

613950

DELRAY CONNECTING R.R. CO.

1978

613950

Ø

**R-3**Class III Railroads  
Approved by GAO  
B-180230 (R0583)  
Expires 12-31-81

# annual report



	RCO04395 DELRAY CONN 3 0 3 613950 DELRAY CONNECTING R.R. CO. P O BOX 266 DETROIT MI 48232
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)

 INTERSTATE  
 COMMERCE COMMISSION  
 RECEIVED

JUN 3 1979

 ADMINISTRATIVE SERVICES  
 MAIL UNIT


to the  
**Interstate Commerce Commission**  
 for the year ended December 31, 1978

# TABLE OF CONTENTS

	Schedule No.	Page
Schedules Omitted by Respondents.....	A	1
Identity of Respondent.....	101	2
Stockholders.....	107	3
Comparative Statement of Financial Position.....	200	4
Results of Operations.....	210	7
Road and Equipment Property.....	330	11
Important Changes During the Year.....	705	13
Inventory Equipment.....	710	14
Tracks.....	720	16

### A. 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.
2. Show below the pages excluded and indicate the schedule number and title in this space provided below.
3. If no schedules were omitted indicate "NONE".

Page	Schedule No.	Title
------	--------------	-------





## 101. IDENTITY OF RESPONDENT

1. Give the exact name\* by which the respondent was known in 1947 at the close of the year  
Delray Connecting Railroad Company
2. State whether or not the respondent made an annual report to the Interstate Commerce Commission for the preceding year, or for any part thereof. If so, in what name was such report made? Yes - Delray Connecting Railroad Company
3. If any change was made in the name of the respondent during the year, state all such changes and the dates on which they were made  
None
4. Give the location (including street and number) of the main business office of the respondent at the close of the year  
Zug Island, River Rouge, Michigan
5. Give the titles, names, and office addresses of all general officers of the respondent at the close of the year. If there are receivers who are recognized as in the controlling management of the road, give also their names and titles, and the location of their offices.

Line No.	Title of general officer (a)	Name and office address of person holding office at close of year (b)
1	President	Charles A. O'Brien Detroit, MI.
2	Vice president	
3	Secretary	Ronald G. Ark " "
4	Treasurer	Ronald G. Ark " "
5	Controller or auditor	Edward E. Cardelli " "
6	Attorney or general counsel	
7	General manager	Paul N. Weissert " "
8	General superintendent	
9	General freight agent	
10	General passenger agent	
11	General land agent	
12	Chief engineer	
13	Assistant Secretary	Henry A. Morrow, Jr. Pittsburgh, PA.

6. Give the names and office addresses of the several directors of the respondent at the close of the year, and the dates of expiration of their respective terms.

Line No.	Name of director (a)	Office address (b)	Term expires (c)
14	Charles A. O'Brien	Detroit, MI.	To serve until their successors are duly elected and qualified.
15	Paul N. Weissert	" "	
16	Edward E. Cardelli	" "	
17	Eli Krivoshia, Jr.	Pittsburgh, PA	
18	Henry A. Morrow, Jr.	" "	
19			
20			
21			
22			
23			

7. Give the date of incorporation of the respondent 3-25-04
8. State the character of motive power used Diesel Electric
9. Class of switching and terminal company Class III
10. Under the laws of what Government, State, or Territory was the respondent organized? If more than one, name all. Give reference to each 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 Michigan General Railroad Law Act No. 198 of the Public Acts of the State of Michigan of the Year 1873 and of the Acts amendatory thereof and supplementary thereto.
11. State whether or not any corporation or association or group of corporations had, at the close of the year, the right to name the major part of the board of directors, managers, or trustees of the respondent, and if so, give the names of all such corporations and state whether such right was derived through (a) title to capital stock or other securities issued or assumed by the respondent, (b) claims for advances of funds made for the construction of the road and equipment of the respondent, or (c) express agreement or some other source Nat'l Steel Corp.
- (a) Right of control exist through title to capital stock issued by respondent.
12. Give hereunder a history of the respondent from its inception to date, showing all consolidations, mergers, reorganizations, etc., and if a consolidated or merging corporation give like particulars for all constituent and subconstituent corporations. Describe also the course of construction of the road of the respondent, and its financing Answers to this item are on typewritten sheets attached.

\*Use the initial word the when (and only when) it is a part of the name, and distinguish between the words railroad and railway and between company and corporation.

DELRAY CONNECTING RAILROAD COMPANY

Schedule 300 Item 12

Incorporated March 25, 1904 under General Railroad Laws of the State of Michigan.

Organized and incorporated to form a connecting road for switching to and from local industries and the following trunk line railroads:

Canadian Pacific Railway Company  
Chesapeake & Ohio Railway Company  
Detroit & Toledo Shore Line Railroad Company  
Detroit, Toledo & Ironton Railroad Company  
Grand Trunk Western Railroad Company  
Norfolk & Western Railway Company  
Penn Central Company

Capital Stock paid in.

500 Shares Common Stock, par value \$ 100. \$ 50,000.

Capital Stock increase from \$ 50,000. to \$ 1,000,000.  
authorized by the Secretary of State of Michigan, February 19, 1916.

Issue of 7,500 shares of Common Stock at par value of \$ 100. - \$ 750,000.  
authorized by Michigan Railroad Commission, February 18, 1916.

Purpose of authorization - purchase of real estate, right-of-way and tracks for storage yard, also locomotives and cars.

Issue of 2,000 shares of Common Stock at par value of \$ 100. - \$ 200,000.  
authorized by Michigan Railroad Commission, June 26, 1917.

Purpose of authorization - additional investment, purchase of new cars, etc.

The issue of February 18, 1916, was paid for in cash and property as follows:

Cash	\$	\$ 220,733.
Road -		
Real estate, right-of-way - 31.52 acres	36,531.	
Tracks - 7.25 miles	100,913.	
Two rolling lift bridges across Rouge River	244,000.	
Two track scales	11,380.	
Locomotive coaling	1,370.	
Locomotive stand pipe	460.	394,654.
Equipment -		
Freight-train cars		134,613.
		<u>\$ 750,000.</u>



The issue of June 26, 1917 was paid for in cash - \$ 200,000.

Capital Stock increase from \$ 1,000,000. to \$ 1,500,000. authorized by Secretary of State of Michigan, October 2, 1919.

Purpose of authorization - to reimburse the treasury of the respondent on account of capital expenditures previously made by respondent, as detailed in its petition for authorization filed with the Commission, August 22, 1919.

Issue of 3,000 shares of Common Stock at par value of \$ 100. - \$ 300,000. authorized by Michigan Public Utilities Commission, September 19, 1919.

The issue of September 19, 1919 was paid in cash - \$ 300,000.

The Capital Stock was decreased from \$ 1,500,000. to \$ 850,000. The respondent acquired 6,500 shares of its Capital Stock for a total consideration of \$ 650,000. and that, upon acquisition, such shares were cancelled. The total amount of Stock, including such decrease, actually paid in is the sum of \$ 650,000. authorized March 20, 1968.



DELRAY CONNECTING RAILROAD COMPANY

Page 1

Schedule 300  
Item 12

Summary of Tracks Operated, Owned, Leased or under Trackage Rights  
and also Investment Accounts as Shown at the Close of Each Year.

		Tracks		Trackage Rights	Road Investment	Equipment Locomotives	Equipment			Expenditures
		Owned	Leased				Cars	Work	Misc.	
June 30, 1905		2.33	10.00	-	\$ 23,580.	\$ 22,391.	\$ 1,865.	\$ -	\$ -	\$ -
"	1915	3.10	17.60	11.53	26,141.	69,939.	-	-	-	-
"	1916	10.55	.52	11.53	430,048.	83,107.	135,155.	-	-	1,478.
Dec. 31, 1916		13.53	.52	9.73	471,271.	107,294.	239,512.	-	-	1,478.
"	1917	13.53	.52	9.73	478,413.	107,294.	390,922.	-	-	1,478.
"	1918	14.90	.72	9.73	577,987.	107,294.	607,831.	-	500.	1,478.
"	1919	16.40	.72	9.73	675,157.	107,294.	636,545.	-	790.	1,478.
"	1920	16.40	.72	9.73	682,586.	145,775.	519,560.	-	790.	1,478.
"	1921	17.00	.72	9.73	683,649.	134,439.	517,104.	-	790.	1,478.
"	1922	17.01	.72	9.73	690,885.	134,439.	517,134.	-	790.	1,478.
"	1923	17.01	.73	9.73	692,724.	134,439.	475,750.	-	790.	1,478.
"	1924	16.89	.73	9.73	696,551.	134,439.	474,415.	-	1,140.	1,478.
"	1925	16.89	1.76	9.73	707,143.	125,681.	471,800.	-	1,140.	1,478.
"	1926	17.33	1.59	9.73	719,504.	125,681.	463,923.	-	917.	-
"	1927	17.33	1.59	9.73	732,344.	125,681.	431,527.	-	917.	-
"	1928	17.33	1.69	9.73	735,679.	125,681.	451,828.	-	917.	-
"	1929	17.30	1.69	9.73	739,119.	125,681.	464,712.	-	917.	-
"	1930	17.30	1.69	9.73	740,537.	125,681.	457,330.	482.	1,634.	-
"	1931	17.49	1.69	9.73	745,036.	125,681.	451,793.	482.	1,634.	-
"	1932	17.49	1.69	9.73	748,949.	125,681.	450,870.	264.	1,634.	-
"	1933	17.49	1.23	9.73	748,949.	125,681.	450,870.	264.	1,720.	-
"	1934	17.49	1.23	9.73	748,856.	125,681.	450,860.	-	1,720.	-
"	1935	17.49	1.23	9.73	748,856.	125,681.	450,860.	-	1,720.	-
"	1936	17.49	1.23	9.73	749,044.	125,681.	450,826.	-	1,720.	-
"	1937	17.49	1.23	9.73	750,368.	125,681.	439,379.	-	1,777.	-
"	1938	17.52	1.23	9.73	760,285.	125,681.	258,628.	-	1,427.	-
"	1939	17.18	1.23	9.73	757,124.	125,681.	258,628.	-	1,450.	-
"	1940	17.18	1.23	9.73	758,961.	130,538.	247,224.	-	1,533.	-
"	1941	17.18	1.23	9.73	751,654.	130,538.	263,054.	-	1,533.	-
"	1942	17.46	1.23	9.73	784,676.	130,538.	260,352.	-	1,828.	-
"	1943	17.46	1.23	9.73	784,655.	130,538.	251,552.	-	1,828.	-
"	1944	17.50	1.23	9.73	784,095.	120,538.	235,734.	-	1,828.	-



Schedule 300

Item 12

Summary of Tracks Operated, Owned, Leased or under Trackage Rights  
and also Investment Accounts as Shown at the Close of Each Year.

	Tracks		Trackage Rights	Road Investment	Equipment Locomotives	Equipment			Expenditures
	Owned	Leased				Cars	Work	Misc.	
Dec. 31, 1945	17.50	1.23	9.73	\$ 814,541.	\$ 323,475.	\$ 215,253.	\$ 6,920.	\$ 1,828.	\$ -
" 1946	17.50	1.23	9.73	827,799.	323,951.	201,359.	6,992.	1,828.	-
" 1947	17.50	1.23	9.73	844,710.	323,951.	619,434.	6,992.	3,308.	-
" 1948	17.50	1.23	9.73	855,490.	323,951.	619,434.	6,992.	3,308.	-
" 1949	17.50	1.23	9.73	856,224.	338,224.	619,434.	6,992.	3,435.	-
" 1950	17.50	1.23	9.73	863,414.	338,525.	601,641.	6,992.	3,435.	-
" 1951	16.65	1.23	9.73	945,549.	338,525.	636,887.	6,992.	4,086.	-
" 1952	16.65	1.23	-	1,020,658.	338,525.	307,792.	6,992.	5,211.	-
" 1953	16.72	1.03	-	1,050,047.	338,525.	874,526.	6,992.	5,211.	-
" 1954	16.63	1.03	-	1,050,758.	338,525.	874,526.	6,992.	5,211.	-
" 1955	16.63	1.03	-	1,050,758.	338,525.	874,526.	6,992.	3,438.	-
" 1956	16.53	1.03	-	1,052,146.	338,525.	874,526.	6,992.	1,662.	-
" 1957	16.38	-	-	1,047,684.	339,170.	869,304.	6,992.	1,662.	-
" 1958	16.38	-	-	1,048,708.	339,304.	869,304.	6,992.	3,241.	-
" 1959	16.38	-	-	1,049,431.	339,170.	869,304.	6,992.	3,894.	-
" 1960	16.38	-	-	1,050,928.	339,170.	869,304.	6,992.	3,894.	-
" 1961	15.57	-	-	1,032,976.	339,170.	855,157.	6,992.	3,894.	-
" 1962	15.57	-	-	946,321.	259,574.	666,333.	6,992.	5,650.	-
" 1963	15.44	-	-	950,322.	259,574.	666,333.	6,992.	5,650.	-
" 1964	15.00	-	-	951,746.	260,856.	680,723.	6,992.	7,371.	-
" 1965	14.74	-	-	954,847.	260,856.	680,723.	6,992.	7,371.	-
" 1966	14.74	-	-	954,847.	260,856.	202,531.	6,992.	7,426.	-
" 1967	14.74	-	-	954,660.	260,856.	202,531.	6,992.	8,265.	-
" 1968	14.74	-	-	954,660.	260,856.	202,531.	46,170.	8,265.	-
" 1969	14.74	-	-	956,921.	260,856.	202,531.	46,170.	8,265.	-
" 1970	14.74	-	-	958,398.	381,033.	305,504.	46,272.	8,706.	-
" 1971	14.74	-	-	974,407.	381,033.	349,849.	46,272.	8,706.	-
" 1972	14.80	-	1.53	1,249,235.	325,444.	336,607.	46,272.	9,272.	-
" 1973	18.58	-	-	1,887,156.	320,944.	448,054.	46,272.	11,770.	-
" 1974	18.58	-	-	1,899,439.	320,944.	453,874.	53,772.	11,773.	-
" 1975	18.72	-	-	1,961,426.	336,889.	551,569.	57,795.	9,590.	-
" 1976	18.72	-	-	1,970,952.	214,691.	605,945.	57,795.	11,161.	-
" 1977	18.86	-	-	2,949,200.	214,691.	510,974.	26,812.	11,590.	-
" 1978	18.86	-	-	3,005,556.	256,393.	698,415.	44,388.	21,389.	-



## 107. STOCKHOLDERS

Give the names of the 30 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 in schedule No. 70S, the names and addresses of the 30 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 30 security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED				
			Number of votes to which security holder was entitled	Stocks			Other securities with voting power
				Common	Preferred	First	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	NATIONAL STEEL CORP.	PITTSBURGH, PA.	6,500	6,500	NONE	NONE	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							
27							
28							
29							
30							

Footnotes and Remarks

## 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.

## 200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	CURRENT ASSETS	\$	\$
1	Cash	117,125	81,518
2	Temporary Cash Investments		
3	Special Deposits		
4	Accounts Receivable	699,267	338,187
5	Less: Allowance for Uncollectible Accounts		
6	Accumulated Deferred Income Tax Charges		
7	Other Current Assets	67,561	90,252
8	Total Current Assets	883,953	509,957
	OTHER ASSETS		
9	Special Funds		
10	Other Investments and Advances - (Less Allowances and adjustments \$ )		
11	Other Assets (Less Depreciation and Amortization \$ )	( 33,711 )	( 33,711 )
12	Other Deferred Debits		
13	Total Other Assets	( 33,711 )	( 33,711 )
	ROAD AND EQUIPMENT		
14	Road and Equipment Property and Improvements on Leased Property	4,030,105	3,717,231
15	Less: Accumulated Depreciation and Amortization	( 608,343 )	663,942
16	Net Road and Equipment	3,421,762	3,053,289
17	Total Assets	4,272,004	3,529,535
	CURRENT LIABILITIES		
18	Loans and Notes Payable	222,840	161,714
19	Accounts Payable		
20	Interest and Dividends Payable		
21	Federal Income Taxes Accrued	114,131	( 188,713 )
22	Other Taxes Accrued	77,599	42,608
23	Other Current Liabilities		
24	Equipment Obligations and Other long-term Debt Due Within One Year	414,570	15,609
25	Total Current Liabilities		
	NON CURRENT LIABILITIES		
26	Funded Debt Unmatured	45,001	44,500
27	Equipment Obligations		
28	Capitalized Lease Obligations		
29	Accumulated Deferred Income Tax Credits	347,596	276,560
30	Other Long-term Liabilities and Deferred Credits	1,826,149	1,827,741
31	Total Non current Liabilities	2,218,746	2,148,801
	SHAREHOLDERS' EQUITY		
	Capital Stock:		
32	Common Stock	650,000	650,000
33	Preferred Stock		
34	Discount on Capital Stock		
35	Additional Capital		

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

Line No.	Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	SHAREHOLDERS' EQUITY—Continued	\$	\$
	Retained Earnings:		
36	Appropriated	105,896	105,896
37	Unappropriated	882,792	609,229
38	Net unrealized Loss on Noncurrent Marketable Equity Securities		
39	Less: Treasury Stock		
40	Net Shareholders' Equity	1,638,688	1,365,125
41	Total Liabilities and Shareholders' Equity	4,272,004	3,529,535



200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES

The notes listed below are provided for the purpose of disclosing supplementary information concerning matters which have an important effect on the financial condition of the carrier. The carrier shall give the particulars called for herein and where there is nothing to report, insert the word "none", and in addition thereto shall enter in separate notes with suitable particulars other matters involving material amounts of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles, except as shown in other schedules. This includes explanatory statements explaining (1) service interruption insurance policies and indicate the amount of indemnity to which respondent will be entitled for work stoppage losses and the maximum amount of additional premium respondent may be obligated to pay in the event such losses are sustained by other railroads; (2) particulars concerning obligations for stock purchase options granted to officers and employees; and (3) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements.

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

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

3. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year. The Pension Fund for salaried employees is accrued on an actuarial basis and Pension payments made are charged to this account.

(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund \$ 190,477

(c) Is any part of pension plan funded? Specify Yes ☒ No ☐

The Bankers Life

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

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

C. A. O'Brien and E. E. Cardelli

Date of trust agreement or latest amendment

July 1, 1974

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

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

(e)(i) Is any part of the pension plan fund invested in stock or other securities of the respondent or any of its affiliates? Specify. Yes No ☒

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 If yes, who determines how stock is voted?

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

210. RESULTS OF OPERATIONS

INSTRUCTIONS

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.
2. List dividends from investments accounted for under the cost method on the appropriate line, under subsection "Other Income." List dividends accounted for under the equity method on the appropriate line under the "Income from Affiliated Companies" subsection of this schedule.
3. All contra entries hereunder should be indicated in parenthesis.

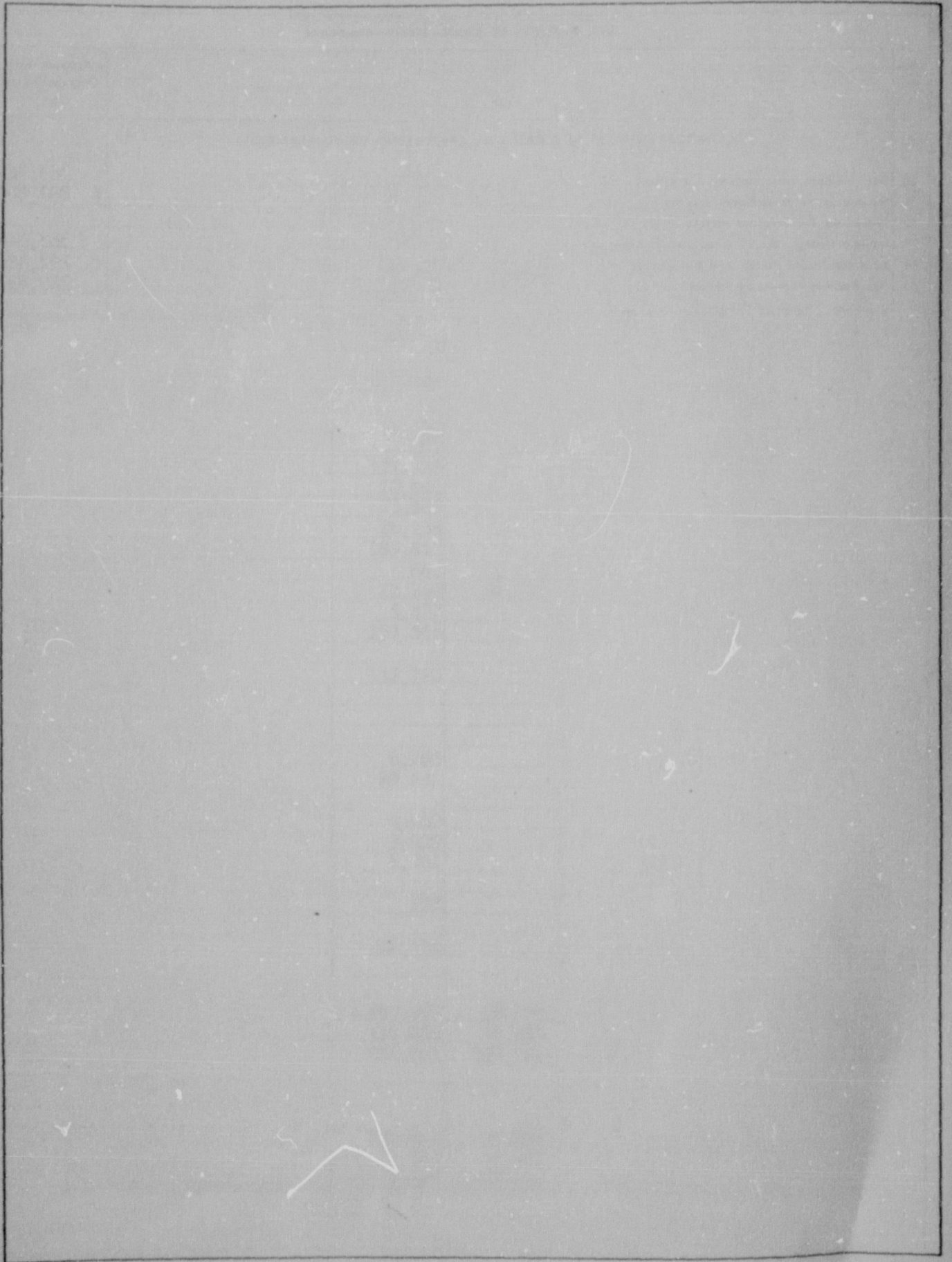
210. RESULTS OF OPERATIONS		
Line No.	Item (a)	Amount for Current Year (b)
	ORDINARY ITEMS	\$
	OPERATING INCOME	
	Railway Operating Income	
1	Freight	2,157,986
2	Passenger	
3	Other	
4	Total Railway Operating Revenues	2,157,986
5	Railway Operating Expenses	1,872,197
6	*Net Revenue from Railway Operations	285,789
	OTHER INCOME	
7	Dividend income	
8	Interest income	3,667
9	Other income; Other	275,485
	Income from affiliated companies:	
10	Dividends	
11	Equity in undistributed earnings (losses)	
12	Total other income (Lines 7-11)	279,152
13	Total income (Lines 6, 12)	564,941
	OTHER DEDUCTIONS	
14	Miscellaneous deductions from income	4,377
15	Fixed charges	
	UNUSUAL OR INFREQUENT ITEMS	
16	Unusual or infrequent items (debit) credit	
17	Income (loss) from continuing operations (before income taxes) (Line 13 less Lines 14-16)	560,564
	PROVISIONS FOR INCOME TAXES	
	Income taxes on ordinary income:	
18	Federal income taxes	244,000
19	State income taxes	43,000
20	Other income taxes	
21	Provisions for deferring income taxes	
22	Income before extraordinary items (Line 17 less Lines 18-22)	273,564
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES	
23	Extraordinary items (net)	
24	Income taxes on extraordinary items	
25	Provisions for deferred taxes - Extraordinary items	
26	Total extraordinary items (Lines 23-25)	
27	Cumulative effect of changes in accounting principles	
28	(Less applicable income taxes of \$ )	
29	Net income	273,564



210. RESULTS OF OPERATIONS—Continued

Line No.	Item (a)	Amount for Current Year (b)
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)		
30	Net revenues from railway operations	285,789
31	Income taxes on ordinary income	( 287,000 )
32	Provisions for deferred income taxes	
33	Income from Lease of Road and Equipment	( 563,544 )
34	Rent for leased Roads and Equipment	( 292,436 )
35	Net Railway Operating Income	269,897
	Ton-miles, Revenue Freight (in thousands)	





## 330. ROAD AND EQUIPMENT PROPERTY

1. Give particulars of changes during the year in Road and Equipment property, and Improvements on leased property.
2. Gross charges during the year should include disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, extensions of old lines, and for additions and betterments. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in columns (c) and (d), as may be appropriate, depending on the nature of the item. Adjustments in excess of \$100,000 should be explained.
3. Report on line 35 amounts not includable in the primary road accounts. The items reported should be briefly identified and explained in a footnote on page 10.

Line No.	ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
1 (1)	Engineering	22,460	8,960		31,420	10,311
2 (2)	Land for transportation purposes	581,229			581,229	
3 (2 1/2)	Other right-of-way expenditures	73,545			73,545	972
4 (3)	Grading					
5 (5)	Tunnels and subways	1,178,890			1,178,890	189,374
6 (6)	Bridges, trestles, and culverts					
7 (7)	Elevated structures				56,334	
8 (8)	Ties	56,334			123,187	
9 (9)	Rails	123,187			127,736	
10 (10)	Other track material	127,736			20,601	
11 (11)	Ballast	20,601			73,865	
12 (12)	Track laying and surfacing	73,865			26,138	8,633
13 (13)	Fences, snowsheds, and signs	26,138			189,817	87,718
14 (16)	Station and office buildings	189,817			640	644
15 (17)	Roadway buildings	640	49,142		71,382	29,732
16 (18)	Water stations	22,240			5,927	5,765
17 (19)	Fuel stations	5,927			153,566	170,567
18 (20)	Shops and enginehouses	153,566				
19 (21)	Grain elevators	132,780			132,780	18,987
20 (22)	Storage warehouses					
21 (23)	Wharves and docks					
22 (24)	Coal and ore wharves					
23 (25)	TOFC/COFC terminals	6,683			6,683	1,252
24 (26)	Communication systems	89,638			89,638	77,819
25 (27)	Signals and interlockers					
26 (29)	Power plants	4,450			4,450	4,207
27 (31)	Power-transmission systems	3,929			3,929	4,107
28 (35)	Miscellaneous structures	8,761		1,746	7,015	14,623
29 (37)	Roadway machines				258	352
30 (38)	Roadway small tools	258				
31 (39)	Public improvements - Construction				46,526	38,200
32 (43)	Other expenditures - Road	46,526				958
33 (44)	Shop machinery					
34 (45)	Power-plant machinery					
35	Other (specify and explain)	2,949,200	58,102	1,746	3,005,556	664,221
36	Total Expenditures for Road	214,691	41,702		256,393	243,216
37 (52)	Locomotives	510,974	325,067	137,626	698,415	( 311,589 )
38 (53)	Freight-train cars					
39 (54)	Passenger-train cars					
40 (55)	Highway revenue equipment					
41 (56)	Floating equipment	26,812	17,576		44,388	6,665
42 (57)	Work equipment	11,590	15,059	5,260	21,389	5,176
43 (58)	Miscellaneous equipment	764,067	399,404	142,886	1,020,585	( 56,532 )
44	Total Expenditures for Equipment					

## 330. ROAD AND EQUIPMENT PROPERTY—Continued

Line No.	ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
45 (71)	Organization expenses					
46 (76)	Interest during construction					
47 (77)	Other expenditures - General					
48	Total General Expenditures					
49	Total					
50 (80)	Other elements of investments					
51 (90)	Construction work in progress					
52	Grand Total	3,713,267	457,506	144,632	4,026,141	607,689



### 705. IMPORTANT CHANGES DURING THE YEAR

Hereunder state the following matters, numbering the statements in accordance with the inquiries, and if no changes of the character below indicated occurred during the year, state that fact. Changes in mileage should be stated to the nearest hundredth of a mile. If any changes reportable in this schedule occurred under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (18) 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.

1. All portions of road put in operation or abandoned, giving (a) termini, (b) length of road, and (c) dates of beginning operations or of abandonment.\*
2. All other important physical changes, including herein *all new tracks built*.\*
3. All leaseholds acquired or surrendered, giving (a) dates, (b) length of terms, (c) names of parties, (d) rents, and (e) other conditions.
4. All agreements for trackage rights acquired or surrendered, giving (a) dates, (b) length of terms, (c) names of parties, (d) rents, and (e) other conditions.
5. All consolidations, mergers, and reorganizations effected, giving particulars.
6. All stocks issued, giving (a) purposes for which issued, (b) names of stocks, and (c) amounts issued, and describing (d) the actual consideration realized, giving (e) amounts and (f) values; give similar information concerning all stocks retired (if any).
7. All funded debt issued, giving (a) purposes for which issued, (b) names of securities and (c) amounts issued, and describing (d) the actual consideration realized, giving (e) amounts and (f) values; also give particulars concerning any funded debt paid or otherwise retired, stating (a) date acquired, (b) date retired or canceled, (c) par value of amount retired.
8. All other important financial changes.
9. All changes in and all additions to franchise rights, describing fully (a) the actual consideration given therefor, and stating (b) the parties from whom acquired; if no consideration was given, state that fact.
10. In case the respondent has not yet begun operation, and no construction has been carried on during the year, state fully the reasons therefor.
11. All additional matters of fact (not elsewhere provided for) which the respondent may desire to include in its report.

\*If returns under items 1 and 2 include any first main track owned by respondent representing new construction or permanent abandonment give the following particulars:

Miles of road constructed

Miles of road abandoned

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.





## UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS—Cont.

Line No.	Item (a)	Units in service of respondent at beginning of year (b)	Number added during year (c)	Number retired during year (d)	Number at close of year			Aggregate capacity of units reported in col. (g) (see ins. 7) (h)	Number leased to others at close of year (i)
					Owned and used (e)	Leased from others (f)	Total in service of respondent (e + f) (g)		
	FREIGHT TRAINCARS							Tons	
15	Plain Box Cars - 40' (B100-129)								
16	Plain Box Cars - 50' (B200-229; B300-329)								
17	Equipped Box Cars (All Code A)								
18	Plain Gondola Cars (G092-392; G401-492)	27	23	4	46	0	46	2,300	46
19	Equipped Gondola Cars (All Codes C and E)								
20	Covered Hopper Cars (L 151-154; 251-254; 351-354; 451-454; 551-554; 651-654; 751-754)								
21	Open Top Hopper Cars - General Service (All Code H)	108	63	32	139	0	139	9,730	139
22	Open Top Hopper Cars - Special Service (All Codes J and K)								
23	Refrigerator Cars - Non Mechanical (R 100, 101, 102, 103, 105, 106, 107, 108, 109, 113, 114, 115, 116, R 200, 201, 202, 203, 205, 206, 207, 208, 209, 213, 214, 215, 216)								
24	Refrigerator Cars - Mechanical (R 104, 110, 112, 117, 118, R 204, 210, 211, 212, 217, 218)								
25	Flat Cars - TOFC/COFC (F 071-078 F 871-978)								
26	Flat Cars - Multi-level (All Code V)								
27	Flat Cars - General Service (F 101-109, F 201-209)								
28	Flat Cars - Other (F 11-189; 211-289; 301-389; 401-540)								
29	Tank Cars - Under 22,000 Gallons (T-0, T-1, T-2, T-3, T-4, T-5)								
30	Tank Cars - 22,000 Gallons and over (T-6, T-7, T-8, T-9)								
31	All Other Freight Cars (F 191-199; 291-299; 391-399; L 006-048; L 070; L 080 L 090 - All "L" with second numeric 6; L 161-L 764)								
32	Total (lines 15-31)	135	86	36	185	0	185	12,030	185
33	Caboose (All N)	3	0	0	3	0	3	xxxxxx	2
34	Total (lines 32-33)	138	86	36	188	0	188	xxxxxx	187

## 720. TRACKS

19

- (1) Show, by State, total mileage of tracks owned and operated by respondent \_\_\_\_\_
- (2) Show, by State, mileage of tracks owned but not operated by respondent: First main track, None  
 second and additional main tracks, None, industrial tracks, \_\_\_\_\_  
 yard track and sidings, None; total, all tracks, None (t)
- (3) Road is completed from (Line Haul Railways only)\* \_\_\_\_\_ to \_\_\_\_\_ Total distance, \_\_\_\_\_ miles.
- (4) Road located at (Switching and Terminal Companies only)\* Detroit and River Rouge, MI.
- (5) Gage of track 4 ft. 8 1/2 in.
- (6) Weight of rail 100 lb. per yard.
- (7) Kind and number per mile of crossties Mixed Oak and Creosote 6" x 8" X 8'6" - 22" Centers
- (8) State number of miles electrified: First main track, None; second and additional main tracks, None  
 passing tracks, cross-overs, and turn-outs, None; way switching tracks, None yard switching tracks, None
- (9) Ties applied in replacement during year: Number of crossties, 969; average cost per tie, \$ 13.09; number of feet (B.M.) of switch and bridge ties, 15357 average cost per M feet (B.M.), \$ 461.83
- (10) Rail applied in replacement during year: Tons (2,000 pounds), 70.16; Weight per year, 80 # & 100 #; average cost per ton, \$ 213.30

\*Insert names of places.

(t) Mileage should be stated to the nearest whole mile.





# 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 MICHIGAN  
County of WAYNE ss:  
EDWARD E. CARDELLI makes oath and says that he is CONTROLLER  
(Insert here the name of the affiant) (Insert here the official title of the affiant)  
of DELRAY CONNECTING RAILROAD COMPANY  
(Insert here the exact legal title or name of the respondent)

that it is his duty to have supervision over the books of 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 JANUARY 1, 19 78 to and including DECEMBER 31, 19 78

Edward E. Cardelli  
(Signature of affiant)

Subscribed and sworn to before me, a NOTARY PUBLIC in and for the State and  
county above named, this 29th day of MAY 19 79  
My commission expires SEPTEMBER 22, 1982

RONALD G. ARK  
Notary Public, Wayne County, Mich.  
My Commission Expires Sept. 22, 1982

Ronald G. Ark  
(Signature of officer authorized to administer oaths)

## SUPPLEMENTAL OATH

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

State of MICHIGAN  
County of WAYNE ss:  
CHARLES A. O'BRIEN makes oath and says that he is PRESIDENT  
(Insert here the name of the affiant) (Insert here the official title of the affiant)  
of DELRAY CONNECTING RAILROAD COMPANY  
(Insert here the exact legal title or name of the respondent)

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

the period of time from and including JANUARY 1, 19 78, to and including DECEMBER 31, 19 78

Charles A. O'Brien  
(Signature of affiant)

Subscribed and sworn to before me, a NOTARY PUBLIC in and for the State and  
county above named, this 29th day of MAY 19 79  
My commission expires SEPTEMBER 22, 1982

RONALD G. ARK  
Notary Public, Wayne County, Mich.  
My Commission Expires Sept. 22, 1982

Ronald G. Ark  
(Signature of officer authorized to administer oaths)