

RC-613950

DELRAY CONNECTING RAILROAD CO.

1979

RC613950

R-3

Class R-3
Approved by IAC
9-180210 (R-3)
Expires 12-31-81

annual report

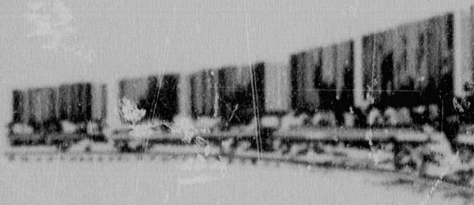
MAR 31 1980

070307

	<p>RC004395 DELRAY CONN 3 0 3 613950 DELRAY CONNECTION RAILROAD CO. P. O. BOX 32538 DETROIT MI 48232</p>
<p>Correct name and address if different from shown</p>	<p>Full name and address of reporting carrier (Use tracking label for original copies in full on duplicate)</p>

BATCH NUM 403 WARE OFF 512
INF ICC TEST. OFF 4

Batch No. RC61



Level 2:

01A, RC61 3950

to the
Interstate Commerce Commission
for the year ended December 31, 1979

NOTICE

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

Switching and terminal companies are further classified as:

Class 1, Exclusively switching. This class of companies includes all those performing switching service only, whether for joint account or for revenue.

Class 2, 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 part of the facilities operated by a terminal company, it should be included under this heading.

Class 3, 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 4, Bridge and ferry. This class of companies is confined to those whose operations are limited to bridges and ferries exclusively.

Class 5, 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.

TABLE OF CONTENTS

	Schedule No.	Page
Identity of Respondent.....	101	2
Stockholders.....	107	3
Comparative Statement of Financial Position.....	200	4
Results of Operations.....	210	7
Supplemental Information for Switching and Terminal Companies.....	210A	10
Road and Equipment Property.....	330	11
Important Changes During the Year.....	705	13
Inventory Equipment.....	710	14
Trucks.....	720	16

191. IDENTITY OF RESPONDENT

1. Give the exact name by which the respondent was known in law 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 Co.

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	Asst. Secretary	Henry R. 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
15	Paul N. Weissert	"	their successors
16	Edward E. Cardelli	"	are duly elected
17	Eli Krivoshia, Jr.	Pittsburgh, PA.	and qualified.
18	Henry R. 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 thereto, 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 receivership 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 title to capital stock or other securities issued or assumed by the respondent, its claims for advances of funds made for the construction of the road and equipment of the respondent, or its express agreement or some other source. National 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 why 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		Cars	Equipment		Misc.	Expenditures
	Owned	Leased			Locomotives	Work					
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	14.40	.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.	-	519,360.	-	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	750,362.	125,681.	-	439,379.	-	1,777.	-	-
" 1938	17.53	1.23	9.73	760,285.	125,681.	-	250,628.	-	1,427.	-	-
" 1939	17.18	1.23	9.73	757,124.	125,681.	-	258,628.	-	1,450.	-	-
" 1940	17.18	1.23	9.73	759,961.	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		Equipment		Misc.	Expenditure
	Owned	Leased				Locomotives	Cars	Work			
Dec. 31, 1945	17.50	1.23	9.73	\$ 814,541.	\$ 323,475.	\$ 323,475.	\$ 323,475.	\$ 6,920.	\$	1,828.	\$
" 1946	17.50	1.23	9.73	827,799.	323,951.	323,951.	201,359.	6,992.		1,828.	
" 1947	17.50	1.23	9.73	844,710.	323,951.	323,951.	619,434.	6,992.		3,308.	
" 1948	17.50	1.23	9.73	855,490.	323,951.	323,951.	619,434.	6,992.		3,308.	
" 1949	17.50	1.23	9.73	856,224.	338,224.	338,224.	619,434.	6,992.		3,435.	
" 1950	17.50	1.23	9.73	863,414.	338,525.	338,525.	601,541.	6,992.		3,435.	
" 1951	16.65	1.23	9.73	945,549.	338,525.	338,525.	636,887.	6,992.		4,086.	
" 1952	16.65	1.23	-	1,020,658.	338,525.	338,525.	307,792.	6,992.		5,211.	
" 1953	16.72	1.03	-	1,050,047.	338,525.	338,525.	874,526.	6,992.		5,211.	
" 1954	16.63	1.03	-	1,050,758.	338,525.	338,525.	875,526.	6,992.		5,211.	
" 1955	16.63	1.03	-	1,050,758.	338,525.	338,525.	874,526.	6,992.		3,438.	
" 1956	16.53	1.03	-	1,052,146.	338,525.	338,525.	874,526.	6,992.		1,662.	
" 1957	16.38	-	-	1,047,684.	339,170.	339,170.	869,304.	6,992.		1,662.	
" 1958	16.38	-	-	1,048,708.	339,304.	339,304.	869,304.	6,992.		3,241.	
" 1959	16.38	-	-	1,049,431.	339,170.	339,170.	869,304.	6,992.		3,894.	
" 1960	16.38	-	-	1,050,928.	339,170.	339,170.	869,304.	6,992.		3,894.	
" 1961	15.57	-	-	1,032,976.	339,170.	339,170.	855,157.	6,992.		3,894.	
" 1962	15.57	-	-	946,321.	259,574.	259,574.	666,333.	6,992.		5,650.	
" 1963	15.44	-	-	950,322.	259,574.	259,574.	666,333.	6,992.		5,650.	
" 1964	15.00	-	-	951,746.	260,856.	260,856.	680,723.	6,992.		7,371.	
" 1965	14.74	-	-	954,847.	260,856.	260,856.	680,723.	6,992.		7,371.	
" 1966	14.74	-	-	954,847.	260,856.	260,856.	202,531.	6,992.		7,326.	
" 1967	14.74	-	-	954,660.	260,856.	260,856.	202,531.	6,992.		8,265.	
" 1968	14.74	-	-	954,660.	260,856.	260,856.	202,531.	46,170.		8,265.	
" 1969	14.74	-	-	956,921.	260,856.	260,856.	202,531.	46,170.		8,265.	
" 1970	14.74	-	-	958,398.	381,033.	381,033.	305,504.	46,272.		8,706.	
" 1971	14.74	-	-	974,407.	381,033.	381,033.	349,849.	46,272.		8,706.	
" 1972	14.60	-	1.53	1,249,235.	325,444.	325,444.	336,607.	46,272.		9,272.	
" 1973	18.58	-	-	1,887,156.	320,944.	320,944.	448,054.	46,272.		11,770.	
" 1974	18.58	-	-	1,899,439.	320,944.	320,944.	453,874.	53,772.		11,773.	
" 1975	18.72	-	-	1,961,426.	336,889.	336,889.	551,569.	57,795.		9,590.	
" 1976	18.72	-	-	1,970,952.	214,691.	214,691.	605,945.	57,795.		11,161.	
" 1977	18.86	-	-	2,949,200.	214,691.	214,691.	510,974.	26,812.		11,590.	
" 1978	18.86	-	-	3,005,556.	256,393.	256,393.	698,415.	44,388.		21,389.	
" 1979	18.86	-	-	2,944,831.	293,171.	293,171.	1,012,887.	43,308.		22,650.	

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, a 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 of 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. 708, 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 at 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	Second
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	National Steel Corporation	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.

Subtotal

☒ No annual report to stockholders is prepared.

299. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

1. Accumulated deferred income tax charges related to current assets should be included in item 6, prepayments, while those related to non-current assets should be included in item 13, Other Deferred Debits.
2. Item 10, Special Funds and Other Investments and Advances, should be shown net of allowances and adjustments.
3. Amounts reported on line 12, Other Assets, should be shown net of depreciation and amortization.

Line No.	Item	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	CURRENT ASSETS	\$	\$
1	Cash	135,241	117,125
2	Temporary Cash Investments		
3	Special Deposits		
4	Accounts Receivable	872,074	699,267
5	Less: Allowance for Uncollectible Accounts		
6	Prepayments (and working funds)	-	1,180
7	Materials and Supplies	103,095	66,381
8	Other Current Assets		
9	Total Current Assets	1,110,410	883,953
	OTHER ASSETS		
10	Special Funds and Other Investments and Advances	(33,711)	(33,711)
11	Other Assets		
12	Other Deferred Debits		
13	Total Other Assets	(33,711)	(33,711)
	ROAD AND EQUIPMENT		
14	Road and Equipment Property	4,316,847	4,030,105
15	Accumulated Depreciation and Amortization	(430,561)	608,343
16	Net Road and Equipment	3,886,286	3,421,762
17	Total Assets	4,962,985	4,272,004
	CURRENT LIABILITIES		
18	Loans and Notes Payable		
19	Accounts Payable	513,469	222,840
20	Interest and Dividends Payable		
21	Taxes Accrued	48,403	191,730
22	Other Current Liabilities		
23	Equipment Obligations and Other Long-term Debt Due Within One Year		
24	Total Current Liabilities	561,872	414,570
	NON CURRENT LIABILITIES		
25	Funded Debt Unmatured	42,975	45,001
26	Equipment Obligations		
27	Capitalized Lease Obligations		
28	Accumulated Deferred Income Tax Credits	451,684	347,596
29	Other Long-term Liabilities and Deferred Credits	1,826,149	1,826,149
30	Total Non-current Liabilities	2,320,808	2,218,746

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

Line No.	Item	Respondent Only	
		Balance at Close of Year	Balance at Begin- ning of Year
		(b)	(c)
	SHAREHOLDERS' EQUITY	\$	\$
	Capital Stock:		
31	Common	650,000	650,000
32	Preferred		
33	Discount on Capital Stock		
34	Additional Capital		
	Retained Earnings:		
35	Appropriated	105,896	105,896
36	Unappropriated	1,324,409	882,792
37	Net Unrealized Loss on Noncurrent Marketable Equity Securities		
38	Less Treasury Stock		
39	Net Shareholders' Equity	2,080,305	1,638,688
40	Total Liabilities and Shareholders' Equity	4,962,985	4,272,004

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 respondents 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 terminated, if necessary, of net income or retained income which has to be provided for capital expenditures, and for paying 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 before being used and available for operating from 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

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

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

(f) 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 75 Percent 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	1
	OPERATING INCOME	
	Railway Operating Income	
1	Freight	
2	Passenger	
3	Other	9524,895
4	Railway Operating Revenues	4,526,895
5	Railway Operating Expenses	4,247,323
6	*Net Revenue from Railway Operations	279,572
	OTHER INCOME	
7	Dividend income	
8	Interest income	
9	Other income, Other	557,094
	Income from affiliated companies:	
10	Dividends	
11	Equity in undistributed earnings (losses)	
12	Total other income (Lines 7-11)	557,094
13	Total income (Lines 6, 12)	836,666
	OTHER DEDUCTIONS	
14	Miscellaneous deductions from income	5,049
15	Fixed charges	
16	Income after miscellaneous deductions and fixed charges	831,617
	UNUSUAL OR INFREQUENT ITEMS	
17	Unusual or infrequent items (debit) credit	
18	Income (loss) from continuing operations (before income taxes) (Line 16 less Line 17)	831,617
	PROVISIONS FOR INCOME TAXES	
	Income taxes on ordinary income:	
19	Federal income taxes	390,000
20	State income taxes	
21	Other income taxes	
22	Provision for deferring income taxes	
23	Income before extraordinary items (Line 18 less Lines 19-22)	441,617
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES	
24	Extraordinary items (net)	
25	Income or losses on extraordinary items	
26	Provisions for deferred taxes - Extraordinary items	
27	Total extraordinary items (Lines 24-26)	
28	Cumulative effect of changes in accounting principles	
29	(Less applicable income taxes of 1)	
30	Net income	441,617

210. RESULTS OF OPERATIONS—Continued

Line No.	Item	Amount for Current Year (th)
	RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)	
31	Net revenues from railway operations	279,572
32	Income taxes on ordinary income	(390,000)
33	Provisions for deferred income taxes	
34	Income from Lease of Road and Equipment	(941,712)
35	Rent for leased Roads and Equipment	(389,668)
36	Net Railway Operating Income	441,616
37	Revenue freight - Ton-miles	

APPENDIX A

SCHEDULE 210A. SUPPLEMENTAL INFORMATION FOR SWITCHING AND TERMINAL COMPANIES

Joint Facility		
Category	Debit	Credit
Way and Structures		
Equipment		
Road		
Yard		
Other Transportation		

- 2 Depreciation Expense - way and structures - running
 Depreciation Expense - way and structures - switching
 Depreciation Expense - way and structures - others
 All other way and structures operating expenses
 Total Way and Structures Operating Expense

Depreciation Expense - locomotives
 Depreciation Expense - freight cars
 Depreciation Expense - other equipment

- 3 *Number of locomotive-miles in yard switching service: Freight Passenger

*Number of locomotive-miles in yard switching service should be computed in accordance with OS-A report note F.

139. 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 32 amounts not includable in the primary road accounts.

Line No.	ITEM	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)
	(a)	(b)	(c)	(d)	(e)	(f)
1 (1)	Engineering	31,420			31,420	10,566
2 (2)	Land for transportation purposes	581,229			581,229	
3 (3)	Other right-of-way expenditures					
4 (4)	Grading	73,545			73,545	984
5 (5)	Tunnels and subways					
6 (6)	Bridges, trestles, and culverts	1,178,890		138,728	1,040,162	65,890
7 (7)	Elevated structures					
8 (8)	Ties	56,334			56,334	
9 (9)	Rails	123,187			123,187	
10 (10)	Other track material	127,736			127,736	
11 (11)	Ballast	20,601			20,601	
12 (12)	Track laying and surfacing	73,865			73,865	
13 (13)	Fences, snowsheds, and signs	26,138			26,138	9,481
14 (14)	Station and office buildings	189,817	12,480	2,782	199,515	89,267
15 (15)	Roadway buildings	640			640	644
16 (16)	Water stations	71,382			71,382	30,710
17 (17)	Fuel stations	5,927			5,927	5,884
18 (18)	Shops and enginehouses	153,566	52,504		206,070	173,605
19 (19)	Storage warehouses	132,780			132,780	22,440
20 (20)	Wharves and docks					
21 (21)	Coal and ore wharves					
22 (22)	TOFC/COFC terminals					
23 (23)	Communication systems	6,683			6,683	1,587
24 (24)	Signals and interlockers	89,638			89,638	80,545
25 (25)	Power plants					
26 (26)	Power-transmission systems	4,450			4,450	4,304
27 (27)	Miscellaneous structures	3,929			3,929	4,107
28 (28)	Roadway machines	7,015			7,015	14,919
29 (29)	Public improvements - Construction	258			258	361
30 (30)	Shop machinery	46,526		1,528	44,998	39,466
31 (31)	Power-plant machinery					958
32	Other (specify and explain)					
33	Total Expenditures for Road	3,005,556	64,984	143,038	2,927,502	555,738
34 (32)	Locomotives	256,393	52,723	15,945	293,171	241,450
35 (33)	Freight-train cars	698,415	425,043	110,572	1,012,886	372,943
36 (34)	Passenger-train cars					
37 (35)	Highway revenue equipment					
38 (36)	Floating equipment					
39 (37)	Work equipment	44,388	11,240	12,319	43,309	2,981
40 (38)	Miscellaneous equipment	21,389	1,262		22,651	8,642
41	Total Expenditures for Equipment	1,020,585	490,268	138,836	1,372,017	125,832

338. ROAD AND EQUIPMENT PROPERTY—Continued

Line No.	ITEM	Balance at beginning of year	Gross charges during year	Credits for property retired during year	Balance at close of year	Accrued depreciation at close of year
	(a)	(b)	(c)	(d)	(e)	(f)
42 (76)	Interest during construction					
43 (77)	Other expenditures - General					
44	Total General Expenditures					
45	Total					
46 (80)	Other elements of investments					
47 (90)	Construction work in progress					
48	Grand Total	4,026,141	555,252	281,874	4,299,519	429,906

701. IMPORTANT CHANGES DURING THE YEAR

Hereunder state the following matters, summarizing the statements in accordance with the figures, 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 for termini, the length of road, and for dates of beginning operation or of abandonment.
2. All other important physical changes, including herein all new tracks built.
3. All branchroads acquired or surrendered, giving for dates, the length of route, for names of parties, for rents, and for other conditions.
4. All agreements for truckage rights acquired or surrendered, giving for dates, the length of route, for names of parties, for rents, and for other conditions.
5. All consolidations, mergers, and reorganizations effected, giving particulars.
6. All stocks issued, giving for purposes for which issued, the names of stocks, and for amounts raised, and describing all the actual consideration received, giving for amounts and for values, give similar information concerning all stocks retired or sunk.
7. All bonded debt issued, giving for purposes for which issued, the names of securities and for amounts raised, and describing all the actual consideration realized, giving for amounts and for values; also give particulars concerning any bonded debt paid or otherwise retired, stating for date acquired, the date retired or canceled, for per value of amount retired.
8. All other important financial changes.
9. All changes in and all additions to franchise rights, describing fully for the actual consideration given therefor, and stating for 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 that check here 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.

719. INVENTORY OF EQUIPMENT

INSTRUCTIONS

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 of equipment purchased, built in company shops, or otherwise acquired.
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 (c); units rented from others for a period less than one year should not be included in column (i). Units installed during the year and subsequently leased to others for a year or more should be shown as added in column (c), as returned in column (d), and 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 basic 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 booster controls for independent operating at terminals.
5. A "self-propelled gas" 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, shags, etc.
7. Column (h) should show aggregate capacity for all units reported in column (g), 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); or tractive effort of steam locomotive units; for freight-train cars report the nominal capacity (in tons of 2,000 lbs.) as provided for in Rule 46 of the AAR Code of Rules Governing Cars in Interchange. Convert the capacity of tank cars to capacity in tons of the commodity which the car is intended to carry customarily.

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

Line No.	Item	Units in service of respondent at beginning of year	Units installed during year	Number retired during year	Units at close of year				
					Owned and used	Leased from others	Total in service of respondent (e+f)	Aggregate capacity of units reported in col. (g)	Leased to others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
LOCOMOTIVE UNITS									
1	Diesel-Freight	A units						(h p.)	
2	Diesel-Freight	B units							
3	Diesel-Passenger	A units							
4	Diesel-Passenger	B units							
5	Diesel-Multiple purpose	A units							
6	Diesel-Multiple purpose	B units	4	1	1	4	4	2,980	0
7	Diesel-Switching	A units							
8	Diesel-Switching	B units	4	1	1	4	4	XXXXXX	0
9	Total (lines 1-8)								
10	Electric Locomotives								
11	Other self-powered units								
12	Total (lines 9, 10 and 11)	4	1	1		4	4	XXXXXX	
13	Auxiliary units								
14	Total Locomotive Units (lines 12 and 13)	4	1	1		4	4	XXXXXX	

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

Line No.	Item	Units in service of respondent at beginning of year (b)	Units installed during year (c)	Number retired during year (d)	Units at close of year				
					Owned and used (e)	Leased from others (f)	Total in service of respondent (e+f) (g)	Aggregate capacity of units reported in col. (g) (h)	Leased to others (i)
FREIGHT TRAINCARS									
Tons									
15	Plain Box Cars - 40' (B100-229)								
16	Plain Box Cars - 50' (B200-229, B300-329)								
17	Equipped Box Cars (All Code A)								
18	Plain Gondola Cars (G092-392, G401-492)	46	52	10	88	0	88		88
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)	139	42	17	164	0	164		164
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, 211-300, 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 264)								
32	Total (lines 15-31)	185	94	27	252	0	252		252
33	Caboose (All N)	3	0	0	3	0	3	XXXXXX	2
34	Total (lines 32-33)	188	94	27	255	0	255	XXXXXX	254

726. TRACKS

(1) Show, by State, total mileage of tracks owned and operated by respondent 19

(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 None
 yard track and sidings None total, all tracks (1)

(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) Gauge of track 4 ft. 8-1/2 in.

(6) Weight of rail 100 lb. per yard.

(7) Kind and number per mile of cross-ties 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 cross-ties 263 average cost per tie \$ 16.12 number of feet
 (B.M.) of switch and bridge ties 11,901 average cost per M feet (B.M.) \$ 491.70

(10) Rail applied in replacement during year: Tons (2,000 pounds) 118.80 Weight per year 100# average
 cost per ton, \$ 114.95

*Insert names of places.

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

References

5. *Journal of the American Medical Association*, 1990; 263: 1033-1036.

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

Edward E. Cardelli makes oath and says that he is Controller

(Having been the name of the officer)

(Having been the official title of the officer)

of Delray Connecting Railroad Company

(Having been 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,

1979

to and including

December 31,

1979

Edward E. Cardelli

Subscribed and sworn to before me, a

Notary Public

in and for the State and

county above named, this

27th day of MARCH 1980

My commission expires

RONALD G. ARK

Notary Public, Wayne County, Mich.

My Commission Expires Sept. 21, 1982

Ronald G. Ark

(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

(To be made by the president or other chief officer of the respondent)

State of Michigan

County of Wayne

Charles A. O'Brien makes oath and says that he is

President

(Having been the name of the officer)

(Having been the official title of the officer)

of Delray Connecting Railroad Company

(Having been the exact legal title or name of the respondent)

that he has carefully examined the foregoing reports; 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, 1979

to and including

December 31,

1979

Charles A. O'Brien

Subscribed and sworn to before me, a

Notary Public

county above named, this

27th day of MARCH 1980

My commission expires

RONALD G. ARK

Notary Public, Wayne County, Mich.

My Commission Expires Sept. 21, 1982

Ronald G. Ark

(Signature of officer authorized to administer oaths)