Rents - Credit - Equipment" accounts. Exclude any entries for depreciation of equipment that is used but not owned when the resulting rents are included in "Lease Rental - Debit - Equipment" account and "Other Rents - Debit - Equipment" accounts (See Schedule 342 for the accumulated depreciation relating to road and equipment owned but not used by respondent.)

2. If any data are included in columns (d) or (f), explain the entries in detail.

3. A debit balance in columns (b) or (g) for any primary account should be designated "Dr."

4. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

5. Enter amounts representing amortization under an authorized amortization program other than for defense projects on line 27.

6. Thousand dollar Reporting Rule.

Line No.	Account	Balance at beginning of year	CREDITS TO RESERVE During the year		DEBITS TO RESERVE During the year		Balance at close of year
			Charges to operating expenses	Other credits	Retirements	Other debits	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	ROAD						
1	(1) Engineering						
2	(3) Grading						
3	(4) Other, right-of-way						
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts						
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs						
8	(16) Station and office buildings						
9	(17) Roadway buildings						
10	(18) Water stations						
11	(19) Fuel stations						
12	(20) Shops and enginehouses						
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals						
17	(26) Communication systems						
18	(27) Signals and interlockers						
19	(29) Power plants						
20	(31) Power-transmission systems						
21	(35) Miscellaneous structures						
22	(37) Roadway machines						
23	(39) Public improvements - Construction						
24	(44) Shop machinery*						
25	(45) Power-plant machinery*						
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road						
	EQUIPMENT						
29	(52) Locomotives	11,601	760		901		11,460
30	(53) Freight-train cars	17,800	3,093		1,533		19,360
31	(54) Passenger-train cars	78			35		43
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	238	27		44		221
35	(58) Miscellaneous equipment	73			4		69
36	Total equipment	29,790	3,880		2,517		31,153
37	GRAND TOTAL	29,790	3,880		2,517		31,153

*Chargeable to account 305.

339. ACCRUED LIABILITY - LEASED PROPERTY

1. Disclose the required information relating to credits and debits of Account 772, "Accrued liability-leased property," during the year concerning road and equipment leased from others.

2. In column (c), enter amounts charged to operating expenses; in column (e), enter debits to account arising from retirements; in column (f), enter amounts paid to lessor.

3. Any inconsistencies between credits to account, charges to operating expenses and payments to lessors should be fully explained.

4. Required disclosure may be omitted if leased road and equipment property represents 5% or less of total property owned and used.

5. If settlement for depreciation is made currently between lessee and lessor, and no debits or credits to account No. 772 are made by the accounting company, show in column (c) the charges to operating expenses and in column (f) show payments made to the lessor in settlement thereof.

6. Dollars in thousands.

Line No.	Account (e)	Balance at beginning of year (b)	CREDITS TO RESERVE During the Year		DEBITS TO RESERVE During the Year		Balance at close of year (g)
			Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)	
	ROAD	\$	\$	\$	\$	\$	\$
1	(1) Engineering	278	13				291
2	(3) Grading	115	3				118
3	(4) Other right-of-way expen.	12	2				14
4	(5) Tunnels and subways	790	26				816
5	(6) Bridges, trestles, and culverts	2,280	80		2		2,358
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	98	3				101
8	(16) Station and office buildings	393	18				411
9	(17) Roadway buildings	34	4		3		35
10	(18) Water stations	3					3
11	(19) Fuel stations	90	4				94
12	(20) Shops and enginehouses	456	88				544
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	61	8				69
17	(26) Communication systems	213	8				221
18	(27) Signals and interlockers	1,129	50				1,179
19	(29) Power plants	(20)					(20)
20	(31) Power-transmission systems	77	2				79
21	(35) Miscellaneous structures	18	1				19
22	(37) Roadway machines	658	81		48		691
23	(39) Public improvements—Construction	118	9				127
24	(43) Shop machinery	721	31				752
25	(45) Power-plant machinery	(44)	1				(43)
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road	7,480	432		53		7,859
	EQUIPMENT						
29	(52) Locomotives						
30	(53) Freight-train cars	41	5				46
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	152	(33)				119
35	(58) Miscellaneous equipment						
36	Total equipment	193	(28)				165
37	GRAND TOTAL	7,673	404		53		8,024

340. DEPRECIATION BASE AND RATES-IMPROVEMENTS TO ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Show in column (b) for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in column (c) show the depreciation base used in computing the depreciation charges for the month of December; in column (d) show the composite rates used in computing the depreciation charges for the month of December; and on lines 29 and 37 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. This schedule should include only improvements to leased property charged to account 732, "Improvements on leased property." The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized

rates. If any charges in rates were effective during the year, give full particulars in a footnote.

2. All improvements to leased properties may be combined and one composite rate computed for each primary account or a separate schedule may be included for each such property.

3. If the depreciation base for accounts 1, 3, 4, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

4. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

5. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

Line No.	(Dollars in thousands) Account (a)	Depreciation base		Annual composite rate (percent) (d)
		At beginning of year (b)	At close of year (c)	
	ROAD	\$	\$	%
1	(1) Engineering	16	16	.92
2	(3) Grading	114	114	.02
3	(4) Other right-of-way expenditures			
4	(5) Tunnels and subways			
5	(6) Bridges, trestles and culverts	14	14	1.23
6	(7) Elevated structures			
7	(13) Fences, snowsheds, and signs			
8	(16) Station and office buildings	14	14	1.72
9	(17) Roadway buildings			
10	(18) Water stations			
11	(19) Fuel stations			
12	(20) Shops and enginehouses			
13	(22) Storage warehouses			
14	(23) Wharves and docks			
15	(24) Coal and ore wharves			
16	(25) TOF-C/COF-C terminals			
17	(26) Communications systems			
18	(27) Signals and interlockers	861	861	2.54
19	(29) Power plants			
20	(31) Power transmission systems			
21	(35) Miscellaneous structures			
22	(37) Roadway machines			
23	(39) Public improvements-Construction			
24	(44) Shop machinery			
25	(45) Power plant machinery			
26	All other road accounts			
27	Amortization (other than defense projects)			
28	Total road	1,019	1,019	2.21
	EQUIPMENT			
29	(52) Locomotives			
30	(53) Freight-train cars			
31	(54) Passenger-train cars			
32	(55) Highway revenue equipment			
33	(56) Floating equipment			
34	(57) Work equipment			
35	(58) Miscellaneous equipment			
36	Total equipment	NONE	NONE	NONE
37	GRAND TOTAL	1,019	1,019	2.21

342. ACCUMULATED DEPRECIATION-IMPROVEMENTS TO ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Enter the required information concerning debits and credits to Account 733, "Accumulated depreciation-improvements on leased property," during the year relating to improvements made to road and equipment property leased from others, the depreciation charges for which are included in operating expenses of the respondent.

2. If any entries are made for column (d) "Other credits" or column (f) "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

3. Any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses should be fully explained.

4. Show in column (e) the debits to the reserve arising from retirements.

5. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

6. Thousand dollar Reporting Rule

Line No.	Account	Balance at beginning of year	CREDITS TO RESERVE During the Year		DEBITS TO RESERVE During the Year		Balance at close of year
			Charges to others	Other credits	Retirements	Other debits	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	ROAD	\$	\$	\$	\$	\$	\$
1	(1) Engineering						
2	(3) Grading	38					38
3	(4) Other right-of-way expen.						
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts	9					9
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs						
8	(16) Station and office buildings	9					9
9	(17) Roadway buildings						
10	(18) Water stations						
11	(19) Fuel stations						
12	(20) Shops and enginehouses						
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals						
17	(26) Communication systems						
18	(27) Signals and interlockers	566	22				588
19	(29) Power plants						
20	(31) Power-transmission systems						
21	(35) Miscellaneous structures						
22	(37) Roadway machines						
23	(39) Public improvements-Construction						
24	(44) Shop machinery						
25	(45) Power-plant machinery						
26	All other road accounts						
27	Total road	622	22				644
	EQUIPMENT						
28	(52) Locomotives						
29	(53) Freight-train cars						
30	(54) Passenger-train cars						
31	(55) Highway revenue equipment						
32	(56) Floating equipment						
33	(57) Work equipment						
34	(58) Miscellaneous equipment	NONE	NONE				NONE
35	Total equipment						
36	GRAND TOTAL	622	22				644

352A. INVESTMENT IN RAILROAD PROPERTY USED IN TRANSPORTATION SERVICE (By Company)

1. Disclose the investment in railway property used in transportation service at the close of the year. This investment represents the aggregate of property owned or leased by the respondent and used in the respondent's transportation service. Such property includes: (a) the investment reported in accounts 731, "Road and equipment property", and 732, "Improvements on leased property", of the respondent less any 731 or 732 property leased to others for their exclusive use of road, tracks, or bridges (including equipment or other railway property covered by the contract). Equipment leased to others under separate distinct contracts shall not be deducted from the respondent's 731 or 732 property. (b) the investment of other companies' 731 or 732 property (including operating and lessor railroads) used by the respondent when the lease is for exclusive use or control of roads, tracks, or bridges (including equipment or other railway property covered by the contract). This excludes leased equipment from operating railroads under separate distinct contracts and the investment of other carriers in property jointly used by the respondent.

2. In column (a), classify each company in this schedule as respondent (R), lessor railroad (L), inactive or proprietary company (P), and other leased properties (O).

3. In columns (a) to (e), inclusive, first show the data requested for the respondent (R), next the data for companies whose entire properties are used in transportation service of the respondent, divided between lessor (L) and proprietary (P) companies, followed by data for carriers and others (O), portions of whose property are used in transportation service of the respondent. Show a total for each class of company. Then show, as deductions, data for transportation property leased to carriers and others.

4. In column (a), line-haul carriers report the miles of road used in line-haul service, and switching and terminal companies should report the miles of all tracks owned.

5. In column (d), show the amount applicable in accounts 731 and 732 on the books of the companies whose names appear in column (b). Values of property of other carriers segregated by estimate or otherwise should correspond in amount to the deductions made by the owners in their reports. If separate value is not available, explanations should be given. Differences between the amounts in column (d) of this schedule and the amounts shown in column (c), line 33, on the asset side of the comparative general balance sheet of each individual railway should be explained in a footnote. Book value included in accounts 731 and 732 of the owner should be reported in column (d) in reference to the investment of the respondent in the securities of the owner unless a good reason can be given for the contrary. Methods of estimating (by capitalizing rentals at 6 percent or otherwise) value of property of private owners, or portions of property of other carriers, should be explained.

6. In column (e), show the amount of depreciation and amortization accrued as of the close of the year in accounts 735, 736, and 785, that is applicable to the property of the carriers whose names are listed in column (b), regardless of where the reserves therefor are recorded.

7. Report dollars in thousands.

Line No.	Class (See Ins. 2)	Name of company	Miles of road owned (See Ins. 4)	Investments in property (See Ins. 5)	Depreciation and amortization of defense projects (See Ins. 6)
	(a)	(b)	(c)	(d)	(e)
1	R	Clinchfield Railroad Company	None	\$ 106,161	\$ 31,904
2					
3	L	Carolina, Clinchfield and Ohio Railway	272	79,883	7,723
4					
5	L	Carolina, Clinchfield and Ohio Railway of South Carolina	18	3,937	301
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
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25					
26					
27					
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29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39		TOTAL	290	189,981	39,928

352B. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE
(By Property Accounts)

1. In columns (b) through (e) give, by primary accounts, the amount of investment at the close of the year in property of respondent and each group or class of companies and properties.

2. The amounts for respondent and for each group or class of companies and properties on line 50 herein, should correspond with the amounts for each class of company and properties shown in schedule 335. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in the schedule.

3. Report on line 32 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified by accounts by non-carrier owners, or where

cost of property leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of estimating value of property of non-carriers or property of other carriers.

4. Report on line 33 amounts not includible in the accounts shown, or in line 32. The items reported should be briefly identified and explained. Also include here those items after permission is obtained from the Commission for exceptions to prescribe accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

5. Report dollars in thousands.

Line No.	Account (a)	Respondent (b)	Lessor railroads (c)	Inactive (proprietary companies) (d)	Other leased properties (e)
1	(1) Engineering	\$ 16	\$ 1,468	\$	\$
2	(2) Land for transportation purposes		1,419		
3	(3) Grading	114	17,924		
4	(4) Other right-of-way expenditures		90		
5	(5) Tunnels and subways		5,704		
6	(6) Bridges, trestles, and culverts	14	6,462		
7	(7) Elevated structures				
8	(8) Ties	30	1,848		
9	(9) Rails	29	4,901		
10	(10) Other track material	50	5,165		
11	(11) Ballast	3	864		
12	(12) Track laying and surfacing	48	2,533		
13	(13) Fences, snowsheds, and signs		127		
14	(16) Station and office buildings	14	1,042		
15	(17) Roadway buildings		175		
16	(18) Water stations		11		
17	(19) Fuel stations		141		
18	(20) Shops and enginehouses		5,294		
19	(22) Storage warehouses				
20	(23) Wharves and docks				
21	(24) Coal and ore wharves				
22	(25) TOFC/COFC terminals		326		
23	(26) Communication systems		469		
24	(27) Signals and interlockers	861	1,987		
25	(29) Power plants		24		
26	(31) Power-transmission systems		87		
27	(35) Miscellaneous structures		22		
28	(37) Roadway machines		1,845		
29	(39) Public improvements—Construction		642		
30	(44) Shop machinery		1,427		
31	(45) Power-plant machinery		38		
32	Leased property capitalized rentals (explain)				
33	Other (specify & explain) *		14		
34	Total expenditures for road	1,179	62,049		
35	(52) Locomotives	22,718			
36	(53) Freight-train cars	81,293	53		
37	(54) Passenger-train cars	42			
38	(55) Highway revenue equipment	826			
39	(56) Floating equipment				
40	(57) Work equipment		146		
41	(58) Miscellaneous equipment	81			
42	Total expenditures for equipment	104,960	199		
43	(76) Interest during construction		3,118		
44	(77) Other expenditures—General		420		
45	Total general expenditures		3,538		
46	Total	106,139	65,786		
47	(80) Other elements of investment		17,956		
48	(90) Construction work in progress	22	78		
49	Grand Total	106,161	83,820		

355. OTHER ELEMENTS OF INVESTMENT

1. Give particulars and explanation of all entries in account No. 80, "Other elements of investment," during the year.

2. In column (b) show the account number to which the entries in column (c) were credited and the account number to which the

entries in column (d) were charged. If more than one contra account is involved in an item, the amount applicable to each account and total for the item should be shown.

(Dollars in thousands)

Line No.	Item (a)	Contra account number (b)	Charges during the year (c)	Credits during the year (d)
1			\$	\$
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
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15				
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42				
43				
44				
45				
46				
47				
48				
49				
50				
51				
TOTALS		X X X		
NET CHANGES		X X X	NONE	NONE

360. LEASES—GENERAL INSTRUCTIONS AND DEFINITIONS

A. General Instructions

Disclose in the following schedules the required information concerning leases of the respondent:

- Schedule 361 — Capitalized Capital Leases
- 362 — Noncapitalized Capital Leases
- 363 — Operating Leases
- 364 — Lessee Disclosures

Under Docket No. 36604, "Accounting for Leases," the Commission established guidelines for capitalizing all leases entered into after 1/1/77, which meet the criteria of a capital lease. (See 49 CFR 1201, Instruction 2-26). These leases shall be properly disclosed in Schedule 361, "Capitalized Capital Leases." However, for all leases in effect on 12/31/76, respondents may either capitalize these leases immediately or phase in the capitalization requirements through 12/31/80. Thereafter, all capital leases must be capitalized. Noncapitalized capital leases, if any, for this reporting year shall properly be disclosed in Schedule 362, "Noncapitalized Capital Leases."

A general description of the lessee's leasing arrangements shall be included to effect full and complete disclosures. Among the items to be disclosed are:

- The basis on which contingent rental payments are determined.
- The existence and terms of renewal or purchase options and escalation clauses.
- Restrictions imposed by lease agreements, such as those concerning dividends, additional debt, and further leasing.

These and other disclosures shall be included in Schedule 364 and attachments thereto, if necessary.

B. Definitions

(1) **Capital Leases** are those leases which meet one or more of the following four criteria:

- The lease transfers ownership of the property to the lessee by the end of the lease term.
- The lease contains a bargain purchase option.
- The lease term is equal to 75 percent or more of the estimated economic life of the property, and
- The present value at the beginning of the lease term of the minimum lease payments equals or exceeds 90 percent of the fair value of the leased property to the lessor at the inception of the lease less any related investment tax credit retained by the lessor.

(2) **Operating leases** are those leases which do not meet any of the four criteria pertaining to capital leases.

(3) **Minimum lease payments** are the payments that the lessee is obligated to make or can be required to make in connection with the leased property. Executory costs such as insurance, maintenance and taxes in connection with the leased property shall be excluded from minimum lease payments.

(4) **Present value minimum lease payments** are lease payments that the lessee is obligated to make or can be required to make, exclusive of executory cost. Moreover, these payments are reduced by amounts representing interest, calculated at the companies' incremental borrowing rate or the implicit rate computed by the lessor.

(5) **Noncancelable lease/sublease** is one that has an initial or remaining term of one year or more and is noncancelable, or is cancelable only upon the occurrence of some remote contingency or upon the payment of a substantial penalty.

(6) **Contingent rentals**, for the purposes of this report, are rentals paid during the reporting year which depend on some factor other than the passage of time such as rentals based on usage or sales.

361. CAPITALIZED CAPITAL LEASES

PART I. PRESENT VALUE OF MINIMUM LEASE PAYMENTS

Disclose total lease payments for the years shown. Then, disclose amounts representing explanation indicating how the rate of interest was derived for computing present value shall be included in Schedule 364. Report dollars in thousands.

(1) executory costs and (2) interest to derive the present value of minimum lease payments. An

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later Years (g)	Total (h)
1	Lease payments	\$ NONE	\$	\$	\$	\$	\$	\$
	Less: Executory costs:							
2	- Taxes							
3	- Maintenance							
4	- Insurance							
5	- Other							
6	Total executory costs (2-5)							
7	Minimum lease payments (1, 6)							
8	Less: Amount representing interest							
9	Present value of minimum lease payments (line 7, 8)	NONE						

PART II. TOTAL RENTAL EXPENSES

Complete this part if gross rental expense in the most recent reporting year exceeds one percent of operating revenue. Otherwise, show total rental expenses reduced by rentals received from sub-leases for the current year. Also, show amounts expected to be received on all noncancelable sub-lease rentals for the year beginning after the current year as required.

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
10	Present value of minimum lease payments from Part I above	\$	\$	\$	\$	\$	\$	\$
11	Contingent rentals	NONE	XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX
12	Minimum noncancelable sublease rentals		XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX
13	Net rental expense	NONE	XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX

PART III. CLASSES OF CAPITAL LEASES

Complete this part only if the present values of the minimum lease commitments are more than five percent of the sum of the long-term debt due after one year. Otherwise, show the present values of minimum lease commitments in the aggregate for the major classes of property presented. Subtract amounts representing the accumulated amortization to derive at "Net capitalized lease assets."

Line No.	Classes of leased property (a)	Current year (b)	Prior year (c)
14	Structures		
15	Revenue equipment		
16	Shop and garage equipment		
17	Service cars and equipment		
18	Noncarrier operating property		
19	Other: (Specify)		
20	Gross capitalized assets		
21	Less: Accumulated amortization		
22	Net capitalized lease assets		

362. NONCAPITALIZED CAPITAL LEASES

PART I. PRESENT VALUE OF MINIMUM LEASE PAYMENTS

Disclose total lease payments for the years shown. Then, disclose amounts representing (1) executory costs and (2) interest to derive the present values of minimum lease payments. An explanation indicating how the rate of interest was derived for computing present value shall be included in Schedule 364. Report dollars in thousands.

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
1	Lease payments	\$ NONE	\$	\$	\$	\$	\$	\$
2	Less: Executory costs:							
3	- Taxes							
4	- Maintenance							
5	- Insurance							
6	- Other							
7	Total executory costs (2-5)							
8	Minimum lease payments (1-6)							
9	Less: Amount representing interest							
	Present value of minimum lease payments (line 7, 8)	NONE						

PART II. TOTAL RENTAL EXPENSES

Complete this part if gross rental expense in the most recent reporting year exceeds one percent of operating revenue. Otherwise, show total rental expenses reduced by rentals from sub-

leases for the current year. Also, show amounts expected to be received on all noncancelable sublease rentals for the year beginning after the current year as required.

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
10	Present value of minimum lease payments from Part I above	\$	\$	\$	\$	\$	\$	\$
11	Contingent rentals	NONE	XXXX	XXXX	XXXX	XXXX	XXXX	XXXX
12	Minimum noncancelable sublease rentals		XXXX	XXXX	XXXX	XXXX	XXXX	XXXX
13	Net rental expense	NONE	XXXXX	XXXX	XXXX	XXXX	XXXX	XXXX

362. NONCAPITALIZED CAPITAL LEASES - Continued

PART III. INCOME IMPACT

1. If the impact on net income is less than three percent of the average net income for the most recent three years, a statement to this effect will suffice to complete this schedule. Otherwise, show the impact on net income for each period for which an income statement is presented if all noncapitalized financing leases were capitalized, related assets were amortized on a straight-line basis and interest cost was accrued on the basis of the outstanding lease liability. The amounts of amortization and interest cost shall be separately identified.

2. In calculating average net income, loss-years should be excluded. If losses were incurred in each of the most recent three years, the average loss shall be used for purposes of this test.

Line No.	Item (a)	Current year (b)	Prior year (c)
14	Amortization of lease rights		
15	Interest	\$	\$
16	Rent expense		
17	Income tax expense		
18	Impact (reduction) on net income		

PART IV. CLASSES OF CAPITAL LEASES

1. Complete this part only if the present values of the minimum lease commitments are more than five percent of the sum of the long-term debt due after one year. Otherwise, show the present value of minimum lease commitments in the aggregate for the major classes of properties presented.

Line No.	Classes of leased property (a)	Current year (b)	Prior year (c)
19	Structures		
20	Revenue equipment		
21	Shop and garage equipment		
22	Service cars and equipment		
23	Noncarrier operating property		
24	Other: (Specify)		
25			
26			

363. OPERATING LEASES

PART I. FUTURE MINIMUM RENTAL PAYMENTS

1. Disclose the total minimum lease payments required, reduced by sublease rentals, for the years shown relating to operating leases.

Line No.	Items (a)	1980 Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
1	Minimum lease payments required	\$ 4,898	\$ 4,865	\$ 4,786	\$ 4,649	\$ 4,583	\$ 1,528,414	\$ 1,552,195
2	Minimum noncancelable sublease rentals							
3	Net minimum lease payments	4,898	4,865	4,786	4,649	4,583	1,528,414	1,552,195

PART II. TOTAL RENTAL

1. Show the composition of total rental expense for all operating leases for the current and preceding years. See Schedule 360 for definitions of the terms.

Line No.	Expenses (a)	1979 Current year (b)	1978 Prior year (c)
4	Minimum lease payments required		
5	Contingent rentals	\$ 5,538	\$ 5,357
6	Less: Sublease rentals		
7	Total rental expense	5,538	5,357

364. LESSEE DISCLOSURE

Complete this schedule only if gross rental expense in the most recent fiscal year exceeds one percent of operating revenue.

Relate in general terms: (a) the basis for calculating rental payments if dependent upon factors other than the lapse of time; (b) existence and terms of renewal or purchase options, escalation clauses, etc.; (c) the nature and amount of related guarantees made or obligations assumed; (d) restrictions on paying dividends, incurring additional debt, further leasing, etc.; and, (e) any other information necessary to assess the effect of lease commitments upon the financial position, results of operations, and changes in financial position of the lessee.

Line No.	
1	(a) NONE
2	
3	
4	
5	
6	
7	
8	
9	(b) This Company leases a number of cars from Fruit Growers Express Company.
10	The initial lease period is five (5) years and is automatically extended
11	for successive one (1) year periods unless terminated by either party.
12	
13	
14	
15	
16	
17	(c) NONE
18	
19	
20	
21	
22	
23	
24	
25	(d) NONE
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33	(e) NONE
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35	
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370. ITEMS IN SELECTED CURRENT LIABILITY ACCOUNTS

1. For accounts Nos. 751, "Loans and notes payable", 759, "Accrued accounts payable", and 763, "Other current liabilities", if the total of any such account exceeds 5% of total current liabilities, report the three largest items, and any other items which exceeds 5% of current liabilities.

2. Show character of loans and notes, with name of creditor

(or class of creditors), dates of issue and maturity, and appropriate description for each class of accrued accounts payable and for the other current liabilities.

3. Make full disclosure of the character of each item reported.
(Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Amount (c)
1	759	Estimated Liability for Car Repairs	\$ 1,594
2		Estimated Per Diem and Mileage Due Other Lines	1,396
3		Estimated Liability for Leased Equipment Rents	1,028
4			
5	763	Prepaid Charges on Freight in Transit	1,886
6		Amount Due on Destroyed Leased Equipment	54
7		Matured Funded debt, bonds, etc.	10
8			
9			
10			
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379. OTHER LONG-TERM LIABILITIES AND OTHER DEFERRED CREDITS

If the caption "Other long-term liabilities and deferred credits" (accounts 771, 772, 774, 775, 782, and 784) exceeds 5% of total (current and noncurrent) liabilities, report the three largest items,

and each other item amounting to 5% or more of total liabilities. Disclose fully the nature of each item reported. (Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Amount (c)
1	772	Carolina, Clinchfield and Ohio Railway and Carolina Clinchfield	\$
2		and Ohio Railway of South Carolina Leased Property	8,024
3			
4	782	Net Assets of Lessors (Carolina, Clinchfield, and Ohio Railway	
5		and Carolina, Clinchfield and Ohio Railway of South Carolina)	1,199
6		Sidetrack Deposits Subject to Refund	1,381
7			
8			
9			
10			
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12			
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14			
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16			
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410. RAILWAY OPERATING EXPENSES

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and allocate the common operating expenses in accordance with the Commission's rules governing the separation of such expenses between freight and passenger services.

Line No.	Name of railway operating expense account (a)	Freight					Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)		
		\$	\$	\$	\$	\$	\$	\$
	WAY AND STRUCTURES:							
	ADMINISTRATION:							
1	Track	296		112	(8)	400		400
2	Bridge and Building	43		15		58		58
3	Signal	88		1		89		89
4	Communication	88			15	103		103
5	Other	(66)		7	3	(56)		(56)
	REPAIR AND MAINTENANCE:							
6	Roadway - Running	281	5	235	3	524		524
7	Roadway - Switching	14		31		45		45
8	Tunnels and Subways - Running	8				8		8
9	Tunnels and Subways - Switching							
10	Bridges and Culverts - Running	361	79	(93)	(2)	345		345
11	Bridges and Culverts - Switching	8				8		8
12	Ties - Running	N/A	877	N/A	N/A	877		877
13	Ties - Switching	N/A	162	N/A	N/A	162		162
14	Rail - Running	N/A	964	N/A	N/A	964		964
15	Rail - Switching	N/A	(14)	N/A	N/A	(14)		(14)
16	Other Track Material - Running	N/A	355	N/A	N/A	355		355
17	Other Track Material - Switching	N/A	84	N/A	N/A	84		84
18	Ballast - Running	N/A	213	N/A	N/A	213		213
19	Ballast - Switching	N/A	(1)	N/A	N/A	(1)		(1)
20	Track laying and surfacing - Running	1,746		286	25	2,057		2,057
21	Track laying and surfacing - Switching	159		76	50	285		285
22	Road Property Damaged - Running	405	122	295	95	917		917
23	Road Property Damaged - Switching	52	35	8		95		95
24	Road Property Damaged - Other							
25	Signals and Interlockers - Running	182	125	20	(6)	321		321
26	Signals and Interlockers - Switching	18				18		18
27	Communications Systems	75	67	(61)	4	85		85
28	Electric Power Systems	1	2			3		3
29	Highway Grade Crossings - Running	3	7	2		12		12
30	Highway Grade Crossings - Switching	3	1			4		4
31	Station and Office Buildings	83	81	25	1	190		190
32	Shop Buildings - Locomotives	21	29	27		77		77
33	Shop Buildings - Freight Cars	39			3	42	N/A	42
34	Shop Buildings - Other Equipment	1	1			2		2

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight						Passenger	Total
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
			\$	\$	\$	\$	\$	\$	\$
	WAY AND STRUCTURES - Continued:								
	REPAIR AND MAINTENANCE - Continued:								
101	Locomotive Servicing Facilities		1	3	5		9	N/A	9
102	Miscellaneous Buildings and Structures		36	9	3	11	59	N/A	59
103	Coal Terminals							N/A	
104	Ore Terminals							N/A	
105	Other Marine Terminals							N/A	
106	TOFC/COFC - Terminals							N/A	
107	Motor Vehicle Loading and Distribution Facilities							N/A	
108	Facilities for Other Specialized Service Operations							N/A	
109	Roadway Machines		223	366	94	(7)	676		676
110	Small Tools and Supplies		2	71	224	4	301		301
111	Snow Removal		18	N/A	N/A		22		22
112	Fringe Benefits - Running		N/A	N/A	N/A	819	819		819
113	Fringe Benefits - Switching		N/A	N/A	N/A	37	37		37
114	Fringe Benefits - Other		N/A	N/A	N/A	216	216		216
115	Casualties and Insurance - Running		N/A	N/A	N/A	355	355		355
116	Casualties and Insurance - Switching		N/A	N/A	N/A	11	11		11
117	Casualties and Insurance - Other		N/A	N/A	N/A	15	15		15
118	Lease Rentals - Debit - Running		N/A	N/A		N/A			
119	Lease Rentals - Debit - Switching		N/A	N/A		N/A			
120	Lease Rentals - Debit - Other		N/A	N/A		N/A			
121	Lease Rentals - (Credit) - Running		N/A	N/A		N/A			
122	Lease Rentals - (Credit) - Switching		N/A	N/A		N/A			
123	Lease Rentals - (Credit) - Other		N/A	N/A		N/A			
124	Joint Facility Rent - Debit - Running		N/A	N/A		N/A			
125	Joint Facility Rent - Debit - Switching		N/A	N/A		N/A			
126	Joint Facility Rent - Debit - Other		N/A	N/A		N/A			
127	Joint Facility Rent - (Credit) - Running		N/A	N/A		N/A			
128	Joint Facility Rent - (Credit) - Switching		N/A	N/A		N/A			
129	Joint Facility Rent - (Credit) - Other		N/A	N/A		N/A			
130	Other Rents - Debit - Running		N/A	N/A		N/A			
131	Other Rents - Debit - Switching		N/A	N/A		N/A			
132	Other Rents - Debit - Other		N/A	N/A		N/A			
133	Other Rents - (Credit) - Running		N/A	N/A		N/A			
					2,164		2,164		2,164
					2		2		2
					254		254		254
					(168)		(168)		(168)

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight						Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	(g)		
	WAY AND STRUCTURES - Continued:	\$	\$	\$	\$	\$	\$	\$	\$
	REPAIR AND MAINTENANCE - Continued:								
134	Other Rents - (Credit) - Switching	N/A	N/A	N/A	N/A	422			422
135	Other Rents - (Credit) - Other	N/A	N/A	N/A	N/A				
136	Depreciation - Running	N/A	N/A	N/A	N/A				
137	Depreciation - Switching	N/A	N/A	N/A	N/A				
138	Depreciation - Other	N/A	N/A	N/A	N/A				
139	Joint Facility - Debit - Running	N/A	N/A	220	N/A	220			220
140	Joint Facility - Debit - Switching	N/A	N/A		N/A				
141	Joint Facility - Debit - Other	N/A	N/A		N/A				
142	Joint Facility - (Credit) - Running	N/A	N/A		N/A				
143	Joint Facility - (Credit) - Switching	N/A	N/A		N/A				
144	Joint Facility - (Credit) - Other	N/A	N/A	(181)	N/A	(181)			(181)
145	Dismantling Retired Road Property - Running								
146	Dismantling Retired Road Property - Switching								
147	Dismantling Retired Road Property - Other								
148	Other - Running	6	4	6	65	81			81
149	Other - Switching								
150	Other - Other								
151	Total Way and Structures	4,195	3,647	3,613	2,131	13,586			13,586
	EQUIPMENT:								
	LOCOMOTIVES:								
201	Administration	45		7	1	53			53
202	Repair and Maintenance	815	1,778	536	284	3,413			3,413
203	Machinery Repair	84	29	2	9	124			124
204	Equipment Damaged			(111)		(111)			(111)
205	Fringe Benefits	N/A	N/A	N/A	52	52			52
206	Other Casualties and Insurance	N/A	N/A	N/A	200	200			200
207	Lease Rentals - Debit	N/A	N/A	N/A	N/A	220			220
208	Lease Rentals - (Credit)	N/A	N/A		N/A				
209	Joint Facility Rent - Debit	N/A	N/A		N/A				
210	Joint Facility Rent - (Credit)	N/A	N/A		N/A				
211	Other Rents - Debit	N/A	N/A	91	N/A	91			91
212	Other Rents - (Credit)	N/A	N/A	N/A	N/A				
213	Depreciation	N/A	N/A	N/A	760	760			760
214	Joint Facility - Debit	N/A	N/A	3	N/A	3			3
215	Joint Facility - (Credit)	N/A	N/A		N/A				
216	Repairs Billed to Others - (Credit)	N/A	N/A	(303)	N/A	(303)			(303)

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight						Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense			
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	
		\$	\$	\$	\$	\$	\$	\$	
	EQUIPMENT - Continued:								
	OTHER EQUIPMENT:								
217	Dismantling Retired Property								
218	Other	944	2	445	1,306	2		2	
219	Total Locomotives		1,809			4,504		4,504	
	FREIGHT CARS:								
220	Administration	136		20	5	161	N/A	161	
221	Repair and Maintenance	1,022	1,124	1,604	(161)	3,589	N/A	3,589	
222	Machinery Repair		4			4	N/A	4	
223	Equipment Damaged			997	923	1,920	N/A	1,920	
224	Fringe Benefits	N/A	N/A	N/A	205	205	N/A	205	
225	Other Casualties and Insurance	N/A	N/A	N/A	148	148	N/A	148	
226	Lease Rentals - Debit	N/A	N/A	3,138	N/A	3,138	N/A	3,138	
227	Lease Rentals - (Credit)	N/A	N/A	(1,305)	N/A	(1,305)	N/A	(1,305)	
228	Joint Facility Rent - Debit	N/A	N/A		N/A		N/A		
229	Joint Facility Rent - (Credit)	N/A	N/A		N/A		N/A		
230	Other Rents - Debit	N/A	N/A	6,884	N/A	6,884	N/A	6,884	
231	Other Rents - (Credit)	N/A	N/A	(9,270)	N/A	(9,270)	N/A	(9,270)	
232	Depreciation	N/A	N/A	N/A	3,093	3,093	N/A	3,093	
233	Joint Facility - Debit	N/A	N/A		N/A		N/A		
234	Joint Facility - (Credit)	N/A	N/A	(164)	N/A	(164)	N/A	(164)	
235	Repairs Billed to Others - (Credit)	N/A	N/A	(1,460)	N/A	(1,460)	N/A	(1,460)	
236	Dismantling Retired Property						N/A		
237	Other	5	3	1	(1)	8	N/A	8	
238	Total Freight Cars	1,163	1,131	445	4,212	6,951	N/A	6,951	
301	Administration			3	(7)	(4)		(4)	
	Repair and Maintenance:								
302	Trucks, Trailers, and Containers - Revenue Service	15		31	1	47	N/A	47	
303	Floating Equipment - Revenue Service						N/A		
304	Passenger and Other Revenue Equipment								
305	Computers and Data Processing Systems								
306	Machinery	7	4		1	12		12	
307	Work and Other Non-Revenue Equipment	39	40	77	3	159		159	
308	Equipment Damaged			(2)		(2)		(2)	
309	Fringe Benefits	N/A	N/A	N/A	251	251		251	
310	Other Casualties and Insurance	N/A	N/A	N/A	6	6		6	
311	Lease Rentals - Debit	N/A	N/A		N/A				
312	Lease Rentals - (Credit)	N/A	N/A	(43)	N/A	(43)		(43)	

410. RAILWAY OPERATING EXPENSE - Continued

410. RAILWAY OPERATING EXPENSE - Continued									
Line No.	Name of railway operating expense account	Freight						Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense			
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	
		\$	\$	\$	\$	\$	\$	\$	
FREIGHT CARS - Continued									
313	Joint Facility Rent - Debit	N/A	N/A		N/A	(5)		(5)	
314	Joint Facility Rent - (Credit)	N/A	N/A	(5)	N/A			221	
315	Other Rents - Debit	N/A	N/A	221	N/A				
316	Other Rents - (Credit)	N/A	N/A		N/A				
317	Depreciation	N/A	N/A	N/A	27			27	
318	Joint Facility - Debit	N/A	N/A	1	N/A	1		1	
319	Joint Facility - (Credit)	N/A	N/A	(6)	N/A	(6)		(6)	
320	Repairs Billed to Others - (Credit)	N/A	N/A		N/A				
321	Dismantling Retired Property	2	4			6		6	
322	Other								
323	Total Other Equipment	63	48	277	282	670		670	
324	Total Equipment	2,170	2,988	1,167	5,800	12,125		12,125	
TRANSPORTATION									
TRAIN OPERATIONS									
401	Administration	470		41	6	517		517	
402	Engine Crews	1,455	49	8	(2)	1,510		1,510	
403	Train Crews	2,750	89	148	28	3,024		3,024	
404	Dispatching Trains	262		1		263		263	
405	Operating Signals and Interlockers	102	12	15	8	137		137	
406	Operating Drawbridges								
407	Highway Crossing Protection								
408	Train Inspection and Lubrication	1,015	29	1	94	1,139		1,139	
409	Locomotive Fuel	2	6,758	(26)	(205)	6,529		6,529	
410	Electric Power Purchased or Produced for Motive Power	1,116	230		48	1,394		1,394	
411	Servicing Locomotives	N/A	N/A	N/A	(220)	(220)		(220)	
412	Freight Lost or Damaged - Solely Related			204	(43)	385		385	
413	Clearing Wrecks	217	7	N/A	1,616	1,616		1,616	
414	Fringe Benefits	N/A	N/A	N/A	269	269		269	
415	Other Casualties and Insurance	N/A	N/A	N/A	N/A	189		189	
416	Joint Facility - Debit	N/A	N/A	189	N/A				
417	Joint Facility - (Credit)	N/A	N/A		N/A	100		100	
418	Other	28	5	98	(31)				
419	Total Train Operations	7,426	7,179	679	1,568	16,852		16,852	
YARD OPERATIONS									
420	Administration								
421	Switch Crews	2,066		47		2,113		2,113	

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410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight					Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)		
		\$	\$	\$	\$	\$	(g)	(h)
422	YARD OPERATIONS - Continued:							
423	Controlling Operations	535	1	5		541		541
424	Yard and Terminal Clerical	26	3	114	9	152		152
425	Operating Switches, Signals, Retarders and Humps	49				49		49
	Locomotive Fuel		304			304		304
426	Electric Power Purchased or Produced for Motive Power							
427	Servicing Locomotives	73	1	3	8	85		85
428	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A				
429	Clearing Wrecks	14		1		15		15
430	Fringe Benefits	N/A	N/A	N/A	463	463		463
431	Other Casualties and Insurance	N/A	N/A	N/A	58	58		58
432	Joint Facility - Debit	N/A	N/A	60	N/A	60		60
433	Joint Facility - (Credit)	N/A	N/A	(234)	N/A	(234)		(234)
434	Other	4	9		2	15		15
435	Total Yard Operations	2,767	318	(4)	540	3,621		3,621
	TRANSPORTATION - Continued:							
	TRAIN AND YARD OPERATIONS COMMON:							
501	Cleaning Car Interiors		1		N/A	1		1
502	Adjusting and Transferring Loads		2	23	N/A	25	N/A	25
503	Car Loading Devices and Grain Doors			23	N/A	23	N/A	23
504	Freight Lost or Damaged - all other	N/A	N/A	N/A				
505	Fringe Benefits	N/A	N/A	N/A	459	459		459
506	Total Train and Yard Operations Common		3	46	459	508		508
	SPECIALIZED SERVICE OPERATIONS:							
507	Administration						N/A	
508	Pickup & Delivery and Marine Line Haul			152	11	163	N/A	163
509	Loading & Unloading and Local Marine				4	4	N/A	4
510	Protective Services			9		9	N/A	9
511	Freight Lost or Damaged - Solely Related		N/A	N/A			N/A	
512	Fringe Benefits	N/A	N/A	N/A			N/A	
513	Casualties and Insurance	N/A	N/A	N/A	1	1	N/A	1
514	Joint Facility - Debit	N/A	N/A		N/A		N/A	
515	Joint Facility - (Credit)	N/A	N/A		N/A		N/A	
516	Other						N/A	
517	Total Specialized Services Operations			161	16	177	N/A	177
518	ADMINISTRATIVE SUPPORT OPERATIONS:							
	Administration			101	5	106		106

410. RAILWAY OPERATING EXPENSE - Concluded

Line No.	Name of railway operating expense account	Freight						Passenger	Total
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
			\$	\$	\$	\$	\$	\$	\$
519	ADMINISTRATIVE SUPPORT OPERATIONS - Con.								
520	Employees Performing Clerical and Accounting Functions		1,129	3	33	3	1,168		1,168
521	Communication Systems Operation		1	17	6	1	25		25
522	Loss and Damage Claims Processing				919		919		919
523	Fringe Benefits		N/A	N/A	N/A	210	210		210
524	Casualties and Insurance		N/A	N/A	N/A	6	6		6
525	Joint Facility - Debit		N/A	N/A	N/A	N/A			
526	Joint Facility - (Credit)		N/A	N/A	N/A	N/A			
527	Other			6	65	49	120		120
528	Total Administrative Support Operations		1,130	26	1,124	274	2,554		2,554
	Total Transportation		11,323	7,526	2,006	2,857	23,712		23,712
601	GENERAL AND ADMINISTRATIVE								
602	Officers - General Administration		639	6	114	207	966		966
603	Accounting, Auditing and Finance		340		(139)	200	401		401
604	Management Services and Data Processing								
605	Marketing		369		(1)	(37)	(1)		(1)
606	Sales				147		479		479
607	Industrial Development		31	42		4	77	N/A	77
608	Personnel and Labor Relations								
609	Legal and Secretarial		97		117	5	219		219
610	Public Relations and Advertising		69	1	96	6	172		172
611	Research and Development								
612	Fringe Benefits		N/A	N/A	N/A	291	291		291
613	Casualties and Insurance		N/A	N/A	N/A	25	25		25
614	Writedown of Uncollectible Accounts		N/A	N/A	N/A				
615	Property Taxes		N/A	N/A	N/A	1,089	1,089		1,089
616	Other Taxes Except on Corporate Income or Payrolls		N/A	N/A	N/A	834	834		834
617	Joint Facility - Debit		N/A	N/A	N/A	N/A			
618	Joint Facility - (Credit)		N/A	N/A	N/A	N/A			
619	Other		(17)	2	117	10	112		112
620	Total General and Administrative		1,528	51	451	2,634	4,664		4,664
	Total Carrier Operating Expenses		19,216	14,212	7,237	13,422	54,087		54,087

412. WAY AND STRUCTURES

1. Report freight expenses only.
 2. The total depreciation expense reported in column (b), line 35 should balance to the sum of the depreciation expense reported in schedule 410, column (f) lines 136, 137, and 138. The total retirement charges changes reported in column (c) line 35 will not balance to any line in schedule 410. Retirement is included in but does not totally comprise the expenses reported in schedule 410, lines 148, 149 and 150.
 3. Report in column (d) the lease/rentals for the various property categories of Way and Structures. The total net lease/rentals reported in column (d), line 35 should balance the net amount reported in schedule 410, column (f) lines 118 through 123, plus lines 130 through 135.
- If an entire road or segment of track is leased and if the actual breakdown of lease/rentals by property categories is not known, apportion the lease/rentals based on the percentage of the categories' depreciation bases (or property bases for nondepreciable property) to the sum of (1) the depreciation bases for all categories of depreciable leased property plus (2) the property bases for nondepreciable leased property. Use Schedule 350 of this report for obtaining the depreciation bases of the categories of leased property.
4. Report on line 34 all other lease rentals not apportioned to any category listed on lines 1-33.
 5. Report dollars in thousands.

Line No.	Property account	Category (a)	Depreciation (b)	Retirement (c)	Lease/Rentals (net) (d)
1	1	Engineering	\$ 13	\$	\$
2	2	Land for transportation purposes	N/A	N/A	
3	3	Grading	3		
4	4	Other right-of-way expenditures	2		
5	5	Tunnels and subways	26		
6	6	Bridges, trestles and culverts	80	N/A	
7	7	Elevated structures		N/A	
8	8	Ties	N/A		
9	9	Rails	N/A		
10	10	Other track material	N/A	(1)	
11	11	Ballast	N/A		
12	12	Track laying and surfacing	N/A		
13	13	Fences, snowsheds and signs	3	N/A	
14	16	Station and office buildings	18	N/A	
15	17	Roadway buildings	4	N/A	
16	18	Water stations		N/A	
17	19	Fuel stations	4	N/A	
18	20	Shops and enginehouses	88	N/A	
19	22	Storage warehouses		N/A	
20	23	Wharves and docks		N/A	
21	24	Coal and ore wharves		N/A	
22	25	TOFC/COFC terminals	8	N/A	
23	26	Communications systems	8	N/A	
24	27	Signals and interlockers	72	N/A	
25	29	Power plants		N/A	
26	31	Power transmission systems	2	N/A	
27	35	Miscellaneous structures	1	N/A	
28	37	Roadway machines	81	N/A	
29	39	Public improvements; construction	9		
30	45	Power plant machines		N/A	
31	76	Interest during construction	N/A		N/A
32	77	Other expenditures; general	N/A		N/A
33	80	Other elements of investment	N/A		N/A
34	—	Other lease/rentals			2,164
35	—	Total	422	(1)	2,164

413. RENT FOR LEASED ROADS AND EQUIPMENT

1. This schedule may be omitted if total rent is less than 10% of net income before extraordinary items. Otherwise, give particulars called for with respect to roads and equipment leased from others during the year, the rent for which is includible in account No. 31-00-00.

2. Rents payable which are not classifiable under one of the three headings provided should be explained in a footnote.

3. If the respondent held under lease during all or any part of the year any road upon which no rent payable accrued, or if any portion of the charge shown hereunder is for construction on a line in which the respondent's leasehold interest will soon expire, give full particulars in a footnote.

4. Show the three largest items regardless of the dollar amount and all other items amounting to 10% or more of total rent for the year. (Dollars in thousands)

Line No.	Name of lessor or reversioner and description of property (a)	Total rent accrued during year (b)	Classification of Amount Column (b)		
			Interest on bonds (c)	Dividends on stocks (d)	Cash (e)
1	Carolina, Clinchfield & Ohio Ry.)	\$ 2,132	\$ 430	\$ 1,250	\$ 117
2	Main Line-256-Branch Line-16)				
3	Carolina, Clinchfield & Ohio Ry. of)				
4	South Carolina-Main Line-18-)				
5	Leased Rail & Facs.-R.L. Love, Inc.	32			32
6					
7					
8					
9					
10	Total	2,164	430	1,250	149

Column (b) includes \$336 for Lessor's Federal Income Tax.

414. RENTS FOR INTERCHANGED FREIGHT TRAIN CARS AND OTHER FREIGHT CARRYING EQUIPMENT

1. Report freight expenses only.
2. Report in this supporting schedule rental information by car type and other freight carrying equipment relating to the interchange of railroad equipment, privately owned equipment and equipment leased for less than 30 days.
3. The gross amounts receivable and payable for freight-train cars (line 19 columns (b) through (e) and, line 19 columns (f) through (i) respectively) should balance with Schedule column (f), lines 231 (credits) and 230 (debits). Trailer and container rentals in this schedule are included in Schedule 410, column (f), lines 315 and 316. However, the trailer and container rentals in this schedule will not balance to lines 415 and 416 of Schedule 410 because those lines include rents for "other equipment" which is reported in Schedule 415 column (e). The balancing of Schedule 410, 414 and 415 "other equipment" is outlined in note 6 to Schedule 415.
4. Report in Columns (b) and (f) rentals for private-line cars (whether under railroad control or not) and shipper owned cars.
5. Report in Columns (c), (d), (g), and (h) rentals for railroad owned cars prescribed by the Commission in Ex Parte No. 334, for which rentals are settled on a combination mileage and time basis (basic per diem). Include railroad owned per diem tank cars on line 17.
6. Report in Columns (e) and (i) the incentive per diem payments for Box and Gondola General Service—Unequipped cars prescribed by the Commission in Ex Parte No. 257. Basic per diem payments for these cars are to be reported in Columns (c), (d), (g), and (h).

NOTES: Mechanical designations for each car type are shown in Schedule 710.

7. Thousand dollar reporting rule.

Line No.	Type of Equipment	GROSS AMOUNTS RECEIVABLE Per Diem Basis				GROSS AMOUNTS PAYABLE Per Diem Basis			
		Private Line Cars (b)	Mileage (c)	Basic (d)	Time (e)	Private Line Cars (f)	Mileage (g)	Basic (h)	Time (i)
CAR TYPES:									
1	Box-Plain 40 Foot	\$	\$	\$	\$	\$	\$	\$	\$
2	Box-plain 50 Foot and Longer		1	2	1	76	20	44	9
3	Box-Equipped		179	408			93	347	99
4	Gondola-Plain			1			163	403	36
5	Gondola-Equipped						17	44	14
6	Hopper-Covered			1	XXX		25	31	XXX
7	Hopper-Open Top-General Service		122	229	XXX	346	103	231	XXX
8	Hopper-Open Top-Special Service		1,848	5,697	XXX	1	1,309	2,040	XXX
9	Refrigerator-Mechanical				XXX		6	49	XXX
10	Refrigerator-Non-Mechanical		184	429	XXX	10	2	10	XXX
11	Flat: TOFC/COFC				XXX	19	52	136	XXX
12	Flat Multi-Level		10	41	XXX	380	4	25	XXX
13	Flat-General Service		2	5	XXX	49	26	22	XXX
14	Flat-Other				XXX			25	XXX
15	Tank-Under 22,000 Gallons				XXX	10		14	XXX
16	Tank-22,000 Gallons and Over				XXX	316			XXX
17	All Other Freight Cars		19	51	XXX	98			XXX
18	Total Freight Train Cars		2,365	6,864	1	3	10	42	XXX
19	Auto Racks			40	XXX	1,308	1,830	3,463	158
OTHER FREIGHT CARRYING EQUIPMENT									
20	Refrigerated trailers				XXX				XXX
21	Other trailers				XXX	1		4	XXX
22	Refrigerated containers				XXX	83		133	XXX
23	Other containers				XXX				XXX
24	Total Trailers & containers				XXX	84		137	XXX
25	Grand Total (Lines 18, 19 & 24)		2,365	6,904	1	1,392	1,830	3,725	158

RC-122100

CLINCHFIELD RAILROAD COMPANY

1979

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SCHEDULE 415. SUPPORTING SCHEDULE: EQUIPMENT

1. Report freight expenses only.
2. Report by type of equipment all natural expenses relating to the equipment functions (salaries and wages, materials, tools, supplies, fuels and lubricants, purchases services, and general).
3. Report in column (b) net repairs, the detail for the items listed in column (a) from the freight expenses reported in Schedule 410 in column (f) lines 202, 203, 216, 221, 222, 235, 302 through 307 and 320. When it is necessary to apportion car repair expenses, the apportionment shall be made on the most equitable basis available to the carriers. The following list provides a basis for apportioning freight car repair expenses to car types: a. AAR Car Repair Billing (CRB) Standards; b. A carrier conducted study to determine car repair expenses by car types; and c. Other available standards valid for the respondent carrier. *Do not report* in this schedule equipment damaged expenses from Schedule 410 lines 204, 223 and 308, or, the damages billed to others which is contained in but does not the bulk of the expense reported in Schedule 410 lines 216, 235 and 320. Column (b) repair expenses should balance to Schedule 410 column (f) expenses as follows (note any imbalance will be attributable to the exclusion from Schedule 415 of damages billed to these as contained in Schedule 410 lines 216, 235 and 320): (1) locomotives: line 5 plus line 38 compared to the sum of Schedule 410, lines 202, 203 plus 216, (2) Freight Cars: line 24 plus line 39 compared to the sum of Schedule 410 lines 221, 222 plus 235, (3) The Sum of Highway Equipment (line 32), Floating Equipment (line 35), Passenger and other Revenue Equipment (line 36), Computer and Data Processing Equipment (line 37), Machinery-Other Equipment (line 40) and, Work and Other Non-Revenue Equipment (line 41) compared to Schedule 410, the Sum of lines 302 through 307 plus 320.
4. Depreciation expense for each type of equipment shall be reported in column (c). The annual charge for each equipment account reported in column C, Schedule 335 will equal the aggregate total of line item charges comprising the corresponding equipment account as reported in column (c). Depreciation charges reported in column (c) will balance to Schedule 410, column (f) as follows: (1) Locomotives: line 5 plus line 38 compared to Schedule 410, line 213, (2) Freight Cars: line 24 plus line 39 compared to Schedule 410 line 232, (3) The Sum of Highway equipment (line 32), Floating equipment (line 35), Passenger and other revenue equipment (line 36), Computer and Data Processing equipment (line 37), Machinery-Other Equipment (line 40) and, Work and Other Non-Revenue Equipment (line 41) compared to Schedule 410, line 317.
5. Retirement charges shall be made on the basis of the actual units retired from service during the reporting period where the service value has been determined, based on the ledger value of salvage and insurance recovered. Retirement charge reported in column (d), will not balance to Schedule 410 because they are included in, but do not totally comprise the "other" expenses in Schedule 410, lines 218, 237 and 322. Retirement charges for locomotives, line 5 plus 38 are in Schedule 410 line 218, retirement charges for freight cars, lines 24 plus 39 are in Schedule 410 line 237, retirement charges for all other equipment, lines 32, 35, 36, 37, 40 and 41 are in Schedule 410 line 322.
6. Lease/Rentals reported in column (e) should balance to column (f) of Schedule 410 as follows: (1) Locomotives: line 5 plus line 38 compared Schedule 410, lines 207, 208, 211 and 212. (2) Freight Cars: line 24 plus line 39 compared with Schedule 410 lines 226 plus 227 (note that Schedule 410 lines 230 and 231 are reported in Schedule 414 and are not to be included in Schedule 415) (3) The Sum of Lease/Rentals for All Other Equipment, lines 32, 35, 36, 37, 40 and 41 will balance to Schedule 410, lines 311, 312, 315 and 316 except for the interchange rental on trailers on containers which is reported in Schedule 414. Therefore, both Schedules 414 and 415 should be used when balancing lease/rentals-other equipment to Schedule 410. Do not report in Schedule 415 the trailer-container rentals reported in Schedule 414.
7. Depreciation base by types of equipment shall be reported in column (f) and should not include the cost of equipment used, but not owned, when the rents therefore are included in the rent for equipment and accounts Nos. 31-22-00, 31-23-00, 31-25-00, 31-21-00, 35-21-00, 35-23-00, 35-22-00, and 35-25-00. It should include the cost of equipment owned and leased to others when the rents there from are included in the rent for equipment accounts Nos. 32-21-00, 32-22-00, 32-23-00, 32-25-00, 36-21-00, 36-22-00, 36-27-00, and 36-25-00. Property used but not owned should also be included when the rent therefor is included in accounts Nos. 31-12-00, 31-13-00, 31-21-00, 31-22-00 and 31-23-00, inclusive. The grand total of each equipment account in columns (e) and (f) of Schedule 337 and column (c) Schedule 340 should equal the aggregate total of line items comprising the equipment depreciation bases of column (f).
8. Accumulated depreciation for each type of equipment shall be reported in column (g). The grand total of each equipment reserve accounts in column (g) Schedule 335 and column (g) Schedule 342 will equal the aggregate total accumulated depreciation for line items comprising the corresponding equipment accounts as reported in column (g).
9. Depreciation adjustment for prior over and underdepreciation to each type of equipment shall be reported in column (j) as a debit or credit to the appropriate line item.

Road Initials: CRR Year: 1979

SUPPORTING SCHEDULE: EQUIPMENT

SEE INSTRUCTIONS ON PAGE 65

Line No.	Types of Equipment (a)	Repairs (Net Expense) (b)	Depreciation (c)	Retirements (d)	Lease and Rentals (Net) (e)
LOCOMOTIVES:					
1	Diesel Locomotive - Yard	\$ 124	\$ 27	\$	\$
2	Diesel Locomotive - Road	2,986	733		311
3	Other Locomotive - Yard				
4	Other Locomotive - Road				
5	TOTAL	3,110	760		311
FREIGHT TRAIN CARS:					
6	Box-Plain 40 Foot	36	16		
7	Box-Plain 50 Foot and Longer	70	3		
8	Box-Equipped	108	139		
9	Gondola-Plain	5	2		
10	Gondola-Equipped	4	1		
11	Hopper-Covered	165	122		13
12	Hopper-Open Top-General Service	1,562	2,760		1,195
13	Hopper-Open Top-Special Service	4			
14	Refrigerator-Mechanical				
15	Refrigerator-Nonmechanical	94			553
16	Flat TOFC/COFC				
17	Flat Multi-level	15	14		
18	Flat-General Service	4	6		
19	Flat-Other		1		
20	All Other Freight Cars	41			72
21	Cabooses	21	21		
22	Auto Racks		8		
23	Miscellaneous Accessories				
24	TOTAL FREIGHT TRAIN CARS	2,129	3,093	2	1,833
OTHER EQUIPMENT-REVENUE FREIGHT					
HIGHWAY EQUIPMENT					
25	Refrigerated Trailers				
26	Other Trailers	47			
27	Refrigerated Containers				
28	Other Containers				
29	Bogies				
30	Chassis				
31	Other Highway Equipment (Freight)				
32	TOTAL HIGHWAY EQUIPMENT	47			
FLOATING EQUIPMENT-REVENUE SERVICE					
33	Marine Line-Haul				
34	Local Marine				
35	TOTAL FLOATING EQUIPMENT				
OTHER EQUIPMENT					
36	Passenger and Other Revenue Equipment (Freight Portion)				
37	Computer & Data Processing Equipment				
38	Machinery - Locomotives	124			
39	Machinery - Freight Car	4			
40	Machinery - Other Equipment	12			
41	Work & Other Non-revenue Equipment	159	27		(43)
42	TOTAL OTHER EQUIPMENT	299	27		(43)
43	TOTAL, ALL EQUIPMENT (FREIGHT PORTION)	5,585	3,880	2	2,101

#415

SEE INSTRUCTIONS ON PAGE 65

	Depreciation Base As of 12/31 (f)	Accumulated Depreciation As of 12/31 (g)	Depreciation Adjustment Net During the Year (h)
1	909	407	(36)
2	21,812	11,053	(105)
3			
4			
5	22,721	11,460	(141)
6	812	100	(31)
7	140	19	(13)
8	3,247	870	139
9	55	13	2
10	26	5	1
11	3,247	764	(120)
12	72,256	17,276	1,540
13			
14			
15			
16			
17	368	88	14
18	157	38	6
19	26	6	1
20			
21	406	131	21
22	447	50	
23			
24	81,187	19,360	1,560
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36	41	43	(35)
37			
38			
39			
40	911	290	(21)
41	952	333	(56)
42			
43	104,860	31,153	1,363

417. SPECIALIZED SERVICE SUBSCHEDULE - TRANSPORTATION

Instructions:

1. Report freight expenses only.
2. Report in lines 1, 2, 3, 4, and 10, the total of those natural expenses (salaries and wages; material, tools, supplies, fuels and lubricants; purchased services; and general) incurred in the operation of each type of specialized service facility. This schedule *does not* include switching services performed by train and yard crews in connection with or within specialized service facilities.
3. When it is necessary to apportion expenses, such as administrative expenses to two or more services, they shall be apportioned on the most equitable basis available to the respondent and only to the services they support. The total expenses in column (f) should balance with the respective line items in Schedule 410, Railway Operating Expenses.
4. Report in column (b), line 2, the expenses incurred in highway movements of trailers and containers performed at the expense of the reporting railroad within a terminal area for the purpose of pick-up, delivery or highway interchange service. Report in column (b), line 3, the expenses incurred in operating facilities for handling trailers and/or containers including storage expenses.

5. The operation of floating equipment in line-haul service (between distinct terminals) should be reported in column (c) on line 2. Floating operations conducted within a general terminal or harbor area should be reported in column (c), line 3.

6. Report in column (g), line 3, the expenses incurred by the railroad in loading and unloading automobiles, trucks, etc., to and from bi-level and tri-level auto rack cars. Report on line 2, column (g), the expense incurred by the railroad in moving automobiles, etc., between bi-level and tri-level loading and unloading facilities over the highway to shippers, receivers or connecting carriers. Report in column (f) operating expenses for land facilities in support of floating operations, including the operation of docks and wharves.

7. Report on line 4, column (b), the expenses related to heating and refrigeration of TOFC/COFC trailers and containers (net debits and credits). The expenses on line 4, column (b) relate to refrigerator cars only.

8. Report in column (i) total expenses incurred in performing rail substitute service, other highway revenue service LCL terminal operations, warehouse operations, freight car transloading, grain elevator terminal operations and livestock feeding operations only.

9. Thousand dollar Reporting Rule.

Road Initials:

CRR

Year 19 79

Line No.	Items (a)	TOFC/COFC Terminal (b)	Floating Equipment (c)	Coal Marine Terminal (d)	Ore Marine Terminal (e)	Other Marine Terminal (f)	Motor Vehicle Load and Distribution (g)	Protective Services Refrigerator Car (h)	Other Special Services (i)	Total Columns (b-i)
1	Administration	\$	\$	\$	\$	\$	\$	\$	\$	\$
2	Pick up & delivery, marine line haul	163						N/A		163
3	Loading and unloading and local marine	4						N/A		4
4	Protective services	2						7		9
5	Freight lost or damaged-solely related									
6	Fringe benefits									
7	Casualty and insurance	1								1
8	Joint facility - Debit									
9	Joint facility - Credit									
10	Other									
11	Total	170						7		177

450. ANALYSIS OF FEDERAL INCOME TAXES

1. In column (a) are listed the particulars which most often cause a differential between taxable income and pretax accounting income. Other particulars which cause such a differential should be listed under the caption "Other", including State and other taxes deferred if computed separately. Minor items each less than \$100,000 may be combined in a single entry under "Other".

2. Indicate in column (b) the beginning of the year total of accounts 714, 744, 762 and 786 applicable to each particular item in column (a).

3. Indicate in column (c) the net change in accounts 714, 744, 762 and 786 for the net tax effect of timing differences originating and reversing in the current accounting period.

4. Indicate in column (d) any adjustments, as appropriate, including adjustments to eliminate or reinstate deferred tax effects (credits or debits) due to applying or recognizing a loss carry-forward or a loss carry-back.

5. The total of line 10 in columns (c) and (d) should agree with the total of the contra charges (credits) to account 557, provision for deferred taxes, and account 591, provision for deferred taxes—extraordinary items, for the current year.

6. Indicate in column (e) the cumulative total of columns (b), (c), and (d). The total of column (e) must agree with the total of accounts 714, 744, 762 and 786.

Report dollars in thousands.

Line No.	Particulars (a)	Beginning of Year Balance (b)	Net Credits (Charges) for Current Year (c)	Adjustments (d)	End of Year Balance (e)
1	Accelerated depreciation, Sec. 167 I.R.C.: Guideline lives pursuant to Rev. Proc. 62-21.	\$	\$	\$	\$
2	Accelerated amortization of facilities Sec. 168, I.R.C.				
3	Accelerated amortization of rolling stock, Sec. 184 I.R.C.				
4	Amortization of rights of way, Sec. 185 I.R.C.				
5	Other (Specify) <u>Deferred income taxes of</u>				
6	<u>Respondent are included on books of</u>				
7	<u>Lessee Companies.</u>				
8					
9	Investment tax credit*				
10	TOTALS	None			None

*Footnotes:

11. If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit \$ None
12. If deferral method for investment tax credit was elected:
- (1) Indicate amount of credit utilized as a reduction of tax liability for current year \$ None
- (2) Deduct amount of current year's credit applied to reduction of tax liability but deferred for accounting purposes \$ None
- (3) Balance of current year's credit used to reduce current year's tax accrual \$ None
- (4) Add amount of prior year's deferred credits being amortized to reduce current year's tax accrual \$ None
- (5) Total decrease in current year's tax accrual resulting from use of investment tax credits \$ None

Note: Federal income tax on the Lessor's income is included in Account 31-13-00, Lease Rentals-Debit. See note on page 8 regarding Federal income tax accrued on income of Clinchfield Railroad.

451. RAILWAY TAX ACCRUALS

1. In Sections A and B show the particulars called for with respect to net accruals of taxes on railroad property, and U.S. Government taxes.

2. Report dollars in thousands

A. Other than U.S. Government Taxes

A. Other than U.S. Government Taxes					
Line No.	State (a)	Amount (b)	State (a)	Amount (b)	Line No.
1	Alabama	\$		\$	
2	Alaska		South Dakota		41
3	Arizona		Tennessee	1,024	42
4	Arkansas		Texas		43
5	California		Utah		44
6	Colorado		Vermont		45
7	Connecticut		Virginia	366	46
8	Delaware		Washington		47
9	Florida		West Virginia		48
10	Georgia		Wisconsin		49
11	Hawaii		Wyoming		50
12	Idaho		District of Columbia		51
13	Illinois		Other		
14	Indiana		Canada		52
15	Iowa		Mexico		53
16	Kansas		Puerto Rico		54
17	Kentucky	9			55
18	Louisiana		* Total-Other than U.S. Government Taxes	1,890	56
19	Maine				
20	Maryland		B. U.S. Government Taxes		
21	Massachusetts		Kind of tax (a)	Amount (b)	
22	Michigan			\$	
23	Minnesota		Income taxes: (See Note on Page 75)		
24	Mississippi		Normal tax and surtax	332	57
25	Missouri		Excess profits		58
26	Montana		Total-Income taxes	332	59
27	Nebraska		Old-age retirement*	2,792	60
28	Nevada		Unemployment insurance	308	61
29	New Hampshire		All other United States Taxes	1	62
30	New Jersey		Total-U.S. Government Taxes	3,433	63
31	New Mexico		Grand Total-Railway Tax Accruals	5,323	64
32	New York				
33	North Carolina	436			
34	North Dakota				
35	Ohio				
36	Oklahoma				
37	Oregon		*Includes taxes for hospital insurance (Medicare) and supplemental annuities as follows:		
38	Pennsylvania		Hospital insurance	\$ 171	65
39	Rhode Island		Supplemental annuities	240	66
40	South Carolina	55			

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 700

State particulars of all tracks *operated* by the respondent at the close of the year, according to the following classification:

- (1) Line owned by respondent;
- (2) Line owned by proprietary companies;
- (3) Line operated under *lease for a specified sum*, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Line operated under contract or agreement for contingent rent, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Line operated under *trackage rights*.

Give subtotals for each of the several numbered classes, in the order listed above, as well as the total for all classes.

Lengths of track 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.

In column (a) insert the figure (and letter, if any) indicating its class in accordance with the preceding classification.

In column (b) give the various proportions of each class owned or leased by respondent, listing each proportion once in any grouping. Canadian mileage should be segregated and identified on separate lines in the various groupings. For each listing, in column (d) give its entire length (the distances between termini of single or first main track), and in the following columns the lengths of second main track; all other main tracks; passing tracks, cross-overs and turn-outs; way switching tracks; and yard switching tracks. These classes of tracks are defined as follows:

Running tracks.—Running tracks, passing tracks, cross-overs, etc., including turn-outs from those tracks to clearance points.

Way switching tracks.—Station, team, industry and other switching tracks for which no separate service is maintained.

Yard switching tracks.—Yards where separate switching services are maintained, including classification, house, team, industry and other tracks switched by yard locomotives.

The returns in columns (h) and (i) should include tracks serving industries, such as mines, mills, smelters, factories, etc., not classifiable under "branch lines" as defined below. Tracks belonging to an industry for which no rent is payable should not be included.

Tracks leading to and in gravel and sand pits and quarries, the cost of which is chargeable to a clearing account and which are used in getting out material for the respondent's use, should not be included.

Class (1) includes all lines operated by the respondent at the close of the year to which it has title in perpetuity.

In classifying the line between *main* and *branch* (column (c)), use the distinction usually followed by respondent. Branch lines are distinguished from industrial tracks or yard tracks and sidings in that branch lines serve one or more stations beyond the point of junction with the main line or another branch line and to or from which stations train service, or its equivalent, is performed.

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i.e., one *all* of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rest in a corporation controlled by or controlling the respondent; *but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote.* An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

Class (3) includes all tracks operated under a lease or formal conveyance of less than the grantor's interest in the property, with a specific and unconditional rent reserved. The fact that the lessor does or does not maintain an independent organization for financial purposes is immaterial in this connection.

Class (4) is the same as class (3) except that the rent reserved is conditional upon earnings or other fact.

Class (5) includes all tracks operated and maintained by others but over which the respondent has the right to operate some or all of its trains. In the road of this class the respondent has no proprietary rights but only the rights of a licensee. Include in this class, also, all main tracks, industrial tracks and sidings owned by noncarrier companies and individuals when the respondent operates over them but does not have exclusive possession of them.

Road held by the respondent as *joint or common owner* or a *joint lessee* or under any *joint arrangement* should be shown in its appropriate class and the entry of length should be of the entire length of the portion jointly held. The class symbol should have the letter (J) attached.

Road operated by the respondent as agent for another carrier should not be included in this schedule.

Switching and terminal companies leave column (c) (Miles of Branch Lines) blank. They should prepare also the following schedule for tracks operated at cost for joint benefit.

TRACKS OPERATED AT COST FOR JOINT BENEFIT (For Switching and Terminal Companies Only)

Line No.	Name of owner(s)	Joint or common title holder(s)	Total mileage operated
1			
2			
3			
4		Not Applicable	
5			
6			
7			
8			
9			
10			
11			
12			
13			

700. MILEAGE OPERATED AT CLOSE OF YEAR

Running Tracks, Passing Tracks, Cross-Overs, Etc.

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, turnouts	Miles of way switching tracks	Miles of yard switching tracks	Total
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	3B	100%	(M)	274			47	65	77	463
2										
3	3B	100%	(B)	16			2	3		21
4										
5	3B-J	50%	(M)					2		(a) 2
6	Total Class 3B			290			49	70	77	486
7										
8										
9	5		(M)	6				5		11
10	Total			296			49	75	77	497
11										
12										
13										
14										
15	(a) Tracks owned 50% by Carolina, Clinchfield and Ohio									
16	Railway and 50% by Southern Railway Company.									
17										
18										
19										
20										
21										
22										
23										
24										
25										
26										
27										
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41										
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43										
44										
45										
46										
47										
48										
49										
50										
51										
52										
53										
54										
55	Total Main Line			280			47	72	77	476
56	Total Branch Lines			16			2	3		21
57	Grand Total			296			49	75	77	497
58	Miles of road or track electrified included in preceding grand total			XXX	None					

701. MILEAGE OWNED BUT NOT OPERATED BY RESPONDENT AT CLOSE OF YEAR

If any of the tracks returned in this schedule are operated by other than the respondent, the name of the company or individual operating them and the conditions under which they are held for

operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in this schedule.

Line No.	Class	Name of road or track	Main (M) or branch (B) line	Running Tracks, Passing Tracks, Cross-Overs, Etc.				Miles of way switching tracks	Miles of yard switching tracks	Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs			
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1		None								
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15		Total	XXX							

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

(For other than switching and terminal companies)

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), (e), or (f), as may be appropriate. The remainder of jointly operated mileage should be shown in column (g). Respondent's proportion of road jointly owned, not operated, should be shown in columns (i) and (j), as may be appropriate. Tracks which have been permanently abandoned should not be included in columns (i) and (j).

Lengths of track 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.	State or territory (a)	LINE OWNED		ROAD OPERATED BY RESPONDENT					LINE OWNED, NOT OPERATED BY RESPONDENT		New line constructed during year (k)
		Main line (b)	Branch lines (c)	Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)	Branch lines (j)	
1	Kentucky				3			3			
2	Virginia				99		6	105			
3	Tennessee				53			53			
4	North Carolina				117			117			
5	South Carolina				18			18			
6											
7											
8											
9											
10											
11											
12											
13											
14											
15											
16	Total Mileage (single track)	None	None	None	290	None	6	296	None	None	None

703. MILES OF TRACKS AT CLOSE OF YEAR—BY STATES AND TERRITORIES

(For switching and terminal companies only)

Give particulars, as of the close of the year, of all tracks operated and of all owned but not operated. The respondent's proportion of operated tracks held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (d), or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Tracks owned, not operated by respondent (including respondent's proportion of jointly owned tracks, not operated), should be shown in column (h). If any of the tracks returned in column (h) are operated by other than the

respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in column (h). Lengths should be stated to the nearest whole mile.

Line No.	State or Territory (a)	Tracks Operated						Total mileage operated (g)	Tracks owned, not operated by respondent (h)	New tracks constructed during year (i)
		Tracks owned (b)	Tracks of proprietary companies (c)	Tracks operated under lease (d)	Tracks operated under contract, etc. (e)	Tracks operated under trackage rights (f)				
1										
2										
3										
4										
5										
6	Total Mileage									

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 710

Instructions for reporting locomotive and passenger-train car data.

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.
2. In column (c) give the number of units purchased new or built in company shops. In column (d) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.
3. Units leased to others for a period of one year or more are reportable in column (f); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (h); units rented from others for a period less than one year should not be included in column (f).
4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "G" unit may be equipped with hostler controls for independent operating at terminals.

5. A "self-propelled car" is a rail motor car propelled by electric motors receiving power from third rail or overhead, or internal combustion engines located on the car itself. Trailers equipped for use only in trains of cars that are self-propelled are to be included as self-propelled equipment.

6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other self-powered unit" includes all units other than diesel or electric, e.g., steam, gas turbine. Show the type of unit, service and number, as appropriate, in a brief description sufficient for positive identification. An "Auxiliary unit" includes all units used in conjunction with locomotives but which draw their power from the "mother" unit, e.g., boosters,

slugs, etc. For reporting purposes indicate radio-controlled self-powered diesel units on lines 1 through 8, as appropriate. Radio-controlled units that are not self-powered, i.e., those without a diesel, should be reported on line 13 under "Auxiliary units".

7. Column (k) should show aggregate capacity for all units reported in column (j), as follows: For locomotive units, report the manufacturers' rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for tractive purposes). Exclude electricity data for steam locomotives. For passenger-train cars, report the number of passenger seats available for revenue service, counting one passenger to each berth in sleeping cars.

8. Passenger-train car types and service equipment car types correspond to AAR Mechanical Division designations. Designations of car codes and designations are published in The Official Railway Equipment Register.

710. INVENTORY OF EQUIPMENT -Continued

Instructions for reporting freight-train car data:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.

2. In column (d) give the number of units purchased or built in company shops. In column (e) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.

3. Units leased to others for a period of one year or more are reportable in column (n); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (i); units rented from others for a period less than one year should not be included in column (j).

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes During the Year			
		Time-mileage cars	All others	New units purchased or built	New units leased from others	Units Installed	
						Rebuilt and acquired and rebuilt units rewritten into property accounts ¹	All other units, including reclassification and second hand units purchased or leased from others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
FREIGHT TRAIN CARS							
41	Plain Box Cars - 40' (B100-129)	30					
42	Plain Box Cars - 50' (B200-229; B300-329)	6					
43	Equipped Box Cars (All Code A)	309					
44	Plain Gondola Cars (G092-392; G401-492)	12					
45	Equipped Gondola Cars (All Codes C and E)	10					
46	Covered Hopper Cars (L151-154; 251-254; 351-354; 451-454; 551-554; 651-654; 751-754)	331	5				6
47	Open Top Hopper Cars - General Service (All Code H)	4,248		700			
48	Open Top Hopper Cars - Special Service (All Codes J and K)						
49	Refrigerator Cars - Non-mechanical (R100, 101, 102, 103, 105, 106, 107, 108, 109, 113, 114, 115, 116, R200, 201, 202, 203, 205, 206, 207, 208, 209, 213, 214, 215, 216)	201					
50	Refrigerator Cars - Mechanical (R104, 110, 111, 112, 117, 118, R204, 210, 211, 212, 217, 218)						
51	Flat Cars - TOFC/COFC (F071-078; F871-978)						
52	Flat Cars - Multi-level (All Code V)	6					
53	Flat Cars - General Service (F101-109; F201-209)	42					
54	Flat Cars - Other (F111-189; 211-289; 301-389; 401-540)	5					
55	Tank Cars - Under 22,000 Gallons (T-0, T-1, T-2, T-3, T-4, T-5)						
56	Tank Cars - 22,000 Gallons & Over (T-6, T-7, T-8, T-9)						
57	All Other Freight Cars (F191-199; 291; 391; L006-048; L070, L080, L090 - All "L" with second numeric 6; L161-L764; T-770; All Class S)	35					
58	Total (lines 41 to 57)	5,235	5	700			6
59	Caboose (All N)	XXXX	36				
60	Total (lines 58, 59)	5,235	41	700			6
¹ Box, unequipped (which relates to incentive per diem order)		New units purchased or built			Units rebuilt or acquired		
		General funds		Incentive funds	General funds	Incentive funds	
		None		None	None	None	

710. INVENTORY OF EQUIPMENT—Continued

4. Column (m) should show aggregate capacity for all units reported in columns (k) and (l), as follows: for freight-train cars, report the nominal capacity (in tons of 2,000 lbs) as provided for in Rule 86 of the AAR Code of Rules Governing Cars in Interchange. Convert the capacity of tank cars to capacity in tons of the commodity which the car is intended to carry customarily.

5. Time-mileage cars refers to freight cars, other than cabooses, owned or held under lease arrangement, whose interline rental is settled on a per diem and line haul mileage basis under "Code of Car Hire Rules" or would be so settled if used by another railroad.

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Changes during year (Concluded)	Units At Close of Year						Line No.
	Owned and used	Leased from others	Total in service of respondent (col. (i) & (j))		Aggregate capacity of units reported in col. (k) & (l) (see ins. 4)	Leased to others	
			Time-mileage cars	All other			
Units retired from service of respondent whether owned or leased in- cluding re- classification	(i)	(j)	(k)	(l)	(m)	(n)	
(h)	(i)	(j)	(k)	(l)	(m)	(n)	
	30		30		1,500		41
	6		6		300		42
7	252	50	302		17,114		43
	12		12		526		44
	10		10		573		45
58	273	11	279	5	24,537		46
268	3,880	800	4,680		412,047	466	47
							48
							49
6		195	195		13,300		50
							51
	6		6		420		52
	42		42		2,093		53
	5		5		297		54
							55
							56
							57
5		30	30		1,650		
344	4,516	1,086	5,597	5	xxxxxxxxxxxx	466	58
	28	8		36			59
344	4,544	1,094	5,597	41	474,357	466	60

710. INVENTORY OF EQUIPMENT - Concluded

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes During the Year			
		Per diem	All other	Units Installed			
				New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units re-written into property accounts	All other units, including reclassification and second hand units purchased or leased from others
	(z)	(b)	(c)	(d)	(e)	(f)	(g)
	FLOATING EQUIPMENT						
61	Self-propelled vessels [Tugboats, car ferries, etc.]	X X X X					
62	Non-self-propelled vessels [Car floats, lighters, etc.]	X X X X					
63	Total (lines 61 and 62)	X X X X					
	HIGHWAY REVENUE EQUIPMENT						
64	Bogie-chassis						
65	Dry van						
66	Flat bed						
67	Open top						
68	Mechanical refrigerator						
69	Bulk						
70	Insulated						
71	Platform removable sides						
72	Other trailer or container						
73	Tractor						
74	Truck						
75	Total (lines 64 to 74)	None	None				

NOTES AND REMARKS

710. INVENTORY OF EQUIPMENT—Concluded

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

Changes during year (Concluded)	Units At Close of Year					Line No.
Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (i) & (j))		Leased to others	
			Pier diem	All other		
(h)	(i)	(j)	(k)	(l)	(m)	(n)
			X X X X			61
			X X X X			62
			X X X X			63
						64
						65
						66
						67
						68
						69
						70
						71
						72
						73
			None	None		74
						75

NOTES AND REMARKS

710-S. UNIT COST OF EQUIPMENT INSTALLED DURING THE YEAR

1. Give particulars as requested, separately, for the various classes of new units and rebuilt units of equipment installed by Respondent during the year. If information regarding the cost of any units installed is not complete at time of filing of report, the units should be omitted, but reference to the number of units omitted should be given in a footnote, the details as to cost to be given in the report of the following year. The cost of units under construction at the close of the year should not be reflected in this schedule even though part of the cost appears in the property account for the year. Indicate in column (e) whether an installation represents equipment purchased, (P); built or rebuilt by contract in outside railroad shops, (C); or built or rebuilt in company or system shops, (S).

2. In column (a) list each class or type of locomotive unit, car, or TOFC/COFC equipment on a separate line. By class is meant the standard classification used to distinguish types of locomotive units, freight cars or other equipment adopted by the Association of American Railroads; and should include physical characteristics requested by Schedule 710; locomotive units should be identified as to power source, wheel arrangement, and horsepower per unit, such as Multiple purpose diesel locomotive A units (B-B), 2500 HP; and cars should be identified as to special construction or service characteristics such as Aluminum covered hopper cars, L.O. Steel boxcars-special service, XAP, etc., for TOFC/COFC show type of equipment as enumerated in Schedule 710.

3. In column (c) show the total weight in tons or 2,000 pounds. The weight of the equipment acquired should be the weight empty.

4. The cost should be the complete cost as entered on the ledger, including foreign line freight charges and handling charges.

5. Data for this schedule should be confined to the units reported in Schedule 710, columns (c) and (e) for locomotive units, passenger train cars and company service cars; columns (d) and (f) for freight train cars, floating equipment and highway revenue equipment. Enclose new units in the upper section of this schedule and in the lower section disclose rebuilt units acquired or rewritten into the Respondent's accounts. The term "new" as used herein shall refer to and mean a unit or units placed in service for the first time on any railroad.

6. All unequipped boxcars acquired in whole or in part with incentive per diem funds should be reported on separate lines and appropriately identified by footnote or sub-heading.

7. Report dollars in thousands.

NEW UNITS

Line No	Class of equipment (a)	Number of units (b)	Total weight (tons) (c)	Total cost (d)	Method of acquisition (see instructions) (e)
1	Diesel Electric, GP38-2, EMD,				
2	2000 H.P., 4 axle locomotives	2	265	1,074	P
3					
4	Open-top 100 ton hopper cars with				
5	roller bearing trucks	700	22,400	23,781	P
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25	TOTAL	702	XXXX	24,855	XXXX

REBUILT UNITS

26	Diesel Electric, 1,600 H.P. GP16,				
27	EMD 4 axle locomotives	6	750	2,071	C
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38	TOTAL	6	XXXX	2,071	XXXX
39	GRAND TOTAL	708	XXXX	26,926	XXXX

NOTES AND REMARKS

715. HIGHWAY MOTOR VEHICLE OPERATIONS

Give particulars of highway motor vehicles operated by respondent in revenue and nonrevenue service and of revenue traffic handled for the respondent by others under contractual arrangements.

In reporting highway motor vehicle miles in line-haul service, show the mileage of buses and combination bus-trucks on line 5; the mileage of trucks and of bogies, trailers and semitrailers with trucks on line 6; and the mileage of tractors and of bogies, trailers and semitrailers with tractors on line 7. Vehicle miles in terminal service should be reported on line 8 and 9.

In reporting traffic carried and traffic handled 1 mile on lines 10 to 15, and on lines 20 to 23, both inclusive, show the total

number of tons and ton-miles of revenue freight in column (i) and the total number of passengers carried and passenger-miles in column (c), regardless of the class of vehicle used to perform the transportation service.

In reporting highway motor vehicles in nonrevenue service include those used in maintenance, shops, and storehouses, and transportation of company material; also buses used for transportation of company employees. Exclude automobiles used by officials and employees.

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
REVENUE SERVICE				
Vehicles owned or leased:				
1	Number available at beginning of year			
2	Number installed during the year			
3	Number retired during the year			
4	Number available at close of year			
Vehicle miles (including loaded and empty):				
Line haul (station to station):				
5	Passenger vehicle miles	XXXXXX		XXXXXX
6	Truck miles		XXXXXX	XXXXXX
7	Tractor miles		XXXXXX	XXXXXX
Terminal service:*				
8	Pick-up and delivery			
9	Transfer service			
Traffic carried:				
10	Tons—Revenue freight—Line haul	XXXXXX	XXXXXX	XXXXXX
11	Tons—Revenue freight—Terminal service only	XXXXXX	XXXXXX	XXXXXX
12	Revenue passengers—Line haul	XXXXXX		XXXXXX
13	Revenue passengers—Terminal service only	XXXXXX		XXXXXX
Traffic handled 1 mile:				
14	Ton-miles—Revenue freight—Line haul	XXXXXX	XXXXXX	XXXXXX
15	Revenue passenger-miles—Line haul	XXXXXX		XXXXXX
NONREVENUE SERVICE				
Vehicles owned or leased:				
16	Number available at beginning of year			
17	Number installed during the year			
18	Number retired during the year			
19	Number available at close of year			

*When performed by vehicles other than those used for line haul.

B. OPERATED BY OTHERS
(Revenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
Traffic carried:				
20	Tons—Revenue freight	XXXXXX	XXXXXX	XXXXXX
21	Revenue passengers	XXXXXX		XXXXXX
Traffic handled 1 mile:				
22	Ton-miles—Revenue freight	XXXXXX	XXXXXX	XXXXXX
23	Revenue passenger-miles	XXXXXX		XXXXXX

715. HIGHWAY MOTOR VEHICLE OPERATIONS—Concluded

"Trailers" means trailer bodies used in TOFC/COFC service which are permanently mounted on running gear. "Containers" means trailer bodies used in TOFC/COFC service which are not

permanently mounted on wheels or chassis, but are separated from such running gear before being loaded on flat cars.

A. OPERATED BY RESPONDENT—Concluded
(Revenue and nonrevenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
						1
						2
						3
						4
						5
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	6
XXXXXX		XXXXXX		XXXXXX	XXXXXX	7
XXXXXX						8
						9
						10
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	11
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	12
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	13
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	14
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	15
			2	65		16
				13		17
				(7)		18
			2	71		19

B. OPERATED BY OTHERS—Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
						20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
XXXXXX	XXXXXX	XXXXXX	XXXXXX			22
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	23

716. HIGHWAY MOTOR-VEHICLE ENTERPRISES IN WHICH THE RESPONDENT HAD A DIRECT OR INDIRECT FINANCIAL INTEREST DURING THE YEAR

Give particulars of highway motor-vehicle enterprises in which the respondent had a financial interest, either directly or indirectly, during the year.

In column (a) identify each motor-vehicle enterprise by name and address, and in column (b) state whether the respondent's in-

terest in such enterprise was direct or indirect. If the interest was indirect, give the names of all intermediaries.

In column (c) give the date on which respondent first acquired its direct or indirect interest in the enterprise.

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1	Holston Land Company, Inc.	Indirect	July 1, 1972
2	d/b/a Holston Transportation Company		
3	229 Nolichucky Avenue	The stock of Holston Land	
4	Erwin, Tennessee 37650	Land Company, Inc. is	
5		leased from the Carolina,	
6		Clinchfield and Ohio	
7		Railway Company (CC&O)	
8		to the Atlantic Coast	
9		Line Railroad Company	
10		(now Seaboard Coast Line	
11		Railroad) and Louis-	
12		ville and Nashville	
13		Railroad Company,	
14		Lessees, under a	
15		999 year lease, dated	
16		October 16, 1924. The	
17		stock is registered	
18		jointly in the names	
19		of the Lessees. Also	
20		leased were the rail-	
21		road properties of the	
22		CC&O, which are oper-	
23		ated under the name of	
24		Clinchfield Railroad	
25		Company (unincorporated).	
		Officers of Clinchfield	
		Railroad are also	
		officers of Holston Land	
		Company, Inc. Holston	
		Land Company, Inc.	
		(affiliate) is under	
		common control with the	
		Clinchfield Railroad	
		Company (respondent).	

GENERAL INSTRUCTIONS FOR PREPARING SCHEDULES 720, 721, 723, 726, 727, and 722

1. For purposes of these schedules, the track categories are defined as follows:

*Track category

A - Freight density of 20 million or more gross ton-miles per mile per year (including track over which passenger service is provided—see Category F).

B - Freight density of less than 20 million gross ton-miles per mile per year but at least 5 million (does not include track over which passenger service is provided—see Category F).

C - Freight density of less than 5 million gross ton-miles per mile per year but at least 1 million (does not include track over which passenger service is provided—see Category F).

D - Freight density of less than 1 million gross ton-miles per year (does not include track over which passenger service is provided—see Category F).

E - Way and yard switching tracks (passing tracks, crossovers and turnouts shall be included in appropriate Category A, B, C, D, F, and Potential Abandonments, as appropriate).

F - Track over which any passenger service is provided (other than potential abandonments); however, if annual freight traffic density is greater than 20 million gross ton-miles per mile per year, the track shall be included in Track Category A.

Potential Abandonments - Route segments identified by railroads as potentially subject to abandonment as required by Section 145(a) of the Interstate Commerce Act.

2. These schedules shall only include those lines maintained by the reporting carrier. It shall not include track maintained by others over which the reporting carrier has trackage rights.

3. If, for two consecutive years, a line segment classified in one track category maintains a traffic density which would place it in another, it shall be reclassified into that category as of the beginning of the second year.

4. Traffic density related to passenger service shall not be included in the determination of the track category of a line segment.

Note: For line segments containing more than single tracks, the total density over the route shall be used to determine track category.

Note: To determine average density, total track miles (route miles times number of tracks) rather than route miles shall be used.

720. TRACK AND TRAFFIC CONDITIONS

1. Disclose the requested information pertaining to track and traffic conditions.

2. Average speed reduction per slow order mile in column (e) shall be based on reduction from the maximum authorized timetable train speeds.

3. Miles under slow order in column (f) shall not include those due to ongoing maintenance, or other temporary track conditions such as floods or derailments.

Line No.	Track category (a)	Mileage of tracks at end of period (b)	Average annual traffic density in millions of gross ton-miles per mile** (c)	Average running speed limit (d)	Average speed reduction per slow order track mile (e)	Track miles under slow orders at end of period (f)
1 A		240	24.9	36		
2 B		99	12.0	38		
3 C						
4 D						
5 E		147	Less than 1 million			
6 F			XXXXXXXXXX	XXXX%	XXXXX	
7 Potential abandonment			XXXXXXXXXX			
8 Total		486				

721. TIES LAID IN REPLACEMENT

(1) Disclose the requested information concerning ties laid in replacement.

(2) The term "spot maintenance" in column (j) means repairs to track components during routine inspections, as opposed to programmed replacements aimed at upgrading the general condition of the tracks. "% of Spot Maintenance" refers to the percentage of total ties laid in replacement considered to be spot maintenance.

Line No.	Track Category (a)	Number of cross-ties laid in replacement										Total (i)	Switch and Bridge Ties (Board feet) (j)	% of Spot Maintenance (k)
		New Ties				Second-hand ties								
		Wooden		Concrete (d)	Other (e)	Treated (f)	Wooden		Untreated (g)	Other (h)				
		Treated (b)	Untreated (c)				Treated (f)	Untreated (g)						
1	A	60,186									60,186	307,954	14.16	
2	B	7,648									7,648	67,882	28.61	
3	C													
4	D													
5	E													
6	F													
7	Potential Abandonments													
8	Total	67,834									67,834	375,836		

Remarks

722. TIES LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of ties laid during the year in new construction: _____ during the year.

In column (a) classify the ties as follows:

(U) Wooden ties untreated when applied.

(T) Wooden ties treated before application.

(S) Ties other than wooden (steel, concrete, etc.). Indicate type in column (h).

Report new and second-hand (relay) ties separately, indicating in column (h) which ties are new.

In columns (d) and (g) should be shown the total cost, including transportation charges on foreign lines, tie trains, loading, inspection, and the cost of handling ties in general supply, storage, and seasoning yards; and, in the case of treated ties, also the cost of handling as treating plants and the cost of treatment. The cost of unloading, hauling over carrier's own lines and placing the ties in tracks, and of train service, other than that necessary in connection with loading or treatment, should not be included in this schedule. In these columns, "total cost" is to be reported in thousands.

Line No.	Class of ties (a)	CROSSTIES		SWITCH AND BRIDGE TIES			Remarks (h)
		Total number of ties applied (b)	Average cost per tie (c)	Total cost of crossties laid in new tracks during year (d)	Number of feet (board measure) laid in tracks (e)	Average cost per M feet (board measure) (f)	Total cost of switch and bridge ties laid in new tracks during year (g)
1				\$			\$
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20	Total						
21	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid _____						
22	Number of miles of new yard, station, team, industrial, and other switching tracks in which ties were laid _____						

723. RAILS LAID IN REPLACEMENT

(1) Furnish the requested information concerning rails laid in replacement.

(2) The term "spot maintenance" in column (g) means repairs to track components during routine inspections, as opposed to programmed replacements aimed at upgrading the general condition of the tracks. "% of Spot Maintenance" refers to the percentage of total ties laid in replacement considered to be spot maintenance.

Line No.	Track category (a)	Miles of rail laid in replacement (rail-miles)				Relay rail		Total		Percent of spot maintenance (h)
		New rail		Bolted rail (c)		Welded rail (d)	Bolted rail (e)	Welded rail (f)	Bolted rail (g)	
1	A									
2	B			11.80			6.31	9.02	18.11	17.88
3	C			.08			2.63		2.71	46.86
4	D									
5	E									
6	F									
7	Potential Abandonments									
8	Other									
9	TOTAL	9.02		11.88			8.94	9.02	20.82	

Remarks

724. RAILS LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of all rails applied during the year in connection with the construction of new track.

In column (a) classify the kind of rail applied as follows:

- (1) New steel rails, Bessemer process.
- (2) New steel rails, open-hearth process.
- (3) New rails, special alloy (describe more fully in a footnote).
- (4) Relay rails.

Returns in columns (c) and (g) should be reported in whole numbers. Fractions of less than one-half should be disregarded, and fractions of one-half or more reckoned as one.

The returns in columns (d) and (h) should include the cost of loading at the point of purchase ready for shipment, the freight charges paid foreign lines, and the cost of handling rails in general supply and storage yards. The cost of unloading, hauling over carrier's own lines, and placing the rails in tracks, and of train service in connection with the distribution of the rails, should not be included in this schedule. In these columns, "total cost" is to be reported in thousands.

Line No.	Class of rail	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		Weight of Rail		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year	Average cost per ton (2,000 lb.)	Weight of Rail		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year	Average cost per ton (2,000 lb.)
		Pounds per yard of rail	Number of tons (2,000 lb.)			Pounds per yard of rail	Number of tons (2,000 lb.)		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1									
2									
3									
4									
5				Not Applicable					
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16	Total	X X X				X X X			
17	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid _____								
18	Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid _____								
19	Track-miles of welded rail installed this year _____ total to date _____								

725. WEIGHT OF RAIL

Give the particulars below called for concerning the road and track operated by the respondent at the close of the year. Only the respondent's proportion of jointly-owned mileage should be included. Under "Weight of rail," the various weights of rails should

be given. Road and track occupied under trackage right or other form of license should not be included herein, but all road and track held under any form of lease (granting exclusive possession to the lessee) should be included.

Line No.	Weight of rails per yard (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
	Pounds			
1	132	287		
2	115	1		
3	112	2		
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				

726. SUMMARY OF TRACK MAINTENANCE

1. Disclose the requested information concerning the summary of track maintenance.

2. In column (c), (e), and (g) give the percentage of replacements to total units of property at year end.

Line No.	Track category (a)	Ties		Percent replaced (d)	Miles of rail replaced (rail-miles) (e)	Percent replaced (f)	Ballast	Track surfacing	
		Number of ties replaced (b)	Switch and Bridge Ties (Board Feet) (c)					Miles surfaced (h)	Percent surfaced (i)
1	A	60,186	307,954	8.02	27.13	5.65	42,754	207.08	86.28
2	B	7,648	67,882	2.47	2.71	1.37	7,358	30.62	30.93
3	C								
4	D								
5	E								
6	F								
7	Potential abandonments								
8	Total	67,834	375,836		29.84		50,112	237.70	

727. TEN-YEAR SUMMARY OF TRACK MAINTENANCE

1. Report in appropriate columns total numbers of replacements for all categories of track lines and the percentage of replacements to the units of property.

2. Explain in "Remarks" changes in track mileage due to acquisition, mergers, major abandonments and other disposals.

Line No.	Year (a)	Ties		Percent replaced (d)	Miles of rail replaced (rail-miles) (e)	Percent replaced (f)	Ballast	Track surfacing	
		Number of ties replaced (b)	Switch and Bridge Ties (Board Feet) (c)					Miles surfaced (h)	Percent surfaced (i)
1	Current year	67,834	375,836	6.4%	29.84	4.4%	50,112	237.70	70.12%
2	First preceding	47,464	248,877	5.3%	36.16	* 5.3%	88,116	177.97	52.50%
3	Second preceding	45,198	111,802	5.0%	* 26.21	* 3.9%	119,887	195.85	57.77%
4	Third preceding	46,943	235,600	5.2%	* 23.53	* 3.5%	114,893	256.78	75.75%
5	Fourth preceding	45,655	67,996	5.1%	* 23.14	* 3.4%	103,296	242.56	71.55%
6	Fifth preceding	39,658	101,233	4.4%	* 51.43	* 7.6%	89,987	231.30	68.23%
7	Sixth preceding	39,437	59,326	4.4%	* 29.31	* 4.3%	85,160	157.16	46.36%
8	Seventh preceding	38,044	99,759	4.2%	* 29.36	* 4.3%	75,333	187.62	55.35%
9	Eighth preceding	33,979	53,723	3.8%	* 32.85	* 4.9%	40,502	199.30	58.79%
10	Ninth preceding	19,927	182,960	2.2%	* 6.25	* 0.9%	47,591	61.60	18.17%

REMARKS

* Corrected to show rail miles instead of track miles also, percent corrected.

Percents from 1978 back have been corrected in Col.(i)

728. DEFERRED MAINTENANCE-TRACKS

- (1) Disclose the requested information concerning the monetary and quantity of deferred maintenance of tracks.
 (2) Explain in remarks section below the methods and/or calculations used in determining the amounts and quantities reported.

Line No.	Type of Track	Monetary Amount of Deferred Maintenance		
		End of the Year (b)	Beginning of the Year (c)	
1	A	\$	\$	
2	B			
3	C			
4	D	NONE	NONE	
5	E			
6	F			
7	Potential Abandonments			
8	Total Tracks			
		Quantities of Deferred Maintenance		
		End of the Year	Beginning of the Year	
9	Cross-ties			
10	Rail			
11	Ballast			

Remarks
 On the basis of the definition of deferred maintenance as prescribed by the Commission in Docket 36557 respondent has answered "None".

NOTES AND REMARKS

SCHEDULE 729-A--REVENUES OBTAINED

Thousands

- | | |
|--|----|
| 1. Total revenues from Ex Parte No. 305 during year | \$ |
| 2. Allowance for increased cost of materials and supplies other than fuel (not to exceed 3 percentage points of the authorized increase) | |
| 3. Allowance for increased income taxes ¹ | |
| 4. Yield from Ex Parte No. 305 during year
[1-(2 + 3)] | |

¹The allowance for income taxes should include the effect of applicable tax benefits. The tax allowance shown on line 3 is on an incremental basis. (See accounting circular 150.)

SCHEDULE 729-B--FUNDS SEGREGATED IN ACCOUNT 176, CAPITAL AND OTHER RESERVE FUNDS
(EX PARTE NO. 305 REVENUES ONLY)

Thousands

- | | |
|--|----|
| 1. Balance at beginning of year | \$ |
| 2. Funds received from increased revenues | |
| 3. Income from investment of earmarked funds | |
| 4. Income taxes applicable to funds received and income from investments | |
| 5. Total Ex Parte No. 305 funds available (lines 1 + 2 + 3 - 4) | |

Funds disbursed

- | | |
|--|--|
| 6. a. Deferred maintenance | |
| 7. b. Capital improvements | |
| 8. c. Current operations ¹ | |
| 9. Total disbursements (total of lines 6 through 8) | |
| 10. Balance of Ex Parte No. 305 revenues in account at close of year (line 5 - line 9) | |

¹Include disbursements for the transfer of funds to account 701, which have been authorized by the Commission.

This data will be filed at a later date pending the I.C.C.'s final decision in its current consideration to rescind order requiring information shown on these schedules relating to Ex Parte 305.

SCHEDULE 729-C—DEFERRED MAINTENANCE, ROADWAY AND EQUIPMENT AT YEAR END

	Monetary amount of deferred maintenance	
	End of the year	Beginning of the year
	Thousands ¹	
Roadway:		
1. Tracks (total from schedule 728)	\$	\$
2. Other roadway accounts ²		
3. Total roadway (lines 1 + 2)		
Equipment:		
4. Freight train cars		
5. Locomotives		
6. Work equipment		
7. All other equipment		
8. Total equipment (lines 4 through 7)		
9. Grand total—roadway and equipment (lines 3 + 8)		

¹ Costs should be expressed in terms of wage rates and prices as of the end of the current report year.

² Includes bridges and tunnels, buildings, shops and enginehouses, wharves and docks, communications and signalling, and other roadway facilities.

SCHEDULE 729-D—CAPITAL IMPROVEMENTS AT YEAR END

	Amount Thousands ¹
1. Total roadway	\$
2. Total equipment	
3. Other elements of investment	
4. Construction in progress	
5. Grand total—all investment accounts (lines 1 through 4)	

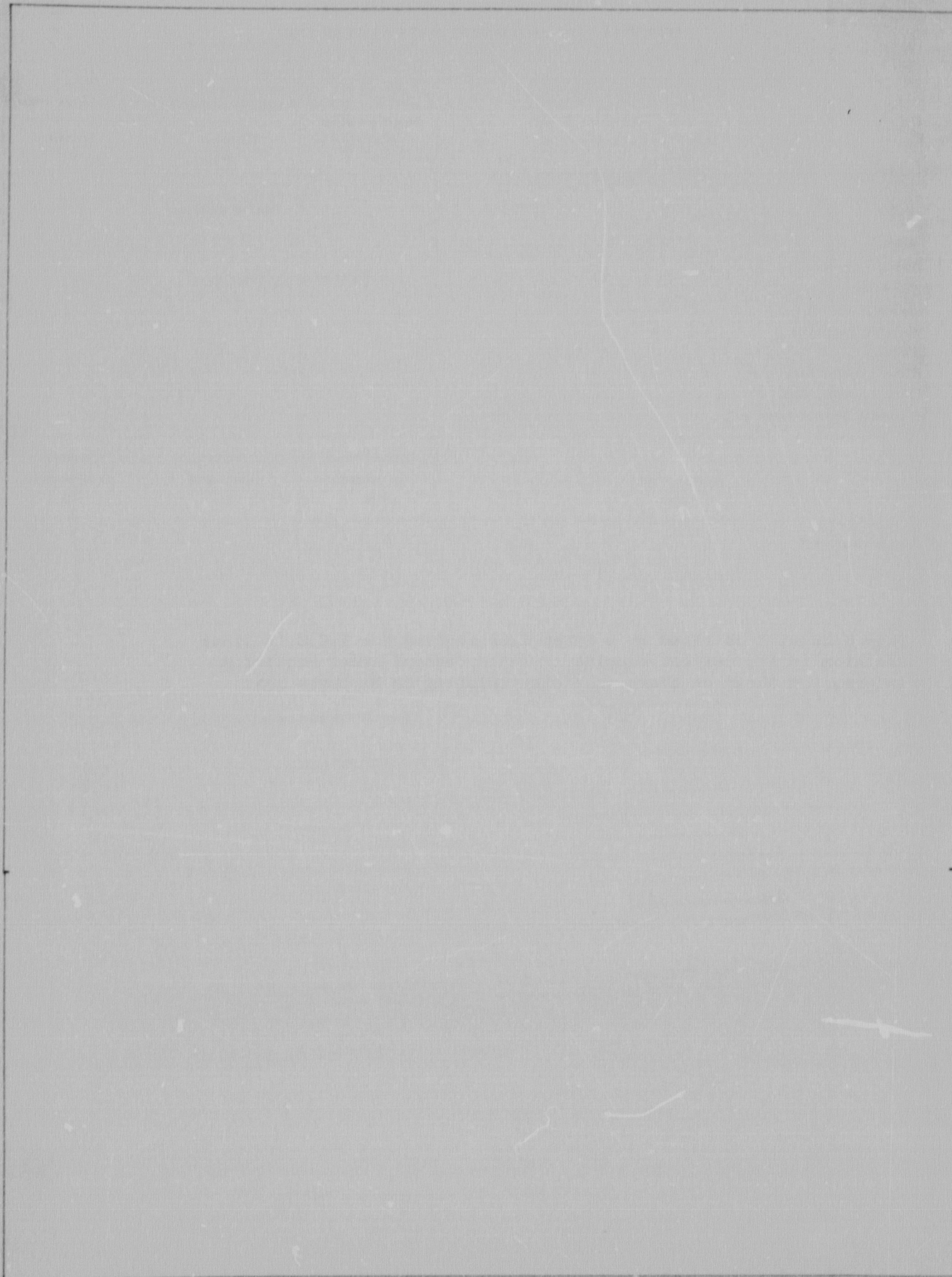
¹ Costs should be expressed in terms of wage rates and prices as of the end of the current reporting year.

This data will be filed at a later date pending the I.C.C.'s final decision in its current consideration to rescind order requiring information shown on these schedules relating to Ex Parte 305.

SCHEDULE 729-E—EQUIPMENT DATA AT YEAR END

Line No.	Type of car (a)	Number owned or leased (b)	Home cars undergoing or awaiting repairs	
			Number (c)	Percent (d)
			<i>(whole numbers)</i>	
1	Boxcars			
2	Refrigerator cars			
3	Gondolas			
4	Hoppers			
5	Covered hoppers			
6	Flatcars			
7	Other revenue cars			
8	Total—revenue cars			
9	Company service cars			
Line No.	Locomotives (a)	Number owned or leased (b)	Number serviceable (c)	Number unserviceable (d)
10	Locomotive units			

This data will be filed at a later date pending the I.C.C.'s final decision in its current consideration to rescind order requiring information shown on these schedules relating to Ex Parte 305.



750. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

Show hereunder the amounts of the various kinds of fuel consumed by locomotive units and motors or other self-propelled rail cars in the service of the respondent during the year, and the number of kilowatt-hours for such tractive equipment as was propelled by electricity. The ton of 2,000 pounds should be used.

Kilowatt-hours, for entry in column (c) of section A, and column (h) of section B, are to be figures at high tension taps (point of production or point of purchase), and divided among the several classes of service, the division being made on the respondent's best estimate if actual figures are not available.

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	Diesel	Electric	Other (Steam, Gas Turbine, Etc.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight	12,858,391			
2	Passenger	13,179			
3	Yard switching	552,602			
4	Total	13,424,172			
5	Cost of Fuel*	\$6,834	\$	\$	\$
6	Work Train	18,967			

B. RAIL MOTORCARS

Line No.	Kind of locomotive service (f)	Diesel	Electric	Gasoline
		Diesel oil (gallons) (g)	Kilowatt-hours (h)	Gasoline (gallons) (i)
7	Freight			
8	Passenger			
9	Yard switching			
10	Total			
11	Cost of Fuel*	\$	\$	\$
12	Work Train			

*Show cost of fuel charged to train and yard service (Functions 67-Loco. Fuels and 68-Electric Power Purchased/Produced for Motive Power). The cost stated for the various kinds of fuel should be the total charges in the accounts specified, including freight charges and handling expenses. The cost stated for electric current should be the total charges in the accounts enumerated. Fuel and power consumed by mixed and special trains that are predominantly freight should be included in freight service, but where the service of mixed or special trains is predominantly passenger, the fuel and power used should be included in passenger service. (Dollars in thousands)

760. GRADE CROSSINGS

A—Railroad With Railroad

1. A crossing of a railroad with a railroad means the intersection of all the tracks on one right-of-way with all of the tracks on another right-of-way, whether or not owned or operated by the same company; thus, the intersection of one double-track line with another double-track line shall be reported as one crossing. Each such crossing shall be reported only by the carrier who performs the actual maintenance of the signal or interlocking protection, if so provided, or by the carrier who maintains the crossing frogs where no protection exists. The carrier which actually performs the maintenance shall be the reporting carrier, even though other party, or parties, assume a part or all of the expense of such maintenance. Where portions of the apparatus are maintained by two or more companies, as for example—the condition where one crossing frog is maintained by one company and the second frog by the other company, agreement should be made between carriers as to which shall report. Report should be made of each crossing, whether main line, branch line, or switching tracks are involved, so long as separate rights-of-way are involved, regardless of whether or not the

rights-of-way involved are owned or leased by the same company. A cross-over from one track to another on the same right-of-way, or the use of a crossing frog for the intersection of two tracks in the same right-of-way, is not to be considered as a crossing in this connection. If one right-of-way intersects two or more rights-of-way in the same vicinity a separate crossing shall be reported for each such intersection, even though all are controlled by one interlocking plant. In such case, this fact should be explained in a footnote in order that the interlocking plant may not be counted more than once.

2. The term "Protection" as used in this connection should include all signalling or derailling devices which may restrict the use of the crossing by either carrier. It shall not include stationary or other cautionary signs which merely indicate the proximity of a crossing. Where crossings are protected by more than one of the types of protection shown in columns (b) to (f) inclusive, the kind of protection, etc., should be reported in only one classification and that of the more elaborate type.

Line No.	Number of crossings (a)	Interlocking (b)	Automatic signals (automatic interlocking) (c)	Deraills on one line, no protection on other (d)	Hand-operated signals, without interlocking (e)	Gates (f)	Total specially protected (g)	Total not specially protected (h)	Grand total (i)
1	Number at beginning of year								
2	Crossing added: New crossings								
3	Change in protection								
4	Crossings eliminated: Separation of grade								
5	Change in protection								
6	Other causes								
7	Number at close of year								
	Number at Close of Year by States:								
8									
9									
10									
11	None								
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									

760. GRADE CROSSINGS—Continued
B—Railroad with Highway

1. A highway grade crossing is to be regarded as a single crossing of all of the tracks within the adjacent owned or leased right(s) of way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at the same grade to the extent that the tracks are located within the limits of a single set of grade crossing signs or protective devices having an integrated set of actuating circuits.

2. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads or driveways not dedicated to public use. All crossings of tracks at grade with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad right-of-way.

3. A private grade crossing which becomes public during the year should be reported as a new grade crossing. A grade crossing of a dual or multi-lane highway should be reported as one crossing. In the classification of protection, a crossing having more than one of the classes of protection listed below should be reported once only, using the furthest left column that applies. To avoid

duplicate reporting on jointly owned, jointly maintained or jointly used crossings, one railroad shall designate the reporting road by mutual agreement of the interested parties.

4. In columns (b) and (c) include grade crossings with or without audible signals. In columns (d) and (e) include grade crossings with or without any type of audible or visible supplemental device. Exclude from columns (f) and (g) those crossings where train movement is protected only by a member of the train crew. Audible signals reportable in column (h) include any train-actuated bell, whistle, siren or other audible device located adjacent to the crossing. Other automatic signals reportable in column (i) include wigwags, Highway Traffic Signals or special types of train-actuated devices with or without audible supplements. Include in column (j), in addition to "Railroad Crossing" crossbuck, any other static sign, except "Number of Tracks" sign or any non-train-actuated signal such as amber continuous-flashing lights. In column (m) report other than railroad crossbuck. Totals in column (o), lines 9 and 10 should be equal, resulting in no change in the total number of crossings.

TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE

Line No.	Item of Annual Change	Automatic gates with flashing lights (b)	Automatic flashing light signals (c)	Gates manually operated		Watchmen only		Audible signals only (h)	Other automatic signals (i)	Total indicating warning of train approach (j)	"Railroad crossing" crossbuck (k)	Crossbuck signs with other fixed signs (l)	Other fixed signs only (m)	No signs or signals (n)	Total crossings at grade (o)
				24 hours per day (d)	Less than 24 hours per day (e)	24 hours per day (f)	Less than 24 hours per day (g)								
1	Number at beginning of year	7	17							24	156				180
2	Added: By new, extended or relocated highway														
3	By new, extended or relocated railroad														
4	Total added														
5	Eliminated: By closing or relocation of highway														
6	By relocation or abandonment of railroad														
7	By separation of grades														
8	Total eliminated														
9	Changes in protection: Number of each type added														
10	Number of each type deducted														
11	Net of all changes	7	17							24	156				180
12	Number at close of year														
	Number at close of year by States:														
13	Kentucky										2				2
14	Virginia	3	4							7	45				52
15	Tennessee	2	6							8	37				45
16	North Carolina	1	6							7	61				68
17	South Carolina	1	1							2	11				13
18															
19															
20															
21															
22															
23															
24															
25															
26															

761. GRADE SEPARATIONS

Highway-Railroad

1. (a) A highway-railroad grade separation is to be regarded as a single crossing of all of the tracks within the owned or leased right-of-way or contiguous rights-of-way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at separate grades.

(b) Not to be included are structures which serve some major purpose other than the avoidance of conflict of railway movements with highway movements and which contain no design features required for accommodation of the intersecting traffic flow as in the case of major tunnels.

(c) In order to avoid duplicate reporting and possible confusion, in reporting grade separations used or maintained by more than one railroad, the interested parties in each case should designate one line to be the reporting railroad.

2. All separated crossings of tracks with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad owned right-of-way.

3. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads not dedicated to public use.

4. A private crossing which becomes public during the year should be reported as a new crossing.

5. A crossing of a dual or multi-lane highway should be reported as one crossing.

Line No.	Items of Annual Change (a)	Types and numbers of highway-railroad grade separations		
		Overpass (Highway above railroad) (b)	Underpass (Railroad above highway) (c)	TOTAL (d)
1	Number at beginning of year	49	67	116
2	Added: By new, extended or relocated highway			
3	By new, extended or relocated railroad			
4	By elimination of grade crossing			
5	Total added			
6	Deducted: By closing or relocation of highway			
7	By relocation or abandonment of railroad			
8	Total deducted			
9	Net of all changes			
10	Number at close of year	49	67	116
	Number at close of year by States:			
11				
12	Kentucky	1		1
13	Virginia	5	19	24
14	Tennessee	21	31	52
15	North Carolina	12	13	25
16	South Carolina	10	4	14
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				

800. CONTRACTS, AGREEMENTS, ETC.

1. Hereunder give a concise statement of each important contract, agreement, arrangement, etc., with other companies or persons, together with important revisions, modifications, terminations, and other changes thereof, which became effective during the year, and concerned in any way the transportation of persons or things at other than tariff rates, or the purchase of equipment under conditional sales plans without the issuance of securities by respondent, making such statements in the following order:

- (a) Freight or transportation companies or lines.
- (b) Other railway companies.
- (c) Steamboat or steamship companies.
- (d) Telegraph companies.
- (e) Telephone companies.
- (f) Equipment purchased under conditional sales contracts.
- (g) Routing traffic of affiliated companies.
- (h) Other contracts.

2. Under item 1(b), include particulars of joint facility arrangements entered into during the year by the respondent, including those maintained or operated by other carriers as well as those maintained or operated by respondent. For each joint facility, give a brief statement of the basis or bases on which revenues, expenses, taxes, interest on investment, and other items, if any, related to the facility are apportioned among the carriers using the facility or otherwise deriving benefit therefrom.

3. Under item 1(f), give particulars of conditional sales agreements, lease or rental contracts, and other similar instruments, entered into by respondent for the purchase of equipment, which provide for payment in installments and do not involve the issuance of securities by respondent. State the names of the parties to the contracts or agreements, the number of units of each class of equipment covered, and the terms and conditions of payment.

4. Under item 1(g), give particulars of arrangements, written or

oral with affiliated companies for routing of traffic. Through route arrangements for handling of traffic interchanged with carrier affiliates should not be reported.

5. Under item 1(h), Other contracts, describe briefly the particulars of all contracts or agreements, including estimated amounts receivable, under which a government agency, or instrumentality thereof, seeks to assist respondent with grants or aid for providing passenger commuter or other passenger-train services.

6. Information concerning contracts of minor importance may be omitted. A contract of minor importance is defined as one involving receipts or payments of less than \$50,000 per year, and which, by its terms, is otherwise unimportant.

7. In lieu of giving abstracts, copies of contracts may be filed. Every copy of a contract furnished in connection with the foregoing requirement should be listed hereunder.

8. The basis for computing receipts and payments should be fully stated in the case of each such contract, agreement, or arrangement.

9. Compliance with the requirements of this schedule does not relieve the respondent of the duty placed upon common carriers by section 6(5), Part I, of the Interstate Commerce Act, which reads as follows:

"Every common carrier subject to this part shall also file with said Commission copies of all contracts, agreements, or arrangements with other common carriers in relation to any traffic affected by the provisions of this part to which it may be a party. Provided, however, that the Commission, by regulations, may provide for exceptions from the requirements of this paragraph in the case of any class or classes of contracts, agreements, or arrangements, the filing of which, in its opinion, is not necessary in the public interest."

1.(a) through (e), (g), (h) - None

(f) Conditional Sale Agreement dated February 15, 1979, between B. H. Hansen, Vendor, and Seaboard Coast Line Railroad Company and Louisville and Nashville Railroad Company, Vendees, and Agreement and Assignment dated February 15, 1979 between the Bank of Virginia and said Vendor, covering 2 GP-16 diesel electric locomotives, providing for \$700 to be paid in 16 consecutive equal quarterly installments commencing May 15, 1979 and ending February 15, 1983.

Conditional Sale Agreement dated April 1, 1979 between General Motors Corporation, Vendor, and Seaboard Coast Line Railroad Company and Louisville and Nashville Railroad Company, Vendees, and Agreement and Assignment dated April 1, 1979 between United Virginia Bank and said Vendor, covering 2 GP-38-2 diesel-electric locomotives and 2 GP-14 diesel-electric locomotives, providing for approximately \$1,700 to be paid in 16 consecutive equal semi-annual installments, commencing October 1, 1979 and ending April 1, 1987.

Conditional Sale Agreement dated April 15, 1979 between B. H. Hansen, Vendor, and Seaboard Coast Line Railroad Company and Louisville and Nashville Railroad Company, Vendees, and Agreement and Assignment dated April 15, 1979 between North Carolina National Bank and said Vendor, covering 4 GP-16 diesel-electric locomotives, providing for approximately \$1,400 to be paid in 16 consecutive equal semi-annual installments, commencing October 15, 1979 and ending April 15, 1987.

850 COMPETITIVE BIDDING-CLAYTON ANTITRUST ACT

Section 10 of the Clayton Antitrust Act (15 U.S.C. 20) states that "no common carrier engaged in commerce shall have any dealings in securities, supplies or other articles of commerce, or shall make or have any contracts for construction or maintenance of any kind, to the amount of more than \$50,000, in the aggregate, in any one year, with another corporation, firm, partnership or association when the said common carrier shall have upon its board of directors or as its president, manager or as its purchasing or selling officer, or agent in the particular transaction, any person who is at the same time a director, manager, or purchasing or selling officer of, or who has any substantial interest in, such other corporation, firm, partnership or association, unless and

except such purchases shall be made from, or such dealings shall be made with, the bidder whose bid is the most favorable to such common carrier, to be ascertained by competitive bidding under regulations to be prescribed by rule or otherwise by the Interstate Commerce Commission." The specification for competitive bids is found in the Code of Federal Regulations, Part 1010. Competitive Bids through Part 1010.7 - Carriers Subject to the Interstate Commerce Act.

In column (g), identify the company awarded the bid by including company name and address, name and title of respondent officers, directors, selling officer, purchasing officer and/or general manager that has an affiliation with the seller.

	Nature of bid (a)	Date Published (b)	Contract number (c)	No. of bidders (d)	Method of awarding bid (e)	Date filed with the Commission (f)	Company awarded bid (g)
1							
2							
3							
4							
5							
6							
7							
8							
9							
10							
11				None			
12							
13							
14							
15							
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24							
25							
26							
27							
28							
29							
30							

Road Initials:

CRR

Year 1979

900. COMPENSATION OF OFFICERS, DIRECTORS, ETC.

1. In columns (a) and (b) enter the name and position of each of the persons named in Schedule 110 of this report to whom the respondent paid the largest amount during the year as compensation for current or past service over and above necessary expenses incurred in discharge of duties. In addition, list all other officers, directors, pensioners or employees, if any, to whom the respondent paid \$75,000 or more in total compensation during the year.

2. The salary per annum to be entered in column (c) is the annual rate at which an employee is paid rather than the amount actually paid for a part of a year. If the salary of an individual was increased or decreased during the year, show salary before each change as well as at close of year.

3. If an officer, director, etc., receives compensation from one or more of the affiliated companies listed in Schedule 112 reference to this fact should be made if the aggregate compensation from all companies amounts to \$75,000 or more.

4. Report in column (d) the total amount of compensation other than annual salary paid to each listed employee during the year. This includes forms of nonmonetary compensation given which directly benefits each employee. Examples:

Fair value of property given, such as exclusive use of an automobile;

Amounts paid for membership of the employee in nonbusiness associations, private clubs, etc.,

Commissions, bonuses, shares in profits;

Contingent compensation plans;

Monies paid or accrued for any pension, retirement, savings, retirement annuities, deferred compensation, or similar plan;

Premiums on life insurance where the respondent is not the beneficiary. Do not report premiums on group life insurance for benefits less than \$50,000.

Give the details of any plan not previously reported, the basis of determining the ultimate benefits payable, and the payments or provisions made during the year.

5. Also include in column (d) all remuneration paid, directly or indirectly, in the form of securities, options, warrants, rights or other property. Furnish particulars concerning any options, warrants, or rights issued or granted during the year including prices, expiration dates and other information relating to exercise of the options, warrants, or rights. Specify the amount of such securities or assets so entitled to be purchased by each officer, director, etc. (Dollars in thousands)

Line No.	Name of person (a)	Position or Title (b)	Salary per annum as of close of year (see instructions) (c)	Other compensation during the year (d)
1	John W. Thomas	Superintendent	\$	\$
2		1-1-79	40	
3		General Manager		
4		6-1-79	47	
5		10-1-79	48	(a) 26
6				
7				
8				
9				
10				
11	(a) Incentive compensation award \$24, fees of \$1 as member of Executive Board, premium of \$1 on group life insurance for benefits in excess of \$50.			
12				
13				
14				
15				
16	Note: W. Thomas Rice, Prime F. Osborn, A. Paul Funkhouser, Richard D. Spence, and Donald L. Morris each receive \$75 or more compensation and/or fees from affiliated companies.			
17				
18				
19				
20				
21				
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29				
30				
31				
32				
33				
34				
35				
36				
37				
38				

VERIFICATION

The foregoing report shall be verified by the oath of the officer having control of the accounting of the respondent. This report shall also be verified by the oath of the president or other chief officer of the respondent, unless the respondent states that such officer has no control over the respondent's accounting and reporting.

OATH

(To be made by the officer having control of the accounting of the respondent)

State of Florida

County of Duval

Donald L. Morris

(Insert here name of the affiant)

makes oath and says that he is

Comptroller

(Insert here the official title of the affiant)

Of

CLINCHFIELD RAILROAD COMPANY

(Insert here the exact legal title or name of the respondent)

that it is his duty to have supervision over the books of accounts of the respondent and to control the manner in which such books are kept; that he knows that such books have been kept in good faith during the period covered by this report; that he knows that the entries contained in this report relating to accounting matters have been prepared in accordance with the provisions of the Uniform System of Accounts for Railroads and other accounting and reporting directives of this Commission; that he believes that all other statements of fact contained in this report are true, and that this report is a correct and complete statement, accurately taken from the books and records, of the business and affairs of the above-named respondent during the period of time from and including

January 1, 19 79, to and including December 31, 19 79

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 18th day of March, 19 80

My commission expires AUG 8 1980

Use an
L.S.
impression seal

(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

(By the president or other chief officer of the respondent)

State of Florida

County of Duval

John W. Thomas

(Insert here name of the affiant)

makes oath and says that he is

General Manager

(Insert here the official title of the affiant)

Of

CLINCHFIELD RAILROAD COMPANY

(Insert here the exact legal title or name of the respondent)

that he has carefully examined the foregoing report; that he believes that all statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent and the operations of its property during the period of time from and including

January 1, 19 79, to and including December 31, 19 79

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 18th day of March, 19 80

My commission expires AUG 8 1980

Use an
L.S.
impression seal

(Signature of officer authorized to administer oaths)

Year: 19 79

CORRESPONDENCE

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