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ANNUAL REPORT 1977 CLASS 1 1 of 3

DELAWARE & HUDSON RX. CO.

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R-1

CLASS I RAILROADS

APPROVED BY GAO
B-180230 (R0470)

Expires 12-31-80

Annual report

INTERSTATE
COMMERCE COMMISSION
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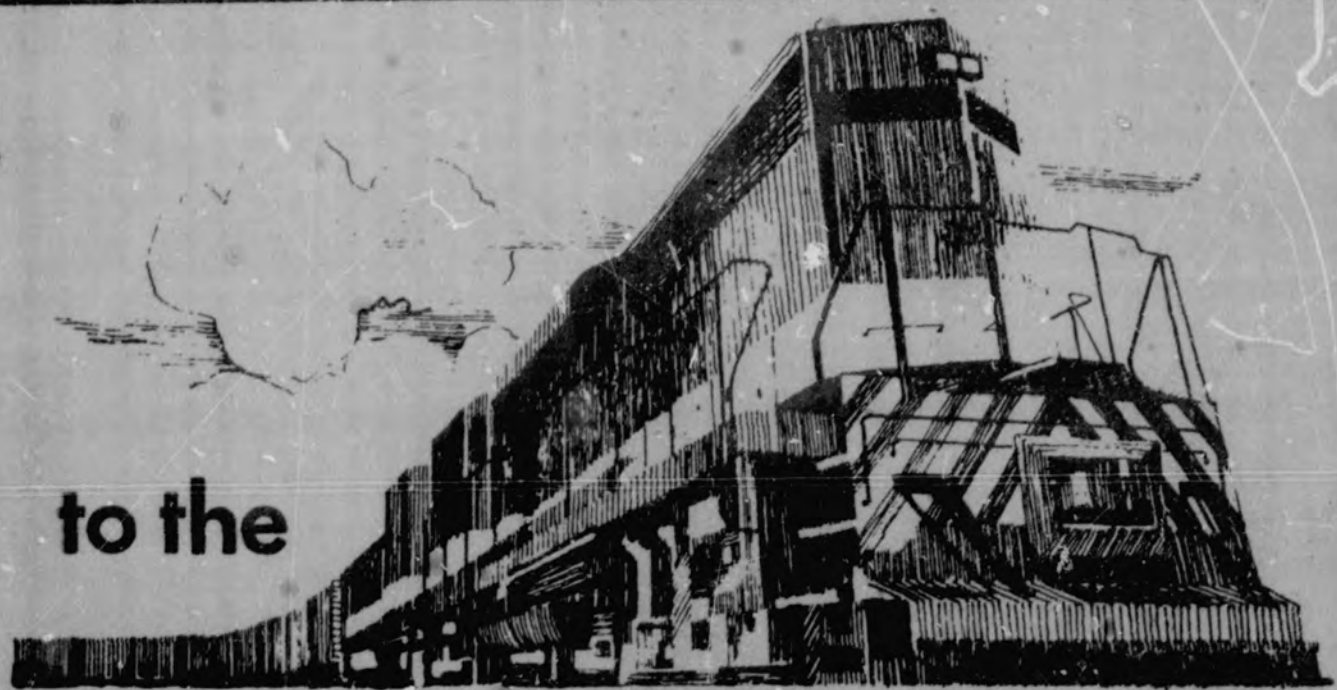
APR 10 1978

ADMINISTRATIVE SERVICES
MAIL UNIT

	RC003129 DELAWARE HUDSON 1 0 1 113400 DELAWARE & HUDSON RY, CO, 40 BEAVER STREET ALBANY NY 12207
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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, 1977

NOTICE

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:

SEC. 20 (1) 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.

(2) 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.

(7) (b) 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: * * *

(7) (c) 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.

(8) 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 108, page 6.

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, abbreviations, 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 (including switching and terminal) 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 \$10,000,000, or more. For this class, Annual Report Form R-1 is provided.

Class II companies are those having annual operating revenues below \$10,000,000. For this class, Annual Report Form R-2 is provided.

In applying this classification to any switching or terminal company which is operated as a joint facility of owning or tenant railroads, the sum of the annual railway operating revenues, the joint facility rent income, and the returns to joint facility credit accounts in operating expenses, shall be used in determining its class.

Switching and terminal companies are further classified as:

Class S1. Exclusively switching. This class of companies includes all those performing switching service only, whether for joint account or for revenue.

Class S2. Exclusively terminal. This class of companies includes all companies furnishing terminal trackage or terminal facilities only, such as union passenger or freight stations, stockyards, etc., for which a charge is made, whether operated for joint account or for revenue. In case a bridge or ferry is a part of the facilities operated by a terminal company, it should be included under this heading.

Class S3. Both switching and terminal. Companies which perform both a switching and a terminal service. This class of companies includes all companies whose operations cover both switching and terminal service, as defined above.

Class S4. Bridge and ferry. This class of companies is confined to those whose operations are limited to bridges and ferries exclusively.

Class S5. Mixed. Companies performing primarily a switching or a terminal service, but which also conduct a regular freight or passenger traffic. The revenues of this class of companies include, in addition to switching or terminal revenues, those derived from local passenger service, local freight service, participation in through movement of freight or passenger traffic, other transportation operations, and operations other than transportation.

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

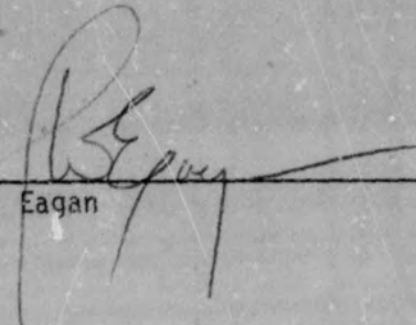
Commission means the Interstate Commerce Commission. Respondent means the person or corporation in whose behalf the report is made. The year means the year ended December 31 for which the report is made. The close of the year means the close of business on December 31 of the year for which the report 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 1201 of Title 49, Code of Federal Regulations, as amended.

9. All companies using this Form should complete all schedules, with the following exceptions, which should severally be completed by the companies to which they are applicable:

Schedules restricted to Switching and Terminal Companies		Schedules restricted to other than Switching and Terminal Companies	
Schedule	414	Schedule	411
"	415	"	412
"	532		

STATEMENT PURSUANT TO 49 CFR 1121.23 (C)

I, T. W. EAGAN, Vice President - Finance and Governmental Affairs of Delaware and Hudson Railway Company, hereby certify that no changes other than indicated on the attached maps have occurred in the categories of lines shown on D&H's most recently filed system diagram map and accompanying description.

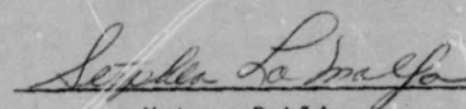

T. W. Eagan

Subscribed and sworn to before me,
a notary public in and for the State
and County above named this 31st
day of March 1978.

INTERSTATE
COMMERCE COMMISSION
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APR 10 1978

ADMINISTRATIVE SERVICES
MAIL UNIT


Notary Public

My commission expires *March 30, 1979*

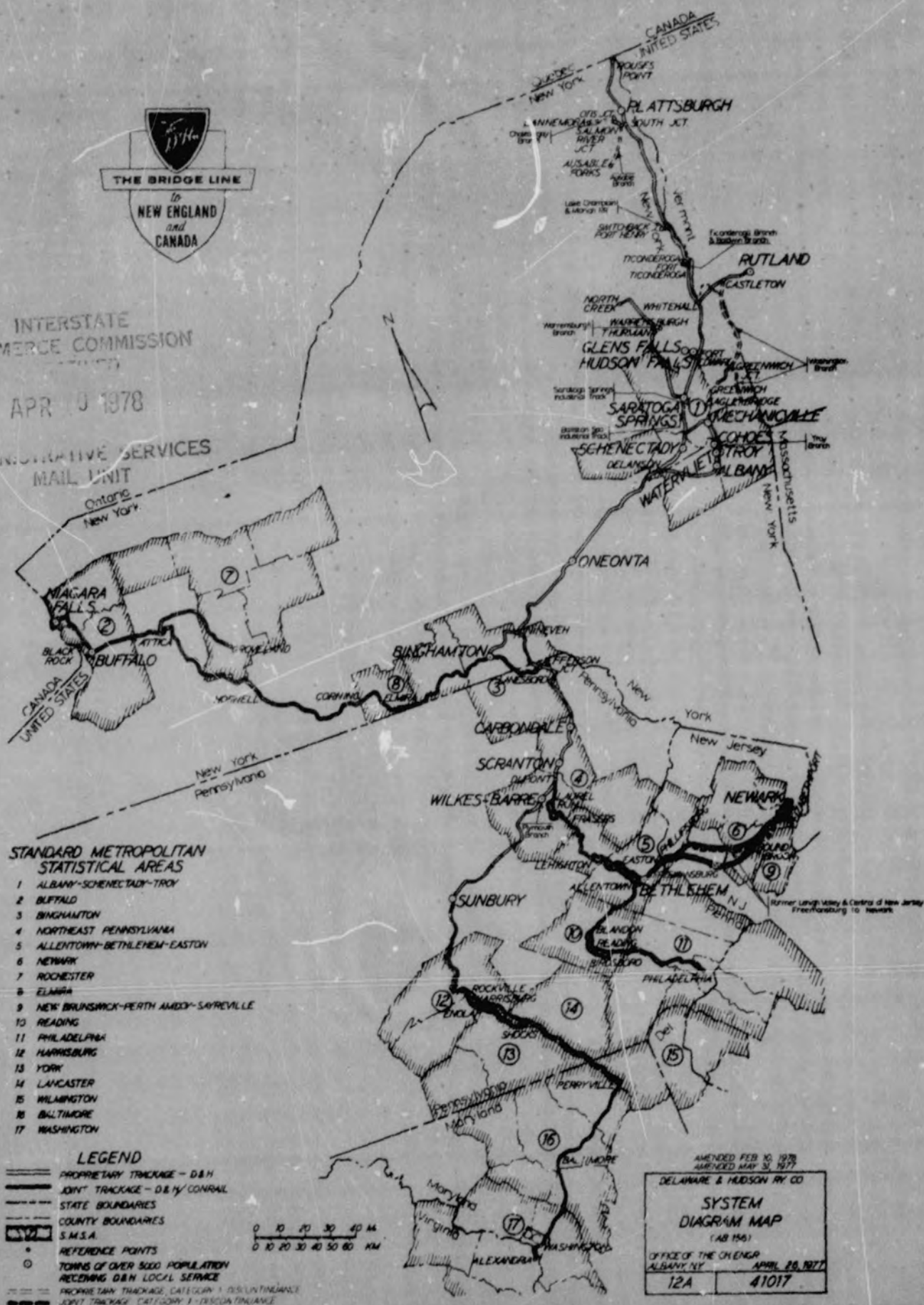
STEPHEN LAMALFA
Notary Public in the State of New York
Commission Expires March 30, 1979

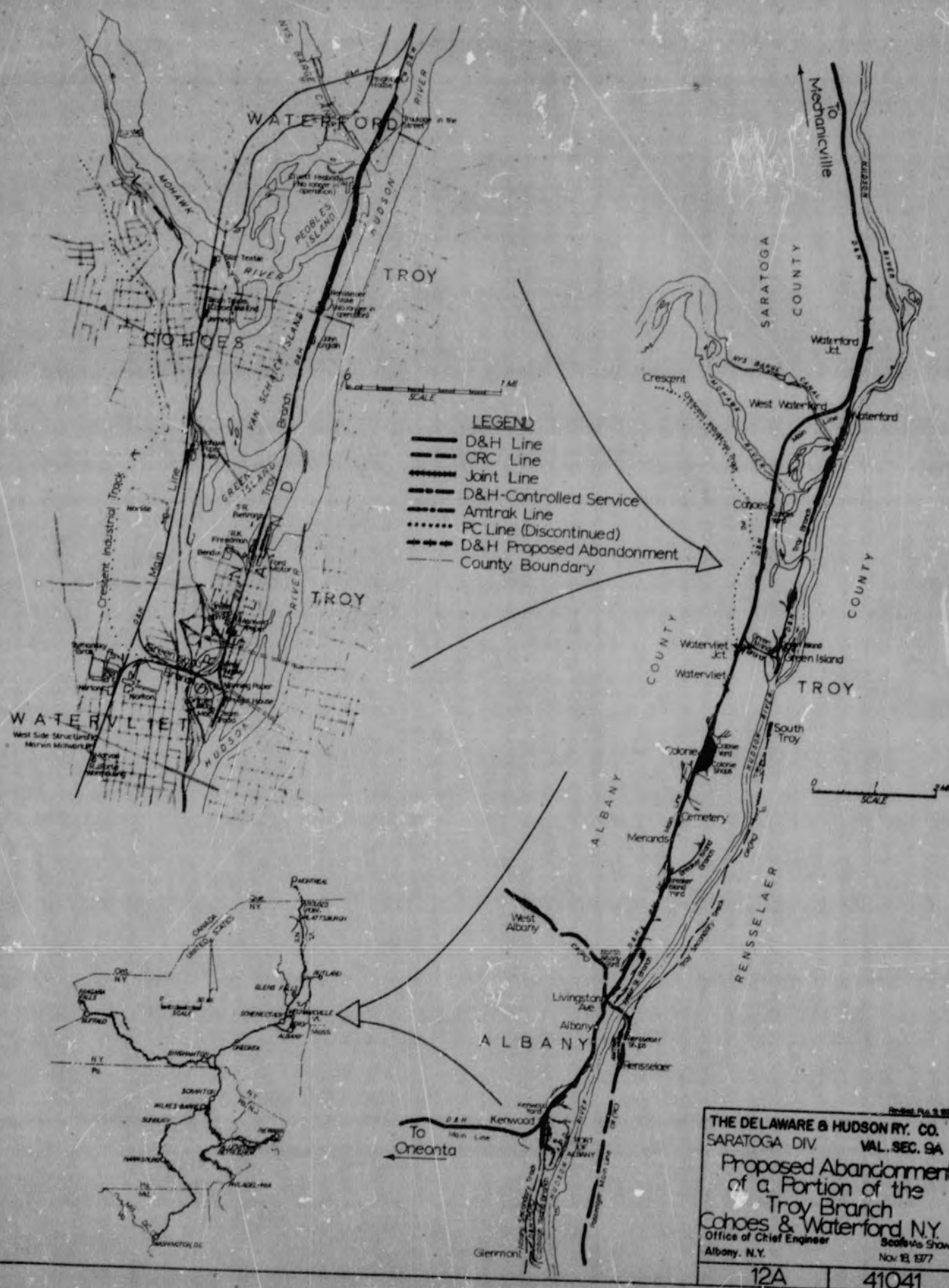


INTERSTATE
COMMERCE COMMISSION

APR 10 1978

ADMINISTRATIVE SERVICES
MAIL UNIT





ANNUAL REPORT

OF

DELAWARE AND HUDSON RAILWAY COMPANY

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1977

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

(Name) R. E. Sullivan (Title) Comptroller

(Telephone number) 518 471-5491
(Area code) (Telephone number)

(Office address) 40 Beaver Street, Albany, NY 12207
(Street and number, city, State, and ZIP code)

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Washington, D.C. 20402

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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.

Pages 10, 11, 12, and 13: Schedule 200. Comparative General Balance Sheet

Provision has been made for reporting (1) noncurrent marketable equity securities; (2) reclassification of long term debt discount and premium; and, (3) capitalized lease obligations.

Page 26: Schedule 204A. Working Capital Information

A new schedule has been added for reporting working capital information to eliminate the necessity for a separate filing of this data.

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Road Initials: D&H

Year: 1977

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100. SCHEDULES OMITTED BY RESPONDENT

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

and title in the space provided below.

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

2. Show below the pages excluded and indicate the schedule number

Page	Schedule No.	Title
		None

101. 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 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 101.

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" (p. 134). 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. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. 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 Delaware and Hudson Railway Company

2. Date of incorporation June 7, 1968

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees

State of Delaware

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No consolidation or merger during the year

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

Not reorganized during the year

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

It did not

7. Class of switching and terminal company

[See section No. 7 on inside of front cover]

Not Applicable

102. DIRECTORS

1. Give particulars of the various directors and officers of the respondent at the close of the year.
 2. State in column (e) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by departments, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)
1	Charles E. Bertrand	40 Beaver Street			
2		Albany, NY 12207	11-16-77	5-9-78	None
3					
4	Robert B. Claytor	8 North Jefferson Street			
5		Roanoke, VA 24042	5-10-77	5-9-78	None
6					
7	Lester W. Herzog, Jr.	5 South Loudon Heights			
8		Loudonville, NY 12211	5-10-77	5-9-78	None
9					
10	Selig Aitschul	20 Broadway, New York,			
11		NY 10004	6-22-77	5-9-78	None
12					
13	John R. Turbyfill	8 North Jefferson St.			
14		Roanoke, VA 24042	8-1-77	5-9-78	None
15					
16					
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20					
21					
22					

Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board President serves as Chairman Secretary ~~XXXXXX~~ of board R. E. Long

Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general officer (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
1	President & Chief Executive Officer	Executive	C. E. Bertrand	None	40 Beaver Street Albany, NY 12207
2					
3	Vice President - Administration & Governmental Affairs	Administrative	T. W. Eagan	None	40 Beaver Street Albany, NY 12207
4					
5	Vice President - Operations & Maintenance	Operations	W. E. Ruby	None	40 Beaver Street Albany, NY 12207
6					
7	Vice President - Sales & Marketing Group	Sales & Marketing	T. E. O'Brien	None	40 Beaver Street Albany, NY 12207
8					
9	Vice President - Finance	Finance	R. I. Murray	None	40 Beaver Street Albany, NY 12207
10					
11	Comptroller	Accounting	R. E. Sullivan	None	40 Beaver Street Albany, NY 12207
12					
13	Secretary & Treasurer	Secretarial & Treasury	R. E. Long	None	40 Beaver Street Albany, NY 12207
14					
15	Asst. Secretary	Secretarial	D. E. Middleton	None	8 North Jefferson Street Roanoke, VA 24042
16					
17	Asst. Secretary	Secretarial	G. H. Kleinberger	None	40 Beaver Street Albany, NY 12207
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104. RELATIONSHIP OF RESPONDENT WITH AFFILIATED COMPANIES

Enter below in the appropriate schedule, No. 104A through 104D, the names of all companies, corporate and noncorporate, which are affiliated with the respondent and submit the information requested in each schedule. Control for the purpose of these schedules shall be construed to include sole or jointly held control, whether maintained or exercised through or by reason of the method of or circumstances surrounding organization or operation, through or by common directors, officers, or stockholders a voting trust or trusts, a holding or investment company or compa-

nies, or through or by any other direct or indirect means; and to include the power to exercise control. For the purposes of these schedules, forms of control shall include the following (among others):

1. Right through ownership of securities, an agreement of some character or through some other source to name the majority of the board of directors, managers, or trustees of the controlled company.
2. Right to foreclose a first lien upon all or a major part in

value of the tangible property of the controlled company.

3. Right to secure control in consequence of advances made for construction of the operating property of the controlled company.

Right to control only in a specific respect the action of the controlled company or a lessee interest in the property of a company is not to be classed as a form of control over the lessor company.

194 A. COMPANIES CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled solely or jointly by the respondent. If the respondent obtained control over a company during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase,

etc.

2. In column (b) indicate the principal business activity of each company listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).

4. In column (d) indicate the extent of the control of the respondent in the controlled company. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter names of other companies, if any, that jointly control the companies listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	If Jointly Controlled Name Other Parties to the Agreement (e)
1	Greenwich & Johnsonville Ry. Co.	Transportation	Stock Ownership	100%	
2	Wilkes-Barre Connecting R.R. Co.	"	"	100%	
3	Saratoga & Schenectady R.R. Co.	"	"	77%	
4	Albany & Vermont R.R. Co.	"	"	76%	
5	Napierville Junction Ry. Co.	"	"	100%	
6	Northern Coal & Iron Company	"	"	100%	
7	Delaware & Hudson Communications Co.	Communications	"	100%	
9	Hudson River Estates Inc.	Real Estate	"	100%	
10	Wyoming Valley Improvement Co.	Mining	"	100%	
11	The Northern N.Y. Development Co.	Holding Company (Inactive)	"	100%	
12	Albany Port Railroad Corporation	Transportation	"	50%	Consolidated Rail Corp-50%
13					
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16					
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18					
19					

104A. COMPANIES CONTROLLED BY RESPONDENT—Continued

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	If Jointly Controlled Name Other Parties to the Agreement (e)
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Road Initials D&H Year 1977

104B. COMPANIES INDIRECTLY CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled through intermediary companies. If control was obtained during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.

2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.

3. In column (c) indicate the form of control exercised over companies listed in column (a).

4. In column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

5. In column (e) enter the names of intermediate companies through which control is exercised over companies listed in column (a).

Line No.	Name of company controlled (a)	Principal business activity (b)	Form of control (c)	Extent of control (d)	Name of intermediary through which control exists (e)
1					
2	None				
3					
4					
5					
6					
7					
8					
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13					
14					
15					
16					
17					
18					
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22					
23					
24					
25					
26					
27					
28					
29					
30					
31					

104C. COMPANIES UNDER COMMON CONTROL WITH RESPONDENT

1. Enter in column (a) the names of all companies which are controlled by the same interest that control the respondent.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter the names of companies controlling those listed in column (a).

Line No.	Name of company controlled (a)	Principal business activity (b)	Forms of Control (c)	Extent of control (d)	Name of controlling company or individual (e)
1					
2	None				
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
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31					
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34					
35					

104 D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	Dereco, Inc.	Holding Company	Stock Ownership	100%
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

108 STOCKHOLDERS REPORTS

1. 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.

Road Initials:

D&H

year:

1977

NOTES AND REMARKS

CORRECTION

**The preceding document has been re-
photographed to assure legibility and its
image appears immediately hereafter.**



Road Initials:

D&H

year:

1971

7

NOTES AND REMARKS

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ 1 000 per share; first preferred, \$ — per share; second preferred, \$ — per share; debenture stock, \$ — per share.

2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote each share has one vote

3. Are voting rights proportional to holdings? yes If not, state in a footnote the relation between holdings and corresponding voting rights.

4. Are voting rights attached to any securities other than stock? no If so, name in a footnote each security, other than stock to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.

5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? no If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.

6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Stock book does not close

7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 1 000 votes, as of December 31, 1977 (Date)

8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7, one stockholders.

9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

List under Footnotes, page 9, Other Securities with Voting Power.

Line No.	Name of security holder (a)	Address of security holder (b)	Number of votes to which security holder was entitled (c)	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED		
				Stocks		
				Common (d)	PREFERRED Second (e)	First (f)
1	Dereco, Inc.	8 North Jefferson				
2		Street, Roanoke,				
3		Virginia 24042	1 000	1 000	-	-
4						
5						
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Road Initials: D&H year: 1977

9

109. VOTING POWERS AND ELECTIONS—(Continued From Page 8)

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 1 000
votes cast.

11. Give the date of such meeting. May 10, 1977

12. Give the place of such meeting. Roanoke, Virginia

NOTES AND REMARKS

200. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed in

column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	(Dollars in thousands)	Balance at close of year (b)	Balance at beginning of year (c)
			\$	\$
	CURRENT ASSETS			
1	(701) Cash		811	440
2	(702) Temporary cash investments (p. 23)		2 200	3 900
3	(703) Special deposits (p. 23)		13	13
4	(704) Loans and notes receivable (p. 23)			
5	(705) Traffic, car service and other balances—Dr.		3 316	2 841
6	(706) Net balance receivable from agents and conductors		2 146	1 944
7	(707) Miscellaneous accounts receivable		4 067	2 063
8	(708) Interest and dividends receivable		4	13
9	(709) Accrued accounts receivable (p. 23)		7 318	7 824
10	(710) Working fund advances		16	16
11	(711) Prepayments (p. 23)		212	323
12	(712) Material and supplies		5 659	5 813
13	(713) Other current assets (p. 23)		98	101
14	(714) Deferred income tax charges (p. 87)			
15	Total current assets		25 860	25 291
	SPECIAL FUNDS			
		(a1) Total book assets at close of year	(a2) Respondent's own issues included in (a1)	
16	(715) Sinking funds (pp. 24 and 25)			
17	(716) Capital and other reserve funds (pp. 24 and 25)			
18	(717) Insurance and other funds (pp. 24 and 25)	231	231	215
19	Total special funds		231	215
	INVESTMENTS			
20	(721) Investments in affiliated companies (pp. 28-31)		4 190	4 185
21	Undistributed earnings from certain investments in account 721 (pp. 35A and 35B)		(548)	(556)
22	(722) Other investments (pp. 32-35)		37	37
23	(723) Reserve for adjustment of investment in securities—Credit (p. 27, Instruction 9)			
24	(724) Allowance for net unrealized loss on noncurrent marketable equity securities—Cr.			
25	Total investments (accounts 721, 722, 723, and 724)		3 679	3 666
	PROPERTIES			
26	(731) Road and equipment property: Road		46 440	45 973
27	Equipment		51 674	51 848
28	General expenditures		137	137
29	Other elements of investment			
30	Construction work in progress			
31	Total (pp. 38-41)		98 251	97 958
32	(732) Improvements on leased property: Road		4 901	4 910
33	Equipment		216	156
34	General expenditures		5	5
35	Total (pp. 38-41)		5 122	5 071
36	Total transportation property (accounts 731 and 732)		103 373	103 029
37	(733) Accrued depreciation—Improvements on leased property (p. 45 B)		(459)	(409)
38	(735) Accrued depreciation—Road and equipment (pp. 45 and 46)		(17 893)	(15 427)
39	(736) Amortization of defense projects—Road and Equipment (p. 47)			
40	Recorded depreciation and amortization (accounts 733, 735 and 736)		(18 352)	(15 836)
41	Total transportation property less recorded depreciation and amortization		85 021	87 193
42	(737) Miscellaneous physical property (pp. 52 and 53)		524	511
43	(738) Accrued depreciation—Miscellaneous physical property (pp. 52 and 53)			
44	Miscellaneous physical property less recorded depreciation (account 737 less 738)		524	511
45	Total properties less recorded depreciation and amortization		85 545	87 704

COMPARATIVE GENERAL BALANCE SHEET—ASSETS—Continued on page 11

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

For compensating balances not legally restricted, see Schedule 202.

200.—COMPARATIVE GENERAL BALANCE SHEET—ASSETS—Continued

Line No.	Account or item (a)	(Dollars in thousands) Balance at close of year (b)	Balance at begin- ning of year (c)
	OTHER ASSETS AND DEFERRED CHARGES		
46	(741) Other assets (p. 54)	930	808
47	(743) Other deferred charges (p. 54)	871	753
48	(744) Accumulated deferred income tax charges (p. 87)		
49	Total other assets and deferred charges	1 801	1 561
50	TOTAL ASSETS	117 116	118 437

See Note, Page 15

200. COMPARATIVE GENERAL BALANCE SHEET—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. Show hereunder the estimated accumulated tax reductions realized during current and prior years under Section 168 (formerly Section 124-A) and under Section 167 of the Internal Revenue Code because of accelerated amortization of emergency facilities and accelerated depreciation of other facilities and also depreciation deductions resulting from the use of the new guideline lives, since December 31, 1961, pursuant to Revenue Procedure 62-21 in excess of recorded depreciation. The amount to be shown in each case is the net accumulated reductions in taxes realized less subsequent increases in taxes due to expired or lower allowances for amortization or depreciation as a consequence of accelerated allowances in earlier years. Also, show the estimated accumulated net income tax reduction realized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962. In the event provision has been made in the accounts through appropriations of surplus or otherwise for the contingency of increase in future tax payments, the amounts thereof and the accounting performed should be shown.

(a) Estimated accumulated net reduction in Federal income taxes since December 31, 1949, because of accelerated amortization of emergency facilities in excess of recorded depreciation under Section 168 (formerly Section 124-A) of the Internal Revenue Code \$ None

(b) Estimated accumulated savings in Federal income taxes resulting from computing book depreciation under Commission rules and computing tax depreciation using the items listed below \$ None

— Accelerated depreciation since December 31, 1953, under Section 167 of the Internal Revenue Code.

— Guideline lives since December 31, 1961, pursuant to Revenue Procedure 62-21.

— Guideline lives under Class Life System (Asset Depreciation Ranges) since December 31, 1970, as provided in the Revenue Act of 1971.

(c)(i) Estimated accumulated net income tax reduction utilized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962, as amended \$ None

(ii) If carrier elected, as provided in the Revenue Act of 1971, to account for the investment tax credit under the deferral method, indicate the total deferred investment tax credit in account 786, Accumulated deferred income tax credits, at beginning of year \$ None

Add investment tax credits applied to reduction of current year's tax liability but deferred for accounting purposes \$ None

Deduct deferred portion of prior year's investment tax credit used to reduce current year's tax accrual \$ None

Other adjustments (indicate nature such as recapture on early disposition) \$ None

(iii) Show the amount of investment tax credit carryover at year end \$ None

(d) Estimated accumulated net reduction in Federal income taxes because of accelerated amortization of certain rolling stock since December 31, 1969, under provisions of Section 184 of the Internal Revenue Code \$ None

(e) Estimated accumulated net reduction in Federal income taxes because of amortization of certain rights-of-way investments since December 31, 1969, under the provisions of Section 185 of the Internal Revenue Code \$ None

2. Amount of accrued contingent interest on funded debt recorded in the balance sheet None

Description of obligation	Year accrued	Account No.	Amount
			\$ <u>None</u>

Continued on following page

200. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed in

column (b). The entries in short column (a1) should reflect total book liability at close of year. The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or Item (a)	(Dollars in thousands)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES				
51	(751) Loans and notes payable (p. 63)		\$	\$
52	(752) Traffic, car service and other balances—Cr.			
53	(753) Audited accounts and wages payable		7 518	4 805
54	(754) Miscellaneous accounts payable		314	328
55	(755) Interest matured unpaid		54	85
56	(756) Dividends matured unpaid			
57	(757) Unmatured interest accrued		242	244
58	(758) Unmatured dividends declared			
59	(759) Accrued accounts payable (p. 63)		18 571	12 766
60	(760) Federal income taxes accrued (p. 64)			
61	(761) Other taxes accrued (p. 64)		1 053	1 087
62	(762) Deferred income tax credits (p. 87)			
63	(763) Other current liabilities (p. 63)		1 423	1 706
64	Total current liabilities (exclusive of long-term debt due within one year)		29 175	21 021
LONG-TERM DEBT DUE WITHIN ONE YEAR				
65	(764) Equipment obligations and other debt (pp. 56-59)	(a1) Total issued 4 553	(a2) Held by or for respondent 4 553	4 028
LONG-TERM DEBT DUE AFTER ONE YEAR				
66	(765) Funded debt unmatured (pp. 56-59)	(a1) Total issued	(a2) Held by or for respondent	34 015
67	(766) Equipment obligations (pp. 56-59)			28 855
68	(766.5) Capitalized lease obligations			9 425
69	(767) Receivers' and Trustees' securities (pp. 56-59)			
70	(768) Debt in default (pp. 56-59)			
71	(769) Amounts payable to affiliated companies (p. 62)			1 550
72	(770.1) Unamortized discount on long-term debt			1 550
73	(770.2) Unamortized premium on long-term debt			
74	Total long-term debt due after one year		42 602	39 830
RESERVES				
75	(771) Pension and welfare reserves (p. 65)		3 030	3 135
76	(774) Casualty and other reserves (p. 65)		719	1 258
77	Total reserves		3 749	4 393
OTHER LIABILITIES AND DEFERRED CREDITS				
78	(781) Interest in default (p. 58)			
79	(782) Other liabilities (p. 65)		1 004	1 103
80	(784) Other deferred credits (p. 65)		7 055	7 056
81	(785) Accrued liability—Leased property (p. 45A)			
82	(786) Accumulated deferred income tax credits (p. 87)		221	221
83	Total other liabilities and deferred credits		8 280	8 380
SHAREHOLDERS' EQUITY				
Capital stock (at or stated value)		(a1) Total issued	(a2) Nominally issued securities	
84	(791) Capital stock issued: Common stock (p. 67)	1 000	1 000	1 000
85	Preferred stock (p. 67)			
86	Total	1 000	1 000	1 000
87	(792) Stock liability for conversion (p. 68)			
88	(793) Discount on capital stock			
89	Total capital stock		1 000	1 000
Capital surplus				
90	(794) Premiums and assessments on capital stock (p. 69)			
91	(795) Paid-in surplus (p. 69)		41 263	41 263
92	(796) Other capital surplus (p. 69)			
93	Total capital surplus		41 263	41 263

**COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY—
CONTINUED ON PAGE 13.**

Note.—See page 11 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY—Continued

Line No.	Account or item (a)	(Dollars in thousands)	Balance at close of year (b)	Balance at beginning of year (c)
	Retained income		\$	\$
94	(797) Retained income—Appropriated (p. 69)			
95	(798) Retained income—Unappropriated (p. 20)		(13 506)	(1 478)
96	(798.1) Net unrealized loss on noncurrent marketable equity securities		(13 506)	(1 478)
97	Total retained income			
	Treasury Stock			
98	(798.5) Less: Treasury stock		28 757	40 785
99	Total shareholders' equity		117 116	118 437
100	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY			

See Note, Page 15

200. COMPARATIVE GENERAL BALANCE SHEET—EXPLANATORY NOTES—Continued

3. 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

4. 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. See Note, Page 14 \$

5. (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, Page 14

(b) Show amount of past service pension costs determined by actuaries at year end: Not Available \$

(c) Total pension costs for year: See Note, Page 14 \$

Normal costs \$

Amortization of past service costs \$

(d) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund. \$ 660

(e) Is any part of pension plan funded? Specify. Yes No

(i) If funding is by insurance, give name of insuring company.

(ii) If funding is by trust agreement, list trustee(s).

Date of trust agreement or latest amendment.

If respondent is affiliated in any way with the trustee(s), explain affiliation.

(f) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement. None

(g) (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 No X If yes, who determines how stock is voted?

6. 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 NO X

7. 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.

Deferred maintenance \$ 52 735

Delayed capital improvements \$ 55 596

EXPLANATORY NOTES ARE CONTINUED ON PAGE 14

COMPARATIVE GENERAL BALANCE SHEET-EXPLANATORY NOTES—Concluded

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

(a) Changes in Valuation Accounts

	Cost	Market	Dr. (Cr) to Income	Dr. (Cr) to Stockholders Equity
	\$	\$	\$	
(Current Yr.) Current Portfolio	NOTHING TO REPORT			XXXXXX
as of / / Noncurrent Portfolio			XXXXXX	\$
(Previous Yr.) Current Portfolio			XXXXXX	XXXXXX
as of / / Noncurrent Portfolio			XXXXXX	XXXXXX

(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

4. Although respondent's net operating loss is utilized in the consolidated return of the Norfolk & Western Railway Company, credit through appropriate allocation of consolidated federal income tax liability will be given to respondent for use of its aggregate tax losses should taxable income resulting from its operations in future years produce a tax liability that could otherwise have been offset by such tax loss.
- 5.(a) There is a reserve for funded pension plan, included in Pension and Welfare Reserves, representing portion of past service cost under plan of the respondent, as amended, which is being funded by annual payments to a trustee in accordance with the recommendations contained in an actuarial valuation. In 1977, the annual payment was \$103,200. The estimated amount remaining unfunded recorded in the respondent's accounts is \$2,980,838. Current service costs recorded in expenses for year 1977 were \$366,800. The recording of current and past service costs in the accounts is consistent with the prior year.
9. Since 1971, REA Express, Inc., managed by a Trustee after its bankruptcy in 1975, has filed, amended, and refiled legal proceedings against numerous railroads and other defendants, including the D&H in two proceedings. In one of these proceedings, REA has alleged damages in excess of \$360 million. Although trial and appeal of all issues is not complete, the United States Supreme Court has upheld the defenses of all defendant railroads in the proceedings involving D&H which have reached that court. D&H has denied liability and will continue to resist these claims.

NOTES AND REMARKS

10. Respondent carries a service interruption policy and a supplemental service interruption policy with the Imperial Insurance Company, Limited, under which it will be entitled to daily indemnities of up to \$62,000 and \$49,000 respectively, for work stoppage losses and may be obligated to pay additional premiums of up to \$1,240,000 and \$980,000 respectively, in the event work stoppage losses are sustained by other railroads.
11. Contract advance from Amtrak, \$107,000, included in Other Current Liabilities.
12. D&H has entered into seven separate agreements with the State of New York and its Agency, the Department of Transportation, in consideration of grants to provide intercity rail passenger service between Albany, New York, and Montreal, P.Q., and to improve the quality of rail service within the State.

The dates of the Agreements, purposes, and total amount of each are as follows:

<u>Date of Agreement</u>	<u>Purpose</u>	<u>Total Amount of Agreement</u>
7/ 1/74	Reinstitution of Intercity Rail Passenger Service between Albany, NY, and Montreal, P.Q.	\$ 4 130 000
	<u>1974 RAIL PRESERVATION BOND ACT:</u>	
5/ 1/75	Track, Roadway Maintenance and Purchase of specific items of track machinery	\$ 5 292 400
9/17/75	Remanufacture of eight (8) Alco RS-3, 1600 h.p. road switcher locomotives to TF-56-4A, 2000 h.p.	\$ 2 200 000
5/ 1/76	Rehabilitation of track and purchase of Maintenance of Way Equipment	\$ 4 465 134
9/ 1/76	Upgrading and Modernization of Twenty (20) Locomotives	\$ 2 000 000
4/ 1/77	Track Improvement Program - Installation of Ties and Rail	\$ 2 199 874
7/ 1/77	Modernization of Signal Facilities	\$ 1 100 000

NOTES AND REMARKS

12. (Cont'd.)

Accounting for the amounts billed to New York State for the items in the aforementioned agreements is as follows:

(Stated in Thousands)

BALANCE SHEET ACCOUNTS AS OF DECEMBER 31, 1977:

Acct. 731 Road & Equipment Property		\$ 6 173 Dr.
Road - Acct. 16 Stations & Office Bldgs.	\$ 131	
" 26 Communication Systems	56	
" 27 Signals and Interlockers	19	
" 37 Roadway Maintenance	1 268	
" 44 Shop Machinery	10	
Equipment - " 52 Locomotives	3 290	
" 53 Freight Train Cars	175	
" 57 Work Equipment	1 224	
Acct. 735 Accrued Depreciation; Road and Equipment		579 Cr.
Acct. 7C4 Other Deferred Credits		\$ 5 594 Cr.

INCOME ACCOUNTS FOR THE YEAR 1977:

Acct. 531 Railway Operating Expenses		\$ 4 138 Dr.
Acct. 201 Superintendence	\$ 53	
212 Ties	542	
214 Rails	1 030	
216 Other Track Material	353	
220 Track Laying & Surfacing	710	
249 Signals & Interlockers	5	
266 Road Property; Depreciation	88	
271 Small Tools & Supplies	21	
277 Employees Health & Welfare Benefits	36	
282 Other Expenses	1	
Total Maintenance of Way	2 839	
Acct. 305 Shop & Power Plant Machinery;		
Depreciation	*	
311 Locomotives; Repairs	1 042	
331 Equipment; Depreciation	203	
335 Employees Health & Welfare Benefits	22	
Total Maintenance of Equipment	1 267	
Acct. 452 Salaries & Expenses of Clerks	32	
Total General	32	
Acct. 532 Railway Tax Accruals		204 Dr.
Acct. 519 Miscellaneous Income		\$ 4 342 Cr.

*Amount less than \$500

The following schedules reflect the above transactions:

200, 300, 309, 211, 211B, 211D, 211N-1,
211N-2, 225, 320, 322, 326, 330, 396,
513, and 515

NOTES AND REMARKS

13. UNITED STATES RAILWAY ASSOCIATION LOAN:

On March 15, 1976, pursuant to ICC approval, D&H entered into a Loan agreement with USRA under Section 211 of the Regional Rail Reorganization Act of 1973 providing for a loan to D&H in the principal amount of \$28,000,000 of which \$21,500,000 was advanced in 1976.

In 1977, the Loan Agreement was amended and schedule of drawdowns revised enabling respondent to receive the remaining \$6,500,000 due under the Loan Agreement. In addition, USRA approved deferral of payment of \$1,074,444 of interest on the loan due in December, 1977.

At December 31, 1977, respondent was not in compliance with certain provisions of the Loan Agreement with USRA. These provisions relate to minimum requirements for net working capital, net railway operating income, and the funds provided by operations for the year ended December 31, 1977. USRA has been notified periodically of the above conditions of noncompliance in accordance with provisions of the Loan Agreement. USRA has granted a waiver to January 1, 1979 with respect to such noncompliance.

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent so far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under

lease for a rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 513, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Offsetting debits and credits for current year (d)
	ORDINARY ITEMS	\$	\$	\$
	OPERATING INCOME			
	Railway Operating Income			
1	(501) Railway operating revenues (p. 73)	89 098	78 187	
2	(531) Railway operating expenses (p. 74)	80 351	67 130	
3	Net revenue from railway operations	8 747	11 057	
4	(532) Railway tax accruals (p. 86)	7 665	6 802	
5	(533) Provision for deferred taxes (p. 87)		(915)	
6	Railway operating income	1 082	5 170	
	Rent Income			
7	(503) Hire of freight cars and highway revenue equipment—			
	Credit balance (p. 90)	159	65	
8	(504) Rent from locomotives (p. 91)			
9	(505) Rent from passenger-train cars (p. 91)			
10	(506) Rent from floating equipment	26	7	
11	(507) Rent from work equipment	28	30	
12	(508) Joint facility rent income	213	102	
13	Total rent income			
	Rents Payable			
14	(536) Hire of freight cars and highway revenue equipment—			
	Debit balance (p. 90)	11 910	7 568	
15	(537) Rent for locomotives (p. 91)	1 743	1 689	
16	(538) Rent for passenger-train cars (p. 91)			
17	(539) Rent for floating equipment	15		
18	(540) Rent for work equipment	2 134	1 549	
19	(541) Joint facility rents	15 802	10 806	
20	Total rents payable	(15 589)	(10 704)	
21	Net rents (lines 13, 20)	(14 507)	(5 534)	
22	Net railway operating income (lines 6, 21)			
	Other Income			
23	(502) Revenues from miscellaneous operations (p. 53)	37	68	
24	(509) Income from lease of road and equipment (p. 88)	277	246	
25	(510) Miscellaneous rent income (p. 88)	52	44	
26	(511) Income from nonoperating property (p. 53)			
27	(512) Separately operated properties—Profit (p. 89)	2	11	2
28	(513) Dividend income (from investments under cost only)	53	97	
29	(514) Interest income	15	15	
30	(516) Income from sinking and other reserve funds			
31	(517) Release of premiums on funded debt			
32	(518) Contributions from other companies			
33	(519) Miscellaneous income (p. 94)	5 064	4 318	
34	Dividend income (from investments under equity only)	28	x x x x	x x x x
35	Undistributed earnings (losses)	8	x x x x	x x x x
36	Equity in earnings (losses) of affiliated companies (lines 34, 35)	36	25	x x x x
37	Total other income	5 536	4 824	2
38	Total income (lines 22, 37)	(8 971)	(710)	2
	Miscellaneous Deductions From Income			
39	(534) Expenses of miscellaneous operations (p. 53)			
40	(535) Taxes on miscellaneous operating property (p. 53)	57	58	
41	(543) Miscellaneous rents (p. 93)	43	45	
42	(544) Miscellaneous tax accruals (p. 53)			
43	(545) Separately operated properties—Loss (p. 89)			

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (d) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 22, inclusive, should be analyzed in columns (e) to (k) in accordance with the Commission's rules governing the separation of operating expenses between freight and passenger service, railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 7 to 54,

inclusive, should be fully explained in a footnote.

5. All contra entries hereunder should be indicated in parenthesis. (Dollars in thousands)

6. Line 28 includes only dividends from investments accounted for under the cost method. Line 34 includes only dividends accounted for under the equity method. Line 35 includes the undistributed earnings from investments accounted for under the equity method. Line 36 represents the earnings (losses) of investee companies accounted for under the equity method.

RAIL-LINE, INCLUDING WATER TRANSFERS

Related solely to freight service (e)	Apportioned to freight service (f)	Total freight service (g)	Related solely to passenger and allied services (h)	Apportioned to passenger and allied services (i)	Total passenger service (j)	Other items not related to either freight or to passenger and allied services (k)	Line No.
\$	\$	\$	\$	\$	\$	\$	
89 098		89 098					1
80 351		80 351					2
x x x x x	x x x x x	8 747	x x x x x	x x x x x			3
7 665		7 665					4
							5
x x x x x	x x x x x	1 082	x x x x x	x x x x x			6
159		159					7
							8
							9
26		26					10
28		28					11
x x x x x	x x x x x	213	x x x x x	x x x x x			12
							13
11 910		11 910					14
1 743		1 743					15
							16
15		15					17
2 134		2 134					18
x x x x x	x x x x x	15 802	x x x x x	x x x x x			19
x x x x x	x x x x x	(15 589)	x x x x x	x x x x x			20
x x x x x	x x x x x	(14 507)	x x x x x	x x x x x			21
							22

If this report is made for a system, list hereunder the names of all companies included in the system returns:

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Offsetting debits and credits for current year (d)
44	(549) Maintenance of investment organization	\$	\$	\$
45	(550) Income transferred to other companies			
46	(551) Miscellaneous income charges (p. 94)	158	(21)	
47	Total miscellaneous deductions	264	82	
48	Income available for fixed charges (lines 38, 47)	(9 235)	(792)	2
	Fixed Charges			
49	(542) Rent for leased roads and equipment (p. 92)	67	68	2
	(546) Interest on funded debt:			
50	(a) Fixed interest not in default	3 297	2 665	
51	(b) Interest in default			
52	(547) Interest on unfunded debt	30	33	
53	(548) Amortization of discount on funded debt	17	18	
54	Total fixed charges	3 411	2 784	2
55	Income after fixed charges (lines 48, 54)	(12 646)	(3 576)	
	Other Deductions			
	(546) Interest on funded debt:			
56	(c) Contingent interest			
	UNUSUAL OR INFREQUENT ITEMS			
57	(555) Unusual or infrequent items-Net-(Debit) credit*			
58	Income (loss) from continuing operations (lines 55-57)	(12 646)	(3 576)	
	DISCONTINUED OPERATIONS			
59	(560) Income (loss) from operations of discontinued segments*			
60	(562) Gain (loss) on disposal of discontinued segments*			
61	Total income (loss) from discontinued operations (lines 59, 60)			
62	Income (loss) before extraordinary items (lines 58, 61)	(12 646)	(3 576)	
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES			
63	(570) Extraordinary items-Net-(Debit) credit (p. 94)	618		
64	(590) Income taxes on extraordinary items-Debit (credit) (p. 94)			
65	(591) Provision for deferred taxes-Extraordinary items (p. 87)			
66	Total extraordinary items (lines 63-65)	618		
67	(592) Cumulative effect of changes in accounting principles*			
68	Total extraordinary items and accounting changes-(Debit) credit-(lines 66, 67)	618		
69	Net income (loss) transferred to Retained Income-Unappropriated (lines 62, 68)	(12 028)	(3 576)	

* Less applicable income taxes of:

\$

555 Unusual or infrequent items-Net-(Debit) credit

560 Income (loss) from operations of discontinued segments

562 Gain (loss) on disposal of discontinued segments

592 Cumulative effect of changes in accounting principles

NOTE-See page 19 for explanatory notes which are an integral part of the Income Account for the Year.

See Note, Page 15

INCOME ACCOUNT FOR THE YEAR--EXPLANATORY NOTES

The space below is provided for the purpose of disclosing additional information concerning items of income for the current year. Each carrier shall give the particulars of items herein. Enter in separate notes with suitable explanation, amounts included in income accounts in connection with any unusual and material accrual or changeover in accounting practice, and other matters of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles. Minor items which have no consequential effect on net income for the

year need not be reported. If carrier has nothing to report, insert the word "None". The tax consequences of use of accelerated depreciation and tax guideline service lives, the investment tax credit, as well as other unusual and significant tax items and matters, are to be disclosed in Schedule 350, under Section C pertaining to analysis of Federal income taxes. The explanation of items included in accounts 570, "Extraordinary items"; and 590, "Income taxes on extraordinary items" are to be disclosed in Schedule 396, page 94.

305. RETAINED INCOME - UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

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

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

4. Segregate in column (c) all amounts applicable to the equity in un-

distributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 35, column (b), schedule 300. The total of columns (b) and (c), lines 3 and 7, should agree with line 69, column (b), schedule 300.

6. Include in column (b) only amounts applicable to retained income exclusive of any amounts included in column (c). (Dollars in Thousands)

Line No.	Item (a)	Retained income - Unappropriated (b)	Equity in undistributed earnings (losses) of affiliated companies (c)
1	Balances at beginning of year	\$ (922)	\$ (556)
2	(601.5) Prior period adjustments to beginning retained income		
	CREDITS		
3	(602) Credit balance transferred from income		8
4	(606) Other credits to retained income		
5	(622) Appropriations released		
6	Total		8
	DEBITS		
7	(612) Debit balance transferred from income	12 036	
8	(616) Other debits to retained income		
9	(620) Appropriations for sinking and other reserve funds		
10	(621) Appropriations for other purposes		
11	(623) Dividends (p. 20)		
12	Total	12 036	
13	Net increase (decrease) during year (Line 6 minus line 12)	(12 036)	8
14	Balances at close of year (Lines 1, 2 and 13)	(12 958)	(548)
15	Balance from line 14 (c)	(548)	x x x x x
16	Total unappropriated retained income and equity in undistributed earnings (losses) of affiliated companies at end of year	(13 506)	x x x x x
	Remarks		
17	Amount of assigned Federal income tax consequences:		
	Account 606		x x x x x
18	Account 616		x x x x x

Note: See p. 94, schedule 396, for analysis for Retained Income Accounts.

308. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.

2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

4. Report dollars in thousands

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
1				\$	\$		
2				None			
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13				Total			

309.-STATEMENT OF CHANGES IN FINANCIAL POSITION

Read Initials

D&H

Year 1977

21

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.

Use reference columns (a), (b) and (c) as a guide in presenting and computing the requested information as follows:

Column

Reference

- (a) Schedules in this report where disclosure may be found.
- (b) Applicable line number in reference schedule.
- (c) Applicable column(s) in reference schedule.

When two or more line numbers of columns appear in reference columns, add or subtract the amounts as indicated. For example, the notation "(a) - (b)" in reference column (c) means to subtract the amount in column (b) from the amount in column (a).

Items listed in this schedule are not inclusive of all possible sources and applications of working capital. Other sources and applications should be included in the appropriate section of the schedule.

Line No.	Reference			Description (d) <i>(Dollars in thousands)</i>	Amount (e)
	Schedule (a)	Line (b)	Column (c)		
				SOURCES OF WORKING CAPITAL	\$
				Working capital provided by operations:	
1	300	62	(b)	Net income (loss) before extraordinary items	(12 646)
				Add expenses not requiring outlay of working capital; (subtract) credits not generating working capital:	
2	324	17	(b)	Retirement of nondepreciable property	(90)
3	396	-	-	Loss (gain) on sale or disposal of tangible property	2 770
4	NOTE A	-	-	Add depreciation and amortization expenses	
5	300	5	(b)	Net increase (decrease) in deferred income taxes	8
6	300	35	(a)	Net decrease (increase) in parent's share of subsidiary's undistributed income for the year	
7	200	74.77	(b) - (c)	Net increase (decrease) in noncurrent portion of estimated liabilities	
				Other (specify):	
8				Gain on Debt Reacquired	(157)
9				Amortization of Deferred Credit from New York State Grant	(291)
10					
11					
12					
13					
14					
15					
16					
17					
18				Total working capital from operations before extraordinary items	(10 406)

309.-STATEMENT OF CHANGES IN FINANCIAL POSITION-Continued

Line No.	Reference			Description (d)	Amount (e)
	Schedule (a)	Line (b)	Column (c)		
				Working capital provided by operations (Continued):	\$
19	300	68	(b)	Extraordinary items and accounting changes	618
				Add expenses not requiring outlay of working capital; (subtract) credits not generating working capital:	
20	300	63	(b)	Loss (gain) on extraordinary items	(618)
21	300	65	(b)	Net increase (decrease) in deferred income taxes	
22	300	67	(b)	Cumulative effect of changes in accounting principles	
23				Other (specify):	
24					
25					
26					
27					
28				Total working capital from extraordinary items and accounting changes	0
29				Total working capital from operations (lines 18 and 28)	(10 406)
				Working capital from sources other than operating:	
30	-	-	-	Proceeds from issuance of long-term liabilities	7 574
31	-	-	-	Proceeds from sale/disposition of carrier operating property	530
32	-	-	-	Proceeds from sale/disposition of other tangible property	
33	205	99	(l)	Proceeds from sale/repayment of investments advances	
	206	99	(k)		
34	204	41	(f)	Net decrease in sinking and other special funds	
35	229	15	(e) + (f)	Proceeds from issue of capital stock	
			-(i)		
				Other (specify):	
36				New York State Grant - Subject to Amortization	129
37					
38					
39					
40					
41				Total working capital from sources other than operating	8 233
42				Total sources of working capital (lines 29 and 41)	(2 173)

See APPLICATION OF WORKING CAPITAL on following page

Road Initials

D&C

Year 1977

309. STATEMENT OF CHANGES IN FINANCIAL POSITION—Concluded

Line No.	Reference			Description (d)	Amount (e)
	Schedule (a)	Line (b)	Column (c)		
				APPLICATION OF WORKING CAPITAL	\$
43	-	-	-	Amount paid to acquire/retire long-term liabilities	4 731
44	305	10	(b)	Cash dividends	
45	211	52	(e)	Purchase price of carrier operating property	1 180
46	-	-	-	Purchase price of other tangible property	
47	205	99	(j)	Purchase price of long-term investments and advances	
	206	99	(i)		
48	204	41	(e)	Net increase in sinking or other special funds	
49	229	15	(j)	Purchase price of acquiring treasury stock	
	-	-	-	Other (specify):	
50				Net Changes - All Other Items	26
51					
52					
53					
54					
55				Total application of working capital	5 937
56				Net increase (decrease) in working capital (line 42 less line 55) (show computations in Schedule 309S)	(8 110)

NOTE A: Furnish the actual amount of depreciation and amortization expenses taken during the year. The following can be used as references:

Schedule	Line	Column
322	26	(b)
326	3	(b)
330	9	(b)
214	22	(j)
200	72	(b) - (c)
200	73	(b) - (c)

Road Initials

D&H

Year 1977

21B

309S.-CHANGES IN WORKING CAPITAL

Compute the net changes in each element of working capital.

Line No.	References			Description (d)	Balance, close of year (e)	Balance, beginning of year (f)	Net increase (decrease) (g)
	Schedule (a)	Line (b)	Column (c)				
1	200	1.2	(b)	Cash and temporary investments	\$ 3 011	\$ 4 340	\$ (1 329)
2	200	4	(b)	Net receivables	-	-	-
3	200	11	(b)	Prepayments	212	323	(111)
4	200	12	(b)	Materials and supplies	5 659	5 813	(154)
5	-	-	-	Other current assets not included above	16 978	14 815	2 163
6	200	51	(b)	Notes payable and matured obligations	-	-	-
7	200	59	(b)	Accounts payable	18 571	12 766	5 805
8	200	65	(b)	Current equipment obligations and other debt	4 553	4 028	525
9	-	-	-	Other current liabilities not included above	10 604	8 255	2 349
10				Net increase (decrease) in working capital (= line 56, Schedule 309)	(7 868)	242	(8 110)

Road Initials

D&H

Year 1977

201. ITEMS IN SELECTED CURRENT ASSET ACCOUNTS

Give brief description for each item or class of items of like description in accounts Nos. 702, "Temporary cash investments"; 704, "Loans and notes receivable"; 709, "Accrued accounts receivable"; 711, "Prepayments"; and 713, "Other current assets," at the close of the year. Show description of the temporary cash investments, the names of depositaries for the special deposits, the character of loans and notes, with name of debtor (or class of debtors), dates of issue and maturity, and appropriate description for each class of accrued accounts receivable and for the other current

assets. Show the three largest items in each account regardless of the dollar amount, and all other items (or the aggregate of a class of items of like description, amounting to less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000". The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in schedule 200. 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.

Line No.	Account No. (a)	Item (b)	(Dollars in Thousands)	Amount (c)
1	702	Brown Brothers Harriman - Commercial Paper		\$ 2 200
2				
3	709	Proportion of unreported waybills		3 785
4		State of New York - Rail Bond Acts		336
5		State of New York - Bridges, Grade Crossings, and Various other		314
6		Per Diem, Mileage, and Incentive accruals		1 016
7		Mutual Fire Insurance Company - excess deductible coverage		250
8		Estimate of amount due for providing transportation service to		
9		other railroads		279
10		Other items, each less than \$250,000		1 338
11		Total Account 709		7 318
12				
13	711	Prepaid insurance premiums		162
14		Prepaid equipment rental		40
15		Prepaid travel card purchases		10
16		Total Account 711		212
17				
18	713	Suspense - Advanced Charges in Transit		98
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				

Schedule 202.-COMPENSATING BALANCES AND SHORT-TERM BORROWING ARRANGEMENTS

Using the following notes as a guideline, show the requirements of compensating balances and short-term borrowing arrangements if operating revenues are \$10 million or more. 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 under an agreement which legally restricts the use of such funds, and which constitute support for short-term borrowing arrangements, should be included in Schedule 203, account 703, Special deposits.
5. Compensating balances under an agreement which legally restricts the use of such funds and which constitute support for long-term borrowing arrangements and are reported in account 717, Insurance and other funds, should also be separately disclosed below.
6. 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).
7. 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.

1. Reporting carrier had compensating balances, not legally restricted, in the amount of \$120,000 as of December 31, 1977.

Schedule 203.—SPECIAL DEPOSITS

For other than compensating balances, state separately each item of \$250,000 or more reflected in account 703, Special deposits, at the close of the year. Items of less than \$250,000 may be combined in a single entry and described as "Minor items less than \$250,000". For compensating balances, state separately the total amounts held on behalf of respondent and held on behalf of others.

Line No.	Purpose of deposit (a)	Balance at close of year (b)
		\$
	Interest special deposits:	
1		
2		
3		
4		
5		
6	Total	None
	Dividend special deposits:	
7		
8		
9		
10		
11		
12	Total	None
	Miscellaneous special deposits:	
13	National Commercial Bank & Trust Company - U.S. Savings Bonds -	
14	Payroll Deductions	13
15		
16		
17		
18	Total	13
	Compensating balances legally restricted:	
19	Held on behalf of respondent	
20	Held on behalf of others	
21	Total	None

204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS

Give the particulars called for with respect to reserve funds included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

Except for deposits held by trustees for proceeds from sale of mortgaged properties, unspent proceeds from sale of equipment obligations, or the value of cars destroyed pledged under equipment financing obligations, which may be reported in total for each category, the designation of the individual fund as carried in the respondent's records should be

entered in Column (b). The entry should indicate the kind of fund, such as sinking, capital, property insurance, pension or relief; the rate of interest, if any; and the date of maturity.

Show the three largest funds in each account, and funds earmarked incentive per diem, regardless of the dollar amount, and all other funds where the amount reportable in Columns (d), (e), (f) or (g) is \$250,000, or more. Each fund amounting to less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000"

Line No	Account No.	Name, kind, and purpose of fund	Name of trustee or depository
	(a)	(b)	(c)
1	717	Securities deposited under NY State	
2		Workmen's Compensation Act to	
3		secure the payment of compensation	
4		claims	Chairman, Workmen's Compensation Bd.
5			
6	717	Securities on deposit with the North-	
7		eastern Pa. National Bank & Trust	
8		Co. of Scranton - Security for	The Northeastern Pa. National Bank
9		payment of Workmen's Compensation	& Trust Co. of Scranton for Bureau
10		claims	of Workmen's Compensation, Pa.
11			
12	717	Special deposit to cover anticipated	Barclay's Bank, International Ltd.
13		premiums on Work Stoppage Insurance	Grand Cayman, Cayman Islands
14			Total Account 717
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
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41			

¹Includes income of \$ _____ earned on earmarked incentive per diem funds.

204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS—Concluded

Insert totals separately for each account. Such totals of columns (g) and (i) should be the same as those stated in short columns (a₁) and (a₂), respectively, in the comparative general balance sheet statement. Entries in column (g) should be the sums of corresponding entries in columns (d) and (e), less those shown in column (f), and the sum of entries in columns (h), (i), and (j) should equal those in column (g).

All conversions of cash into securities, or vice versa, shall be treated as withdrawals from the fund in column (f) and as additions to the fund in

column (e).

Funds representing net credit balances of earmarked incentive per diem should be reported separately for each year. The amount of income earned on these funds should be reported in footnote to this schedule.¹ Wholly owned Canadian subsidiary lines should subdivide the earmarked funds between monies received from Canadian parent companies as a result of incentive charges and the carrier's own credit balances.
(Dollars in thousands)

Balance at beginning of year—Book value (d)	Additions during the year—Book value (e)	Withdrawals during the year—Book value (f)	Balance at close of year—Book value (g)	Assets in Funds at Close of Year			Line No.
				Cash (h)	Securities issued or assumed by respondent (i)	Other securities and invested assets (j)	
\$							1
							2
70			70			70	3
							4
							5
							6
							7
							8
50			50			50	9
							10
							11
95	16		111			111	12
215	16		231			231	13
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(Budget Bureau No. 60-R 381
Approval Expires 12/31/78)

202A. WORKING CAPITAL INFORMATION

1. Report below the information requested with respect to account No. 712, "Material and supplies"; 707, "Miscellaneous accounts receivable"; 754, "Miscellaneous accounts payable"; 761, "Other taxes accrued"; and 532, "Railway tax accruals".
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 532 which represent state income taxes. (Do not include taxes levied in lieu of property taxes.)
5. Report dollars in thousands.

Line No	Item (a)	Amount (b)
1	Construction and additions and betterments	\$ 249
2	Common-carrier operating purposes	13 245
3	Used by other than respondent's lessor companies	368
4	Total	13 862
5	Portion of balance in the material and supplies account at end of year that represents scrap and obsolete material	200
6	Account 707 - Miscellaneous accounts receivable	4 067
7	Account 754 - Miscellaneous accounts payable	314
8	Account 761 - Other taxes accrued	1 053
9	Account 532 - Railway tax accruals	7 665

NOTES AND REMARKS

Item (3) includes sales of scrap as follows:

Class 50-A Scrap Rail	\$ 186
Class 50-B Scrap Frogs and Switches	-
Class 50-C Scrap All Others	30
Class 50-D Scrap Conversion Material ...	-
Total	\$ 216

See Corrected Copy

(Budget Bureau No. 60-R-38)

Approval Expires 12/31/79

202A. WORKING CAPITAL INFORMATION

1. Report below the information requested with respect to account No. 712, "Material and supplies"; 707, "Miscellaneous accounts receivable"; 754, "Miscellaneous accounts payable"; 761, "Other taxes accrued"; and 532, "Railway tax accruals".
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 532 which represent state income taxes. (Do not include taxes levied in lieu of property taxes.)
5. Report dollars in thousands.

Line No.	Item (a)	Amount (b)
		\$ 249
1	Construction and additions and betterments	13 245
2	Common-carrier operating purposes	368
3	Used by other than respondent's lessor companies	13 862
4	Total	200
5	Portion of balance in the material and supplies account at end of year that represents scrap and obsolete material	3 536
6	Account 707 - Miscellaneous accounts receivable	21
7	Account 754 - Miscellaneous accounts payable	-
8	Account 761 - Other taxes accrued	-
9	Account 532 - Railway tax accruals	-

NOTES AND REMARKS

Item (3) includes sales of scrap as follows:

Class 50-A Scrap Rail	\$ 186
Class 50-B Scrap Frogs and Switches	-
Class 50-C Scrap All Others	30
Class 50-D Scrap Conversion Material ...	-
Total	\$ 216

Revised Copy

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 205 AND 206

1. Schedules 205 and 206 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 as investments including obligations of the United States, of a State or local government, or of an individual, so held; investments made, disposed of, or written down during the year; and dividends and interest credited to income. 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. These investments should be subdivided to show the book value pledged, unpledged, and held in fund accounts. Under "pledged" include the book value of securities recorded in accounts Nos. 721, "Investments in affiliated companies," and 722 "Other investments," which are deposited with some pledgee or other trustee, or held subject to the lien of a chattel mortgage, or subject to any other restriction or condition which makes them unavailable for general corporate purposes. "Unpledged" should include all securities held by or for the respondent free from any lien or restriction, recorded in the accounts mentioned above. Under "In sinking, insurance, and other funds" include the book value of securities recorded in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

3. 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:

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

5. 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.

6. By carriers, as the term is here used, 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 included.

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

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

9. Any balance in account 723, Reserve for adjustment of investment in securities - Credit, shall be disclosed by footnote to the securities against which such reserves were established.

10. Show dollars in thousands.

NOTES AND REMARKS

205. INVESTMENTS IN 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 and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 27, 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 ____." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR	
						Book Value of Amount Held at Close of Year	
	(a)	(b)	(c)	(d)	(e)	Pledged (f)	Unpledged (g)
					%	\$	\$
1	721	(A)		STOCK			
2		1	VII	Greenwich & Johnsonville Railway Co. -			
3				Common a	100	*	
4		1	"	Wilkes-Barre Conn. RR Co. - Common b	100	144	
5		1	"	Pullman Company - Common b	0.4	*	
6		1	"	Sara. & Schdy. RR Co. - Common a	76.6	358	
7		1	"	Albany & Vermont RR Co. - Common a	76.0	244	
8		1	"	Napierville Junction Railway Co. -			
9				Common b	100	600	
10		1	"	Albany Port Railroad Corp. - Common b	50c	5	
11				Total Class A-1		1 351	
12							
13		2	"	Northern Coal & Iron Co. - Common a	100	1 500	
14		2	"	Delaware and Hudson Communications			
15				Company - Common b	100	1	
16				Total Class A-2		1 501	
17							
18		3	VI	Hudson River Estates, Inc. - Common b	100	203	
19		3	II	Wyoming Valley Improvement Company			
20				(Formerly The Hudson Coal Company) -			
21				Common b	100	*	
22				Total Class A-3		203	
23							
24		4	VI	The Northern New York Development			
25				Company - Common b	100	*	
26				Total Class A-4		*	
27				Total Class A		3 055	
28							
29	721	(E)		INVESTMENT ADVANCES			
30		1	VII	Wilkes-Barre Connecting Railroad Co.			
31		1	"	Greenwich & Johnsonville Railway Co.			
32		3	II	Wyoming Valley Improvement Company			
33				(Formerly The Hudson Coal Company)			
34							
35				Total Class E			
36				Total Acct. 721		3 055	
37							
38				a Pledged with First National City Bank of New York, Trustee under the Delaware and			
39				Hudson R.R. Corp. First and General Mortgage 5½% Bonds Series A, due May 1, 1983			
40				b Pledged with United States Railway Association, pursuant to Mortgage dated March			
41				15, 1976, from Delaware and Hudson Railway Company to United States Railway Assn.			
42				c Controlled equally with Consolidated Rail Corporation			
43							
44							
45							
46				*Amount less than \$500			

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in column (e). 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. Particulars of investments made, disposed of, or written down during the year should be given in columns (j) to (h) inclusive. If the cost of any investment made during the year differs from the book value report-

ed in column (j), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (k), which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

9. This schedule should not include securities issued or assumed by respondent. (Dollars in Thousands)

INVESTMENTS AT CLOSE OF YEAR		Book value of investments made during year (j)	INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		DIVIDENDS OR INTEREST DURING YEAR		Line No.
Book Value of Amount Held at Close of Year			Book value (k)	Selling price (l)	Rate (m)	Amount credited to income (n)	
In sinking, insurance, and other funds (h)	Total book value (i)						
\$	\$	\$	\$	\$	%	\$	1
							2
	*						3
	144						4
	*						5
	358				\$5.00	17	6
	244				\$2.35	11	7
							8
	600						9
	5	5					10
	1 351	5					11
						28	12
	1 500						13
							14
	1						15
	1 501						16
							17
	203						18
							19
	*						20
	203						21
							22
							23
	*						24
	*						25
	3 055	5					26
						28	27
							28
	1 135						29
	*						30
							31
	*						32
							33
	1 135						34
	4 190	5					35
						28	36
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205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference, if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR	
						Book Value of Amount Held at Close of Year	
						Pledged	Unpledged
(a)	(b)	(c)	(d)	(e)	(f)	(g)	
				%	\$	\$	
47							
48							
49							
50							
51							
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205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

INVESTMENTS AT CLOSE OF YEAR		Book value of investments made during year (j)	INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		DIVIDENDS OR INTEREST DURING YEAR		Line No.
Book Value of Amount Held at Close of Year			Book value (k)	Selling price (l)	Rate (m)	Amount credited to income (n)	
In sinking, insurance, and other funds (h)	Total book value (i)				%	\$	
\$	\$	\$	\$	\$			47
							48
							49
							50
							51
							52
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							54
							55
							56
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206. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of others than affiliated companies, included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 722, "Other investments"; and 717, "Insurance and 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.

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 27, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and

(c). Investment in U. S. Treasury obligations may be reported as one item.

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 designa-

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	INVESTMENTS AT CLOSE OF YEAR	
					Book Value of Amount Held at Close of Year	
					Pledged (e)	Unpledged (f)
(a)	(b)	(c)	(d)			
1	717	(B)	BONDS		\$	\$
2		3	IX	U.S. Treasury Obligations		
3				Total Class B		
4				Total Acct. 717		
5						
6	722	(A)	STOCKS			
7		1	VII	Rutland and Whitehall RR Co. - Common <u>a</u>	37	
8				Total Class A-1	37	
9						
10		3	X	New York Business Development Corporation <u>a</u>	*	
11				Total Class A	37	
12						
13	722	(D)	UNSECURED NOTES			
14		1	VII	Railway Express Agency, Inc.		*
15				Total Class D		*
16				Total Acct. 722	37	*
17						
18						
19						
20				<u>a</u> Pledged with United States Railway Association, pursuant to Mortgage dated		
21				March 15, 1976, from Delaware and Hudson Railway Company to United States		
22				Railway Association		
23						
24						
25						
26						
27						
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31						
32						
33						
34						
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36						
37						
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41						
42						
43						
44						
45						
46				*Amount less than \$500		

204. OTHER INVESTMENTS—Continued

tion mature 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.

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

7. Particulars of investments made, disposed of, or written down during the year should be given in columns (j) and (k). If the cost of any investment made during the year differs from the book value reported in

column (j), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in the footnote. Identify all entries in column (j) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

(Dollars in Thousands)

INVESTMENTS AT CLOSE OF YEAR		Book value of investments made during year (i)	INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		DIVIDENDS OR INTEREST DURING YEAR		Line No.
Book Value of Amount Held at Close of Year			Book value (j)	Selling price (k)	Rate (l)	Amount credited to income (m)	
In sinking insurance, and other funds (g)	Total book value (h)				%	\$	
\$	\$	\$	\$	\$			
120	120				various	8	1
120	120					8	2
120	120					8	3
							4
							5
	37				\$4.30	2	6
	37					2	7
	*						8
	37					2	9
							10
	*						11
	*						12
	37					2	13
							14
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							45
							46

*Amount less than \$500

*Amount less than \$500

206. OTHER INVESTMENTS—Continued

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	INVESTMENTS AT CLOSE OF YEAR	
					Book Value of Amount at Close of Year	
					Pledged	Unpledged
	(a)	(b)	(c)	(d)	(e)	(f)
					\$	\$
47						
48						
49						
50						
51						
52						
53						
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206. OTHER INVESTMENTS—Concluded

INVESTMENTS AT CLOSE OF YEAR		Book value of investments made during year (i)	INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		DIVIDENDS OR INTEREST DURING YEAR		Line No.
Book Value of Amount Held at Close of Year			Book value (j)	Selling price (k)	Rate (l)	Amount credited to income (m)	
In sinking, insurance, and other funds (g)	Total book value (h)						
\$	\$	\$	\$	\$	%	\$	47
							48
							49
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207. 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, which qualify for the equity method under instruction 6-2 in the Uniform System of Accounts for Railroad Companies.

2. Enter in column (c) the amount necessary to retroactively adjust those investments qualifying for the equity method of

accounting in accordance with instruction 6-2 (b)(11) of the Uniform System of Accounts for Railroad Companies.

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. See instruction 6-2 (b)(4).

5. The total of column (g) must agree with column (b), line 21, schedule 200.

6. For definitions of "carrier" and "noncarrier," see general instructions 6 and 7 on page 27.

(DOLLARS IN THOUSANDS)

Line No.	Name of issuing company and description of security held. (a)	Balance at beginning of year (b)	Adjustment for investments qualifying for 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)
	Carriers: (List specifics for each company)						
1	Saratoga & Schenectady Railroad Company	\$ *	\$	\$ 1	\$	\$	\$ 1
2	Albany & Vermont Railroad Company	2		*			2
3	Napierville Junction Railway Company	(584)					(584)
4							
5							
6							
7							
8							
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22							
23							
24							
25							
26							
27							
28	* Amount less than \$500						

Road Initials:

D&H

Year: 1977

207. INVESTMENTS IN COMMON STOCKS OF AFFILIATED COMPANIES (Continued)

Undistributed Earnings From Certain Investments in Affiliated Companies

Line No.	Name of issuing company and description of security held (a)	Balance at beginning of year (b)	Adjustment for investments qualifying for 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)
	Carriers: (List specifics for each company).	\$	\$	\$	\$	\$	\$
29							
30							
31							
32							
33							
34							
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36							
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49							
50							
51							
52							
53							
54							
55							
56							
57							
58							
59	Total _____	(582)		1			(581)
60	Noncarriers: (Show totals only for each column) _____	26		7			33
61	Total (lines 59 and 60) _____	(556)		8			(548)

Road Initials:

D&H

Year: 1977

209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER 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 Part I 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	B-3	U.S. Treasury Obligations	\$ 40	\$
2				
3				
4				
5				
6				
7				
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209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES—Continued

2. This schedule should include all securities, open account advances, and other intangible property owned or controlled by nonreporting companies shown in schedules 104A, 104B, and 205, 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 instructions 3 and 4, page 87.

(Dollars in thousands)

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		Names of subsidiaries in connection with things owned or controlled through them (g)	Line No.
Book value (e)	Selling price (f)		
\$	\$	Wyoming Valley Improvement Company (formerly The Hudson Coal Company)	1
			2
			3
			4
			5
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211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 40)

Line No.	Account (a)	(Dollars in thousands) (b)	Balance at beginning of year (c)	Expenditures during the year for original road and equipment, and road extensions (d)	Expenditures during the year for purchase of existing lines, reorganizations, etc. (e)
1	(1) Engineering	\$ 115	\$	\$	
2	(2) Land for transportation purposes	2 303			
3	(2 1/2) Other right-of-way expenditures	28			
4	(3) Grading	10 865			
5	(5) Tunnels and subways	479			
6	(6) Bridges, trestles, and culverts	6 114			
7	(7) Elevated structures				
8	(8) Ties	2 134			
9	(9) Rails	4 119			
10	(10) Other track material	2 743			
11	(11) Ballast	2 100			
12	(12) Track laying and surfacing	2 463			
13	(13) Fences, snowsheds, and signs	26			
14	(16) Station and office buildings	1 609			
15	(17) Roadway buildings	133			
16	(18) Water stations	37			
17	(19) Fuel stations	181			
18	(20) Shops and enginehouses	2 494			
19	(21) Grain elevators				
20	(22) Storage warehouses				
21	(23) Wharves and docks				
22	(24) Coal and ore wharves				
23	(25) TOFC/COFC terminals	43			
24	(26) Communication systems	735			
25	(27) Signals and interlockers	4 629			
26	(29) Power plants				
27	(31) Power-transmission systems	313			
28	(35) Miscellaneous structures	80			
29	(37) Roadway machines	3 301			
30	(38) Roadway small tools	23			
31	(39) Public improvements—Construction	1 993			
32	(43) Other expenditures—Road				
33	(44) Shop machinery	1 473			
34	(45) Power-plant machinery				
35	Other (specify and explain)				
36	Total expenditures for road	50 883			
37	(52) Locomotives	24 004			
38	(53) Freight-train cars	23 842			
39	(54) Passenger-train cars				
40	(55) Highway revenue equipment				
41	(56) Floating equipment				
42	(57) Work equipment	3 183			
43	(58) Miscellaneous equipment	975			
44	Total expenditures for equipment	52 004			
45	(71) Organization expenses				
46	(76) Interest during construction				
47	(77) Other expenditures—General	142			
48	Total general expenditures	142			
49	Total	103 029			
50	(80) Other elements of investment (p. 33)				
51	(90) Construction work in progress				
52	Grand Total	103 029			

See Note, Page 15

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 40)

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.
Made on owned property (e)	Made on leased property (f)	Owned property (g)	Leased property (h)	(i)	(j)	
\$ 2	\$	\$	\$	\$ 2	\$ 117	1
(Cr) 7	(Cr) 1	23	1	(Cr) 32	2 271	2
					28	3
119		1	2	116	10 981	4
					479	5
44				44	5 158	6
						7
85	1	3	3	80	2 214	8
118	2	7	6	107	4 226	9
33	1	5	5	24	2 767	10
11	3	1	2	11	2 111	11
118	1	3	2	114	2 577	12
					326	13
2		14		(Cr) 12	1 597	14
					133	15
					37	16
					181	17
*	*	*		*	2 494	18
						19
						20
						21
3	(Cr) 1			2	45	22
65				65	850	23
47	19	53	11	2	4 631	24
						25
8				8	321	26
					80	27
27		85		(Cr) 58	3 243	28
(Cr) 21	(Cr) 2			(Cr) 23	-	29
1		4	*	(Cr) 3	1 990	30
						31
14		3		11	1 484	32
						33
						34
669	23	202	32	458	51 341	35
1 206		139		1 067	25 071	36
188	60	610	*	(Cr) 362	23 480	37
						38
						39
						40
362		1 108		(Cr) 746	2 437	41
1		74		(Cr) 73	902	42
1 757	60	1 931	*	(Cr) 114	51 890	43
						44
						45
					142	46
					142	47
2 426	83	2 133	32	344	103 373	48
						49
						50
2 426	83	2 133	32	344	103 373	51
						52

*Amount less than \$500

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 211 ON PAGES 38 and 39

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. 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 (h), inclusive. Column (j) is the aggregate of columns (b) to (h), inclusive. Grand totals of columns (b) and (j) 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 (f), should be included all entries covering expenditures for additions and betterments, as defined, whether replacing other property or not.

5. In column (f) show particulars for improvements made on property held under lease or other form of long-term contract and not charged to the owning company.

6. In columns (g) and (h) should be entered all credits representing property sold, abandoned, or otherwise retired.

7. 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.

8. 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.

9. Report on line 35 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.

10. 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 termini 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.

11. If an amount of less than \$1,500 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.

12. Show dollars in thousands.

NOTES AND REMARKS

211A. 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)	Charged during the year (c)	Credits during the year (d)
1			\$	\$
2	None			
3				
4				
5				
6				
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50	TOTALS	X X X		
51	NET CHANGES	X X X		

1 F3400

ANNUAL REPORT 1977 CLASS 1

DELAWARE & HUDSON RY. CO.

2112. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (e) and (f) show the depreciation base used in computing the depreciation charges for 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 29 and 37 of these columns show the composite percentages 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 accounts Nos. 536 to 540, inclusive. 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. 503 to 507, 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 rates to

be shown for each respective primary account 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 542.

4. If the depreciation base for accounts 1, 2-1/2, 3, 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) affected.

Line No.	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	115	117	.68			
2	(2-1/2) Other right-of-way expenditures	28	28	3.05			
3	(3) Grading	10 871	10 986	.09	13	13	.09
4	(5) Tunnels and subways	479	479	.76			
5	(6) Bridges, trestles, and culverts	6 110	6 154	1.22	2	2	1.22
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	326	326	4.65			
8	(16) Station and office buildings	1 580	1 567	1.72			
9	(17) Roadway buildings	133	133	1.64			
10	(18) Water stations	37	37	2.40			
11	(19) Fuel stations	181	181	2.99			
12	(20) Shops and enginehouses	2 322	2 322	1.60			
13	(21) Grain elevators						
14	(22) Storage warehouses						
15	(23) Wharves and docks						
16	(24) Coal and ore wharves						
17	(25) TOFC/COFC terminals	44	45	1.63			
18	(26) Communications systems	785	836	3.39			
19	(27) Signals and interlockers	4 473	4 485	2.83			
20	(29) Power plants						
21	(31) Power transmission systems	311	319	2.58			
22	(32) Miscellaneous structures	79	79	1.80			
23	(33) Roadway machines	3 300	3 325	6.79			
24	(34) Public improvements—Construction	1 993	1 991	1.58			
25	(44) Saw machines	1 455	1 462	1.84			
26	(45) Power plant machinery						
27	All other road accounts						
28	Amortization (other than defense projects)						
29	Total road	34 622	34 872	1.61	15	15	.22
	EQUIPMENT						
30	(52) Locomotives	24 003	25 191	4.94			
31	(53) Freight-train cars	23 842	23 608	3.03			
32	(54) Passenger-train cars						
33	(55) Highway revenue equipment						
34	(56) Floating equipment						
35	(57) Work equipment	3 183	2 438	3.33			
36	(58) Miscellaneous equipment	975	915	12.27			
37	Total equipment	52 003	52 153	4.00			
38	GRAND TOTAL	86 625	87 025	XXX	15	15	XXX

The depreciation base for accounts 1, 2-1/2, 3, 5, and 39 includes non-depreciable property.

See Note, Page 15

311B-1 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 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. This schedule should include only improvements to leased property charged to account 732, Improvements to 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 changes 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, 2-1/2, 3, 5, and 30 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 reserve. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	Depreciation base		Annual composite rate (percent) d)
		At beginning of year (b)	At close of year (c)	
	(Dollars in thousands)	\$	\$	%
	ROAD			
1	(1) Engineering	6	6	3.05
2	(2-1/2) Other right-of-way expenditures	774	772	.09
3	(3) Grading			
4	(5) Tunnels and subways	851	851	1.22
5	(6) Bridges, trestles, and culverts			
6	(7) Elevated structures	33	33	4.65
7	(13) Fences, snowsheds, and signs	167	167	1.71
8	(16) Station and office buildings	31	31	1.64
9	(17) Roadway buildings			
10	(18) Water stations	21	21	2.99
11	(19) Fuel stations	124	124	1.60
12	(20) Shops and enginehouses			
13	(21) Grain elevators			
14	(22) Storage warehouses			
15	(23) Wharves and docks			
16	(24) Coal and ore wharves	25	24	1.59
17	(25) TOFC/COFC terminals	81	81	3.40
18	(26) Communications systems	1 001	1 013	2.80
19	(27) Signals and interlockers			
20	(29) Power plants	67	67	3.00
21	(31) Power transmission systems	12	12	1.80
22	(35) Miscellaneous structures			
23	(37) Roadway maintenance	244	244	1.58
24	(39) Public improvements—Construction			
25	(44) Ship machinery			
26	(45) Power plant machinery			
27	All other road accounts			
28	Amortization (other than defense projects)	3 437	3 446	1.64
29	Total road			
	EQUIPMENT			
30	(52) Locomotives	156	196	3.03
31	(53) Freight train cars			
32	(54) Passenger train cars			
33	(55) Highway revenue equipment			
34	(56) Floating equipment			
35	(57) Work equipment			
36	(58) Miscellaneous equipment	186	196	3.03
37	Total equipment			
38	GRAND TOTAL	3 603	3 642	2.88

211C. DEPRECIATION BASE AND RATE—ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the related depreciation reserve is carried in the accounts of the respondent and the rent therefrom is included in account No. 529.

2. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation for the months of January and December, respectively, with respect to road and equipment owned by the respondent but leased to others, the depreciation charges for which are not includible in operating expenses of the respondent, but for which the depreciation reserve is recorded in the accounts of the respondent. If the base for road is other than the original cost or estimated original cost as found by the Commission's Bureau of Accounts, brought to a current date by the respondent from its (Order No. 3) records and accounts, or is other than ledger value for equipment, a full explanation should be given.

3. In column (d) show the composite rates used in computing the depreciation for the month of December and on lines 28 and 36 of this column show the composite percentages for all road and equipment accounts, respectively, ascertained by applying the primary accounts composite rates to the depreciation base used in computing the depreciation for December and dividing the total so computed by the depreciation base.

4. If the depreciation base for accounts 1, 2-1/2, 3, 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) affected.

Line No.	Account (a)	DEPRECIATION BASE		Annual composite rate (percent) (d)
		Beginning of year (b)	Close of year (c)	
	ROAD	\$	\$	
1	(1) Engineering			
2	(2-1/2) Other right-of-way expenditures			
3	(3) Grading			
4	(5) Tunnels and subways			
5	(6) Bridges, trestles, and culverts			
6	(7) Elevated structures			
7	(13) Fences, snowsheds, 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	(21) Grain elevators			
14	(22) Storage warehouses			
15	(23) Wharves and docks			
16	(24) Coal and ore wharves			
17	(25) TOFC/COFC terminals			
18	(26) Communication systems			
19	(27) Signals and interlockers			
20	(29) Power plants			
21	(31) Power transmission systems			
22	(35) Miscellaneous structures			
23	(37) Roadway machines			
24	(39) Public improvements—Construction			
25	(44) Shop machinery			
26	(45) Fuel-plant machinery			
27	All other road accounts			
28	Total road	None	None	
	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	
37	GRAND TOTAL	None	None	

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540 inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507 inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any entries are

made for "Other credits" or "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."

2. 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.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 28.

(Dollars in thousands)

Line No.	Account (a)	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	8	1				9
2	(2-1/2) Other right-of-way expenditures	2	*				2
3	(3) Grading	52	9				61
4	(5) Tunnels and subways	32	4				36
5	(6) Bridges, trestles, and culverts	470	65		(Cr) 1		536
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	112	14				126
8	(16) Station and office buildings	139	24				163
9	(17) Roadway buildings	8	2				10
10	(18) Water stations	21	1				22
11	(19) Fuel stations	32	5				37
12	(20) Shops and enginehouses	151	35				186
13	(21) Grain elevators						
14	(22) Storage warehouses						
15	(23) Wharves and docks						
16	(24) Coal and ore wharves						
17	(25) TOFC/COFC terminals	1					1
18	(26) Communication systems	159	24				183
19	(27) Signals and interlockers	617	98		65		670
20	(29) Power plants						
21	(31) Power-transmission systems	67	8				75
22	(35) Miscellaneous structures	9	1				10
23	(37) Roadway machines	913	226		85		1,054
24	(39) Public improvements—Construction	341	27		4		364
25	(44) Shop machinery	139	27		4		162
26	(45) Power-plant machinery*						
27	All other road accounts						
28	Amortization (other than defense projects)				137		1,707
29	Total road	3,273	571		137		3,707
	EQUIPMENT						
30	(52) Locomotives	5,792	1,223		21 (Cr)	67	7,061
31	(53) Freight-train cars	5,292	717		13		5,996
32	(54) Passenger-train cars						
33	(55) Highway revenue equipment						
34	(56) Floating equipment						
35	(57) Work equipment	329	84		2	67	344
36	(58) Miscellaneous equipment	241	114		70		285
37	Total equipment	12,154	2,138		106		14,186
38	GRAND TOTAL	15,427	2,709		243		17,869

*Charged to account 305

*Amount less than \$500

See Note, Page 15

III. ACCRUED LIABILITY—LEASED PROPERTY

1. Give full particulars called for hereunder with respect to credits and debits to account No. 785, "Accrued liability—Leased property," during the year relating to road and equipment leased from others.

2. Show in column (c) amounts which were charged to operating expenses, and in column (f) show payments made to the lessor in settlement thereof. A full explanation should be given of all entries in columns (d) and (f).

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

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

5. If settlement for depreciation is made currently between lessee and lessor, and no debits or credits to account No. 785 are made by the accounting company, show in column (e) the charges to operating expenses and in column (f) show payments made to the lessor in settlement thereof.

(Dollars in thousands)

Line No.	Account (a)	Balance at beginning of year (b)	CREDITS TO ACCOUNT During the Year		DEBITS TO ACCOUNT 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						
2	(2-12) Other right-of-way expenditures						
3	(3) Grading						
4	(5) Tunnels and subways						
5	(6) Bridge, 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	(21) Grain elevators						
14	(22) Storage warehouses						
15	(23) Wharves and docks						
16	(24) Coal and ore wharves						
17	(25) TOFC/COFC terminals						
18	(26) Communication systems						
19	(27) Signals and interlockers						
20	(29) Power plants						
21	(31) Power-transmission systems						
22	(35) Miscellaneous structures						
23	(37) Roadway machines						
24	(39) Public improvements—Construction						
25	(42) Shop Machinery*						
26	(47) Power plant machinery*						
27	All other road account						
28	Total road	None					None
	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
37	GRAND TOTAL	None					None

* Not applicable to account 785.

3112-1 ACCRUED DEPRECIATION RESERVE—IMPROVEMENTS TO ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Give full particulars called for hereunder with respect to credits and debits to account 733, "Accrued 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 includible in operating expenses of the respondent. This schedule should only include entries for depreciation of road and equipment property includible in account 732, "Improvements on Leased Property."

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 parentheses 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.

(Dollars in thousands)

Line No.	Account (a)	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	*	1				1
2	(2-17) Other right-of-way expenditures	13	1				14
3	(3) Grading						
4	(5) Tunnels and subways	91	10				101
5	(6) Bridges, trestles, and culverts						
6	(7) Elevated structures	12	1				13
7	(13) Fences, snow sheds, and signs	23	*				26
8	(16) Station and office buildings	5					5
9	(17) Roadway buildings						
10	(18) Water stations	9	*				9
11	(19) Fuel stations	19	2				21
12	(20) Shops and enginehouses						
13	(21) Grain elevators						
14	(22) Storage warehouses						
15	(23) Wharves and docks						
16	(24) Coal and ore wharves	*	1				1
17	(25) TOFC/COFC terminals	21	3				24
18	(26) Communication systems	165	28		11		182
19	(27) Signals and interlockers						
20	(29) Power plants	9	2				11
21	(31) Power-transmission systems	2	*				2
22	(35) Miscellaneous structures						
23	(37) Roadway machines	36	4		*		40
24	(39) Public improvements—Construction						
25	(44) Shop Machinery*						
26	(45) Power-plant machinery*						
27	All other road accounts	405	56		11		450
28	Total road						
	EQUIPMENT						
29	(52) Locomotives	4	5		*		9
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	4	5		*		9
36	Total equipment	409	51		11		459
37	GRAND TOTAL						

*Chargeable to account 344

*Amount less than \$500

211F. DEPRECIATION RESERVE—ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the depreciation reserve is carried in the accounts of the respondent, and the rent therefrom is included in account No. 509.

2. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment leased to others, the depreciation charges for which are not includible in operating expenses of the respondent. (See schedule 211D for the reserve relating to road and equipment owned and used by the respondent.)

3. If any entries are made for "Other credits" and "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."

(Dollars in thousands)

Line No.	Account (a)	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 others (c)	Other credits (d)	Retirements (e)	Other debits (f)	
	ROAD	\$	\$	\$	\$	\$	\$
1	(1) Engineering						
2	(2-1/2) Other right-of-way expenditure						
3	(3) Grading						
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	(21) Grain elevators						
14	(22) Storage warehouses						
15	(23) Wharves and docks						
16	(24) Coal and ore wharves						
17	(25) TOFC/COFC terminals						
18	(26) Communication systems						
19	(27) Signals and interlockers						
20	(29) Power plants						
21	(31) Power-transmission systems						
22	(35) Miscellaneous structures						
23	(37) Roadway machines						
24	(39) Public improvements—Construction						
25	(44) Shop machinery						
26	(45) Power-plant machinery						
27	All other road accounts						
28	Total road	None					None
	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
37	GRAND TOTAL	None					None

211G. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "Accrued amortization of defense projects—Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the

year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (f) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 22. If reported by projects, each project should be briefly described, stating

kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) effecting operating expenses, should be fully explained. (Dollars in thousands)

Line No.	Description of property or account (a)	BASE				RESERVE			
		Debits during year (b)	Credits during year (c)	Adjustments (d)	Balance at close of year (e)	Credits during year (f)	Debits during year (g)	Adjustments (h)	Balance at close of year (i)
	ROAD:	\$	\$	\$	\$	\$	\$	\$	\$
1									
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21	TOTAL ROAD				None				None
	EQUIPMENT:								
22	(52) Locomotives								
23	(53) Freight-train cars								
24	(54) Passenger-train cars								
25	(55) Highway revenue equipment								
26	(56) Floating equipment								
27	(57) Work equipment								
28	(58) Miscellaneous equipment								
29	TOTAL EQUIPMENT				None				None
30	GRAND TOTAL				None				None

NOTES AND REMARKS

2111. 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 this 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, (N).

2. In column (a) list each class or type of locomotive unit, car, or TOPFC/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 417; 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 car, 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 TOPFC/COFC show type of equipment as enumerated in Schedule 417, lines 74-84 and type of construction.

3. In column (c) show the total weight in tons of 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 and freight charges and handling charges.

5. Data for this schedule should be confined to the units reportable in columns (c), (e), (g), and (i) of schedule 417, showing returns for new units in the upper section of this schedule and showing returns for rebuilt units acquired and rebuilt units rewritten into respondent's property investment account in the lower section. 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 box cars 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.

(Dollars in thousands)

NEW UNITS

Line No.	Class of equipment (a)	Number of units (b)	Total weight (c) (Tons)	Total cost (d)	Method of acquisition (e) (P, C, N)
1					
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
TOTAL			XXXX	None	XXXX

REBUILT UNITS

1					
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
TOTAL			XXXX	None	XXXX
GRAND TOTAL			XXXX	None	XXXX

INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE (SEE INSTRUCTIONS)

1. Give particulars, as requested, of the investment in transportation property at the close of the year, as related to "Not railway operating income," of the respondent for the year.

2. The term "investment in railway property used in transportation service" means the aggregate of property owned, and property not owned but used by the respondent, in transportation service, (a) the investment in which is represented in accounts 731 and 732 of the respondent, including operating, branch, and inactive railroads, (b) road and equipment property leased to or from others, the rentals of which are included in accounts 540 and 542, (c) equipment owned or leased, the time-rental from which is included in accounts 583 to 587, inclusive, of the respondent, minus (d) investment in property leased to others the time-rental from which is included in account 540. It does not include investment of others in equipment used by the respondent, rent for which is included in accounts 536 to 538, inclusive, nor does it include investment of other carriers in property jointly used by the respondent, such as trackage rights, rent for which is included in account 541 of the respondent. In column (a), classify each company in this schedule as respondent (R), lesser railroad (L), inactive or proprietary company (P), and other leased properties (O).

3. In column (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 lesser (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, rentals from which are included in account 540.

4. In column (c) less-haul carriers should 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 basis of the own-miles whose names appear in column (b). Value 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, explanation should be given. Differences between the amounts in column (d) of this schedule and the amounts shown in column (c), line 23, 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 rent at 4 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 783 that is applicable to the property of the carriers whose names are listed in column (b), regardless of where the reserves therefor are recorded. (Dollars in thousands)

Line No.	Class (See Ins. 3)	Name of company (a)	Bills of road owned (See Ins. 4) (b)	Investment in property (See Ins. 5) (c)	Depreciation and amortization (See Ins. 6) (e)
1	R	Delaware and Hudson Railway Company		\$	\$
2		Investment in Owned Property (731)	648.04	98 251	17 893
3		Improvements on Leased Lines (732)			
4		Northern Coal & Iron Co.		2 392	192
5		Albany & Vermont RR Co.		982	117
6		Saratoga & Schenectady RR Co.		1 321	123
7		Plattsburgh & Dannemora RR Co.		146	8
8		Rutland & Whitehall RR Co.		65	10
9		Wilkes-Barre Connecting RR Co.		*	*
10		Equitable Life Assurance Society of U.S.		216	9
11		Total Respondent	648.04	103 373	18 352
12	P	Northern Coal & Iron Co. (731)	23.34		
13					
14	L	Albany & Vermont RR Co. (731)	12.19	600	
15	L	Saratoga & Schenectady RR Co. (731)	20.32	450	
16	L	Rutland & Whitehall RR Co. (731)	6.84	256	
17	L	Plattsburgh and Dannemora RR Co. (731)	15.58	183	
18		(owned by New York State)			
19	L	Wilkes-Barre Connecting RR Co. (731)	*	56	
20		Total Leased	54.93	1 546	
21					
22		Less book value of NCA property leased to Wilkes-Barre Connecting RR Co.	2.56	290	
23					
24	a	Lease covers 0.22 of a mile of tracks operated by respondent as 0.03 of a mile of passing tracks, cross-overs, and turnouts, and 0.19 of a mile of yard switching tracks			
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50		TOTAL	721.38	104 609	18 352

TABLE 1. INVESTMENT IN REAL PROPERTY USED IN TRANSPORTATION

1. In column (a) show, by primary account, the amount of investment at the close of the year in property of respondents and each group or class of companies and properties.
2. The amounts for respondents and for each group or class of companies and properties on line 1b should correspond with the amounts for respondents and with the appropriate amounts for each class of company and properties shown in schedule 211b-1 on page 10. Accounting records shall be maintained by respondent of the primary property to account separately for each company or property included in this schedule.
3. Report on line 1b amounts representing expenditures of funds for leased property held on a percent lease basis, or property, as classified by accounts for lessor owners, or other use of property held from other use.

1. If not an owner, the lessor for carrier owners, and jointly or jointly with other persons, the lessor of property of respondents or property of other carriers under "Notes and Remarks," page 40.
2. If not an owner, the lessor for carrier owners, and jointly or jointly with other persons, the lessor of property of respondents or property of other carriers under "Notes and Remarks," page 40. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. If permission for such authority should be made, and explaining the reasons reported. Respondents should not make arbitrary changes in the period start or column headings without specific authority from the Commission.
3. Report on line 1b amounts representing expenditures of funds for leased property held on a percent lease basis, or property, as classified by accounts for lessor owners, or other use of property held from other use.

Line No.	Account (a)	Respondent (b)	Lessor railroads (c)	Leasing (proprietary) companies (d)	Other leased property (e)
1	(1) Engineering	117	40		
2	(2) Land for transportation purposes	2 271	301		
3	(2 1/2) Other right-of-way expenditures	28			
4	(3) Grading	10 981	310		
5	(5) Tunnels and subways	479			
6	(6) Bridges, trestles, and culverts	6 158	2		
7	(7) Elevated structures				
8	(8) Ties	2 214	95		
9	(9) Rails	4 226	171		
10	(10) Other track material	2 767	143		
11	(11) Ballast	2 111	93		
12	(12) Track laying and surfacing	2 577	83		
13	(13) Fences, snowsheds, and signs	326			
14	(14) Station and office buildings	1 597			
15	(17) Roadway buildings	133			
16	(18) Water stations	37			
17	(19) Fuel stations	181			
18	(20) Shops and enginehouses	2 494			
19	(21) Grain elevators				
20	(22) Storage warehouses				
21	(23) Wharves and docks				
22	(24) Coal and ore wharves				
23	(25) TOFC/COFC terminals	48			
24	(26) Communication systems	856			
25	(27) Signals and interlockers	4 631			
26	(29) Power plants				
27	(31) Power-transmission systems	321			
28	(35) Miscellaneous structures	80			
29	(37) Roadway machines	1 243			
30	(38) Roadway small tools				
31	(39) Public improvements—Construction	1 990			
32	(41) Other expenditures—Road				
33	(43) Shop machinery	1 483			
34	(45) Power-plant machinery				
35	Leased property capitalized rentals (explain)				
36	Other (specify & explain)				
37	Total expenditures for road	51 341	1 238		
38	(52) Locomotives	25 071			
39	(53) Freight trains cars	23 480			
40	(54) Passenger-train cars				
41	(55) Highway revenue equipment				
42	(56) Floating equipment				
43	(57) Work equipment	2 437			
44	(58) Miscellaneous equipment	932			
45	Total expenditures for equipment	51 839			
46	(71) Organization expenses				
47	(76) Interest during construction		253		
48	(77) Other expenditures—General	143	54		
49	Total general expenditures	143	307		
50	Total	103 323	1 545		
51	(80) Other elements of investment				
52	(80) Construction work in progress				
53	Total	103 323	1 545		

On January 1, 1964, the following information was received from the Bureau of the Census, Washington, D. C.:

Code	Type of Name	Customer Name	Product Name
1	Minimum rent	2 72 000	1 19 000
2	Customer rent	2 22 000	1 19 000
3	Subtotal	2 22 000	1 19 000
4	Total financing		
5	Customer rent	2 25 000	2 20 000
6	Customer rent	2 25 000	2 20 000
7	Subtotal	2 25 000	2 20 000
8	Total interest	4 47 000	4 40 000
9	Total cost		

NOT: Agreed to enter into 312A through 312.5 financing plan as defined in a loan which, during the necessary time period, the lender will be in possession of the economic life of the property or the business which assure the least a full recovery of the loan which value is both down in exactly the present in the investment of the property at the inception of the lease plus a reasonable return on the loan. The lender's investment is limited to the value of the property and the credit risk is generally associated with secured loans.

Schedule 213B.—MINIMUM RENTAL COMMITMENTS

Complete this schedule only if (a) carrier operating revenues are \$10 million or more and (b) gross rental expense in the most recent fiscal year exceeds one percent of operating revenue.

Show the minimum rental commitments under all noncancellable leases, as of the date of the latest balance sheet presented, in the aggregate (with disclosure of the amounts applicable to noncapitalized financing leases) for (a) each of the five succeeding fiscal years; (b) each of the next three five-year periods; and, (c) the remainder as a single amount. The amounts so determined should be reduced by rentals to be received from existing noncancellable subleases (with disclosure of the amounts of such rentals). For purposes of this rule, a noncancellable lease is defined as one that has an initial or remaining term of more than one year and is noncancellable, or is cancellable only upon the occurrence of some remote contingency or upon the payment of a substantial penalty.

Line No.	Year ended (a)	A			B	
		Financing leases (b)	Other leases (c)	Total (d)	Financing leases (e)	Other leases (f)
1	1978	2 289	1 506	3 795		
2	1979	2 289	1 512	3 801		
3	1980	2 130	1 459	3 589		
4	1981	2 129	1 459	3 588		
5	1982	2 130	1 454	3 584		
6	1983-1987	9 055	4 228	13 283		
7	1988-1992	2 540		2 540		
8	1993-1997					
9	1998 *					
		22 562	11 518	34 180		

* The rental commitments reported in Part A of this schedule have been reduced by these amounts.

Schedule 312C—LEASE DISCLOSURE

Complete this schedule only if carrier operating revenues are \$10 million or more.

Releases 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
Nos.

(a) N/A

(b) Some lease agreements contain purchase options for a purchase price equal to fair market value at end of original term, renewal option provisions call for a rental rate at the fair market rental rate at end of original term. Some lease agreements have escalation clauses.

(c) N/A

(d) N/A

(e) N/A

Schedule 212D.—LEASE COMMITMENTS—PRESENT VALUE

Complete this schedule only if (a) carrier operating revenues are \$10 million or more and (b) if the present value of the minimum lease commitments are more than five percent of the sum of the long-term debt, stockholders' equity and the present value of the minimum lease commitments, or if the impact on net income (as computed in schedule 212E, Income Impact—Lessee) is three percent or more of the average net income for the most recent three years.

Show all noncapitalized financing leases, the present value of the minimum lease commitments in the aggregate and by major categories of properties. Present values shall be computed by discounting net lease payments (after subtracting, if practicable, estimated, or actual amounts, if any, applicable to taxes, insurance, maintenance and other operating expenses) at the interest rate implicit in the terms of each lease at the time of entering into the lease.

Show either the weighted average interest rate (based on present value) and range of rates or specific interest rates for all lease commitments.

Line No.	Asset category (a)	Present value		Range		Weighted average	
		Current year (b)	Preceding year (c)	Current year (d)	Preceding year (e)	Current year (f)	Preceding year (g)
		\$	\$	%	%	%	%
1	Structures	4 782	5 034	10 $\frac{1}{2}$ -10 $\frac{1}{2}$	10 $\frac{1}{2}$ -10 $\frac{1}{2}$	10 $\frac{1}{2}$	10 $\frac{1}{2}$
2	Revenue equipment						
3	Shop and garage equipment						
4	Service cars and equipment						
5	Noncarrier operating property						
	Other (Specify)						
6	Locomotives	8 837	9 363	10 $\frac{1}{2}$ -12 $\frac{1}{2}$	10 $\frac{1}{2}$ -12 $\frac{1}{2}$	11 $\frac{1}{2}$	12 $\frac{1}{2}$
7							
8							
9							
10	Total	13 619	14 397				

Schedule 212E.—INCOME IMPACT—LEASES

Complete this schedule only if carrier operating revenues are \$10 million or more.

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.

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)	Preceding year (c)
1	Amortization of lease rights	\$ 1,136	\$ 986
2	Interest	1,510	1,373
3	Rent expense	(2,288)	(1,982)
4	Income tax expense		
5	Impact (reduction) on net income	(358)	(377)

*Preceding Year's R-1 figures revised

NOTES AND REMARKS

214. MISCELLANEOUS PHYSICAL PROPERTY

1. Give particulars of all investments of the respondent in physical property includible in account No. 737, "Miscellaneous physical property," together with the revenue, income, expenses, taxes, and depreciation data on such property, as requested.

2. Show in column (a) a description and location of the physical property, and, if operated, the kind of business in which engaged, stating whether the respondent's title is that of ownership or whether the property is held under lease or other incomplete title. All peculiarities of title should be explained. Each item of property investment amounting to \$1,000.00 or more should be separately stated and each item whose net profit or net loss for the year (as per column (h), regardless of amount of investment) is \$50.000 or more should also be separately stated. All other

items may be combined in a single entry designated "All other items."

3. If any of the individual items of property shown in column (a) were acquired in consideration of stocks, or of bonds or other evidence of debt, or in exchange for other property, enter in column (c) only the amount at which carried in respondent's books and in a footnote give a full description of the consideration actually paid. Also if the actual money cost to respondent is different from that shown in column (c), give particulars in a footnote.

4. If any property investment includible in this schedule, amounting to \$250.000 or more, was disposed of during the year, give particulars in a footnote.

Line No.	Item (Kind and location of property, and nature of business, if any) (a)	A. INVESTMENT (ACCOUNT 737)			
		Year of acquisition (b)	Charges during the year (c)	Credits during the year (d)	Balance at close of year (See also 3) (e)
1	All other items		\$ 15	\$ 2	\$ 524
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22	Total	XXXX	15	2	524

NOTES AND REMARKS

214. MISCELLANEOUS PHYSICAL PROPERTY—Continued

5. In section B include in column (f) the gross amount of revenue or income included in accounts 502 and 511, in column (g) the gross amount of expenses (including depreciation) charged to accounts 511 and 534, in column (h) the amount of taxes charged to accounts 535 and 544 for the year, and in column (i) the net profit or loss of columns (f) minus (g) and (h).

6. Any differences between the total of column (h) and the totals of accounts 535 and 544, and differences between the total of column (i) and the net total of accounts 502, 511, 534, 535, and 544, of such accounts in Schedule 300, "Income Account for the Year," should be explained in a footnote.

7. In section C give an analysis of account 738, "Accrued depreciation—Miscellaneous physical property," for each item shown in column (a). Show in column (n) the percentage or composite rate used by the respondent for computing the amount of depreciation credited to the account during the year. Any adjustments of importance included in columns (j) and (k) should be fully explained in a footnote.

8. The word "item" as herein used means a unit or composite of an investment in or operation of property such as a powerplant, a mine, an amusement park, etc., together with ancillary property or operations. (Dollars in thousands)

B. REVENUES, INCOME, EXPENSES AND TAXES CREDITED AND DEBITED TO ACCOUNTS 502, 511, 534, 535 AND 544 DURING THE YEAR

C. DEPRECIATION RESERVE (ACCOUNT 738)

Revenues or income (f)	Expenses (g)	Taxes (h)	Net profit for year after taxes (i, loss) (i)	Credits during the year (j)	Debits during the year (k)	Balance at close of year (l)	Rate (m)	Rate (n)	Line No.
\$ 52	\$	\$ 49	\$ 3	\$	\$	None		%	1
									2
									3
									4
									5
									6
									7
									8
									9
									10
									11
									12
									13
									14
									15
									16
									17
									18
									19
									20
									21
52		49	3			None		XXXXX	22

NOTES AND REMARKS

(Give description and particulars for each item or class of items of like description in accounts Nos. 741, "Other assets," and 743, "Other deferred charges," at the close of the year. Show debtor (or class of debtors) for deferred assets and appropriate description for item, or class of items, of deferred charges. Show the three largest items regardless of the dollar amount and all other items (or the aggregate of a class of items of the description) amounting to \$250,000 or more. Each item or class of items of like description amounting to less than \$250,000 may be com-

blended into a single entry designated "Other items, each less than \$250.00". The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200. 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)

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INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 210 ON PAGES 56, 57, 58 AND 59

Give particulars of the various issues of securities in accounts Nos. 765, "Funded debt unmatured," 766, "Debt in default," 767, "Receivers' and trustees' securities," 768, "Equipment obligations," and 769, "Equipment obligations and other debt due within 1 year," at the close of the year, together with interest accrued and interest paid during the year and total amount of matured interest in default. Include receipts outstanding for funded debt with their respective issues. List entries under captions of account numbers and titles, and insert total for each account.

In column (a) show the symbol and name, and account number of each bond or other obligation according to the following designations in the numerical order given, and give a total for each such numerical alphabetical and each numerical group and for each account:

(1) MORTGAGE BONDS:

- (a) With fixed interest.
- (b) With contingent interest.

(2) COLLATERAL TRUST BONDS:

- (a) With fixed interest.
- (b) With contingent interest.

(3) UNSECURED BONDS (Debentures):

- (a) With fixed interest.
- (b) With contingent interest.

(4) EQUIPMENT OBLIGATIONS:

- (a) Equipment securities (Corporation).
- (b) Equipment securities (Receivers' and Trustees').
- (c) Conditional or deferred payment contracts.

(5) MISCELLANEOUS OBLIGATIONS.

(6) RECEIVERS' AND TRUSTEES' SECURITIES (Other than equipment obligations).

(7) SHORT-TERM NOTES IN DEFAULT.

Columns (f), (g), (h), (i), and (j) are intended further to classify the obligations of the company and are to be answered "yes" or "no." If an issue is a serial issue, the last date of maturity should be shown in column (c) preceded by the letter "S." If the payments required in the contracts for equipment obligations are unequal in amount (except for the last payment) or are to be made at irregular intervals, show a symbol against the entry made in column (c) opposite the name of such obligations and give particulars in a footnote.

If the issue is an income bond, the entry in column (d) should be the annual maximum rate of interest specified by the indenture. In column (k) show the approximate number of miles of road on which the mortgage is a direct first lien and in column (l) the approximate number of miles of road on which the mortgage is a direct junior lien. Do not consider any road or other property indirectly subject to either a first or junior lien through the pledge of collateral, leaseholds, or other contractual rights in making the returns required in columns (f), (g), (h), and (i).

In column (m) enter the amount of debt both nominally and actually issued up to the date of the report and not the amount authorized. In the event debt is assumed, column (m) should include the amount of debt issued by the original debtor.

No entries shall be made in this schedule with respect to issues of matured obligations nominally issued or nominally outstanding when no parts of such issues are actually outstanding.

For definition: "nominally issued," "nominally outstanding," "actually issued," and "actually outstanding," see schedule 228.

Entries in columns (v) and (w) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

In column (y) enter the total in account No. 76, "Interest in default," at the close of the year.

The grand totals of columns (n) and (z), when combined, should equal the sum of the amounts stated in short column (a₂) for accounts Nos. 764, 765, 766, 767, and 768 in schedule 200, "Comparative General Balance Sheet—Liabilities and Shareholders' Equity."

On page 59 give particulars of changes during the year in funded debt and other obligations. In column (z), state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. Also, give the number and date of authorization by the public authority under whose control such issue was made, naming such authority. For nominally issued securities, show returns in columns (z) and (aa) only.

For each class of securities actually issued or assumed, the sum of the entries in columns (bb) and (cc), plus discounts or less premiums, such discounts or premiums to be shown in a footnote applicable to each issue, should equal the entry in column (aa). For definition of expense, reportable in column (cc), see Definition 10 in the Uniform System of Accounts for Railroad Companies.

Particulars concerning the reacquirement of securities that were actually outstanding should be reported on pages 58 and 59 columns (a), (dd), and (ee). Include those securities that have been called for payment during the year for which liability has been transferred to account No. 763, "Other current liabilities."

Show dollars in thousands.

NOTES AND REMARKS

- Note 1 - Interest at prime rate plus .025%
- Note 2 - Interest at prime rate plus .050%
- Note 3 - Interest at 130% of prime rate
- Note 4 - Interest at prime rate plus 2%
- Note 5 - Interest at prime rate plus .050%

218. FUNDED DEBT AND OTHER OBLIGATIONS (Dollars in thousands)

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		SINKING FUND PROVISIONS (Answer "Yes" or "No")			SINKING FUND PAYMENTS		REDEMPTION PROVISIONS	
				Rate percent per annum (current year)	Dates due	Cap-voidable	Call prior to maturity other than for sinking fund	Sinking fund	First five years	After five years	First five years	After five years
1	Acct. 764 & Acct. 765											
2	(1a) Mortgage Bonds											
3	First and General											
4	Mortgage Bonds,											
5	Series A, due 1983											
6	(D&N R.R. Corp.)	5-1-63	5-1-83	5.50	10-1-81	No	Yes	Yes	Yes	Yes	675	
7												
8	First & General											
9	Mortgage Bonds,											
10	Series B, due 1983											
11	(D&N Ry. Co.)	3-1-71	3-1-83	9.50		No	Yes	No	Yes	Yes	675	
12												
13	First & General											
14	Mortgage Bonds,											
15	Series C, due 1990											
16	(D&N Ry. Co.)	3-15-76	12-20-90	9.25		No	No	No	Yes	Yes	675	
17												
18	First & General											
19	Mortgage Bonds,											
20	Series D, due 1990											
21	(D&N Ry. Co.)	3-15-76	12-20-90	9.25		No	No	No	Yes	Yes	675	
22												
23	First & General											
24	Mortgage Bonds,											
25	Series E, due 1990											
26	(D&N Ry. Co.)	10-7-76	12-20-90	9.25		No	No	No	Yes	Yes	675	
27												
28	First & General											
29	Mortgage Bonds,											
30	Series F, due 1990											
31	(D&N Ry. Co.)	4-7-77	12-20-90	9.25		No	No	No	Yes	Yes	675	
32												
33	Total (1a) Mortgage Bonds											
34												
35												
36												
37												
38												
39												
40												
41												
42												
43												
44												
45												
46												
47												
48												
49												
50												
51												
Grand Total										675	675	

310. FINANCIAL STATEMENT AND OTHER DISBURSEMENTS—Continued

Total amount actually and "credit" issued	AMOUNT FINALLY ISSUED AND—		Total amount actually issued	AMOUNT REACQUIRED AND—		TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treasury or placed (directly placed) accounts by symbol "H" (symbol "H")	Canceled		Cancelled through sinking fund or otherwise cancelled (directly cancelled) through sinking fund by symbol "H" (symbol "H")	Held in special funds or in treasury or placed (directly placed) accounts by symbol "H" (symbol "H")	Unmatured (accounts 705, 706, and 707)	Unmatured (account 704)	Matured and provision made for payment (account 703)	
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	
									1
									2
									3
									4
									5
									6
									7
									8
									9
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									50
									51

210. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 96)	AMOUNT OF INTEREST ACCRUED DURING YEAR		Amount of interest paid during year	Total charges of interest in cash
		Charged to income	Charged to investment accounts		
(a)		(v)	(vi)	(x)	(vi)
1	Acct. 764 & Acct. 765	\$	\$	\$	\$
2	(a) Mortgage Bonds				
3	First and General				
4	Mortgage Bonds,				
5	Series A, due 1983				
6	(D&H R.R. Corp.)	302		299	
7					
8	First & General Mortgage				
9	Bonds, Series B,				
10	due 1983				
11	(D&H Ry. Co.)				
12					
13	First & General				
14	Mortgage Bonds,				
15	Series C, due 1990				
16	(D&H Ry. Co.)				
17					
18	First & General				
19	Mortgage Bonds,				
20	Series D, due 1990				
21	(D&H Ry. Co.)				
22					
23	First & General				
24	Mortgage Bonds,				
25	Series E, due 1990				
26	(D&H Ry. Co.)				
27					
28	First & General				
29	Mortgage Bonds,				
30	Series F, due 1990				
31	(D&H Ry. Co.)				
32					
33	Total (1a) Mortgage Bonds	302		299	
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49					
50					
51	Grand Total				

212:8 PUNTER OUTLAND OUTRIG BOAT MARKER - C-100-14-

SECURITY IS USED ON A WIDE BASIS DURING YEAR 1

[illegible]

218. FUNDED DEBT AND OTHER OBLIGATIONS (Dollars in thousands)

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DEBT OBLIGATION PROVIDES FOR— (Answer "Yes" or "No")			BOTH PROPERTY AND DEBT OBLIGATION SUBJECT TO LIE IN OR TO THE OBLIGATION?— (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	Acct. 764 & Acct. 766											
2	(4C) EQUIPMENT											
3	Obligations											
4	First National City											
5	Bank of N.Y.											
6	9 Diesel Locos.	3-1-65	58-1-68	4-1/2	Quarterly	No	Yes	No	Yes			
7	150 Box Cars	3-1-65	58-1-74	4-5/8	"	No	Yes	No	Yes			
8	140 Hopper Cars	3-1-65	58-1-80	4-3/4	"	No	Yes	No	Yes			
9												
10	First National City											
11	Bank of N.Y.											
12	200 Box Cars	3-1-66	58-1-68	5	"	No	Yes	No	Yes			
13	125 Ore Cars	3-1-66	58-1-71	5-1/8	"	No	Yes	No	Yes			
14		3-1-66	58-1-81	5-1/4	"	No	Yes	No	Yes			
15												
16	First National City											
17	Bank of N.Y.											
18	6 Diesel Locos.	4-25-67	55-1-69	5-1/2	"	No	No	No	Yes			
19	200 Box Cars	4-25-67	55-1-72	5-5/8	"	No	No	No	Yes			
20		4-25-67	55-1-82	5-3/4	"	No	No	No	Yes			
21												
22	First National City											
23	Bank of N.Y.											
24	9 Diesel Locos.	11-1-67	51-31-70	6	"	No	No	No	Yes			
25	100 Hopper Cars	11-1-67	51-31-73	6-1/4	"	No	No	No	Yes			
26		11-1-67	51-1-83	6-5/8	"	No	No	No	Yes			
27												
28	First National City											
29	Bank of N.Y.											
30	16 Diesel Locos.	5-15-68	51-30-73	Note 1	"	No	No	No	Yes			
31	200 Hopper Cars	5-15-68	59-1-83	6-7/8	"	No	No	No	Yes			
32	8 Cabooses											
33												
34	Continental Illinois											
35	National Bank &											
36	Trust Co. of Chicago											
37	169 Box Cars	9-15-71	510-1-82	Note 2	"	No	No	No	Yes			
38												
39	Continental Illinois											
40	National Bank &											
41	Trust Co. of Chicago											
42	9 Diesel Locos.	5-12-75	55-12-81	Note 3	"	No	No	No	Yes			
43												
44	Continental Illinois											
45	Leasing Corp.											
46	145 Freight Cars	5-12-75	55-12-81	Note 3	"	No	No	No	Yes			
47												
48												
49												
50												
51												
Grand Total									XXX	XXX	XXX	XXX

210. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued (m)	AMOUNT NOMINALLY ISSUED AND—		Total amount actually issued (p)	AMOUNT REACQUIRED AND—		TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P" matured by symbol "M") (n)	Canceled (o)		Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S") (q)	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P" matured by symbol "M") (r)	Unmatured (accounts 765, 766, and 767) (s)	Unmatured (account 764) (t)	Matured and no provision made for payment (account 768) (u)	
\$	\$	\$	\$	\$	\$	\$	\$	\$	1
									2
									3
									4
									5
960			960	960					6
1 920			1 920	1 920					7
1 920			1 920	1 129		471	320		8
									9
									10
									11
500			500	500					12
750			750	750					13
2 500			2 500	1 630		620	250		14
									15
									16
									17
480			480	480					18
720			720	720					19
2 400			2 400	1 320		840	240		20
									21
									22
									23
480			480	480					24
720			720	720					25
2 400			2 400	1 140		1 020	240		26
									27
									28
									29
1 978			1 978	1 978					30
3 957			3 957	1 682		1 879	396		31
									32
									33
									34
									35
									36
2 000			2 000	1 200		600	200		37
									38
									39
									40
1 550			1 550	646		646	258		41
									42
									43
									44
1 627			1 627	684		673	270		45
									46
									47
									48
									49
									50
									51

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 56)	AMOUNT OF INTEREST ACCRUED DURING YEAR		Amount of interest paid during year	Total amount of interest in default
		Charged to income	Charged to investment accounts		
	(a)	(v)	(w)	(x)	(y)
1	Acct. 764 & Acct. 766	\$	\$	\$	\$
2	(4C) Equipment				
3	Obligations				
4	First National City				
5	Bank of N.Y.				
6	9 Diesel Locos.				
7	150 Box Cars				
8	140 Hopper Cars	44		47	
9					
10	First National City				
11	Bank of N.Y.				
12	200 Box Cars				
13	125 Ore Cars	51		54	
14					
15					
16	First National City				
17	Bank of N.Y.				
18	6 Diesel Locos.				
19	200 Box Cars	68		71	
20					
21					
22	First National City				
23	Bank of N.Y.				
24	9 Diesel Locos.				
25	100 Hopper Cars	89		93	
26					
27					
28	First National City				
29	Bank of N.Y.				
30	16 Diesel Locos.				
31	200 Hopper Cars				
32	8 Cabooses	171		173	
33					
34	Continental Illinois				
35	National Bank &				
36	Trust Co. of Chicago				
37	169 Box Cars	65		67	
38					
39	Continental Illinois				
40	National Bank &				
41	Trust Co. of Chicago				
42	9 Diesel Locos.	91		92	
43					
44	Continental Illinois				
45	Leasing Corp.				
46	145 Freight Cars	96		96	
47					
48					
49					
50					
51	Grand Total				

21A. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR				SECURITIES REACQUIRED DURING YEAR		Line No.
Purpose of the issue and authority	Par value	Net proceeds received for issue (cash or its equivalent)	Expense of issuing securities	AMOUNT REACQUIRED		
				Par value	Purchase price	
(a)	(aa)	(bb)	(cc)	(dd)	(ee)	
	\$	\$	\$	\$	\$	1
						2
						3
						4
						5
						6
						7
				320	320	8
						9
						10
						11
				254	254	12
						13
						14
						15
						16
						17
				240	240	18
						19
						20
						21
						22
						23
				240	240	24
						25
						26
						27
						28
						29
						30
						31
				396	396	32
						33
						34
						35
						36
				200	200	37
						38
						39
						40
				258	258	41
						42
						43
						44
						45
				278	278	46
						47
						48
						49
						50
Grand Total						51

218. FUNDED DEBT AND OTHER OBLIGATIONS (Dollars in thousands)

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DEBT OBLIGATION PROVIDING FUND— (Answer "Yes" or "No")			OTHER PROPERTY (REAL OR PERSONAL OR LEASED) SUBJECT TO LIEGE OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—		
				Rate percent per annum (current year)	Dates due	Conversion	Call prior to maturity other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien	
													(f)
1	Acct. 764 & Acct. 766												
2	(4c) Equipment												
3	Obligations (Cont'd.)												
4	Cleveland Trust Co.												
5	125 Open Top												
6	Hopper Cars)	4-1-76	54-1-77	6-1/4	A1-01	No	No	No	Yes				
7													
8	Litibank, N.A.												
9	55 Covered Hoppers)	4-1-76	57-1-81	6-1/4	J1-J1	No	No	No	Yes				
10													
11	Union Commerce Bank												
12	100 Gondola Cars)	4-1-76	511-1-77	6-3/4	M1-N1	No	No	No	Yes				
13													
14	Continental Illinois												
15	National Bank &												
16	Trust Co. of Chicago												
17	150 Gondola Cars)	4-1-76	511-1-79	Note 4	M1-N1	No	No	No	Yes				
18													
19	Total (4c) Equipment Obligations												
20													
21	Acct. 764 & Acct. 765												
22	(5) Miscellaneous												
23	Obligations												
24	Secured Notes - Banks	3-24-71	4-1-77	Note 5	Quarterly	No	Yes	Yes					
25													
26	Secured Notes - Ins.												
27	Companies	3-24-71	4-1-78	9-1/2	71-01	No	No	No					
28													
29	Secured Notes - Class												
30	A - U.S.R.A.	3-15-76	12-20-90	8.66	J20-D20	No	Yes	No					
31													
32	Secured Notes - Class												
33	B - U.S.R.A.	3-15-76	12-20-90	8.66	J20-D20	No	Yes	No					
34													
35	Secured Notes - Class												
36	A - U.S.R.A.	1-25-77	12-20-90	7.625	J20-D20	No	Yes	No					
37													
38	Secured Notes - Class												
39	A - U.S.R.A.	8-8-77	12-20-90	8	J20-D20	No	Yes	No					
40													
41	Secured Notes - Class												
42	A - U.S.R.A.	12-29-77	12-20-90	8.375	J20-D20	No	Yes	No					
43													
44	Total (5) Miscellaneous Obligations												
45													
46													
47													
48													
49													
50													
51													
	Grand Total	xxx	xxx	xxx	xxx								

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued (m)	AMOUNT NOMINALLY ISSUED AND—		Total amount actually issued (p)	AMOUNT REACQUIRED AND—		TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M") (n)	Canceled (o)		Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S") (q)	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M") (r)	Unmatured (accounts 765, 766, and 767) (s)	Unmatured (account 764) (t)	Matured and no provision made for payment (account 769) (u)	
\$	\$	\$	\$	\$	\$	\$	\$	\$	1
									2
									3
									4
									5
1 334	X		1 334	1 334					6
									7
634			634	468		125	41		8
									9
									10
1 323	X		1 323	1 323					11
									12
									13
									14
									15
571			571	245		163	163		16
									17
30 724			30 724	21 309		7 037	2 378		18
									19
									20
									21
									22
									23
5 000			5 000	5 000					24
									25
									26
1 750			1 750				1 750		27
									28
									29
14 567*			14 567*			14 567*			30
									31
									32
7 867*			7 867*			7 867*			33
									34
									35
2 596*			2 596*			2 596*			36
									37
									38
2 045*			2 045*			2 045*			39
									40
									41
2 000			2 000			2 000			42
									43
35 825			35 825	5 000		29 075	1 750	(5)	44
									45
									46
									47
									48
									49
									50
101 549	21 000		80 549	34 944		41 052	4 553		51

*Interest due 12/20/77 deferred and added to principal

216. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same basis and in same order as on page 56)	AMOUNT OF INTEREST ACCRUED DURING YEAR		Amount of interest paid during year	Total amount of interest in default
		Charged to income	Charged to investment accounts		
(a)	(v)	(w)	(x)	(y)	
1	Acct. 764 & Acct. 766	\$	\$	\$	\$
2	(4c) Equipment				
3	Obligations (Cont'd.)				
4	Cleveland Trust Co.				
5	125 Open Top				
6	Hopper Cars)	1		2	
7					
8	Citibank, N.A.				
9	55 Covered Hoppers)	12		13	
10					
11	Union Commerce Bank				
12	100 Gondola Cars)	5		7	
13					
14	Continental Illinois				
15	National Bank &				
16	Trust Co. of Chicago				
17	150 Gondola Cars)	37		38	
18					
19	Total (4c) Equipment Obligations	730		753	
20					
21	Acct. 764 & Acct. 765				
22	(5) Miscellaneous				
23	Obligations				
24	Secured Notes - Banks	16		16	
25					
26	Secured Notes - Ins.				
27	Companies	166		166	
28					
29	Secured Notes - Class				
30	A - U.S.R.A.	1 211		603	
31					
32	Secured Notes - Class				
33	B - U.S.R.A.	654		326	
34					
35	Secured Notes - Class				
36	A - U.S.R.A.	166		64	
37					
38	Secured Notes - Class				
39	A - U.S.R.A.	51			
40					
41	Secured Notes - Class				
42	A - U.S.R.A.	1			
43					
44	Total (5) Miscellaneous Obligations	2 265		1 175	
45					
46					
47					
48					
49					
50					
51	Grand Total	3 297		2 223	

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR				SECURITIES REACQUIRED DURING YEAR		Line No.
Purpose of the issue and authority (a)	Par value (aa)	Net proceeds received for issue (cash or its equivalent) (bb)	Expense of issuing securities (cc)	AMOUNT REACQUIRED		
				Par value (dd)	Purchase price (ee)	
	\$	\$	\$	\$	\$	1
						2
						3
						4
				56	56	5
						6
				42	42	7
						8
				132	132	9
						10
						11
						12
						13
						14
						15
				164 82	82	16
						17
				2 498	2 498	18
				2,578		19
						20
						21
						22
						23
				1 200	1 200	24
						25
						26
						27
						28
Working Capital	606*	606*				29
"	327*	327*				30
"	2 596*	2 596*	10			31
"	2 045*	2 045*				32
"	2 000	2 000				33
						34
						35
						36
						37
						38
						39
						40
						41
						42
						43
						44
						45
						46
						47
						48
						49
						50
Grand Total	7 574	7 574	10	4 198	4 033	51

*Interest due 12/20/77 deferred and added to principal

**Includes interest due 12/20/77 deferred and added to principal

219. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in schedule 218, "Funded Debt and Other Obligations" (accounts Nos. 764, "Equipment obligations and other debt due within 1 year" and 765, "Equipment obligations") at the close of the year. In column (a) show the name by which the equipment obligation is designated and in column (b) show the classes of equipment and the number of units cov-

ered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

(Dollars in thousands)

Line No.	Designation of equipment obligation (List names in the same order as in schedule 218)	Description of equipment covered	Contract price of equip- ment acquired	Cash paid on accept- ance of equipment
	(a)	(b)	(c)	(d)
1	Conditional Sale		\$	\$
2	Agreements	9 Diesel Electric Locomotives,		
3		140 Hopper Cars and 150		
4		Box Cars	6 003	1 203
5	"	200 Box Cars and 125 Ore Cars	4 676	926
6	"	6 Diesel Electric Locomotives		
7		and 200 Box Cars	4 582	982
8	"	9 Diesel Electric Locomotives		
9		and 100 Covered Hoppers	3 721	121
10	"	16 Diesel Electric Locomotives,		
11		200 Open Top Hoppers and 8		
12		Caboose	6 223	288
13	"	169 Box Cars	2 000	-
14	"	9 Diesel Electric Locomotives	1 550	-
15	"	145 Freight Cars	1 627	-
16	"	125 Open Top Hopper Cars	1 334	-
17	"	55 Covered Hopper Cars	797	163
18	"	100 Gondola Cars	1 323	-
19	"	150 Gondola Cars	571	-
20				
21				
22		32,067 (45)	31,750	3,683
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
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36				
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42				
43				
44				
45				
46				
47				
48				
49				
50				

230. INTEREST ON INCOME BONDS

1. Give particulars concerning interest payable, accrued, paid, and accumulated and unpaid on the securities having contingent interest provisions classified as (1) Mortgage Bonds, (2) Collateral Trust Bonds, and (3) Unsecured Bonds (Debentures), in schedule 218, "Funded Debt and Other Obligations."

2. In columns (a), (b), and (c) state the name, amount, and nominal rate of interest shown in columns (a), (v), and (d), respectively, in schedule 218, for each security of the kind indicated. List the names of such securities in the same order as in schedule 218.

3. In column (d) show the amount of interest payable for the year at the nominal rate, if earned, on all of the bonds outstanding at the close of the year plus those retired during the year.

4. In column (e) show the amount of interest charged to the income account for the year.

5. In column (f) show the difference between columns (d) and (e).

6. In columns (h), (i), and (j) show the amounts of interest actually paid during the year, segregated in columns (h) and (i) between payments applicable to the current year's accruals, and those applicable to past accruals.

7. In column (k) enter the maximum accumulation of unpaid interest as provided for in the bonds.

8. In column (l) show the sum of unearned interest accumulated under the provisions of the security plus the earned interest unpaid at the close of the year.

9. In the second section of this schedule show the particulars of the several items on the same lines and in the same order as in the first section.

(Dollars in thousands)

Line No.	Name of issue (from schedule 218) (a)	Amount actually outstanding (from schedule 218) (b)	Nominal rate of interest (from schedule 218) (c)	AMOUNT OF INTEREST	
				Maximum amount payable, if earned (d)	Amount actually payable under contingent interest provisions, charged to income for the year (e)
1	None	\$		\$	\$
2					
3					
4					
5					
6					
7					
8					
9					
10					

AMOUNT OF INTEREST—Continued

Line No.	DIFFERENCE BETWEEN MAXIMUM PAYABLE IF EARNED AND AMOUNT ACTUALLY PAYABLE		TOTAL PAID WITHIN YEAR			Maximum period or percentage for which cumulative, if any (h)	Total accumulated unearned interest plus earned interest unpaid at the close of year (i)
	Current year (f)	All years to date (g)	On account of current year (h)	On account of prior years (i)	Total (j)		
1	\$	\$	\$	\$	\$		\$
2							
3							
4							
5							
6							
7							
8							
9							
10							

22. AMOUNTS PAYABLE TO AFFILIATED COMPANIES

Give full particulars of amounts payable by the respondent to affiliated companies, as defined in connection with account No. 700, "Amounts payable to affiliated companies," in the Uniform System of Accounts for Railroad Companies. If any such amounts are evidenced by notes, each note should be separately shown in column (a). Entries in columns (d) and

(e) should include interest accruals and interest payments on debts retired during the year, even though no portion of the debt remained outstanding at the close of the year. Show, also, in f. footnote, particulars of interest charged to cost of property. (Dollars in thousands)

Line No.	Name of creditor company (a)	Rate of interest (b)	Balance at beginning of year (c)	Balance at close of year (d)	Interest accrued during year (e)	Interest paid during year (f)
1	Northern Coal and Iron	% \$	\$	\$	\$	\$
2	Company - Open Account					
3	Hudson River Estates, Inc.		1 500	1 500		
4			50	50		
5						
6						
7						
8						
9						
10						
	TOTAL		1 550	1 550		

NOTES AND REMARKS

223. ITEMS IN SELECTED CURRENT LIABILITY ACCOUNTS

Give description and particulars for each item or class of items as the description in accounts Nos. 751, "Loans and notes payable"; 752, "Accrued accounts payable"; and 763, "Other current liabilities," at the close of the year. Show character of loans and notes, with name of creditor (or class of creditors), date of loan and maturity, and appropriate description for each class of accrued accounts payable and for the other current liabilities. Show (1) all items (or the aggregate of a class of items of like description) amounting to \$250,000, or more; however, if the carrier has no items amounting to \$250,000, or more, show the three largest individual items of \$100,000, or more.

Show (2) each other item or class of items of like description amounting to less than \$250,000, or \$100,000, as applicable, combined into a single entry designated "Other items, each less than \$250,000, or \$100,000, as applicable." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200. 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.

Report dollars in thousands.

Line No.	Account No. (a)	Item (b)	Amount (c)
1	759	Estimated liability for vacations earned in 1977, the payment for which is to be made in 1978	2 296
2	"	Damage account derailments	370
3	"	Per Diem and mileage accruals	2 248
4	"	Loss and damage claims payable within one year	1 286
5	"	Personal injury accruals	371
6	"	Accrual for December 1977 payroll expense to be handled in subsequent month's account "Wages Payable"	407
7	"	Accruals for rent payable for lease of equipment	660
8	"	Other items, each less than \$250,000	10 428
9		Total Account 759	18 571
10			
11	763	Prepaid freight charges	1 216
12	"	Contract advance payment by Amtrak	107
13	"	Certified liability for grade crossing eliminations - State of New York	86
14	"	Other items, each less than \$250,000	14
15		Total Account 763	1 423
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
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36			
37			
38			
39			
40			
41			
42			
43			
44			
45			

224. FEDERAL INCOME TAX (SEE INSTRUCTIONS)

On the particular estate for which this return is filed, the decedent's estate is the estate of the decedent for purposes of the Federal income tax under section 641.

On the particular estate for which this return is filed, the decedent's estate is the estate of the decedent for purposes of the Federal income tax under section 641.

Line No.	Kind of asset (see instructions)	Proceeds (see instructions)	Cost or other basis (see instructions)	Gain or loss (see instructions)
1	Total (see instructions)	\$ 1	\$ 1	\$ 0
2	Real property (see instructions)		3982	3982
3	Other property (see instructions)		4821	4821
4	Unemployment insurance (see instructions)		2900	2900
5	Medical insurance (see instructions)		132	132
6	Medical insurance (see instructions)		366	366
7	All other (see instructions)	382		686
	Total (see instructions)	382	11081	11081

NOTES AND EXPLANATIONS

225. ITEMS IN SELECTED RESERVE AND OTHER LIABILITY ACCOUNTS

Give description and particulars for each item or class of items of like description in accounts Nos. 771, "Pension and welfare reserves"; 774, "Casualty and other reserves"; 782, "Other liabilities"; and 784 "Other deferred credits," at the close of the year. Show creditor (or class of creditors) for deferred liabilities, and appropriate description of each class of operating reserve and for items of deferred credits. Show the three largest items regardless of the dollar amount and all other items for the aggregate of a class of items of like description,

amounting to \$250,000 or more. Each item or class of items of like description amounting to less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200. 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	771	Pension Plan Reserves	\$ 3 030
2			
3	774	Personal injury accruals	557
4	"	Estimated liability for loss and damage claims due	
5	"	after one year	155
6	"	Estimated liability for overcharge claims due after one year	7
7		Total Account 774	719
8			
9	782	Certified liability for grade crossing elimination -	
10	"	State of New York	848
11	"	Cost of construction of industrial tracks - subject to refund	145
12	"	Other items	11
13		Total Account 782	1 004
14			
15	784	New York State Grant - subject to amortization (See Note, Page 15)	5 594
16	"	Amounts due railroads in reorganization	674
17	"	Contra to amount set up in Account 741, representing per diem	
18	"	due this carrier from a carrier dissenting from standard and	
19	"	multi-level per diem agreements (see Schedule 216)	275
20	"	Other items, each less than \$250,000	512
21		Total Account 784	7 055
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42			
43			
44			
45			

NOTES AND REMARKS

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization (the date of the latest assent or ratification necessary to its validity) should be shown; e.g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent of

a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be nominally issued when certificates are signed and sealed and placed 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 is-

sued when sold to a bona fide purchaser for a valuable consideration, and such purchaser 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 require them to be considered as held alive, and not canceled or retired, they are considered to be nominally outstanding.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (h) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (h)).

(Dollars in thousands)

Line No	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	Dividend rate specified in contract	Total amount of accumulated dividends	PREFERRED STOCK						
						Cumulative		Noncumulative: "Yes" or "No"	Other Provisions of contract			
						To extent earned ("Yes" or "No")	Fixed \$ rate or percent specified by contract		Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	Participating Dividends	
											Fixed amount or percent (Specify)	Fixed ratio with common (Specify)
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
1	Common	7-1-68	\$ 1	XXXXX	XXX XXX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXX
2				XXXXX	XXX XXX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXX
3				XXXXX	XXX XXX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXX
4				XXXXX	XXX XXX	XXXXX	XXXXXXXX	XXXXX	XXXXX	XXXXXXXX	XXXXXX	XXXXXX
5	Preferred											
6												
7												
8	Debenture											
9	Receipts outstanding for installments paid*											
10	TOTAL	XXXX	XXXX	XXXXX		XXXXXX	XXXXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX

Line No.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK					STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR				
	Authorized	Authorized	Nominally Issued and		Actually issued	Rescquired and		Number of shares	Par value of par-value stock	Book value of stock without par value
			Held in special funds or in treasury, pledged (Identify pledged securities by symbol "P")	Canceled		Canceled	Held in special funds or in treasury, pledged (Identify pledged securities by symbol "P")			
	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	(v)
1	1 000	1 000			1 000			1 000	1 000	
2										
3										
4										
5										
6										
7										
8										
9										
10	XXXX	XXXX	XXXX	XXXX	XXXX	XXXX	XXXX	1 000	1 000	

*State the class of capital stock covered by the receipts.

229. CAPITAL STOCK CHANGES DURING THE YEAR

Give full particulars of stocks actually or nominally issued (either original issues or reissues) and of stocks reacquired or canceled during the year.

In the second section of the schedule show the particulars of the several issues on the same lines and in the same order as in the first section.

In column (c) state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. If an issue of securities was authorized for more than one purpose, state amount applicable to each purpose. Also give the number and date of the authorization by the public authority

under whose control such issue was made, naming such authority. In column (e) include as cash all money, checks, drafts, bills of exchange and other commercial paper payable at par on demand. For nominally issued stock, show returns in columns (a), (b), (c), and (d) only. For each class of stock actually issued, the sum of the entries in columns (e), (f), and (h), plus discounts or less premiums in column (g), should equal the total par value or the book value represented by the total number of shares reported in column (d).

Particulars concerning the reacquirement of stock that was actually outstanding should be given in columns (a), (i), and (j).
(Dollars in thousands)

Line No.	Class of stock (a)	Date of issue (b)	STOCKS ISSUED DURING YEAR		
			Purpose of the issue and authority (c)	Par value (for nonpar stock show the number of shares) (d)	Net proceeds received for issue (cash or its equivalent) (e)
1			None	\$	\$
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
			Total		

Line No.	STOCKS ISSUED DURING YEAR—Continued			STOCKS REACQUIRED DURING YEAR		Remarks (k)
	Cash value of other property acquired or services received as consideration for issue (f)	Net total discounts (in black) or premiums (in red). Excludes entries in column (h) (g)	Expense of issuing capital stock (i)	Par value (For nonpar stock show the number of shares) (j)	Purchase price (l)	
1	\$	\$	\$	\$	\$	
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						

230. STOCK LIABILITY FOR CONVERSION OF SECURITIES OF OTHER COMPANIES

If at the close of the year respondent was subject to any liability to issue its own capital stock in exchange for outstanding securities of constituent of other companies, give full particulars thereof hereunder, including names of parties to contracts and abstracts of terms of contracts whereunder such liability exists.

None

231. CAPITAL SURPLUS

Give an analysis in the form called for below of capital surplus accounts. In column (a) give a brief description of the item added or deducted and in column (b) insert the contra account number to which the

amount stated in column (c), (d) or (e) was charged or credited. (Dollars in thousands)

Line No.	Item (a)	Contra account number (b)	ACCOUNT NO.		
			794. Premiums and Assessments on Capital Stock (c)	795. Paid-In Surplus (d)	796. Other Capital Surplus (e)
1	Balance at beginning of year	X X X	\$	\$ 41 263	\$
	Additions during the year (describe):				
2					
3					
4					
5					
6	Total additions during the year	X X X			
	Deductions during the year (describe):				
7					
8					
9					
10	Total deductions	X X X			
11	Balance at close of year	X X X		\$ 41 263	

232. RETAINED INCOME—APPROPRIATED

Give an analysis in the form called for below of account No. 797, "Retained income—Appropriated." (Dollars in thousands)

Line No.	Class of appropriation (a)	Credits during year (b)	Debits during year (c)	Balance at close of year (d)
		\$	\$	\$
1	Additions to property through retained income			
2	Funded debt retired through retained income			
3	Sinking fund reserves			
4	Retentive per diem funds			
5	Miscellaneous fund reserves			
6	Retained income—Appropriated not specifically invested			
	Other appropriation (specify):			
7				
8				
9	None			
10				
11				
12				
13				
14				
15				
16	TOTAL			

233. CONTINGENT ASSETS AND LIABILITIES

1. Give particulars with respect to contingent assets and liabilities at the close of the year, in accordance with Instruction 6-6 in the Uniform System of Accounts for Railroad Companies, that are not reflected in the accounts of the respondent. Show the three largest items regardless of the dollar amount and all other items amounting to \$250,000, or more. If an actual monetary amount is not known and an estimate of the amount of any item involved is not feasible, disclosure should be made describing the contingency and explaining why an estimate is not determinable.

Examples of contingent liabilities are items which may become obliga-

tions as a result of pending or threatened litigation, assessments or possible assessments of additional taxes and agreements or obligations to repurchase securities or property.

2. Information concerning the guaranties and suretyships are to be shown in other schedules provided for those items and not in this schedule.

3. In column (a) give a description of each item of contingent assets and liabilities under an inserted caption "CONTINGENT ASSETS" or "CONTINGENT LIABILITIES," as appropriate, and in column (b) show the amount of each item.

(Dollars in thousands)

Line No.	Item (a)	Amount (b)
1	None	\$
2		
3		
4		
5		
6		
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9		
10		
11		
12		
13		
14		
15		
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24. GUARANTY AND SURETYSHIP

1. If the respondent was under obligation as guarantor or surety for the performance by any other corporation or other association of any agreement or obligation, show the particulars of each contract of guaranty or suretyship in effect at the close of the year or entered into and expired during the year.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue. (Dollars in thousands)

Line No.	Names of all parties principally and primarily liable (a)	Description (b)	Amount of contingent liability (c)	Rate or joint contingent liability (d)
1		None		
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
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2. If any corporation or other association was under obligation as guarantor or surety for the performance by the respondent of any agreement or obligation, show for each such contract of guaranty or suretyship in effect at the close of the year or entered into and expired during the year, the particulars called for hereunder.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue, nor does it include ordinary surety bonds or undertakings on appeals in court proceedings.

Line No.	Finance Docket number, title, maturity date and concise description of agreement or obligation (a)	Names of all guarantors and sureties (b)	Amount of contingent liability of guarantors (c)	Rate or joint contingent liability (d)
1	None		\$	
2				
3				
4				
5				
6				
7				
8				
9				

236. PROPRIETARY COMPANIES

Give particulars called for regarding inactive proprietary companies, as defined in Schedule No. 411, page 94. The separation of accounts 731 and 732 into the various subdivisions shown below should be estimated, if not

actually shown on respondent's books. Enter brief designations of the several proprietary companies at the heads of their respective columns. (Dollars in thousands)

Line No.	Item	Northern Coal & Iron Co.			
	Mileage owned:				
1	Road, State of <u>Pennsylvania</u>	23.94 a			
2	Road, State of _____				
3	Road, State of _____				
4	Second and additional main tracks	7.11 a			
5	Passing tracks, cross-overs, and turn-outs	2.65 a			
6	Way switching tracks	10.58			
7	Yard switching tracks	8.29 a			
	Road and equipment property:	\$	\$	\$	\$
8	Road				
9	Equipment				
10	General expenditures				
11	Other property accounts*				
12	Total (account 731)	2 392 b			
	Improvements on leased property:				
13	Road				
14	Equipment				
15	General expenditures				
16	Total (account 732)				
17	Depreciation and amortization (accounts 735, 736, and 785)				
18	Capital stock (account 791)	1 500			
19	Funded debt unmatured (account 765)				
20	Debt in default (account 768)				
21	Amounts payable to affiliated companies (account 769)	892			
	a Includes mileage leased to the Wilkes-Barre Connecting Railroad Company as follows:				
	Mileage owned:				
1	Road, State of <u>Pennsylvania</u>	2.56			
2	Road, State of _____				
3	Road, State of _____				
4	Second and additional main tracks	.80			
5	Passing tracks, cross-overs, and turn-outs	.18			
6	Way switching tracks				
7	Yard switching tracks	2.27			
	Road and equipment property:	\$	\$	\$	\$
8	Road				
9	Equipment				
10	General expenditures				
11	Other property accounts*				
12	Total (account 731)				
	Improvements on leased property:				
13	Road				
14	Equipment				
15	General expenditures				
16	Total (account 732)				
17	Depreciation and amortization (accounts 735, 736, and 785)				
18	Capital stock (account 791)				
19	Funded debt unmatured (account 765)				
20	Debt in default (account 768)				
21	Amounts payable to affiliated companies (account 769)				

*Includes account Nos. 88 "Other elements of investment," and 90 "Construction work in progress."

b Shown here as information only. This amount included in Account 732 of the Delaware and Hudson Railway Company

310. RAILWAY OPERATING REVENUES

1. State the railway operating revenues of the respondent for the year classifying them in accordance with the Uniform System of Accounts for Railroad Companies and distribute the amounts among the classes of service as indicated. In the absence of records separating revenues between freight and passenger trains, the distribution should be estimated on the basis of the best data available.

2. Assign rail-line revenues, including revenues from water transfers and highway motor vehicle operations, to "Freight service" or to "Passenger and allied services" according to the type of train (or other equipment) by which the traffic moved.

3. Incidental revenues should be assigned as provided for in the schedule.

4. Revenues which are not assignable to freight service or to passenger and allied services are includible in column (e) only in cases where the related operating expenses are reportable in column (i) of schedule No. 320. If the expenses are assigned to the classes of service mentioned, the revenues, likewise, should be distributed on an equitable basis.

5. Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.
(Dollars in thousands)

Line No.	Class of railway operating revenues (a)	Amount of revenue for the year (b)	RAIL-LINE REVENUES, INCLUDING WATER TRANSFERS		Other revenues not assignable to freight or to passenger and allied services (e)		Remarks (f)
			Assignable to freight service (c)	Assignable to passenger and allied services (d)			
	Transportation—Rail-Line						
1	(101) Freight*	87 653	87 653		XX	XX	
2	(102) Passenger*				XX	XX	
3	(103) Baggage				XX	XX	
4	(104) Sleeping car				XX	XX	
5	(105) Parlor and chair car				XX	XX	
6	(108) Oil, passenger-train*				XX	XX	
7	(109) Milk				XX	XX	
8	(110) Switching*	154	154		XX	XX	
9	(113) Water transfers						
10	Total rail-line transportation revenue	87 807	87 807				
	Incidental						
11	(131) Dining and buffet				XX	XX	
12	(132) Hotel and restaurant						
13	(133) Station, train, and boat privileges						
14	(135) Storage—Freight	755	755	XX	XX	XX	XX
15	(137) Demurrage			XX	XX	XX	XX
16	(138) Communication						
17	(139) Grain elevator			XX	XX	XX	XX
18	(141) Power						
19	(142) Rents of buildings and other property	13	13				
20	(143) Miscellaneous	384	384				
21	Total incidental operating revenue	1 152	1 152				
	Joint Facility						
22	(151) Joint facility—Cr	139	139				
23	(152) Joint facility—Dr						
24	Total joint facility operating revenue	139	139				
25	Total railway operating revenues	89 098	89 098				

*Report hereunder the charges to these accounts representing payments made to others for—

- 26 Terminal collection and delivery services when performed in connection with line-haul transportation or freight on the basis of freight tariff rates. \$ 332
(a) Of the amount reported for item A.1, None % (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 ()
- 27 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. \$ 87
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):
(a) Payments for transportation of persons. \$ None
(b) Payments for transportation of freight shipments. \$ None
- 30 *Governmental aid for providing passenger commuter or other passenger-train service included in account 108, as provided in item (d) of that account. \$ None

NOTE—Gross charges for protective services to perishable freight, without deduction for any proportion thereof credited to account No. 101, "Freight" (not required from switching and terminal companies):

- 31 Charges for service for the protection against heat. \$ -
- 32 Charges for service for the protection against cold. \$ -

320. 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 analyzing them in accordance with the Commission's rules governing the separation of operating expenses between

freight and passenger service; railroads. The returns to accounts 202-221 should be classified as provided for by instructions pertaining to those accounts in the effective rules. The designations shown in column (a) for these accounts are defined as follows:

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)
	Maintenance of Way and Structures	
1	(201) Superintendence	786
2	(202) Roadway maintenance—Yard switching tracks	32
3	Roadway maintenance—Way switching tracks	9
4	Roadway maintenance—Running tracks	356
5	(206) Tunnels and subways—Yard switching tracks	
6	Tunnels and subways—Way switching tracks	
7	Tunnels and subways—Running tracks	4
8	(208) Bridges, trestles, and culverts—Yard switching tracks	13
9	Bridges, trestles, and culverts—Way switching tracks	4
10	Bridges, trestles, and culverts—Running tracks	147
11	(210) Elevated structures—Yard switching tracks	
12	Elevated structures—Way switching tracks	
13	Elevated structures—Running tracks	
14	(212) Yard switching tracks	129
15	Ties—Way switching tracks	35
16	Ties—Running tracks	1 454
17	(214) Rails—Yard switching tracks	106
18	Rails—Way switching tracks	20
19	Rails—Running tracks	1 202
20	(216) Other track material—Yard switching tracks	80
21	Other track material—Way switching tracks	21
22	Other track material—Running tracks	903
23	(218) Ballast—Yard switching tracks	17
24	Ballast—Way switching tracks	5
25	Ballast—Running tracks	195
26	(220) Track laying and surfacing—Yard switching tracks	244
27	Track laying and surfacing—Way switching tracks	65
28	Track laying and surfacing—Running tracks	2 746
29	(221) Fences, snowsheds, and signs—Yard switching tracks	2
30	Fences, snowsheds, and signs—Way switching tracks	1
31	Fences, snowsheds, and signs—Running tracks	24
32	(227) Station and office buildings	175
33	(229) Roadway buildings	20
34	(231) Water stations	1
35	(233) Fuel stations	8
36	(235) Shops and engine houses	405
37	(237) Grain elevators	
38	(239) Storage warehouses	
39	(241) Wharves and docks	
40	(243) Coal and ore wharves	
41	(244) TOFC/COFC terminals	88
42	(247) Communication systems	263
43	(249) Signals and interlockers	22
44	(253) Power plants	
45	(257) Power-transmission systems	59
46	(265) Miscellaneous structures	
47	(266) Road property—Depreciation (p. 82)	600
48	(267) Retirements—Road (p. 82)	(90)
49	(269) Roadway machines	441

320. RAILWAY OPERATING EXPENSES—Continued

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

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

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

Any unusual accruals involving substantial amounts included in column (h) should be fully explained in a footnote.
(Dollars in thousands)

RAIL LINE EXPENSES, INCLUDING WATER TRANSPORT

Expenses related solely to freight service (a)	Common expenses apportioned to freight service (d)	Total freight expense (e)	Related solely to passenger and allied services (f)	Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)	Other expenses not related to either freight or to passenger and allied services (i)	Line No.
\$ 786	\$	\$ 786	\$	\$	\$	\$	1
32		32					2
7		7					3
356		356					4
							5
							6
4		4					7
13		13					8
4		4					9
147		147					10
							11
							12
							13
121		121					14
32		32					15
1454		1454					16
106		106					17
27		27					18
1202		1202					19
80		80					20
21		21					21
903		903					22
17		17					23
5		5					24
175		175					25
244		244					26
65		65					27
2746		2746					28
2		2					29
1		1					30
24		24					31
175		175					32
20		20					33
1		1					34
8		8					35
405		405					36
							37
							38
							39
							40
68		68					41
260		260					42
722		722					43
							44
59		59					45
							46
600		600					47
(20)		(20)					48
941		941					49

12. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)
	Maintenance of Way and Structures—Continued	
50	(270) Dismantling retired road property	1
51	(271) Small tools and supplies	415
52	(272) Removing snow, ice, and sand	426
53	(273) Public improvements—Maintenance	68
54	(274) Injuries to persons	159
55	(275) Insurance	45
56	(276) Stationery and printing	21
57	(277) Employees' health and welfare benefits	443
58	(281) Right-of-way expenses	5
59	(282) Other expenses	243
60	(278) Maintaining joint tracks, yards, and other facilities—Dr	3 749
61	(279) Maintaining joint tracks, yards, and other facilities—Cr	(39)
62	Total—All road property depreciation (account 266)	600
63	Total—All other maintenance of way and structures accounts	16 214
64	Total maintenance of way and structures	16 814
	Maintenance of Equipment	
65	(301) Superintendence	549
66	(302) Shop machinery	224
67	(304) Power-plant machinery	
68	(305) Shop and power-plant machinery—Depreciation (p. 84)	27
69	(306) Dismantling retired shop and power-plant machinery	
70	(311) Locomotives—Repairs, Diesel locomotives—Yard	465
71	Locomotives—Repairs, Diesel locomotives—Other	7 195
72	Locomotives—Repairs, Other than Diesel—Yard	
73	Locomotives—Repairs, Other than Diesel—Other	
74	(314) Freight-train cars—Repairs*	5 996
75	(317) Passenger-train cars—Repairs	
76	(318) Highway revenue equipment—Repairs	191
77	(323) Floating equipment—Repairs	
78	(326) Work equipment—Repairs	136
79	(328) Miscellaneous equipment—Repairs	252
80	(329) Dismantling retired equipment	1
81	(330) Retirements—Equipment (p. 84)	
82	(331) Equipment—Depreciation (p. 84)	2 143
83	(332) Injuries to persons	114
84	(333) Insurance	92
85	(334) Stationery and printing	31
86	(335) Employees' health and welfare benefits	527
87	(339) Other expenses	190
88	(336) Joint maintenance of equipment expenses—Dr	19
89	(337) Joint maintenance of equipment expenses—Cr	
90	Total—All equipment depreciation (accounts 305 and 331)	2 170
91	Total—All other maintenance of equipment accounts	15 982
92	Total maintenance of equipment	18 152
93	*Includes charges for work done by others of	1 727
94	and credits for work charged to others in the amount of	1 587

See Note, Page 15

1977 NATIONAL TIRE RATING SYSTEM

1977 NATIONAL TIRE RATING SYSTEM

Expenditures related solely to freight to vessel	Expenditures on services related to freight	Total freight to vessel	Expenditures on services related to freight	Expenditures on services related to freight	Total freight to vessel	Expenditures on services related to freight	Expenditures on services related to freight
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
\$	\$	\$	\$	\$	\$	\$	\$
11		11					580
444		444					581
444		444					582
444		444					583
444		444					584
444		444					585
444		444					586
444		444					587
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444		444					691
444		444					692

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account		Amount of operating expenses for the year
	(a)	(b)	
	Traffic		\$
95	(351) Superintendence		518
96	(352) Outside agencies		1 228
97	(353) Advertising*		14
98	(354) Traffic associations		67
99	(355) Fast freight lines		
100	(356) Industrial and immigration bureaus		37
101	(357) Insurance		1
102	(358) Stationery and printing		80
103	(359) Employees' health and welfare benefits		73
104	(360) Other expenses		(1)
105	Total traffic		2 017
	Transportation—Rail Line		
106	(371) Superintendence		1 416
107	(372) Dispatching trains		344
108	(373) Station employees		1 269
109	(374) Weighing, inspection, and demurrage bureaus		112
110	(375) Coal and ore wharves		
111	(376) Station supplies and expenses		141
112	(377) Yardmasters and yard clerks		2 227
113	(378) Yard conductors and brakemen		2 090
114	(379) Yard switch and signal tenders		91
115	(380) Yard enginemen		1 099
116	(382) Yard switching fuel		408
117	(383) Yard switching power produced		
118	(384) Yard switching power purchased		129
119	(388) Servicing yard locomotives		293
120	(389) Yard supplies and expenses		3 450
121	(392) Train enginemen		7 077
122	(394) Train fuel		
123	(395) Train power produced		
124	(396) Train power purchased		
125	(400) Servicing train locomotives		639
126	(401) Trainmen		5 753
127	(402) Train supplies and expenses**		2 009
128	(403) Operating sleeping cars		
129	(404) Signal and interlocker operation		305
130	(405) Crossing protection		30
131	(406) Drawbridge operation		
132	(407) Communication system operation		135
133	(408) Operating floating equipment		
134	(409) Employees' health and welfare benefits		959
135	(410) Stationery and printing		73
136	*Value of transportation issued in exchange for advertising		
	**Includes gross charges and credits for heater and refrigerator service as follows:		
137	Freight train cars: Refrigerator-Charges		
138	-Credits		
139	Heater-Charges		1
140	-Credits		
141	TOFC trailers: Refrigerator-Charges		
142	-Credits		
143	Heater-Charges		
144	-Credits		

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS

Expenses related solely to freight service (c)	Common expenses apportioned to freight service (d)	Total freight expense (e)	Related solely to passenger and allied services (f)	Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)	Other expenses not related to either freight or to passenger and allied services (i)	Line No.
\$ 518	\$	\$ 518	\$	\$	\$	\$	95
1228		1228	Solely Freight				96
14		14					97
62		62					98
37		37					99
1		1					100
50		50					101
73		73					102
(1)		(1)					103
2012		2012					104
1416		1416					105
344		344					106
1269		1269					107
112		112					108
141		141					109
2227		2227					110
2090		2090					111
91		91					112
1099		1099					113
408		408					114
129		129					115
293		293					116
3450		3450					117
7077		7077					118
637		637					119
5753		5753					120
2202		2202					121
305		305					122
30		30					123
135		135					124
757		757					125
75		75					126
							127
							128
							129
							130
							131
							132
							133
							134
							135

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)
	Transportation—Rail Line	
		\$ 244
145	(411) Other expenses	1 016
146	(414) Insurance	909
147	(415) Clearing wrecks	246
148	(416) Damage to property	2
149	(417) Damage to livestock on right of way	2 772
150	(418) Loss and damage—Freight	
151	(419) Loss and damage—Baggage	519
152	(420) Injuries to persons	389
153	(421) TOFC/COFC terminals	
154	(422) Other highway transportation expenses	499
155	(390) Operating joint yards and terminals—Dr	
156	(391) Operating joint yards and terminals—Cr	1 635
157	(412) Operating joint tracks and facilities—Dr	(2)
158	(413) Operating joint tracks and facilities—Cr	38 878
159	Total transportation—Rail line	
	Miscellaneous Operations	
160	(441) Dining and buffet service	
161	(442) Hotels and restaurants	
162	(443) Grain elevators	
163	(445) Producing power sold	
164	(446) Other miscellaneous operations	
165	(449) Employees' health and welfare benefits	
166	(447) Operating joint miscellaneous facilities—Dr	
167	(448) Operating joint miscellaneous facilities—Cr	
168	Total miscellaneous operations	
	General	
169	(451) Salaries and expenses of general officers	465
170	(452) Salaries and expenses of clerks and attendants	1 691
171	(453) General office supplies and expenses	1 099
172	(454) Law expenses	232
173	(455) Insurance	5
174	(456) Employees' health and welfare benefits	180
175	(457) Pensions	417
176	(458) Stationery and printing	115
177	(460) Other expenses	283
178	(461) General joint facilities—Dr	3
179	(462) General joint facilities—Cr	
180	Total general expenses	4 490
181	Grand total railway operating expenses	80 351
182	Operating ratio (ratio of operating expenses to operating revenues) percent. (Two decimal places required)	90.18%
183	Amount of employee compensation † (applicable to the current year) chargeable to operating expenses	\$ 35 046

† Give description and amount of charges to account No. 460, "Other expenses," for severance payments made to employees. This includes payments made as a result of agreements with employee organizations and awards pursuant to decisions of arbitration boards or by specific orders of this Commission or by voluntary action on the part of respondent. This also includes severance payments in cases relating to mergers and situations involving reduction in employees because of abandonment or consolidation of facilities.

Description of payments

Amount

None

\$

\$

† Includes "straight time paid for" in train and engine service, and "time actually worked and paid for at straight time rates" in other services, all overtime in train and engine service, and overtime paid for at punitive rates in other services; and "constructive allowances, including vacation, and holidays" in train and engine service and "vacations, holidays, and other allowances" in other services. (Compensation chargeable to operating expenses applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons, should be reported under Instruction 6, ICC Wage Statistics Forms A and B, Monthly Report of Employees, Service and Compensation, and not included in Schedule 320.)

320. RAILWAY OPERATING EXPENSES—Concluded

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS						Other expenses not related to either freight or to passenger and allied services (i)	Line No.
Expenses related solely to freight service (c)	Common expenses apportioned to freight service (d)	Total freight expense (e)	Related solely to passenger and allied services (f)	Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)		
\$ 244	\$	\$ 244	\$	\$	\$	\$	145
1016		1016					146
909		909					147
246		246					148
2		2					149
2722		2722					150
		SOLELY FREIGHT					151
519		519					152
959		959					153
499		499					154
							155
1635		1635					156
2		2					157
30,878		30,878					158
							159
							160
							161
							162
							163
							164
							165
							166
							167
							168
465		465					169
1691		1691					170
1099		1099					171
232		232					172
5		5					173
120		120					174
417		417					175
115		115					176
283		283					177
3		3					178
							179
4410		4410					180
10,351		10,351					181

322. ROAD PROPERTY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 266, "Road property—Depreciation," for the year.

Line No.	Subaccount (Dollars in thousands)		Amount of operating expenses for the year
	(a)	(b)	
1	(1) Engineering		1
2	(2 1/2) Other right-of-way expenditures		1
3	(3) Grading		10
4	(5) Tunnels and subways		4
5	(6) Bridges, trestles, and culverts		75
6	(7) Elevated structures		
7	(13) Fences, snowsheds, and signs		15
8	(16) Station and office buildings		27
9	(17) Roadway buildings		2
10	(18) Water stations		1
11	(19) Fuel stations		5
12	(20) Shops and enginehouses		37
13	(21) Grain elevators		
14	(22) Storage warehouses		
15	(23) Wharves and docks		
16	(24) Coal and ore wharves		1
17	(25) TOFC/COFC terminals		27
18	(26) Communication systems		126
19	(27) Signals and interlockers		
20	(29) Power plants		
21	(31) Power		10
22	(35) Miscellaneous structures		1
23	(37) Roadway machines		226
24	(39) Public improvements—Construction		31
25	All other road accounts		
26	Total (account 266)		600

See Note, Page 15

324. RETIREMENTS—ROAD

Give the particulars called for with respect to the amount included in account 267, "Retirements—Road," for the year.

Line No.	Subaccount (Dollars in thousands)		Amount of operating expenses for the year
	(a)	(b)	
1	(1) Engineering		
2	(2 1/2) Other right-of-way expenditures		3
3	(3) Grading		
4	(5) Tunnels and subways		(6)
5	(8) Ties		(85)
6	(9) Rails		(8)
7	(10) Other track material		2
8	(11) Ballast		4
9	(12) Track laying and surfacing		
10	(38) Roadway small tools		
11	(39) Public improvements—Construction		
12	(43) Other expenditures—Road		
13	(76) Interest during construction		
14	(77) Other expenditures—General		
15	(80) Other elements of investment		
16	All other road accounts		
17	Total (account 267)		(90)

322. ROAD PROPERTY—DEPRECIATION

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS							Line No.
Expenses related solely to freight service	Common expenses apportioned to freight service	Total freight expense	Related solely to passenger and allied services	Common expenses apportioned to passenger and allied services	Total passenger expense	Other expenses not related to either freight or to passenger and allied services	
(c)	(d)	(e)	(f)	(g)	(h)	(i)	
\$ 1	\$	\$ 1	\$	\$	\$	\$	1
1		1					2
10		10					3
4		4					4
13		13					5
							6
15		15					7
22		22					8
2		2					9
1		1					10
3		3					11
31		31					12
							13
							14
							15
							16
1		1					17
22		22					18
126		126					19
							20
10		10					21
1		1					22
226		226					23
31		31					24
							25
600		600					26

324. RETIREMENTS—ROAD

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS							Line No.
Expenses related solely to freight service	Common expenses apportioned to freight service	Total freight expense	Related solely to passenger and allied services	Common expenses apportioned to passenger and allied services	Total passenger expense	Other expenses not related to either freight or to passenger and allied services	
(c)	(d)	(e)	(f)	(g)	(h)	(i)	
\$	\$	\$	\$	\$	\$	\$	1
							2
		3					3
							4
(82)		(82)					5
(83)		(83)					6
(10)		(10)					7
7		7					8
							9
							10
							11
							12
							13
							14
							15
							16
(70)		(70)					17

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 305, "Shop and power-plant machinery—Depreciation," for the year.

Line No.	Subaccount (a)	(Dollars in thousands)	Amount of operating expenses for the year (b)
1	(44) Shop machinery		\$ 27
2	(45) Power-plant machinery		
3	Total (account 305)		27

See Note, Page 15

328. RETIREMENTS—EQUIPMENT

Give the particulars called for with respect to the amount included in account 330, "Retirements—Equipment," for the year.

Line No.	Subaccount (a)	(Dollars in thousands)	Amount of operating expenses for the year (b)
1	(52) Locomotives		
2	(53) Freight-train cars		
3	(54) Passenger-train cars		
4	(55) Highway revenue equipment	None	
5	(56) Floating equipment		
6	(57) Work equipment		
7	(58) Miscellaneous equipment		
8	(76) Interest during construction		
9	(77) Other expenditures—General		
10	(80) Other elements of investment		
11	Total (account 330)		

330. EQUIPMENT—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 331, "Equipment—Depreciation," for the year.

Line No.	Subaccount (a)	(Dollars in thousands)	Amount of operating expenses for the year (b)
1	(52) Locomotives—Yard		\$ 76
2	(52) Locomotives—Other		1 146
3	(53) Freight-train cars		723
4	(54) Passenger-train cars		
5	(55) Highway revenue equipment		
6	(56) Floating equipment		84
7	(57) Work equipment		114
8	(58) Miscellaneous equipment		2 143
9	Total (account 331)		

See Note, Page 15

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS							Line No.
Expenses related solely to freight service (c)	Common expenses apportioned to freight service (d)	Total freight expense (e)	Related solely to passenger and allied services (f)	Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)	Other expenses not related to either freight or to passenger and allied services (i)	
\$ 27		\$ 27					1
			SOLELY FREIGHT				2
27		27					3

328. RETIREMENTS-EQUIPMENT—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS							Line No.
Expenses related solely to freight service (c)	Common expenses apportioned to freight service (d)	Total freight expense (e)	Related solely to passenger and allied services (f)	Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)	Other expenses not related to either freight or to passenger and allied services (i)	
\$	\$	\$					1
			NONE				2
							3
							4
							5
							6
							7
							8
							9
							10
							11

330. EQUIPMENT-DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS							Line No.
Expenses related solely to freight service (c)	Common expenses apportioned to freight service (d)	Total freight expense (e)	Related solely to passenger and allied services (f)	Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)	Other expenses not related to either freight or to passenger and allied services (i)	
\$ 76		\$ 76					1
11 1/2		11 1/2	SOLELY FREIGHT				2
76		76					3
							4
							5
							6
							7
							8
							9

350. 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 charged to account 532. "Railway tax accruals" of the respondent's In-

come account for the year.

2. In Section C show an analysis and distribution of Federal income taxes. (Dollars in thousands)

A. Other than U.S. Government Taxes

Line No.	State (a)	Amount (b)	State (a)	Amount (b)	Line No.
		\$		\$	
1	Alabama		South Dakota		41
2	Alaska		Tennessee		42
3	Arizona		Texas		43
4	Arkansas		Utah		44
5	California	*	Vermont	8	45
6	Colorado		Virginia		46
7	Connecticut		Washington		47
8	Delaware	*	West Virginia		48
9	Florida		Wisconsin		49
10	Georgia	*	Wyoming		50
11	Hawaii		District of Columbia		51
12	Idaho				
13	Illinois	*	Other	1	
14	Indiana		Canada	*	52
15	Iowa		Mexico		53
16	Kansas		Puerto Rico		54
17	Kentucky				55
18	Louisiana		Total—Other than U.S. Government Taxes	1 391	56
19	Maine	*			
20	Maryland	*	B. U.S. Government Taxes		
21	Massachusetts	*	Kind of tax (a)	Amount (b)	
22	Michigan	*			
23	Minnesota			\$	
24	Mississippi		Income taxes:		
25	Missouri	*	Normal tax and surtax		57
26	Montana		Excess profits		58
27	Nebraska		Total—Income taxes		59
28	Nevada		Old-age retirement*	5 477	60
29	New Hampshire		Unemployment insurance	795	61
30	New Jersey	*	All other United States Taxes	2	62
31	New Mexico		Total—U.S. Government taxes	6 274	63
32	New York	1 278	Grand Total—Railway Tax Accruals (account 532)	7 665	64
33	North Carolina				
34	North Dakota				
35	Ohio				
36	Oklahoma		*Includes taxes for hospital insurance (Medicare) and supplemental annuities as follows:		
37	Oregon				
38	Pennsylvania	104	Hospital insurance	\$ 293	65
39	Rhode Island		Supplemental annuities	573	66
40	South Carolina				

*Amount less than \$500

350. RAILWAY TAX ACTUALS—Continued

Changes Approved by GAO
D-180130 (8-80) (9-79)

C. 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 533, 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	221			221
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)				
6					
7					
8					
9	Investment tax credit*	221			221
10	TOTALS	221			221

Distribution of tax expense

11	(532) Railway tax accruals (Schedule 350(A), line 64)	7 665
12	(544) Miscellaneous tax accruals	49
13	(570) Income taxes on extraordinary items	
14	Other (specify)	
15		
16		
17		7 714
18	Total tax expense for year	

* Footnotes:

19 Indicate method elected by carrier, as provided in the Revenue Act of 1971, to account for the investment tax credit.

Flow-through ☒ Deferral ☐

20 If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit.

21 If deferral method was elected, indicate amount of investment tax credit utilized as a reduction of tax liability for current year.

22 Deduct amount of current year's investment tax credit applied to reduction of tax liability but deferred for accounting purposes.

23 Balance of current year's investment tax credit used to reduce current year's tax accrual.

24 Add amount of prior year's deferred investment tax credits being amortized and used to reduce current year's tax accrual.

25 Total decrease in current year's tax accrual resulting from use of investment tax credits.

*Respondent included in consolidated federal income tax return of the Norfolk and Western Railway Company

371. INCOME FROM LEASE OF ROAD AND EQUIPMENT

1. Give particulars called for with respect to road and equipment leased to others during the year, the rent of which is includible in account No. 509, "Income from lease of road and equipment."

2. If the respondent leased to others during all or any part of the year any road and equipment upon which no rent receivable accrued, give par-

ticulars in a footnote. Show the three largest items regardless of the dollar amount and all other items amounting to \$250,000 or more. Each item less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000." (Dollars in thousands)

Line No.	Description of property (a)	Name of lessee (b)	Total rent accrued during year (account 509) (c)
1	Liberty Street Yard, Binghamton	Consolidated Rail Corporation (Formerly Erie Lackawanna Rwy.)	\$ 37
2			
3			
4			
5		Total	37

371A. ABSTRACT OF TERMS AND CONDITIONS OF LEASES

Give brief abstracts of the terms and conditions of the leases under which the above-stated rents are derived, showing particularly (1) the date of the grant, (2) the chain of title (in case of assignment or subletting) and dates of transfer connecting the original parties with the present parties, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease will terminate, or, if the date of termination has not yet been fixed, the provisions governing the termination of the lease. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor. Only

changes during the year are required.—Indicate the year in which reference was made to the original lease, and also the year or years in which any change in lease was mentioned.

Copies of leases may be filed in lieu of abstracts above called for. References to copies filed in prior years should be specific.

If the respondent has any reversionary interest in railroad property from which it derives no rent, give the particulars hereunder; if it has no such reversionary interest, state that fact.

372. MISCELLANEOUS RENT INCOME

Give particulars of rents receivable accrued for use of all properties not otherwise specified under rents receivable. This account is for rent income from property not operated by the respondent but the cost of which is properly included in cost of road and equipment. It should not be confused with operating revenue account No. 142, "Rents of buildings and other property", which is for rent revenue from operated property in road and equipment the cost of operation of which cannot be separately

stated.

Show amount of rent from three properties producing largest income regardless of amount, and all properties producing income of \$250,000 or more. Other properties whose income is less than \$250,000 may be combined into a single entry designated, "Other items, each less than \$250,000 per annum."

Report dollars in thousands.

Line No.	Description of Property		Name of lessee (c)	Amount of rent (d)
	Name (a)	Location (b)		
1	Saratoga County Sewer	District #1	Saratoga County Sewer District	\$ 11
2				
3	Agway Realities, Inc.	Voorheesville	Agway Realities, Inc.	8
4				
5	Columbia Iron & Metal Co.	Colonie Yard	Columbia Iron & Metal Co.	7
6				
7	Other items, each less than \$250,000 per annum			251
8				
9				
10			Total	277
11				

375. SEPARATELY OPERATED PROPERTIES - PROFIT OR LOSS

Give particulars of the several separately operated properties of companies having a corporate existence separate and distinct from that of the respondent, the profits or losses resulting from the operation of which are receivable or payable in whole or in part by the respondent; and for each such separately operated property state the amount of such profits or losses accrued to the respondent during the year. Show the three largest

items regardless of the dollar amount and all other items amounting to \$250,000 or more. Each item less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000". No dividends or other returns on securities held by or for the respondent should be shown hereunder nor any interest on construction advances or other loans. (Dollar in thousands)

Line No.	Description of property operated (a)	Location of property (b)	Name of operator (c)	ACCRUED TO RESPONDENT	
				Profit (d)	Loss (e)
1	None			\$	\$
2					
3					
4					
5					
6					
7					
8					
9					
10			Total		

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 376, HIRE OF FREIGHT CARS, PAGE 90

1. Show a recapitulation of the total amounts credited and charged during the year to hire of freight cars on account of freight cars loaded, freight cars interchanged, private and individual cars, auto racks and highway trailers. The difference between the total amount receivable and the total amount payable should be entered as a balance, receivable or payable as the case may be, and should be consistent with the entry for hire of freight cars in the Income Account, schedule 300.

2. In column (b) show the total car-miles, both loaded and empty whether paid for on loaded and empty basis or loaded basis only. Car-miles, loaded and empty, reported in column (b), lines 1 through 4, relate to total car-miles incurred on lines of respondent by cars rented on a mileage basis, for which payments are reported in columns (d) and (f). Exclude from lines 1 through 4, data applicable to TOFC and COFC cars and cars rented on a combination mileage and per diem* basis. These exclusions should be reported in lines 5 and 6 through 16.

3. On line 5, column (b), enter the total miles, loaded plus empty, incurred on lines of respondent by TOFC and COFC cars for which payments are reported in columns (d) and (f). In columns (c) through (f), as applicable, enter the rentals paid for TOFC and COFC cars regardless of basis for charges.

4. On lines 6, 7, and 8 report data applicable to all cars the rentals for

which are charged only on a combination mileage and per diem* basis. Car-miles loaded and empty, reported in column (b), lines 6, 7, and 8, relate to total car-miles incurred on lines of respondent by cars rented on a combination mileage and time basis* for which payments are reported in columns (d) and (f). Exclude from lines 6, 7, and 8, data reported on lines 1 through 5 and 9 through 16.

5. On lines 9 through 14 report the per diem (time portion) charges applicable to cars rented on a combination mileage and per diem* basis for which the mileage portion was reported on lines 6, 7, and 8. Report on line 15, columns (c) and (d), the car-days paid for and for which payments were received applicable to the unequipped boxcar charges reported on lines 9 through 17. Report on line 16, columns (c) and (d), the car-days paid for and for which payments were received applicable to cars, other than unequipped box cars, for which charges are reported on line 15.

6. Amounts payable to insurance companies and to other non-carrier companies for lease rental of cars should be included on line 17, column (f). Amounts receivable from railroads or other carriers for per diem rental of these cars should be reported on lines 6 through 16, column (c).

7. Line 21 refers to the auto racks separate and apart from the cars on which the racks are installed.

*Combination mileage and per diem refers to cars moving at rates per mile and per day prescribed by the Commission in Docket No. 31358 or updated computations thereof.

Schedule 376 - HIGHWAY FREIGHT CARS AND HIGHWAY TRUCKS

(Include in column 1)

Line No.	Item	Carriers (owned and leased) (Schedule 376, 1 and 4)	CARS OF RESPONDENT OR OTHER CARRIERS (including cars of private citizens)		CARS OF OTHER BUS/TAKE COMPANIES (including cars of private citizens)	
			Gross amount receivable	Gross amount payable	Gross amount receivable	Gross amount payable
FREIGHT CARS						
Mileage Basis:						
1	Tank cars	55,942,215.22				6555
2	Refrigerator cars	11,093,158.88				831
3	All other cars	44,897,675.56				3433
4	Total (Lines 1-3)	111,932,999.66				110,919
5	TOPC and/or COFC Cars	18,746,133.33				22,5466
Combination Mileage and Per Diem Basis:						
Mileage Portion:						
6	Un-equipped Box cars	42,746,724.44	6800	11,4633		
7	All other per diem cars	39,982,999.99	11,0644	11,4477		
8	Total (Lines 6 and 7)	82,729,724.43	17,8644	22,9110		
Per Diem Portion:						
Un-equipped Box Cars:						
U.S. Ownership:						
9	Basic		11,6022	27,3682		
10	Incentive		2155	991		
Canadian Ownership:						
11	Basic		3355	3155		
12	Incentive		88	88		
13	All Other Per Diem Cars		31,4001	41,2777		
14	Total Per Diem Portion (Lines 9-13)		44,917	80,033		
15	Leased Rental-Renters Insurance and Other Companies		2022	3855		22,4994
16	Other Basis		1977	582		
CAR-DAYS PAID FOR (Lines 6 through 14)						
17	Un-equipped Box Cars		324,6966	547,8311		
18	All Other Per Diem Cars		421,2899	512,5533		
OTHER FREIGHT CARRYING EQUIPMENT						
19	Refrigerated Highway Trailers			22		164
20	Other Highway Trailers			8688		661
21	Auto Racks					
22	GRAND TOTAL (Lines 4-5, 8-14, 16-19, 21-22)		77,0000	12,1155		66,7844
23	NET BALANCE CARRIED TO INCOME ACCOUNT (CREDITS OR DEBITS)			11,9310		

113400

RV

ANNUAL REPORT 1977 CLASS 1 1 of 1
DELAWARE AND HUDSON RAILWAY COMPANY

113400

R-6

APPROVED BY GAO
B-180230 (R0457)
Expires 7-3-80

annual report

of railroad branch lines

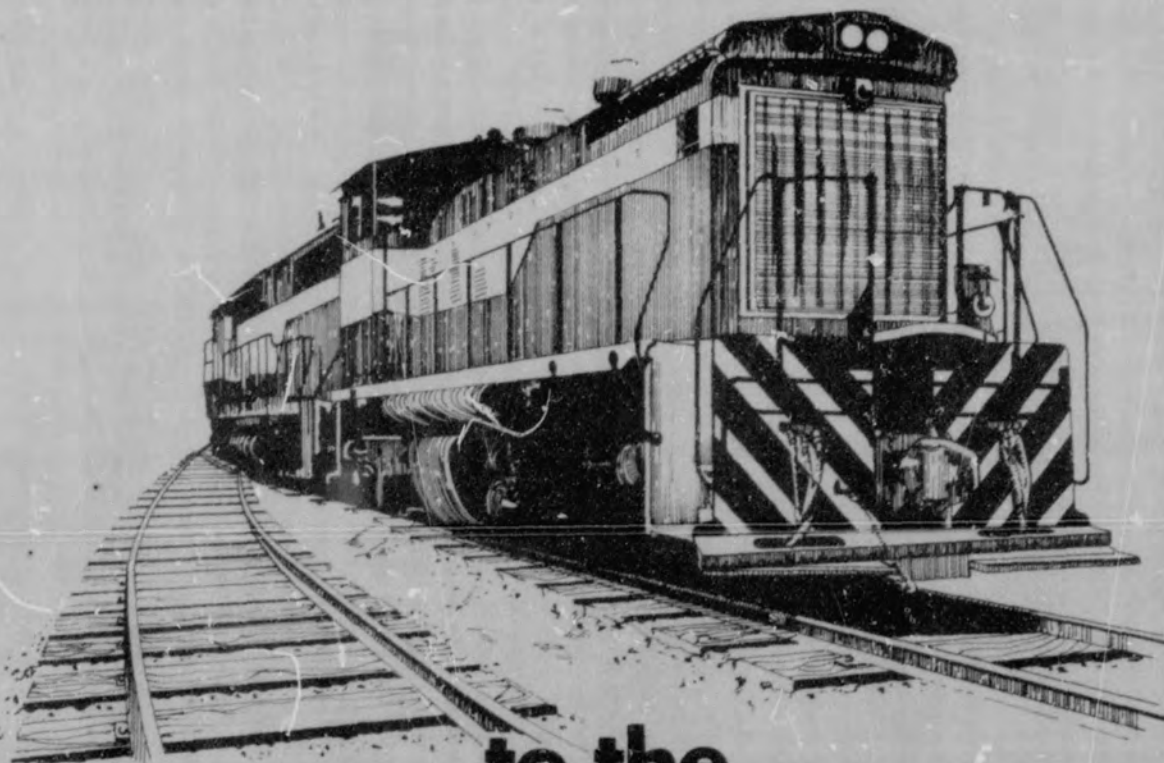
INTERSTATE
COMMERCE COMMISSION
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OA JUL 9 1978

ADMINISTRATIVE SERVICES
MAIL UNIT

Full Name and Address of Reporting Carrier:

Delaware and Hudson Railway Company
40 Beaver Street
Albany, New York 12207



to the
Interstate Commerce Commission
for the year ended December 31, 1977

GENERAL INSTRUCTIONS

1. Under order of the Commission, railroads are required to file on or before June 30 of each year a report listing account by account totals of aggregate revenue, cost and service unit data for all branch lines for which it must maintain a system of accounts. Only such data as is required by Parts 1121 or 1125 must be reported.
2. The data shall be accumulated for the prior calendar year or portion thereof and reported in the format set forth in account 940. On-branch cost shall be separated into labor, materials, and other.
3. Separate reports for each branch line are not required, however, the railroad must list and describe each branch line using the format set forth in 49 CFR 1121.21. (Copies of this format are enclosed for carrier's use.)
4. Reports should be filled out in triplicate and the original and one copy should be returned to the Interstate Commerce Commission, Bureau of Accounts, Washington, D. C. 20423. The other copy should be retained in respondents' files. Figures should be reported in whole dollars.

Copies of the report shall be filed with and made available for public inspection at the Commission's field offices in the state or states in which the branch line is situated. Addresses of field offices enclosed.
5. Records, accounts, working papers, and other documents reflecting the revenue, cost and service unit data for each branch line for which the railroad must maintain data shall be made available for inspection and examination by the Commission and for lines situated within its state, by the designated state agency at a time and place mutually agreeable to the parties. The railroad shall also reproduce such records for the designated state agency, provided the agency pays the reasonable cost thereof.

List and describe each branch line separately using the following format as set forth in 49 CFR 1121.21. (See No. 3 General Instructions.)

(a) Carrier's designation for line (Ex. Zanesville Secondary Track):

Crescent Industrial Track

(b) State or states in which line is located:

New York

(c) County or counties in which line is located:

Albany

(d) Milepost delineating each line or portion of line; and

MP 15.4 to MP 20.5

(e) Agency or terminal station located on line or portion of line with milepost designations.

None

1977ANNUAL BRANCH LINE REPORT TO THE
INTERSTATE COMMERCE COMMISSIONDATE DUE: June 30, 1978

NAME OF REPORTING CARRIER Delaware and Hudson Railway Company		PERIOD COVERED: (If this report is for less than entire calendar year, report date of period covered.) FROM: (MONTH) <u>January</u> TO: (MONTH) <u>March</u>
A. ATTRIBUTABLE REVENUES		
Line No.	Account	Amount
1	¹ 101 Freight	8 036
2	² 106 Mail	
3	² 107 Express	
4	110 Switching	
5	113 Water transfers	
6	133 Station, train and boat privileges	
7	125 Storage; freight	
8	137 Demurrage	
9	138 Communication	
10	139 Grain elevators	
11	141 Power	
12	142 Rents of buildings and other property	
13	143 Miscellaneous	
14	151 Joint facility-Cr	
15	152 Joint facility-Dr	12 778
16	Subsidy payments	
17	Total attributable revenues	20 814

¹Denotes variance in the content or organization of pt. 1201-subpt. A.²Appertioned as prescribed by pts. 1121 or 1125 of subch. B.

197 7NAME OF REPORTING CARRIER Delaware and Hudson Railway Company

B. AVOIDABLE COSTS
(1) ON-BRANCH AVOIDABLE COSTS

Line No.	Account	Labor	Materials	Other
	Maintenance of way and structures:			
1 201	Superintendence			
2 202	Roadway maintenance	687		
3 206	Tunnels and subways			
4 208	Bridges, trestles, and culverts			
5 210	Elevated structures			
6 212	Ties			
7 214	Rails			
8 216	Other track materials			
9 218	Ballast			
10 220	Track laying and surfacing			
11 221	Fences, snowsheds, and signs			
12 227	Station and office buildings			
13 229	Roadway buildings			
14 231	Water stations			
15 233	Fuel stations			
16 235	Shops and enginehouses			
17 237	Grain elevators			
18 239	Storage warehouses			
19 241	Wharves and docks			
20 243	Coal and ore wharves			
21 244	TOFC/COFC terminals			
22 247	Communication systems			
23 249	Signals and interlocks			
24 253	Power plants			
25 257	Power-Transmission systems			
26 265	Miscellaneous structures			
27 266	Road property-Depreciation			
28 269	Roadway machines			
29 271	Small tools and supplies			
30 272	Removing snow, ice, and sand	52		1 180
31 273	Public improvements-Maintenance			
32 274	Injuries to persons			
33 275	Insurance			
34 276	Stationery and printing			
35 278	Maintenance joint tracks and other facilities-Dr			
36 279	Maintenance joint tracks and other facilities-Cr			
37 261	Right-of-way expenses			
38 282	Other expenses			
39	Total, maintenance of way and structures	739		1 180

NAME OF REPORTING CARRIER Delaware and Hudson Railway Company**B. AVOIDABLE COSTS**
(1) ON-BRANCH AVOIDABLE COSTS

Line No.	Account	Labor	Materials	Other
	Maintenance of equipment:			
40 301	Superintendence			
41 302	Shop machinery			
42 304	Power-Plant machinery			
43 305	Shop and power-Plant machinery, depreciation			90
44 311	Locomotives-Repairs			
45 01	Locomotives road diesel, repairs			
46 02	Locomotives road other, repairs			
47 03	Locomotives yard diesel, repairs			
48 04	Locomotives yard other, repairs			
49 318	Highway revenue equipment, repairs			
50 323	Floating equipment, repairs			
51 326	Working equipment, repairs			
52 328	Miscellaneous equipment, repairs			
53 329	Dismantling retired equipment			
54 330	Retirements, equipment			78
55 331	Equipment, depreciation			
56 332	Injuries to persons			
57 333	Insurance			
58 334	Stationery and printing			
59 336	Joint maintenance of equipment expenses-Dr.			
60 337	Joint maintenance of equipment expenses-Cr.			
61 339	Other expenses			
62	Total, maintenance of equipment			168
	Traffic expenses:			
63 351	Superintendence			
64 352	Outside agencies			
65 353	Advertising			
66 354	Traffic associations			
67 355	Fast freight lines			
68 356	Industrial and immigration bureaus			
69 357	Insurance			
70 358	Stationery and printing			
71 360	Other expenses			
72	Total, traffic expenses			

Denotes variance in the content or organization of pt. 1201-sub pt. A.
 Appportioned as prescribed by pts. 1121 or 1125 of sub. ch. B.

197 7NAME OF REPORTING CARRIER Delaware and Hudson Railway Company

Line No.	Account	Labor	Materials	Other
	Transportation expense accounts:			
73	371 Superintendence			
74	372 Dispatching trains			
75	373 Station employees			
76	374 Weighing, inspection, and demurrage bureaus			
77	375 Coal and ore wharves			
78	376 Station supplies and expenses			
79	377 Yard masters and yard clerks			
80	378 Yard conductors and brakemen			
81	379 Yard switch and signal tenders			
82	380 Yard enginemen			
83	382 Yard switching fuel			
84	383 Yard switching power produced			
85	384 Yard switching power purchased			
86	388 Servicing yard locomotives			
87	389 Yard supplies and expenses			
88	390 Operating joint yards and terminals-Dr			
89	391 Operating joint yards and terminals-Cr			
90	392 Train enginemen	955		
91	394 Train fuel		483	
92	395 Train power produced			
93	396 Train power purchased			
94	400 Servicing train locomotives			9
95	401 Trainmen	1 684		
96	402 Train supplies and expenses			852
97	404 Signal and interlocker operation			
98	405 Crossing protection			
99	406 Drawbridge operation			
100	407 Communication system operation			
101	408 Operating floating equipment			
102	410 Stationery and printing			976
103	411 Other expenses			
104	412 Operating joint tracks and facilities-Dr			
105	413 Operating joint tracks and facilities-Cr			
106	414 Insurance			
107	415 Clearing wrecks	456		2 005
108	416 Damage to property			
109	417 Damage to livestock on right-of-way			1 622
110	418 Loss and damage, freight			
111	420 Injuries to persons			
112	421 TOFC/COFC terminals			
113	422 Other highway transportation expenses			
114	Total, transportation expenses	3 075	483	5 464
	Miscellaneous operations expenses:			
115	443 Grain elevators			
116	445 Producing power sold			
117	446 Other miscellaneous operation			
118	447 Operating joint miscellaneous facilities-Dr			
119	448 Operating joint miscellaneous facilities-Cr			
120	Total miscellaneous operations expenses			

Denotes variance in the content or organization of pt. 1201-sub pt. A.

*Apportioned as prescribed by pts. 1121 or 1125 of sub ch. B.

NAME OF REPORTING CARRIER **Delaware and Hudson Railway Company**

Line No.	Account	Labor	Materials	Other
	General Operating expenses:			
121	451 Salaries and expenses of general officers			
122	452 Salaries and expenses of clerks and attendants			
123	453 General office supplies and expenses			
124	454 Law expenses			
125	455 Insurance			
126	457 Pensions			
127	458 Stationery and printing			263
128	460 Other expenses			
129	461 General joint facilities-Dr			
130	462 General joint facilities-Cr			
131	Total, general operating expenses			263

¹Denotes variance in the content or organization of pt. 1201-subpt. A.

²Apportioned as prescribed by pts. 1121 or 1125 of subch. B.

B. AVOIDABLE COSTS
(2) INCOME ACCOUNTS (ORDINARY ITEMS)

Line No.	Account	Cost or (income)
	Income accounts (ordinary items):	
1	'503 Hire of freight cars and highway revenue freight equipment-Credit balance	
2	504 Rent from locomotives	
3	506 Rent from floating equipment	
4	507 Rent from work equipment	
5	508 Joint facility rent income	
6	509 Income from lease of road and equipment	
7	'532 Railway tax accruals	625
8	'536 Hire of freight cars and highway revenue freight equipment-Debit balance	1 734
9	537 Rent for locomotives	
10	539 Rent for floating equipment	
11	540 Rent for work equipment	
12	541 Joint facility rents	
13	542 Rent for leased roads and equipment	
14	Total, income accounts	2 359

¹Denotes variance in the content or organization of pt. 1201-Subpt. A.

B. AVOIDABLE COSTS
(3) COMPUTED ON-BRANCH AND OFF-BRANCH COSTS

Line No.	Account	Amount
1	651 Locomotives return on investment	
2	*652 Freight train car costs	
3	653 Fringe benefits	206
4	654 Rehabilitation	
5	Total, on-branch avoidable costs	206

*Total per day and per mile costs.

NAME OF REPORTING CARRIER Delaware and Hudson Railway Company

B. AVOIDABLE COSTS
(4) OFF-BRANCH AVOIDABLE COSTS

Line No.	Account	Amount
1	661 Terminal costs	1 342
2	662 Freight train car costs	3 977
3	663 Freight train gross ton-mile costs	1 136
4	664 Deadheading, taxi and hotel costs	
5	01 Deadheading	
6	02 Taxi	
7	03 Hotel	
8	665 Overhead movement costs	
9	01 Crew	
10	02 Locomotive	
11	05 Freight train car mileage portion	
12	Total, off-branch costs	6 455

B. AVOIDABLE COSTS
(5) ALL OTHER AVOIDABLE COSTS¹

Line No.	Account	Amount
1	671 Working capital	
2	672 Required capital expenditures	
3	673 Deferred maintenance	
4	674 Current cost of freight train cars, locomotives, and other equipment	
5	675 Foregone tax benefits	
6	676 Administrative costs	
7	677 Deferred subsidy payment costs	
8	678 Casualty expenses	
9	Total, all other avoidable costs	
10	681 Reasonable return on the value of properties	
11	682 Management fee	402
12	Total of avoidable costs, reasonable return and management fee	402

¹Accounts 671-675 apply to Part 1121 only. Accounts 677 and 682 apply to Part 1125 only.²Include amounts for other equipment only. Accounts 651 and 652 include the current cost of locomotives and freight train cars.

NAME OF REPORTING CARRIER **Delaware and Hudson Railway Company****C. SERVICE UNITS**
(1) ON-BRANCH SERVICE UNITS

Line No.	Account	Direct or branch	Overhead movement
	Freight car accounts:		
1 821	Freight train car-miles (loaded and empty)	280	
2 823	Freight train car-days (loaded and empty)	463	
	Locomotive-mile accounts:		
3 813	Road locomotive miles	90	
4 841	Road diesel locomotive gross ton-miles	12 960	
5 842	Road electric locomotive gross ton-miles		
	Locomotive unit hour accounts:		
6 832	Road locomotive unit hours	55	
7 833	Road diesel locomotive unit hours	55	
8 834	Road electric locomotive unit hours		
9 835	Yard locomotive unit hours		
10 836	Yard diesel locomotive unit hours		
11 837	Yard electric locomotive unit hours		
	Rented or leased equipment:		
12 851	Freight train car-days		
13 852	Floating equipment car-days		
14 855	Locomotive days		
	Train hours:		
15 861	Train hours	55	

197 7

NAME OF REPORTING CARRIER		Delaware and Hudson Railway Company		
C. SERVICE UNITS				
(2) OFF-BRANCH SERVICE UNITS				
Line No.	Account	Total off-branch	Overhead movement	Net off-branch
	Car-Mile accounts:			
1 822	Freight train loaded car-miles by car type			
2 01	Box - General service unequipped	4 093		
3 02	Box - General service equipped	3 190		
4 03	Box special service			
5 04	Gondola - General service			
6 05	Gondola - Special service			
7 06	Hopper open - General service			
8 07	Hopper open - Special service			
9 08	Hopper covered			
10 09	Stock			
11 10	Flat - General service	2 189		
12 11	Flat - Special service			
13 12	Flat - TOFC			
14 13	Auto rack			
15 14	Refrigerator - Meat mechanical			
16 15	Refrigerator - Other mechanical			
17 16	Refrigerator - Meat nonmechanical			
18 17	Refrigerator - Other nonmechanical			
19 18	Tank 9,999 gallons and under			
20 19	Tank 10,000 - 18,999 gal			
21 20	Tank 19,000 - 21,999 gal			
22 21	Tank 22,000 - 27,999 gal			
23 22	Tank 28,000 - 31,999 gal			
24 23	Tank 32,000 gal and over			
25 24	All other			
	Ton-mile accounts:			
26 831	Revenue ton-miles	249 489		
27	Total			

NAME R. E. Sullivan TITLE Comptroller
TELEPHONE NUMBER 518 471-5491
(Area code) (Telephone number)
OFFICE ADDRESS 40 Beaver Street Albany, New York 12207
(Street and number) (City, State, and ZIP Code)

I, the undersigned, R. E. Sullivan
Comptroller of the Delaware and Hudson Railway Company.
 (Title of officer in charge of accounts) (Full name of reporting company)

state that this report was prepared by me or under my supervision; that I have carefully examined it; and on the basis of my knowledge, belief, and verification (where necessary) I declare it to be a full, true and correct statement and that the various items here reported were determined in accordance with effective rules promulgated by the Interstate Commerce Commission.

Date July 7, 1978 Signature [Signature]

REMARKS

Send a copy to Interstate Commerce Commission, Bureau of Accounts, in the state or states in which the branch line is situated.

REGION 1

150 Causeway Street, Room 501
Boston, Massachusetts 02114

324 U.S. Post Office
135 High Street
Hartford, Connecticut 06101

305 U.S. Post Office and Courthouse
76 Pearl Street
Portland, Maine 04112

375-342 Federal Building
436 Dwight Street
Springfield, Massachusetts 01103

208 Federal Building
55 Pleasant Street
Concord, New Hampshire 03301

9 Clinton Street, Room 618
Newark, New Jersey 07102

204 Carroll Building
428 East State Street
Trenton, New Jersey 08608

518 New Federal Building
P.O. Box 1167
Albany, New York 12207

910 Federal Building
111 West Huron Street
Buffalo, New York 14202

26 Federal Plaza, Room 1827
New York, New York 10007

U.S. Courthouse & Federal Building
Room 831
100 South Clinton Street
Syracuse, New York 13202

John E. Fogarty Federal Building
24 Weybosset Street, Room 102
Providence, Rhode Island 02903

P. O. Box 548
Montpelier, Vermont 05602

REGION 2

William J. Green, Jr., Federal Building
600 Arch Street, Room 3238
Philadelphia, Pennsylvania 19106

I.C.C. Building, Room 1413
12th and Constitution Avenue, N.W.
Washington, D.C. 20423

814-B Federal Building
Charles Center
31 Hopkins Plaza
Baltimore, Maryland 21201

5514-B Federal Building
550 Main Street
Cincinnati, Ohio 45202

181 Federal Building
1240 East Ninth Street
Cleveland, Ohio 44199

REGION 2—Continued

720 Federal Building and U.S. Courthouse
85 Marconi Boulevard
Columbus, Ohio 43215

P. O. Box 869
Harrisburg, Pennsylvania 17108

2111 Federal Building
1000 Liberty Avenue
Pittsburgh, Pennsylvania 15222

314 U.S. Post Office
North Washington Avenue
& Linden Street
Scranton, Pennsylvania 18503

10-502 Federal Building
400 North Eighth Street
Richmond, Virginia 23240

P. O. Box 210
Roanoke, Virginia 24011

313 Federal Office Building
234 Summit Street
Toledo, Ohio 43604

3108 Federal Building
500 Quarrier Street
Charleston, West Virginia 25301

416 Old Post Office Building
12th and Chapline Streets
Wheeling, West Virginia 26003

REGION 3

1252 West Peachtree Street, N.W.
Room 300
Atlanta, Georgia 30309

2121 Building, Suite 1616
2121 Eight Avenue North
Birmingham, Alabama 35203

700 Commerce Building
P. O. Box 2112
Mobile, Alabama 36602

288 Federal Building
409 West Bay Street
Jacksonville, Florida 32202

Monterey Building, Suite 101
8410 N. W. 53rd Terrace
Miami, Florida 33166

216 Bakhaus Building
1500 West Main Street
Lexington, Kentucky 40505

426 U.S. Post Office
601 West Broadway
Louisville, Kentucky 40402

145 East Amite Building, Room 212
Jackson, Mississippi 39201

Room CC-516 Marz Office Building
800 Briar Creek Road
Charlotte, North Carolina 28205

REGION 3—Continued

P. O. Box 26896
Raleigh, North Carolina 27611

Room 302, 1400 Building
1400 Pickens Street
Columbia, South Carolina 29204

100 North Main Building
100 North Main Street, Suite 2006
Memphis, Tennessee 38103

Federal Building,
801 Broadway A422
Nashville, Tennessee 37203

REGION 4

Everett McKinley Dirksen Bldg., Room 1386
219 South Dearborn Street
Chicago, Illinois 60604

414 Leland Office Building
P. O. Box 2418
Springfield, Illinois 62705

343 West Wayne Street, Suite 113
Fort Wayne, Indiana 46802

429 Federal Bldg. & U.S. Court House
46 East Ohio Street
Indianapolis, Indiana 46204

1110 David Broderick Tower Building
10 Witherell Street
Detroit, Michigan 48226

225 Federal Building
325 West Allegan Street
Lansing, Michigan 48933

414 Federal Bldg. & U.S. Courthouse
110 South Fourth Street
Minneapolis, Minnesota 55401

P. O. Box 2340
Fargo, North Dakota 58102

369 Federal Building
Pierre, South Dakota 57501

139 West Wilson Street, Room 202
Madison, Wisconsin 53703

U.S. Federal Bldg. & Courthouse
517 East Wisconsin Avenue, Room 619
Milwaukee, Wisconsin 53203

REGION 5

9A27 Fritz Garland Lanham Federal Bldg.
819 Taylor Street
Fort Worth, Texas 76102

3108 Federal Building
Little Rock, Arkansas 72201

518 Federal Building
210 Walnut Street
Des Moines, Iowa 50300

234 Federal Building
Topeka, Kansas 66603

REGION 5—Continued

101 A. Litwin Building
110 N. Market
Wichita, Kansas 67202

T-9038 Federal Bldg. & U.S. Post Office
701 Loyola Avenue
New Orleans, Louisiana 70113

600 Federal Building
911 Walnut Street
Kansas City, Missouri 64106

210 North 12th Street
Room 1465
St. Louis, Missouri 63101

285 Federal Bldg. & U.S. Courthouse
100 Centennial Mall North
Lincoln, Nebraska 68508

Suite 620
110 North 14th Street
Omaha, Nebraska 68102

240 Old U.S. Post Office & Courthouse
215 Northwest Third Street
Oklahoma City, Oklahoma 73102

1012 Herring Plaza, Box H-4395
317 East Third Street
Amarillo, Texas 79101

REGION 5—Continued

1100 Commerce Street
Room 13C12
Dallas, Texas 75242

8610 Federal Bldg. & U.S. Courthouse
515 Rusk Avenue
Houston, Texas 77002

Room B-400 Federal Building
727 E. Durango
San Antonio, Texas 78206

REGION 6

Suite 500
211 Main Street
San Francisco, California 94105

G-31 Federal Building
P. O. Box 1552
Anchorage, Alaska 99510

3427 Federal Building
230 North First Avenue
Phoenix, Arizona 85025

1321 Federal Building
300 North Los Angeles Street
Los Angeles, California 90012

721 19th Street
492 U.S. Customs House
Denver, Colorado 80202

REGION 6—Continued

Box 07
Boise, Idaho 83724

2602 First Avenue North
Billings, Montana 59101

203 Federal Building
705 North Plaza Street
Carson City, Nevada 89701

1106 Federal Office Building
517 Gold Avenue, S.W.
Albuquerque, New Mexico 87101

114 Pioneer Courthouse
555 S.W. Yamhill Street
Portland, Oregon 97204

5301 Federal Building
125 South State Street
Salt Lake City, Utah 84138

858 Federal Building
915 Second Avenue
Seattle, Washington 98174

1006 Federal Building & Post Office
100 East B Street
Casper, Wyoming 82601

113400

ANNUAL REPORT 1977 CLASS 1

3 of 3

DELAWARE & HUDSON RY CO.

377. LOCOMOTIVE RENTALS

Give an analysis as requested of amounts credited to account 504, "Rent from locomotives," and amounts charged to account 537, "Rent for locomotives," on account of locomotives leased or otherwise rented. (Dollars in thousands)

Line No.	Item (a)	Amount receivable (b)	Amount payable (c)	Remarks (d)
	Locomotives of respondent or other carriers:	\$	\$	
1	Mileage basis	44		
2	Per diem basis	41	56	
3	Other basis	5	690	
	Locomotives of individuals and companies not carriers:			
4	Mileage basis			
5	Per diem basis	68	166	
6	Lease rental-insurance and other companies		831	
7	Other basis	1		
8	Total	159	1 743	

378. PASSENGER-TRAIN CAR RENTALS

Show a recapitulation of the total amounts credited to account 505, "Rent from passenger-train cars," and amounts charged to account 538, "Rent for passenger-train cars," on account of passenger cars leased, passenger cars interchanged, and private or individual cars. (Dollars in thousands)

Line No.	Item (a)	Amount receivable (b)	Amount payable (c)	Remarks (d)
	Cars of respondent or other carriers:	\$	\$	
1	Mileage basis			
2	Per diem basis			
3	Other basis			
	Cars of individuals and companies not carriers:			
4	Mileage basis			
5	Per diem basis			
6	Lease rental-insurance and other companies			
7	Other basis			
8	Total	None	None	

383. RENT FOR LEASED ROADS AND EQUIPMENT

1. 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. 542, "Rent for leased roads and equipment."

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 \$250,000 or more. Each item less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000." (Dollars in thousands)

Line No.	Name of lessor or reversioner and description of property (a)	Total rent accrued during year (Acct. 542) (b)	Classification of Amount Column (b)		
			Interest on bonds (c)	Dividends on stocks (d)	Cash (e)
1	Saratoga & Schenectady Railroad	\$ 32	\$	\$	\$
2	Albany & Vermont Railroad	20			
3	Rutland & Whitehall Railroad	15			
4					
5					
6					
7					
8					
9					
10	Total	67			

383A. ABSTRACTS OF LEASEHOLD CONTRACTS

1. Give brief abstracts of the terms and conditions of the leases under which the respondent holds the properties above named, showing particularly (1) the date of the lease, (2) the chain of title and dates of transfers connecting the original lessee with the respondent in case of assignment or subletting, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease is to terminate, or, if such date has not yet been determined, the provisions governing its determination.

Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefore. **Only changes during the year are required.**

2. In lieu of the abstracts here called for, the respondent may file copies of lease agreements and give specific references to copies heretofore filed with the Commission. Agreements being filed should be addressed to the Bureau of Accounts.

No changes during the year

384. MISCELLANEOUS RENTS

Give particulars of all properties the rents on which were charged by the respondent during the year to Income, under the heading "Miscellaneous rents," showing for each item the total charge therefor to Income. Show the three largest items regardless of the dollar amount and all other

items amounting to \$250,000 or more. Each item less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000." (Dollars in thousands)

Line No.	Description of Property		Name of lessor (c)	Amount charged to Income (d)
	Name (a)	Location (b)		
1	Northeastern Industrial		Northeastern	\$
2	Park	Voorheesville, NY	Industrial Park	53
3	Consolidated Rail Corp.		Consolidated Rail Corp.	
4	(Formerly LV RR)	Hudson Yard, PA	(Formerly LV RR)	3
5	Agency Transportation		Agency Transportation	
6	State of Vermont	Rutland Center, VT	State of Vermont	1
7				
8				
9				
10			Total	57

396. ITEMS IN SELECTED INCOME AND RETAINED INCOME ACCOUNTS FOR THE YEAR

Give a brief description for all items, regardless of amount, included during the year in accounts 570, "Extraordinary items"; 590, "Income taxes on extraordinary items"; 606, "Other credits to retained income"; 616, "Other debits to retained income"; 620, "Appropriations for sinking and other reserve funds"; 621, "Appropriations for other purposes"; and 622, "Appropriations released." Give a brief description of the three largest items regardless of the dollar amount and all other items amounting to

\$250,000 or more included during the year in accounts 519, "Miscellaneous income", and 551, "Miscellaneous income charges." Items less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000." The entries for each account shall be listed and the total of each account shall be shown corresponding to the amounts in Schedules 300 and 305, as appropriate. 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)	Debits (c)	Credits (d)
1	519	New York State Grant Income (See Note, Page 15)	\$	\$ 4 342
2	"	Appropriation of land by State of New York		415
3	"	Profit on reacquisition of Delaware and Hudson		
4		Railroad Corporation First and General Mortgage		
5		Bonds		157
6	"	Other items, each less than \$250,000		150
7		Total Account 519		5 064
8				
9	551	Accrual for alleged penalties	70	
10	"	Write-off of uncollectible items	52	
11	"	Net settlement of pre-conveyance items	18	
12	"	Other items, each less than \$250,000	8	
13		Total Account 551	158	
14				
15	570	Unused reserve established to cover anticipated		
16		liability for job protection payments due to		
17		participation in the National Railroad Passenger		
18		Corporation		618
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED INCOME ACCOUNTS

Road Initials:

D&H

Year: 1977

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NOTES AND REMARKS

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 411

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 track.—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.

411. MILEAGE OPERATED AT CLOSE OF YEAR (For other than switching and terminal companies)

Line No.	Class (c)	Proportion owned or leased by respondent (b)	Main (M) or branch (B) line (c)	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				Miles of way switching tracks (h)	Miles of yard switching tracks (i)	Total (j)
				Miles of road (d)	Miles of second main track (e)	Miles of all other main tracks (f)	Miles of passing tracks, cross-overs, and turn-outs (g)			
1	1	100	M	464	93	1	25	47	178	808
2										
3		100	B	181			6	16	20	223
4										
5		Total Class 1		645	93	1	31	63	198	1 031
6										
7	2	100	M	19	5	1	2	10	6	43
8										
9		100	B	2			*	1		3
10										
11		Total Class 2		21	5	1	2	11	6	46
12										
13	3A	100	M	32	11		2	1	39	85
14										
15	3B	100	B	7			1	1		9
16										
17		Total Class 3		39	11		3	2	39	94
18										
19	4	100	B	16			*	*		16
20										
21		Total Class 4		16			*	*		16
22										
23	5	100	M	864	426	59	94	*	11	1 454
24										
25		100	B	88						88
26										
27		Total Class 5		952	426	59	94	*	11	1 542
28										
29										
30										
31										
32										
33										
34										
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49										
50										
51										
52										
53										
54										
55		Total Main Line	XXX	1 379	535	61	123	58	234	2 390
56		Total Branch Lines	XXX	294			7	18	20	339
57		Grand Total	XXX	1 673	535	61	130	76	254	2 729
58		Miles of road or track electrified included in preceding grand total	XXX			None		*Under one mile		

411-A. 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										
2										
3		None								
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15			Total	XXX						

412. 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 operated, 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)	ROAD OPERATED BY RESPONDENT						LINE OWNED, NOT OPERATED BY RESPONDENT		New line constructed during year (k)	
		LINE OWNED		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)
		Main line (b)	Branch lines (c)								
1	New York	348	150		32	16	327	873			
2	Vermont		29		7		1	37			
3	Pennsylvania	116	2	21			396	535			
4	New Jersey						135	135			
5	Maryland						86	86			
6	District of Columbia						7	7			
8	Virginia						*	*			
9											
10											
11											
12											
13											
14											
15											
◆ 16	Total Mileage (single track) ◆	◆ 464 ◆	◆ 181 ◆	21	39	16	952	1 673 ◆	◆	◆	

*Under one mile

+ 181
645

413. TRACKS OPERATED AT CLOSE OF YEAR

(For switching and terminal companies only)

Give particulars of all tracks operated by the respondent at the close of the year.

Classify the tracks, as follows:

- (1) Tracks owned by the respondent;
- (2) Tracks operated by the respondent but owned by the respondent's proprietary corporations;
- (3) Tracks operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Tracks operated under contract or agreement, or where the rent is contingent upon earnings or other consideration, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Tracks operated under trackage rights.

Name all the tracks of each class before any of a later class, and insert in column (a) before the name of each owner the figure (and letter, if any) indicating its class in accordance with the preceding classification.

Give subtotals for each of the several numbered classes.

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

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 rests 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 conditioned upon earnings or other fact.

Class (5) includes all tracks operated and maintained by another company but over which the respondent has the right to operate some or all of its trains. In the tracks of this class the respondent has no proprietary rights, but only the rights of a licen-

see. Include in this class, also, all main tracks and sidings owned by noncarrier companies and individuals when the respondent operates over them but does not have exclusive possession of them.

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 whole mile and disregarding any fraction less than one-half mile.

Tracks belonging to an industry for which no rent is payable should not be reported.

Tracks 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, and full particulars showing all of the joint or common title holders, and the extent of their respective interests should be shown in a memorandum attached to the schedule.

Line No.	Class (a)	Name of owner (b)	Location (c)	Character of business (d)	Total mileage operated (e)
1		Not Applicable			
2					
3					
4					
5					
6					
7					
8					
9					Total
10				Miles of road or track electrified (included in each preceding total)	
				TRACKS OPERATED AT COST FOR JOINT BENEFIT—INCLUDED ABOVE	
11					
12					
13					
14					
15					
16					
17					Total
18		Are the tracks of the respondent operated primarily in the interest of any industrial, manufacturing, or other corporation, firm, or individual?			
		If so, give name, address, and character of business of corporation, firm, or individual. Name _____ Address _____			
		Character of business _____			

414. CHANGES DURING THE YEAR

Hereunder state the matters called for. Make the statements explicit and precise, and number them in accordance with the inquiries; each inquiry should be fully answered, and if the word "none" truly states the mileage should be reported by classes and stated 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.

1. For each railroad property used in respondent's transportation service, show all increases and decreases in mileage, classifying the changes in the tables below as follows:

- (Class 1) Line owned by respondent.
- (Class 2) Line owned by proprietary companies.
- (Class 3) Line operated under lease for a specified sum.
- (Class 4) Line operated under contract or agreement for contingent rent.
- (Class 5) Line operated under trackage rights.

2. For changes in miles of road, give dates of beginning or abandonment of operations. If any changes reportable in this schedule occurred under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (17) to (22) of section 1 of the Interstate Commerce Act or otherwise, specific reference to such authority should in each case be made by docket number or otherwise, as may be appropriate.

3. All consolidations, mergers, and reorganizations effected, giving particulars.

This statement should show the mileage, equipment, and cash value of property of each company as well as the consideration received by each company party to the action. State the dates on which consolidated, etc., and whether the prior companies have been dissolved. Copies of the articles of consolidation, merger, or reorganization should be filed with this report.

4. Other important changes not elsewhere provided for involving more than \$50,000, giving full particulars.

INCREASES IN MILEAGE

Line No.	Class (a)	Main (M) or branch (B) line (b)	Running Tracks, Passing Tracks, Cross-Overs, Etc.				Miles of way switching tracks (g)	Miles of yard switching tracks (h)	Total (i)	Remarks (j)
			Miles of road (c)	Miles of second main track (d)	Miles of all other main tracks (e)	Miles of passing tracks, cross-overs and turn-outs (f)				
1	1	B				*			*	
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13	Total Increase					*			*	

DECREASES IN MILEAGE

14										
15	1	M				1	*	*	1	
16	1	B				*	1		1	
17	2	M						2	2	NC&I
18	3	M						3	3	A&V
19										
20										
21										
22										
23										
24										
25	Total Decrease					1	1	5	7	

If returns under Inquiry No. 1 above include any first main track owned by respondent or its proprietary companies representing new construction or permanent abandonment give the following particulars:

Owned by respondent:

Miles of road constructed None Miles of road abandoned None

Owned by proprietary companies:

Miles of road constructed None Miles of road abandoned None

The item "miles of road constructed" is intended to show the mileage of first main track laid to extend respondent's road, and should not include tracks relocated and tracks laid to shorten the distance between two points, without serving any new territory.

By road abandoned is meant "permanently abandoned," the cost of which has been or is to be written out of the investment accounts.

*Under one mile

NOTES AND REMARKS

415. 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 hundredth of a mile.

Line No.	State or Territory (a)	Tracks Operated					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 lease or rights (f)	Total mileage operated (g)	
1								
2								
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
	Total Mileage							

Not Applicable

INSTRUCTION CONCERNING RETURNS IN SCHEDULE 417 ON PAGES 104 AND 105

Instructions for reporting locomotive and passenger-train car data, pages 104 and 105.

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 (i); 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 (i).

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 "B" 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 17 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 capacity 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. Descriptions of car codes and designations are published in The Official Railway Equipment Register.

417. INVENTORY OF EQUIPMENT

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

Line No.	Type or design of units	Units in service of respondent at beginning of year	Changes During the Year					Units at Close of Year				
			Units installed				Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h) & (i))	Aggregate capacity of units reported in col. (j); (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	Locomotive Units										(H.P.)	
1	Diesel-Freight — A units	44				4		39	9	48	136 300	
2	Diesel-Freight — B units											
3	Diesel-Passenger — A units											
4	Diesel-Passenger — B units											
5	Diesel-Multiple purpose — A units	130					4	82	44	126	248 900	
6	Diesel-Multiple purpose — B units											
7	Diesel-Switching — A units											
8	Diesel-Switching — B units											
9	Total (lines 1 to 8)	174				4	4	121	53	174	385 200	
10	Electric-Freight											
11	Electric-Passenger											
12	Electric-Multiple purpose											
13	Electric-Switching											
14	Total (lines 10 to 13)											
15	Other self-powered units											
16	Total (lines 9, 14 and 15)	174				4	4	121	53	174	385 200	
17	Auxiliary units										XXXX	
18	Total Locomotive Units (lines 16 and 17)	174				4	4	121	53	174	XXXX	

DISTRIBUTION OF LOCOMOTIVE UNITS IN SERVICE OF RESPONDENT AT CLOSE OF YEAR, ACCORDING TO YEAR BUILT, DISREGARDING YEAR OF REBUILDING

Line No.	Type or design of units	Before Jan. 1, 1955 (b)	Between Jan. 1, 1955, and Dec. 31, 1959 (c)	Between Jan. 1, 1960, and Dec. 31, 1964 (d)	Between Jan. 1, 1965, and Dec. 31, 1969 (e)	Between Jan. 1, 1970, and Dec. 31, 1974 (f)	During Calendar Year					TOTAL (l)
							1975 (g)	1976 (h)	1977 (i)	1978 (j)	1979 (k)	
19	Diesel	29		45	39	41		20				174
20	Electric											
21	Other self-powered units											
22	Total (lines 19 to 21)	29		45	39	41		20				174
23	Auxiliary units											
24	Total Locomotive Units (lines 22 and 23)	29		45	39	41		20				174

Road Initials

D&H

Year 1977

417. INVENTORY OF EQUIPMENT — Continued

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

Line No.	Class of equipment and car designations (a)	Units in service of respondent at beginning of year (b)	Changes During the Year					Units at Close of Year					
			Units Installed					Units retired from service of respondent whether owned or leased, including reclassification (g)	Owned and used (h)	Leased from others (i)	Total in service of respondent (col. (h)&(i)) (j)	Aggregate capacity of units reported in col. (j) (see ins. 7) (k)	Leased to others (l)
			New units purchased or built (c)	New units leased from others (d)	Rebuilt units acquired and rebuilt units rewritten into property accounts (e)	All other units, including reclassification and second hand units purchased or leased from others (f)							
	PASSENGER-TRAIN CARS <i>Non-Self-Propelled</i>				None						(Seating capacity)		
25	Coaches [PA, PB, PBO] —												
26	Combined cars [All class C, except CSB] —												
27	Parlor cars [PBC, PC, PL, PO] —												
28	Sleeping cars [PS, PT, PAS, PDS] —												
29	Dining, grill and tavern cars [All class D, PD] —										XXXX		
30	Postal cars [All class M] —										XXXX		
31	Non-passenger carrying cars [All class B, CSB, PSA, IA] —										XXXX		
32	Total (lines 25 to 31) —												
	<i>Self-Propelled Rail Motorcars</i>												
33	Electric passenger cars [EP, ET] —				None								
34	Electric combined cars [EC] —												
35	Internal combustion rail motorcars [ED, EG] —												
36	Other self-propelled cars (Specify types: —												
37	Total (lines 33 to 36) —												
38	Total (lines 32 and 37) —												
	COMPANY SERVICE CARS												
39	Business cars [PV] —	3						3		3	XXXX		
40	Boarding outfit cars [MWX] —	6					2	4		4	XXXX		
41	Derrick and snow removal cars [MWU, MWV, MWW, MWK] —	10					1	9		9	XXXX		
42	Dump and ballast cars [MWB, MWD] —	35				20		55		55	XXXX		
43	Other maintenance and service equipment cars —	115				170	11	274		274	XXXX		
44	Total (lines 39 to 43) —	169				190	14	345		345	XXXX		

Road Initials

D&H

Year 1977

417. INVENTORY OF EQUIPMENT—Continued

Instructions for reporting freight-train car data, pages 106 and 107.

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 (a)	Units in service of respondent at beginning of year		Changes During the Year			
		Time-mileage cars (b)	All others (c)	Units Installed			
				New units purchased or built ¹ (d)	New units leased from others (e)	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹ (f)	All other units, including reclassification and second hand units purchased or leased from others (g)
FREIGHT-TRAIN CARS							
45	Box-General Service (unequipped) [All B, L070, R-00, R-01] _____	1 668					
46	Box-General Service (equipped) [A-20, A-30, A-40, A-50, R-06, R-07] _____	1 565					
47	Box-Special Service [A-00, A-10] _____						
48	Gondola-General Service [All G (except G-9-)] _____	831					
49	Gondola-Special Service [G-9-, J-00, all C, all E] _____	38					
50	Hopper (open top)-General Service [All H (except H-70)] _____	1 169					
51	Hopper (open top)-Special Service [H-70, J-10, J-20, all K] _____						
52	Hopper (covered) [L-5-] _____	626					
53	Tank, under 12,000 gallons T--O, T--1, T--2, T--3] _____	4					
54	Tank, 12,000-18,999 gallons [T--4] _____						
55	Tank, 19,000-24,999 gallons [T--5, T--6] _____						
56	Tank, 25,000 gallons and up [T--7, T--8, T--9] _____						
57	Refrigerator (meat)-Mechanical [R-11, R-12] _____						
58	Refrigerator (other than meat) -Mechanical [R-04, R-10] _____						
59	Refrigerator (meat)-Non-Mechanical ¹ [R-02, R-08, R-09, R-14, R-15, R-17] _____						
60	Refrigerator (other than meat) -Non-Mechanical [R-03, R-05, R-13, R-16] _____						
61	Stock [All S] _____						
62	Flat-Multi-level (vehicular) [All V] _____						
63	Flat-General Service [F-0-] _____	100					
64	Flat-Special Service [F-1-, F-9-, F-20, F-30, F-40, L-2-, L-3-] _____	50					
65	Flat-TOFC [F-7-, F-8-] _____	1					
66	All other [L-0-, L-1-, L-4-, L080, L090] _____						
67	Total (lines 45 to 66) _____	6 052					
68	Caboose [All N] _____	XXXX	85			0X	2X
69	Total (lines 67, 68) _____	6 052	85			0X	2X

¹Box, 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

* Mr. Richard Marini furnished info per telephone call. Will forward a letter.

Mr

417. INVENTORY OF EQUIPMENT—Concluded

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

Line No.	Class of equipment and car designations (a)	Units in service of respondent at beginning of year		Changes During the Year			
		Per diem (b)	All other (c)	Units Installed			
				New units purchased or built ¹ (d)	New units leased from others (e)	Rebuilt units acquired and rebuilt units rewritten into property accounts (f)	All other units, including reclassification and second hand units purchased or leased from others (g)
	FLOATING EQUIPMENT						
71	Self-propelled vessels [Tugboats, car ferries, etc.]	X X X X					
72	Non-self-propelled vessels [Car floats, lighters, etc.]	X X X X		None			
73	Total (lines 71 and 72)	X X X X					
	HIGHWAY REVENUE EQUIPMENT						
74	Bogie-chassis						
75	Dry van						
76	Flat bed						
77	Oper. top			None			
78	Mechanical refrigerator						
79	Bulk						
80	Insulated						
81	Platform, removable sides						
82	Other trailer or container						
83	Tractor						
84	Truck						
85	Total (lines 74 to 84)						

NOTES AND REMARKS

417. 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.
	Owned and used (i)	Leased from others (j)	Total in service of respondent icol. (i) + (j)		Aggregate capacity of units reported in col. (k) + (l) (see ins. 4) (m)	Leased to others (n)	
			Per diem (k)	All other (l)			
Units retired from service of respondent whether owned or leased, in- cluding re- classification (h)					(Tons)		
			XXXX	None			
			XXXX				
			XXXX				
				None			

NOTES AND REMARKS

421. 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 lines 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

421. 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
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		5
XXXXXX		XXXXXX			XXXXXX	6
XXXXXX				XXXXXX	XXXXXX	7
						8
						9
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	10
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	11
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	12
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	13
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	14
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	15
		2	36	181		16
				45		17
				11		18
		2	36	215		19

B. OPERATED BY OTHERS—Concluded
(Revenue service)

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

422. 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 (excluding Railway Express Agency, Inc.) 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 interest 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			
2			
3	None		
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

510. 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 derailing 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)	Derails 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	4					4		4
2	Crossings 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	4					4		4
8	Number at Close of Year by States:								
9	New York	3					3		3
10									
11	Pennsylvania	1					1		1
12									
13	Vermont	None					None		None
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									

516. 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 of jointly owned, jointly maintained or jointly used crossings, one railroad shall be designated the reporting road by mutual agreement of the interested parties.

4. In columns (o) 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-activated devices with or without audible supplements. Include in column (l), 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.

Line No.	Item of Annual Change (a)	TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE													
		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 signs only (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 _____	135	188	2				7		332	225	1	2	10	570
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 _____	20								20				15	35
10	Number of each type deducted _____	4	18	2						24	11				35
11	Net of all changes _____	+16	-18	-2						-4	-11			+15	-
12	Number at close of year _____	151	170	0				7		328	214	1	2	25	570
	Number at close of year by States:														
13															
14	New York _____	92	130					6		228	153	1		24	406
15															
16	Pennsylvania _____	59	25							84	38		2	1	125
17															
18	Vermont _____		15					1		16	23				39
19															
20															
21															
22															
23															
24															
25															
26															

511. 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	79	122	201
2	Added: By new, extended or relocated highway			
3	By new, extended or relocated railroad			
4	By elimination of grade crossing ¹			
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	79	122	201
	Number at close of year by States:			
11				
12	New York	68	90	158
13				
14	Pennsylvania	9	28	37
15				
16	Vermont	2	4	6
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				

¹Total in column (d) should correspond to total number of grade crossings eliminated "By separation of grades", Schedule 510-B, line 7 column (a).

513. TIES LAID IN REPLACEMENT

Give particulars of ties laid during the year in previously constructed tracks maintained by the respondent. Do not include any ties used in any new tracks or in track extensions.

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 at 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.

The sum of entries on lines 21, 22, and 23 should equal the total of columns (d) and (g).

Any material difference between the return on line 22 and the charge to operating expense account No. 212, or between the sum of charges to additions and betterments shown in schedules Nos. 513 and 514 and the related charge to investment account No. 8, should be explained in a footnote.

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 previously constructed tracks during year (d)	Number of feet (board measure) applied (e)	Average cost per M feet (board measure) (f)	Total cost of switch and bridge ties laid in previously constructed tracks during year (g)	
1	T	94 237	\$ 15.28	\$ 1 441	201 363	\$ 403.08	\$ 82	New
2	T	578	3.97	2	3 483	95.50	*	Relay
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20	Total	94 865	15.21	1 443	204 846	397.85	82	

*Amount less than \$500

(Dollars in thousands)

21	Amount of salvage on ties withdrawn	\$ *
22	Amount chargeable to operating expenses	\$ 1 441**
23	Amount chargeable to additions and betterments	\$ 84

Estimated number of crossties in all maintained tracks:

	Number	Percent of Total
24 Wooden ties	3 279 470	98.31
25 Other than wooden ties (steel, concrete, etc.)	56 394	1.69
26 Total	3 335 864	100.00

**Reconciliation of Line 22 and amount charged to Operating Expenses, Account 212, Schedule 320

Line 22	\$ 1 441
Inventory Adjustment	208
Miscellaneous Adjustments	Cr. 16
Charges Account 208 in Error	Cr. 15
Total Account 212, Schedule 320	\$ 1 618

See Note, Page 15

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

Give particulars of ties laid during the year in new construction, following the instructions given in the preceding schedule, so far as applicable. In columns (d) and (g), report "total cost" 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			\$	\$	4 321	\$ 379.03	\$ 2	New
2								
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20	Total				4 321	379.03	2	
21	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid							.02
22	Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid							-

515. RAILS LAID IN REPLACEMENT

Give particulars of all rails applied during the year in connection with replacement of rails in previously constructed tracks maintained by the respondent.

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.

The sum of entries on lines 22, 23, and 24 should equal the total of columns (d) and (h).

Any material difference between the return on line 23 and the charge to operating expense account No. 214, or between the sum of charges to additions and betterments shown in schedules Nos. 515 and 516 and the related charge to investment account No. 5, should be explained in a footnote.

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 (d)	Average cost per ton (2,000 lb.) (e)	Weight of Rail		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	2	132	3 777	\$ 1 307	\$ 346.05			\$	\$
2	2	112	13	4	292.31	112	3	1	307.25
3									
4									
5	4	132	915	115	125.36	132	1	*	125.71
6	4	131	19	2	125.39	131	1	*	125.53
7	4	130	122	15	125.36	130	6	1	125.41
8	4	115	223	28	125.36	115	26	3	125.40
9	4	112	223	28	125.36	112	235	30	125.35
10	4	90	8	1	125.31	90	209	26	125.25
11	4	80	1	*	124.60	80	10	1	125.37
12									
13									
14									
15									
16									
17									
18									
19									
20	Total	X X X X	5 301	1 500	283.02	X X X X	491	62	126.25

*Amount less than \$500

(Dollars in thousands)

See Note, Page 15

21	Number of tons (2,000 lb.) of relays and scrap rail taken up	5 271
22	Salvage value of rails released	\$ 630
23	Amount chargeable to operating expenses	\$ 798
24	Amount chargeable to additions and betterments	\$ 134
25	Miles of new rails laid in replacement (all classes of tracks) †	32.68 (rail-miles)
26	Miles of new and second-hand rails laid in replacement (all classes of tracks) ‡	51.86 (rail-miles)
27	Average weight per yard of new rails laid in replacement (running, passing, and cross-over tracks, etc.) *	132 (pounds)
28	Tons of rail sold as scrap and amount received	2 488 (tons of 2,000 lb.): \$ 91
29	Track-miles of welded rail installed this year	18.47 : total to date 210.63

*Classes 1, 2, and 3 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in all classes of tracks; divide the total number of yards of new rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.

†Classes 1, 2, 3, and 4 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new and second-hand rail laid in all classes of tracks; divide the total number of yards of new and second-hand rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.

*Class 1, 2, and 3 rails.—Reduce tonnage in column (c) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in running, passing, and cross-over tracks, etc.; divide the total number of pounds of new rails laid in running tracks, etc., by the total number of yards of new rails laid in such tracks.

Reconciliation of Line 23 and amount charged to OE Account 214, Schedule 320

Line 23	\$ 798
Inventory Adjustment	215
Rail Grinding	97
Sale of Rail at less than carrying value	109
Building up Rail Ends	37
Miscellaneous Adjustments	81

Total Account 214, Schedule 320

\$1 337

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

Give particulars of rails applied during the year in the construction of new tracks, following the instructions given in the preceding schedule, so far as applicable.

In columns (d) and (h), report "total cost" in thousands.

Line No.	Class of rail (a)	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 (d)	Average cost per ton (2,000 lb.) (e)	Weight of Rail		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	4	132	4	\$ 1	\$ 125.55			\$	\$
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16	Total	XXX	4	1	125.55	XXX			

17 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid 0.02

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 -

517. GAUGE OF TRACK AND 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. If any part of the road operated at the close of the year is other than standard gauge,

4 feet 8-1/2 inches, show the gauge of each part in column (d). 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	155	0.10		
2	140	0.68		
3	136	2.10		
4	132	167.06		
5	131	85.92		
6	130	122.42		
7	127	0.02		
8	119	0.03		
9	115	60.07		
10	112	257.67		
11	110	0.39		
12	100	0.59		
13	90	86.42		
14	80	48.92		
15	67	0.18		
16		832.57		

531. STATISTICS OF RAIL-LINE OPERATIONS (See Page 121 for Instructions)

Line No.	Item (a)	Freight trains (b)	Passenger trains (c)	Total transportation service (d)
1	Average mileage of road operated	1 656		1 656
	Train-Miles			
2	Diesel locomotives	2 187 853		2 187 853
3	Other locomotives			
4	Total locomotives	2 187 853		2 187 853
5	Motorcars			
6	Total train-miles	2 187 853		2 187 853
	Locomotive Unit-Miles			
7	Road service	7 646 366		7 646 366
8	Train switching	190 984		190 984
9	Yard switching	501 312		501 312
10	Total locomotive unit-miles	8 338 662		8 338 662
	Car-Miles (Thousands)			
11	Total motorcar car-miles			
12	Loaded time-mileage freight cars	58 456		58 456
13	Loaded other freight cars	22 351		22 351
14	Empty time-mileage freight cars	42 936		42 936
15	Empty other freight cars	14 417		14 417
16	Caboose	2 188		2 188
17	Total freight car-miles (lines 12, 13, 14, 15 and 16)	140 348		140 348
18	Passenger coaches			
19	Combination passenger cars (mail, express, or baggage, etc., with passenger)			
20	Sleeping and parlor cars			
21	Dining, grill and tavern cars			
22	Head-end cars			
23	Total (lines 18, 19, 20, 21, and 22)			
24	Business cars			
25	Crew cars (other than caboose)			
26	Grand total car-miles (lines 11, 17, 23, 24 and 25)	140 348		140 348
	Gross Ton-Miles and Train-Hours in Road Service			
27	Gross ton-miles of locomotives and tenders (thousands)	1 108 723		1 108 723
28	Gross ton-miles of freight-train cars, contents, and cabooses (thousands)	7 788 011		7 788 011
29	Gross ton-miles of passenger-train cars and contents (thousands)			
30	Train-hours—Total	136 364		136 364
	Revenue and Nonrevenue Freight Traffic			
31	Tons of revenue freight	XX XX XX	XX XX XX	11 141 855
32	Tons of nonrevenue freight	XX XX XX	XX XX XX	26 009
33	Total tons revenue and nonrevenue freight	XX XX XX	XX XX XX	11 167 864
34	Ton-miles—Revenue freight in road service (thousands)	XX XX XX	XX XX XX	3 808 579
35	Ton-miles—Revenue freight in lake transfer service (thousands)	XX XX XX	XX XX XX	
36	Total ton-miles—Revenue freight (thousands)	XX XX XX	XX XX XX	3 808 579
37	Ton-miles—Nonrevenue freight in road service (thousands)	XX XX XX	XX XX XX	3 094
38	Ton-miles—Nonrevenue freight in lake transfer service (thousands)	XX XX XX	XX XX XX	
39	Total ton-miles—Nonrevenue freight (thousands)	XX XX XX	XX XX XX	3 094
40	Net ton-miles of freight—Revenue and nonrevenue (thousands)	3 811 673		3 811 673
	Revenue Passenger Traffic			
41	Passengers carried—Total	XX XX XX	XX XX XX	
42	Passenger-miles—Total	XX XX XX	XX XX XX	
	Train-Miles Work Trains			
43	Locomotives			23 823
44	Motorcars			
45	Total			23 823

INSTRUCTIONS CONCERNING SCHEDULE 531 ON PAGE 120

1. Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Train-miles, car-miles and other particulars are to be reported in accordance with the classification of train-miles and car-miles prescribed in the Uniform System of Accounts for Railroad Companies (Mileage Accounts 800 to 805 and 820 to 825). Locomotive unit-miles should include all miles made by each locomotive unit.

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

3. Item No. 1 includes miles of road operated under trackage rights.

4. All statistics should be reported in whole numbers unless otherwise indicated in thousands. For gross ton-miles compute from conductors' or dispatchers' train reports weight in tons (2,000 pounds). Line 27 includes weight of all locomotive units moved one mile in transportation trains. Ton-miles of motorcars should be excluded. Lines 28 and 29 represent tons behind locomotive units (cars and contents, company-service equipment and cabooses) moved one mile in transportation trains. Include ton-miles of exclusive work service equipment and motorcars moving in

transportation trains. Use 150 pounds as the average weight per passenger and four tons as the average weight of contents of each head-end car.

5. Line No. 35 should represent the ton-miles of revenue freight in water transfer service on the Great Lakes involving a rail-line haul, the revenue from which is includible in account No. 101, "Freight." Ton-miles of revenue freight in water transfer service which was moved on the basis of lawful local tariff rates, the revenue from which is creditable to account No. 113, "Water transfers," should be excluded. Line 36, Total ton-miles—Revenue freight, should correspond to the ton-miles reported on Form OS-B, Item 2.

6. For net ton-miles, Line 40, compute from conductors' train reports. This item represents the number of tons of revenue and non-revenue freight moved one mile in transportation trains. Include a reasonable proportion of the weight of exclusive work equipment moved one mile. Include net ton-miles in motorcar trains. Exclude LCL shipments handled in mixed baggage-express cars.

7. The mileage of company service equipment, designed exclusively for work service and moved in transportation trains, should be classed as loaded freight car-miles.

8. Highway vehicle operations should not be included in Schedule 531 but particulars thereof given in a footnote below.

532. SWITCHING AND TERMINAL TRAFFIC AND CAR STATISTICS

(For switching and terminal companies only)

1. Give particulars of cars handled during the year. For descriptions of kinds of services included in switching operations, and in terminal operations, reference is made to the "Notice" on the inside of the front cover of this form. With respect to the term "cars handled" it should be observed that, when applied to switching operations, the movement of a car from the point at which a switching company receives it, whether loaded or empty, to the point where it is loaded or unloaded or delivered to another connecting line is to be counted as one car handled. The return of a car, whether loaded or empty, from the point where it is loaded or un-

loaded, to the point of delivery is to be counted as one car handled. No incidental movement is to be considered, unless such incidental movement involves the receipt of additional revenue. When applied to terminal operations, such as union station, bridge, ferry, or other joint facility terminal operations, the term "cars handled" includes all cars for which facilities are furnished.

2. The number of locomotive-miles in yard switching service should be computed in accordance with account No. 816, "Yard Switching Locomotive-miles."

Line No.	Item (a)	Switching operations (b)	Terminal operations (c)	Total (d)
Freight Traffic				
1	Number of cars handled earning revenue—Loaded			
2	Number of cars handled earning revenue—Empty			
3	Number of cars handled at cost for tenant companies—Loaded			
4	Number of cars handled at cost for tenant companies—Empty			
5	Number of cars handled not earning revenue—Loaded			
6	Number of cars handled not earning revenue—Empty			
7	Total number of cars handled			
Passenger Traffic				
8	Number of cars handled earning revenue—Loaded	Not Applicable		
9	Number of cars handled earning revenue—Empty			
10	Number of cars handled at cost for tenant companies—Loaded			
11	Number of cars handled at cost for tenant companies—Empty			
12	Number of cars handled not earning revenue—Loaded			
13	Number of cars handled not earning revenue—Empty			
14	Total number of cars handled			
15	Total number of cars handled in revenue service (lines 7 and 14)			
16	Total number of cars handled in work service			
17	Number of locomotive-miles in yard switching service: Freight, _____; passenger, _____			

NOTES AND REMARKS

562. COMPENSATION OF OFFICERS, DIRECTORS, ETC.

1. In columns (a) and (b) enter the name and position of each of the five persons named in Schedules 102 and 103 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 \$40,000 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 104, reference to this fact should be made if the aggregate compensation from all companies amounts to \$40,000 or more. The detail as to division of the compensation should be reported in schedule 564.

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	C. E. Bertrand	President and Chief	\$	\$
2		Executive Officer	69	b 1
3				
4	F. W. Eagan	Vice President - Admin-		
5		istration and Govern-		
6		mental Affairs	38	
7		effective 2/1/77	42	
8				
9	W. E. Ruby	Vice President -		
10		Operations & Maintenance	a 43	
11				
12	T. E. O'Brien	Vice President - Sales		
13		and Marketing Group	38	
14		effective 2/1/77	43	
15				
16	R. T. Murray	Vice President -		
17		Finance	34	
18		effective 2/1/77	37	
19				
20	a Carried on payroll of Norfolk and Western Railway Company. Respondent			
21	reimburses Norfolk and Western Railway Company for annual salary.			
22				
23	b Director's Fees			
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				

563. PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES AND AFFILIATES

1. In the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subscriptions, allowance for expenses, or any form of payments amounting in the aggregate to \$50,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person, except:

(a) Payments to employees of the respondent shall be reported in Schedule 562.

(b) Payments for services rendered by affiliates shall be reported in Schedule 564.

(c) Payments for accounting and audit fees must be reported in full regardless of the \$50,000 limitation. These fees must not be included with management fees paid to parent companies.

2. The aggregate of payments to be reported in column (c) shall include amounts paid and/or accrued during the year which are applicable to the year.

3. When contributions under \$50,000 are made in common with other carriers under a joint arrangement in payment for the performance of services or as a donation, each such contribution shall be reported, irrespective of the amount thereof, if the total amount paid by all contributors for the performance of the particular service is equal to the sum of \$100,000 or more.

4. Payments to the independent public accountant reporting on the respondent's annual report shall be subdivided to show separately the amount paid for auditing and the total amount paid for other types of management services such as, but not limited to, compensation plans, pension plans, forecasts and budgets, and tax advice. All carriers, whether payments aggregate more or less than \$50,000, shall answer the following question.

Did the independent accountant reporting on the respondent's annual report provide any management services other than auditing?

Specify: Yes ☒ No ☐

5. To be included are, among others, payments, directly or indirectly, for legal, medical, engineering, advertising, valuation, accounting, statistical, financial, educational, entertainment, charitable, advisory, defensive, detective, developmental, research, appraisal, registration, purchasing, architectural, and hospital services; payments for expert testimony and for handling wage disputes; and payments for services of banks, bankers, trust companies, insurance companies, brokers, trustees, promoters, solicitors, consultants, actuaries, investigators, inspectors, and efficiency engineers. Payments to the various railroad associations, commissions, committees, bureaus, boards, and other organizations maintained jointly by railroads shall also be included. The enumeration of these kinds of payments should not be understood as excluding other payments for services not excluded below.

6. To be excluded are: Rent of buildings or other property, taxes payable to the Federal, State, or local Governments, payments for heat, light, power, telegraph, and telephone services, and payments to other carriers on the basis of lawful tariff charges or for the interchange of equipment between carriers, as well as other payments for services which both as to their nature and amount may reasonably be regarded as ordinarily connected with the routine operation, maintenance, or construction of a railroad, but any special and unusual payments for services should be reported. Payments of \$50,000 or more to organizations maintained jointly by railroads with other railroads are not to be excluded even if their services are regarded as routine.

7. If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads. When the respondent is reporting on a system basis, audit fees must be reported separately for each individual railroad included in the system.

8. If any doubt exists in the mind of the reporting officer as to the reportability of any type of payment, request should be made for a ruling before filing this report.

(Dollars in thousands)

Line No.	Name of recipient (a)	Description of service (b)	Amount of payment (c)
1	Eastern Railroad Association	Proportion of Expenses	\$ 133
2	Association of American		
3	Railroads	" " "	90
4	Western Railroad Association	" " "	23
5	New York Railroad Association	" " "	33
6	Railroad Perishable		
7	Inspection Agency	" " "	17
8	Eastern Central Motor Carrier		
9	Association	" " "	1
10	Station List Publishing Co.	" " "	1
11	Southeastern Railroad		
12	Association	" " "	6
13	Associated Railroads in		
14	Pennsylvania	" " "	4
15	National Railway Labor		
16	Conference	" " "	11
17	Fell, Spalding, Goff & Rubin	Legal Services	57
18	Rogers & Wells	" "	1
19	Clark, Ladner, Fortenbaugh		
20	& Young	" "	1
21	Peat, Marwick, Mitchell & Co.	Auditing	39
22	Peat, Marwick, Mitchell & Co.	Management Services - Pension Plan	3
23	Fay Associates	Consulting Services	88
24			
25			
26			
27			
28			

**564. TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT
FOR SERVICES RECEIVED OR PROVIDED**

1. Furnish the information called for below concerning each contract, agreement or arrangement (written or unwritten) in effect at any time during the year between the respondent and the affiliated companies listed in Schedule 104, or persons affiliated with the respondent including officers, directors, stockholders, owners, partners or their wives and other close relatives, or their agents. Examples of transactions are, but not restricted to, management, legal, accounting, purchasing or other type of service including the furnishing of materials, supplies, purchase of equipment, leasing of structures, land and equipment, and agreements relating to allocation of officers salaries and other common costs between affiliated companies.

To be excluded are payments for the following types of services:

- (a) Lawful tariff charges for transportation services.
- (b) Payments to or from other railroads for interline services and interchange of equipment.
- (c) Payments to or from other railroads for services which may reasonably be regarded as ordinarily connected with routine operation, maintenance, or construction of a railroad, but any special or unusual transactions should be reported.
- (d) Agreements relating to joint pension plans with affiliated companies should be reported in explanatory notes section of Schedule 200 (p. 13)

2. In column (a) enter the name of the affiliated company, person, or agent with which respondent received or provided services aggregating \$30,000 or more for the year. If an affiliated company provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, list all the affiliates included in the agreement and describe the allocation of charges in column (d). If the respondent provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, reference to this fact should be made and the detail as to the allocation of charges should be stated. For those affiliates providing services to the respondent, also enter in column (a) the percent of affiliate's gross income derived from transactions with respondent.

Attach a balance sheet and income statement for each affiliate with which respondent had reportable transactions during the year. These statements should be prepared on the same accounting

year basis and in conformity with the balance sheet and income statement in annual report form A, and should be noted to indicate method of depreciating property, if any, furnished to the respondent. Balance sheet and income statement are not required for affiliated carriers filing annual reports with the Commission.

3. In column (b) indicate form of affiliation or control between the respondent and the company or person identified in column (a) as follows:

- (a) If responder directly controls affiliate insert the word "direct".
- (b) If respondent controls through another company insert the word "indirect".
- (c) If respondent is under common control with affiliate insert the word "common".
- (d) If respondent is controlled directly or indirectly by the company listed in column (a) insert the word "controlled".
- (e) If control is exercised by other means such as a management contract or other arrangement of whatever kind insert the word "other" and footnote to describe such arrangements.

4. In column (c) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. When an affiliate listed in column (a) provides more than one type of service in column (c), list each type of service separately and show total for the affiliate. When services are both provided and received between the respondent and an affiliate they should be listed separately and the amounts shown separately in column (g).

5. In column (d) fully describe the basis for computing charges under each contract, agreement, etc.

6. In columns (e) and (f) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".

7. In column (g) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (c). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the respondent and an affiliate.

(Dollars in thousands)

Line No.	Name of Company or Individual and percent of gross income from respondent carrier (a)	%	Form of Affiliation (b)	Character of Service (c)	Basis of Charge (d)	Contract		Total Charges for Year	
						Date (e)	Term (f)	(P)(S)	(g)
1				None					\$
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									

565. OTHER TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT

1. Furnish the information called for below concerning transactions between the respondent and the affiliated companies listed in Schedule 104, or persons affiliated with the respondent including officers, directors, stockholders, owners, partners or their wives and other close relatives, or their agents. Examples of transactions are, but not limited to, purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.

2. In column (a) enter the name of the affiliated company, person, or agent with which respondent transacted purchase, sale or transfer.

3. In column (b) indicate form of affiliation or control between the respondent and company or person identified in column (a) in accord with instruction No. 3 to Schedule 564.

4. In column (c) briefly describe the kind of asset purchased, sold or transferred.

5. In column (d) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales with the company or individual named in column (a) when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".

6. In column (e) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (d).

7. In column (f) report the net profit or loss for each item (column (d) less column (e)).

8. Answer all questions at bottom of schedule. (Dollars in thousands)

Line No.	Name of Company or Individual (a)	Form of Affiliation (b)	Description of Item (c)	Sales or Purchase Price (d)	Net Book Value (e)	Gain or (Loss) (f)
1	None			\$	\$	\$
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (a)? Specify. Yes ___ No ___ If yes, give particulars of prior transaction such as sales price, and gain or loss.

Where any services provided or assets transferred between respondent and affiliated companies or individuals during the year for which no charges were assessed? Specify. Yes ___ No ___ If yes, explain.

**566 A. TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS
FOR SERVICES RECEIVED OR PROVIDED**

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1. Furnish the information called for below concerning transactions between noncarrier subsidiaries of the respondent and other affiliated companies for services received or provided in accord with instruction No. 1 to Schedule 564.

2. In column (a) enter the name of the noncarrier subsidiary of respondent.

3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary received or provided services aggregating \$30,000 or more for the year.

4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.

5. In column (d) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. If more

than one type of service is provided, list each type of service separately. When services are both provided and received between the noncarrier subsidiary and other affiliate they should be listed separately and the amounts shown separately in column (h).

6. In column (e) fully describe the basis for computing charges under each contract, agreement, etc.

7. In columns (f) and (g) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".

8. In column (h) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (d). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the noncarrier subsidiary and other affiliate. (Dollars in thousands)

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Character of service (d)	Basis of Charge (e)	Contract		Total Charges for Year	
						Date (f)	Term (g)	(P)(S)	(h)
1	None								\$
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									

566 B. OTHER TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS

1. Furnish the information called for below concerning other transactions between noncarrier subsidiaries of the respondent and other affiliated companies in accord with instruction No. 1 to Schedule 565.

2. In column (a) enter the name of the noncarrier subsidiary of respondent.

3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary transacted a purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.

4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.

5. In column (d) briefly describe the kind of asset purchased, sold or transferred.

6. In column (e) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".

7. In column (f) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (e).

8. In column (g) report the net profit or loss for each item (column (e) less column (f)).

9. Answer all questions at bottom of schedule.
(Dollars in thousands)

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Description of Item (d)	Sales or Purchase Price (e)	Net Book Value (f)	Gain or (Loss) (g)
1	None						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (b)? Specify. Yes . . . No . . . If yes, give particulars of prior transaction such as sales price, and gain or loss.

Were any services provided or assets transferred between noncarrier subsidiaries of respondent and other affiliated companies or individuals for which no charges were assessed? If so, explain.

Railroad Annual Report R-1

Read Initials

D&H
Year 1977

571. 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	17 350 876			
2	Passenger				
3	Yard switching	990 172			
4	Total	18 341 048			
5	Cost of Fuel*	\$ 7 485	\$	\$	\$
6	Work Train	41 499			

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	None		
11	Cost of Fuel*	\$	\$	\$
12	Work Train			

*Show cost of fuel charged to train and yard service (accounts Nos. 382 and 394, for other than electric, and accounts Nos. 383, 384, 395, and 396, for electric). 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)

581. 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) Express companies.
- (b) Mail.
- (c) Sleeping, parlor, and dining-car companies.
- (d) Freight or transportation companies or lines.
- (e) Other railway companies.
- (f) Steamboat or steamship companies.
- (g) Telegraph companies.
- (h) Telephone companies.
- (i) Equipment purchased under conditional sales contracts.
- (j) Routing traffic of affiliated companies.
- (k) Other contracts.

2. Under item 1(e), 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(i), 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(j) 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(k), 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 \$25,000 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."

- (e) Agreement made as of March 1, 1977 with Richmond, Fredericksburg and Potomac Railway Company, Consolidated Rail Corporation, The Baltimore and Ohio Railroad Company, The Chesapeake and Ohio Railway Company, and Southern Railway Company under which D&H became entitled to all of the benefits and privileges and services of Potomac Yard and related facilities in the same manner and subject to the same conditions as the other using railroads, and which agreement amends the agreement of December 31, 1927, as amended, entered into among the original using railroads.
- (e) Agreement dated March 21, 1977 with Providence and Worcester (P&W) Company under which D&H agreed to allow P&W the exclusive use of approximately 65 fifty (50) ton open top hopper cars for a term of 90 days, subject to 30 days notice of cancellation thereafter, at a rental of \$1.25 per car per day.
- (e) Agreement dated September 29, 1977 with Massachusetts Bay Transportation Authority (MBTA) under which D&H leased 4 Alco Model PA-4 locomotives to MBTA for a term of 1 month and monthly thereafter, subject to 30 days cancellation as to any or all locomotives, at a rental of \$150.00 per locomotive per day.
- (e) Agreement dated October 18, 1977 with Norfolk and Western Railway Company (N&W) under which D&H leased 10 Alco Model C-628 locomotives to N&W for a term of 1 month as to each locomotive and thereafter for automatically renewing 5 day terms, subject to 5 days cancellation, at a rental of \$120.00 per day per locomotive. Said agreement was cancelled as to 2 of the locomotives effective December 10, 1977.

NOTES AND REMARKS

- (k) Supplemental Agreement dated as of March 17, 1977 with United States Railway Association (USRA) which provides for inclusion into the Loan Agreement between USRA and D&H dated March 15, 1976 of the non-discrimination clauses in the Regulations of the Federal Railroad Administration implementing Section 905 of the Railroad Revitalization and Regulatory Reform Act of 1976 ("RRRA"), 45 U.S.C. §803.
- (k) Third Supplemental Agreement dated as of August 8, 1977 with United States Railway Association (USRA) which amends the Loan Agreement between USRA and D&H dated March 15, 1976 by (1) increasing the 1977 drawdowns from \$2,500,000 to \$4,500,000, (2) decreasing the 1978 drawdowns from \$3,000,000 to \$2,000,000, and (3) eliminating the 1979 drawdown of \$1,000,000.
- (k) Fourth Supplemental Agreement dated as of December 16, 1977 with United States Railway Association (USRA) which amends the Loan Agreement between USRA and D&H dated March 15, 1976 by deferring interest totaling \$1,074,444.05 due December 20, 1977 on Notes issued in accordance therewith until maturity or date of repurchase.
- (k) Fifth Supplemental Agreement dated as of December 29, 1977 with United States Railway Association (USRA) which amends the Loan Agreement between USRA and D&H dated March 15, 1976 (1) by increasing the aggregate amount of loans permitted under said Loan Agreement from \$28,000,000 to \$30,000,000; and (2) by revising again the schedule of drawdowns by further increasing the drawdowns for 1977 from \$4,500,000 to \$6,500,000, while continuing to provide for a drawdown of \$2,000,000 in 1978.
- (k) Agreement dated April 1, 1977 with the People of the State of New York (the State) under which D&H agreed to perform the work and purchase materials, at State expense, totaling \$2,199,874 in connection with the purchase of ties, welded rail, and associated materials required for the elimination of restricting slow orders and the enhancement of operating safety on D&H lines in New York State.
- (k) Agreement dated April 1, 1977 with State of Vermont Agency of Transportation (the State), under which D&H agreed to perform certain duties and furnish certain materials, in connection with the installation of 6,000 ties, at an estimated labor cost of \$70,000, to be reimbursed by the State.
- (k) Agreement dated June 29, 1977 with Midwest Corporation (Midwest) under which D&H leased a minimum of 23 - 100 ton capacity open top hopper cars and 6 - 70 ton open top hopper cars to Midwest at monthly rentals of \$465 and \$415 per car respectively for a term of 90 days and thereafter cancellable on 30 days notice.
- (k) Agreement dated July 1, 1977 with the People of the State of New York (the State) under which D&H agreed to perform the work and purchase materials at State expense, totaling \$1,100,000 in connection with the improvement of its signals and communications system.
- (k) Agreement dated July 22, 1977 with Midwest Corporation (Midwest) under which D&H leased an additional 7 - 100 ton open top hopper cars and an additional 4 - 70 ton hopper cars to Midwest in accordance with the terms of the agreement of June 29, 1977.

NOTES AND REMARKS

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Schedule 585.—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.

Line No.	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	None						
2							
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600. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION

This schedule should be completed by carriers participating in the National Railroad Passenger Corporation (NRPC) agreement, as required by order of the Commission, January 30, 1973, No. 35344 (Sub-NO. 3). Classify by accounts the amounts credited for remunerations for intercity

passenger service performed by respondent on behalf of NRPC. All contra entries should be indicated in parenthesis.

(Dollars in thousands.)

Line No.	Name of Account (a)	Amount (b)
	Maintenance of Way and Structures	\$
1	201 Superintendence	
2	202 Roadway Maintenance	34
3	206 Tunnels and Subways	
4	208 Bridges, Trestles and Culverts	
5	210 Elevated Structures	
6	212 Ties	
7	214 Rails	
8	216 Other Track Material	
9	218 Ballast	
10	220 Track Laying and Surfacing	24
11	221 Fences, Snowsheds and Signs	
12	227 Station and Office Buildings	3
13	229 Roadway Buildings	
14	231 Water Stations	
15	233 Fuel Stations	
16	235 Shops and Enginehouses	
17	247 Communication Systems	
18	249 Signals and Interlockers	
19	253 Power Plants	
20	257 Power-transmission Systems	
21	265 Miscellaneous Structures	
22	269 Roadway Machines	
23	271 Small Tools and Supplies	
24	272 Removing Snow, Ice and Sand	
25	273 Public Improvements; Maintenance	
26	274 Injuries to Persons	
27	276 Stationery and Printing	
28	277 Employees Health and Welfare Benefits	2
29	278 Maintaining Joint Tracks, Yards and Other Facilities - Dr.	139
30	279 Maintaining Joint Tracks, Yards and Other Facilities - Cr.	
31	281 Right-of-way Expenses	
32	282 Other Expenses	
33	Total	202
	Maintenance of Equipment	
34	301 Superintendence	5
35	302 Shop Machinery	
36	304 Power-plant Machinery	
37	305 Shop and Power-plant Machinery; Depreciation	
38	311 Locomotives; Repairs	59
39	317 Passenger-train Cars; Repairs	114
40	326 Work Equipment; Repairs	
41	328 Miscellaneous Equipment; Repairs	
42	331 Equipment; Depreciation	
43	332 Injuries to Persons	
44	334 Stationery and Printing	
45	335 Employees Health and Welfare Benefits	7

600. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION - Continued

Line No.	Name of Account (a)	Amount (b)
	Maintenance of Equipment—Continued	\$
46	336 Joint Maintenance of Equipment Expenses - Dr.	92
47	337 Joint Maintenance of Equipment Expenses - Cr.	
48	339 Other Expenses	
49	Total	277
	Traffic	
50	351 Superintendence	
51	352 Outside Agencies	
52	353 Advertising	
53	354 Traffic Associations	
54	358 Stationery and Printing	
55	359 Employees Health and Welfare Benefits	
56	360 Other Expenses	
57	Total	
	Transportation	
58	371 Superintendence	
59	372 Dispatching Trains	
60	373 Station Employees	44
61	376 Station Supplies and Expenses	11
62	377 Yardmasters and Yard Clerks	
63	378 Yard Conductors and Brakemen	2
64	379 Yard Switch and Signal Tenders	
65	380 Yard Enginemen	2
66	382 Yard Switching Fuel	
67	383 Yard Switching Power Produced	
68	384 Yard Switching Power Purchased	
69	388 Servicing Yard Locomotives	
70	389 Yard Supplies and Expenses	1
71	390 Operating Joint Yards and Terminals - Dr.	214
72	391 Operating Joint Yards and Terminals - Cr.	
73	392 Train Enginemen	202
74	394 Train Fuel	148
75	395 Train Power Produced	
76	396 Train Power Purchased	
77	400 Servicing Train Locomotives	22
78	401 Trainmen	196
79	402 Train Supplies and Expenses	126
80	403 Operating Sleeping Cars	
81	404 Signal and Interlocker Operation	
82	405 Crossing Protection	
83	406 Drawbridge Operation	
84	407 Communication System Operation	
85	409 Employees Health and Welfare Benefits	15
86	410 Stationery and Printing	
87	411 Other Expenses	
88	412 Operating Joint Tracks and Facilities - Dr.	
89	413 Operating Joint Tracks and Facilities - Cr.	
90	415 Clearing Wrecks	
91	420 Injuries to Persons	7
92	Total	990

600. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION - Concluded

Line No.	Name of Account (a)	Amount (b)
	Miscellaneous	\$
		195
93	441 Dining and Buffet Service	
94	447 Operating Joint Miscellaneous Facilities - Dr.	
95	448 Operating Joint Miscellaneous Facilities - Cr.	11
96	449 Employees Health and Welfare Benefits	206
97	Total	
	General	
		18
98	451 Salaries and Expenses of General Officers	14
99	452 Salaries and Expenses of Clerks and Attendants	2
100	453 General Office Supplies and Expenses	
101	454 Law Expenses	2
102	456 Employees Health and Welfare Benefits	1
103	457 Pensions	
104	458 Stationery and Printing	
105	460 Other Expenses	
106	461 General Joint Facilities - Dr.	
107	462 General Joint Facilities - Cr.	37
108	Total	
	RENTS	
109	504 Rent from Locomotives	
110	505 Rent from Passenger-train Cars	
111	507 Rent from Work Equipment	
112	508 Joint Facility Rent Income	1
113	537 Rent for Locomotives	
114	538 Rent for Passenger-train Cars	8
115	541 Joint Facility Rents	9
116	Total Rents	103
117	532 Railway Tax Accruals	1 824
118	Total Remunerations	

NOTES AND REMARKS

VERIFICATION

The foregoing report must be verified by the oath of the officer having control of the accounting of the respondent. It should be verified, also, by the oath of the president or other chief officer of the respondent, unless the respondent states on the last preceding page of this report that such chief officer has no control over the accounting of the respondent. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken.

OATH

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

State of New York

County of Albany

ss:

R. E. Sullivan

(Insert here the name of the affiant)

makes oath and says that he is

Comptroller

(Insert here the official title of the affiant)

Of Delaware and Hudson Railway Company

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

that it is his duty to have supervision over the books of account of the respondent and to control the manner in which such books are kept; that he knows that such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and other orders of the Interstate Commerce Commission, effective during the said period; that he has carefully examined the said report and to the best of his knowledge and belief the entries contained in the said report have, so far as they relate to matters of account, been accurately taken from the said books of account and are in exact accordance therewith; that he believes that all other 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 during the period of time from and including

Jan. 1, 1977 to and including Dec. 31, 1977

R. E. Sullivan

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 31st day of March, 1978

My commission expires

March 30, 1979

Use an
L.S.
impression seal

Stephen L. Lamalfa

(Signature of officer authorized to administer oaths)

STEPHEN LAMALFA

Notary Public in the State of New York
Commission Expires March 30, 1979

SUPPLEMENTAL OATH

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

State of New York

County of Albany

ss:

T. W. Eagan

(Insert here the name of the affiant)

makes oath and says that he is

Vice President - Finance and

Governmental Affairs (Insert here the official title of the affiant)

of Delaware and Hudson Railway 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 Jan. 1, 1977 to and including Dec. 31, 1977.

T. W. Eagan

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the state and county above named, this 31st day of March, 1978

My commission expires

March 30, 1979

Use an
L.S.
impression seal

STEPHEN LAMALFA
Notary Public in the State of New York
Commission Expires March 30, 1979

Stephen L. Lamalfa

(Signature of officer authorized to administer oaths)

MEMORANDA
(FOR USE OF COMMISSION ONLY)

CORRESPONDENCE

[illegible]

CORRECTIONS

[illegible]

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