

ANNUAL REPORT 1973

511280

DETROIT & MACKINAC RY CO.

1 OF 1

511280
Ø

RAIL C

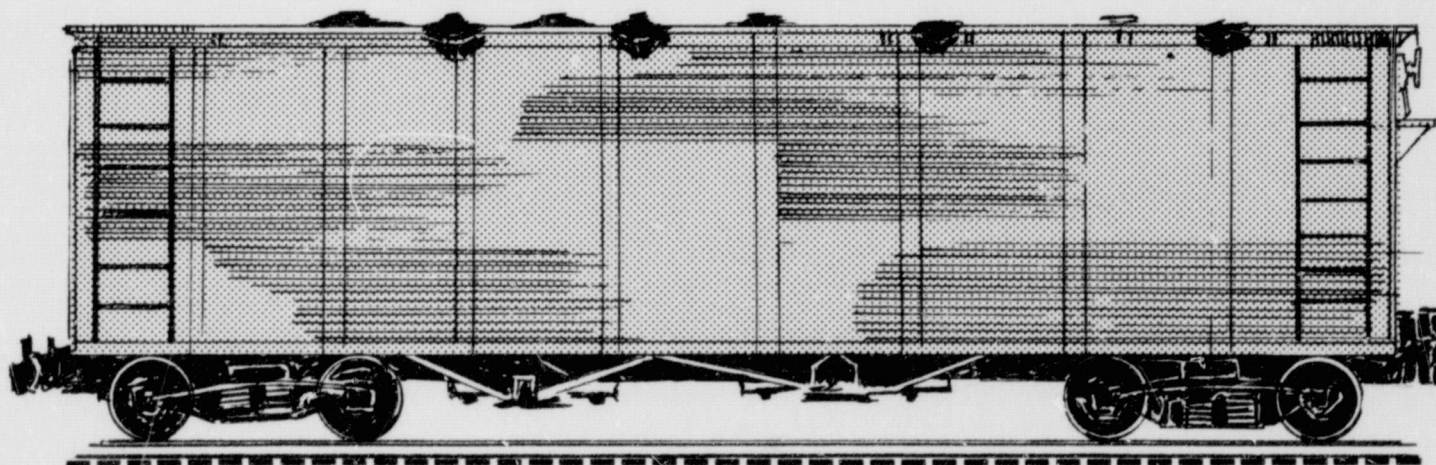
annual report

INTERSTATE
COMMERCE COMMISSION
RECEIVED

APR 4 1974

ADMINISTRATIVE SERVICES
G MAIL BRANCH

	<p>125001125DETROITMACK 2 51128 DETROIT & MACKINAC RY CO. 120 OAK STREET TAWES CITY, MICH 48763</p> <p>RRCL2LH</p>
<p>Correct name and address if different than shown.</p>	<p>Full name and address of reporting carrier. (Use mailing label on original, copy in full on duplicate.)</p>



to the
Interstate Commerce Commission

FOR THE YEAR ENDED DECEMBER 31, 1973

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. 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 the 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 109, page 3.

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

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

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

5. All entries should be made in a permanent black ink. Those of a contrary character should be indicated in parentheses. Items of an unusual character should be indicated by appropriate symbol and footnote.

Money items (except averages) throughout the annual report form should be shown in units of dollars adjusted to accord with footings.

6. Each respondent should make its annual report to this Commission in triplicate, retaining one copy in its files for reference in case correspondence with regard to such report becomes necessary. For this reason three copies of the Form are sent to each corporation concerned.

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 E.

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 \$5,000,000 or more. For this class, Annual Report Form A is provided.

Class II companies are those having annual operating revenues below \$5,000,000. For this class, Annual Report Form C is provided.

In applying this classification to any switching or terminal company which is operated as a joint facility of owning or tenant railways, 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 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.....	2217	Schedule.....	2216
".....	2701	".....	2602

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.

Page 2: Schedule 101. Identity of Respondent

Page 3: Schedule 107. Stockholders

108. Stockholders Reports

Schedules have been renumbered from 300, 350 and 350A, respectively.

Page 4: Schedule 200A. Comparative General Balance Sheet - Assets

Page 5: Schedule 200L. Comparative General Balance Sheet - Liabilities and Shareholders' Equity

Titles of accounts 705 and 752, respectively, have been revised to conform with the Uniform System of Accounts for Railroad Companies.

Provision has been made for reporting comparative data of respective assets included in accounts 731 and 732.

Pages 9-12: Schedule 1001. Investments in Affiliated Companies

Schedule 1002. Other Investments

Schedule 1201. Securities, Advances, and Other Intangibles
Owned or Controlled Through Nonreporting
Carrier and Noncarrier Subsidiaries

Instructions have been revised to provide for reporting the book value of investments.

Page 29: Schedule 2501. Compensation of Officers, Directors, Etc.

Minimum dollar amount has been increased to \$40,000.

Page 30A: Schedule 2602. Revenue Freight Carried During the Year

Certain commodity codes were revised to conform with revisions in OMB's Commodity Classification for Transportation Statistics and the AAR's Standard Transportation Commodity Code.

ANNUAL REPORT

OF

DETROIT AND MACKINAC RAILWAY COMPANY

TAWAS CITY, MICHIGAN

FOR THE

YEAR ENDED DECEMBER 31, 1973

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

(Name) R. S. Shaw (Title) Auditor
(Telephone number) 517 362-3461
(Area code) (Telephone number)
(Office address) 120 Oak Street, Tawas City, Michigan 48763
(Street and number, City, State, and ZIP code)

101. IDENTITY OF RESPONDENT

1. Give the exact name* by which the respondent was known in law at the close of the year
Detroit and Mackinac Railway 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 Detroit and Mackinac Railway 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
120 Oak Street, Tawas City, 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 & Genl. Mgr.	E. V. Goodman Tawas City, Michigan
2	Vice president	
3	Secretary	Glen C. Highfield Tawas City, Michigan
4	Treasurer	E. V. Goodman Tawas City, Michigan
5	Comptroller or auditor	R. S. Shaw Tawas City, Michigan
6	Attorney or general counsel	Prokop, Biber & Gutman Farmington, Michigan
7	General manager	
8	General superintendent	
9	General freight agent	
10	General passenger agent	
11	General land agent	
12	Valuation Engineer	Paul J. Beyer, Jr. Tawas City, Michigan
13		

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)
31	Charles A. Pinkerton, Jr.	Tawas City, Michigan	April 29, 1974
32	Charles A. Pinkerton, III	Tawas City, Michigan	April 29, 1974
33	E. V. Goodman	Tawas City, Michigan	April 29, 1974
34	M. F. McCaffrey	Detroit, Michigan	April 29, 1974
35	Paul C. Souder	Saginaw, Michigan	April 29, 1974
36	John S. Clark	Petoskey, Michigan	April 29, 1974
37			
38			
39			
40			

7. Give the date of incorporation of the respondent Dec. 29, 1894 8. State the character of motive power used All Diesel
9. Class of switching and terminal company Not applicable

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
Under the laws of the State of Michigan, Act. 198, Session Laws of 1893

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
None

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

Reorganization of Detroit, Bay City and Alpena Railroad due to foreclosure.

*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.

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 on page 33, 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 to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
				Common	STOCKS		Other securities with voting power
					Second	First	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	
1	ABBE, FREDERIC E.	189 PARKWAY, WINCHESTER, MASS.	322	322			
2	APPLETON, EARLE B.	5 LOUISBURG SQ., BOSTON, MASS.	130	130			
3	BACHIE & CO.	100 GOLD ST., N.Y., N.Y.	40			40	
4	BELIN, J. FRANK & MRS. FLORENCE	2200 DIANA DR., HALLANDALE, FLA.	30	30			
5	BOWRING, DOUGLAS S.	270 PARK AVE., N.Y., N.Y.	50	50			
6	COAN, HARRY	627 WASHINGTON, BRIGHTON, MASS.	15	15			
7	CUSHMAN, JOHN ULMER	670 ISLAND DR., PALM BEACH, FLA.	31	19		12	
8	CUSHMAN, PAUL GODFREY	P.O. Box 1595, GREENVILLE, S.C.	31	19		12	
9	FELDMAN, RUTH L.	15 SUMNER ST., MILTON, MASS.	18	18			
10	FRIEDLAND, AL	63 PROSPECT AVE., HEWLETT, N.Y.	50	50			
11	GOLDEN, ALLAN MARVIN	54 MICHELELANE, BAINTREE, MASS.	10	10			
12	GOLDEN, MRS. EDYTHE J.	6161 N.W. 2ND AVE., BOCA RATON, FLA.	10	10			
13	GOLDEN, DR. LEO	6161 N.W. 2ND AVE., BOCA RATON, FLA.	30	30			
14	HENTZ & CO., H.	72 WALL ST., N.Y., N.Y.	398	398			
15	HIGGINS, FRANCIS M.	GUARANTEE TRUST BLDG., ATL. CITY, N.J.	20	20			
16	HUGHES, MISS MARY	WARD AVE., RUMSON, N.J.	69			69	
17	HUGHES, MISS ANNE E.	WARD AVE., RUMSON, N.J.	432	50		372	
18	HUTTON & CO., E. F.	CHURCH ST. STA., N.Y., N.Y.	924	924			
19	JOHNSON, MRS. RUTH A.	61 WOODCLIFF, WELLESLEY HILLS, MASS.	29	29			
20	KNIZNICK, SAMUEL	RIVER ST., HOVERHILL, MASS.	15	15			
21	LERNER, LOUIS C.	315 GOLFVIEW DR., BOCA RATON, FLA.	276	276			
22	MASSIE, CHARLES A.	9064 ABBOTT AVE., SURFEIDE, FLA.	373	137		236	
23	MASSIE, FRANCIS C.	TAPPAN RD., NORTHVALE, N.J.	335	141		194	
24	MASSIE, MILDRED M.	69 FUHRMAN AVE., RAMSEY, N.J.	1,046			1,046	
25	MAZZUCCO, ANTHONY	110 DEKALB AVE., BROOKLYN, N.Y.	112			112	
26	MAZZUCCO, ANGELINA ROSE	110 DEKALB, BROOKLYN, N.Y.	30	30			
27	NESSON, SAUL	20 WALTHAM, LEXINGTON, MASS.	25			25	
28	STRAITS AGGREGATE & EQUIP. CORP.	120 OAK ST., TAWAS CITY, IND.	21,347	14,997		6,350	
29	WHITNEY, MRS. MILLICENT	270 PARK AVE., N.Y., N.Y.	50	50			
30	YEAGER, LOUIS	955 FIFTH AVE., N.Y., N.Y.	110	110			

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.

200A. 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 (a) should be restated to conform with the account-

ing requirements followed in column (c). The entries in the short column (b₁) should be deducted from those in column (b₁) in order to obtain corresponding entries for column (c). All contra entries hereunder should be indicated in parenthesis.

Line No.	Balance at beginning of year (a)		Account or item (b)	Balance at close of year (c)	
CURRENT ASSETS					
1	\$	1 664	(701) Cash	\$	68 642
2			(702) Temporary cash investments		
3		8 445	(703) Special deposits		8 125
4		15 000	(704) Loans and notes receivable		15 000
5			(705) Traffic, car-service and other balances—Debit		
6		170 872	(706) Net balance receivable from agents and conductors		162 137
7		112 619	(707) Miscellaneous accounts receivable		42 713
8			(708) Interest and dividends receivable		
9		184 267	(709) Accrued accounts receivable		174 450
10		2 706	(710) Working fund advances		2 706
11		76 096	(711) Prepayments		73 043
12		132 800	(712) Material and supplies		186 638
13		289	(713) Other current assets		500
14		700 852	Total current assets		732 954
SPECIAL FUNDS					
			(b ₁) Total book assets at close of year	(b ₂) Respondent's own issues included in (b ₁)	
15			(715) Sinking funds		
16		1 163 549	(716) Capital and other reserve funds	1 254 693	1 254 693
17			(717) Insurance and other funds		
18		1 163 549	Total special funds		1 254 693
INVESTMENTS					
19		1 944 825	(721) Investments in affiliated companies (pp. 10 and 11)		2 749 312
20		70 533	(722) Other investments (pp. 10 and 11)		84 401
21			(723) Reserve for adjustment of investment in securities—Credit		
22		2 015 358	Total investments (accounts 721, 722 and 723)		2 833 713
PROPERTIES					
23		6 178 800	(731) Road and equipment property (p. 7):		6 222 010
24		5 368 501	Road		5 780 189
25			Equipment		
26			General expenditures		
27			Other elements of investment		
28		11 547 301	Construction work in progress		12 002 199
			Total road and equipment property		
29			(732) Improvements on leased property (p. 7):		
30			Road		5 891
31			Equipment		
32			General expenditures		5 891
			Total improvements on leased property (p. 7):		
33		11 547 301	Total transportation property (accounts 731 and 732)		12 008 090
34		3 638 626	(735) Accrued depreciation—Road and Equipment (pp. 15 and 16)		3 667 723
35			(736) Amortization of defense projects—Road and Equipment (p. 18)		
36		3 638 626	Recorded depreciation and amortization (accounts 735 and 736)		3 667 723
37		7 908 675	Total transportation property less recorded depreciation and amortization (line 33 less line 36)		8 340 367
38		294 558	(737) Miscellaneous physical property		320 827
39			(738) Accrued depreciation—Miscellaneous physical property (p. 19)		
40		294 558	Miscellaneous physical property less recorded depreciation (account 737 less 738)		320 827
41		8 203 233	Total properties less recorded depreciation and amortization (line 37 plus line 40)		8 661 194
OTHER ASSETS AND DEFERRED CHARGES					
42		898 584	(741) Other assets		25 778
43			(742) Unamortized discount on long-term debt		
44		48 632	(743) Other deferred charges (p. 20)		57 249
45		947 216	Total other assets and deferred charges		83 027
46		13 030 208	TOTAL ASSETS		13 565 581

NOTE.—See page 5A for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200L. 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 (a) should be restated to conform with the account-

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

Line No.	Balance at beginning of year			Account or Item	Balance at close of year		
	(a)				(c)		
				CURRENT LIABILITIES			
47	\$			(751) Loans and notes payable (p. 20)			\$
48		110	046	(752) Traffic, car-service and other balances—Credit			26 094
49		153	015	(753) Audited accounts and wages payable			172 313
50		48	586	(754) Miscellaneous accounts payable			96 443
51		8	520	(755) Interest matured unpaid			8 200
52			883	(756) Dividends matured unpaid			883
53		1	550	(757) Unmatured interest accrued			1 458
54				(758) Unmatured dividends declared			
55		212	384	(759) Accrued accounts payable			245 244
56		(83	362)	(760) Federal income taxes accrued			(1 020)
57		24	664	(761) Other taxes accrued			21 927
58		343	997	(763) Other current liabilities			393 746
59		820	283	Total current liabilities (exclusive of long-term debt due within one year)			965 288
				LONG-TERM DEBT DUE WITHIN ONE YEAR			
60		171	000	(764) Equipment obligations and other debt (pp. 5B and 8)	(b) Total issued 226,840	(b) Held by or for company 226,840	226 840
				LONG-TERM DEBT DUE AFTER ONE YEAR			
61		465	000	(765) Funded debt unmatured (p. 5B)	(b) Total issued 437,000	(b) Held by or for company 437,000	437 000
62		1	416 667	(766) Equipment obligations (p. 8)	1,730,613		1 730 613
63				(767) Receivers' and Trustees' securities (p. 5B)			
64				(768) Debt in default (p. 20)			
65				(769) Amounts payable to affiliated companies (p. 8)			
66		1	881 667	Total long-term debt due after one year			2 167 613
				RESERVES			
67				(771) Pension and welfare reserves			
68				(772) Insurance reserves			
69		12	000	(774) Casualty and other reserves			12 000
70		12	000	Total reserves			12 000
				OTHER LIABILITIES AND DEFERRED CREDITS			
71				(781) Interest in default			
72		20	767	(782) Other liabilities			17 007
73				(783) Unamortized premium on long-term debt			
74		99	418	(784) Other deferred credits (p. 20)			29 238
75				(785) Accrued depreciation—Leased property (p. 17)			
76		120	185	Total other liabilities and deferred credits			46 245
				SHAREHOLDERS' EQUITY			
				Capital stock (Par or stated value)			
77		1	793 200	(791) Capital stock issued:	(b) Total issued 2,000,000	(b) Held by or for company 206,800	1 793 200
78			850 200	Common stock (p. 5B)	950,000	99,800	850 200
79		2	643 400	Preferred stock (p. 5B)	2,950,000	306,600	2 643 400
80				Total capital stock issued			
81				(792) Stock liability for conversion			
82		2	643 400	(793) Discount on capital stock			2 643 400
				Total capital stock			
				Capital Surplus			
83				(794) Premiums and assessments on capital stock (p. 19)			
84		117	213	(795) Paid-in surplus (p. 19)			117 213
85				(796) Other capital surplus (p. 19)			
86		117	213	Total capital surplus			117 213
				Retained Income			
87		5	820 756	(797) Retained income—Appropriated (p. 19)			5 808 555
88		1	443 704	(798) Retained income—Unappropriated (p. 22)			1 578 427
89		7	264 460	Total retained income			7 386 982
90		10	025 073	Total shareholders' equity			10 147 595
91		13	030 208	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY			13 565 581

NOTE.—See page 5A for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

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) the procedure in accounting for pension funds including payments to trustees and recording in the accounts pension costs, indicating whether or not consistent with the prior year, and state the amount, as nearly as practicable, of unfunded past service costs; (2) 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; (3) particulars concerning obligations for stock purchase options granted to officers and employees; and (4) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements.

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 ----- \$ 121,914

(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----- \$ 119,782

—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 Range) 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----- \$ 100,127

(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 784, Other deferred credits, at beginning of year-- \$ -

Add investment tax credits applied to reduction of current year's tax liability but deferred for accounting purposes----- \$ Nil

Deduct deferred portion of prior year's investment tax credit used to reduce current year's tax accrual----- ()

Other adjustments (indicate nature such as recapture on early disposition)----- \$ -

Total deferred investment tax credit in account 784 at close of year----- \$ Nil

(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----- \$ Nil

(e) Estimated accumulated net reduction in Federal income taxes because of amortization of certain rights-of-way investment since December 31, 1969, under the provisions of Section 185 of the Internal Revenue Code----- \$ Nil

2. Amount of accrued contingent interest on funded debt recorded in the balance sheet:

Description of obligation	Year accrued	Account No.	Amount
			\$
			\$

3. As a result of dispute concerning the recent increase in per diem rates for use of freight cars interchanged, settlement of disputed amounts has been deferred awaiting final disposition of the matter. The amounts in dispute for which settlement has been deferred are as follows:

Item	As recorded on books				Amount not recorded
	Amount in dispute	Account Nos.			
		Debit	Credit		
Per diem receivable	\$ 33,382			\$	
Per diem payable	7,059				
Net amount	\$ 26,323	xxxxxx	xxxxxx	\$	

4. 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----- \$

5. 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 ----- \$

670. FUNDED DEBT UNMATURED

Give particulars of the various issues of securities in accounts Nos. 764, "Equipment obligations and other debt due within one year" (excluding equipment obligations), and 765, "Funded debt unmatured," at close of the year. Funded debt, as here used, comprises all obligations maturing later than one year after date of issue in accordance with the instructions in the Uniform System of Accounts for Railroad Companies. Show

each issue separately, and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be *actually issued* when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually outstanding*. It should be noted that section 20a of

the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption. Entries in columns (k) and (l) should include interest accrued or funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		Total amount nominally and actually issued	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P")	Total amount actually issued	Reacquired and held by or for respondent (Identify pledged securities by symbol "P")	Actually outstanding at close of year	INTEREST DURING YEAR	
				Rate percent per annum	Dates due						Accrued	Actually paid
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
1	First Lien Bonds	5/1 1895	6/1 1995	4	6/1 12/1	\$ 1 500 000	\$.	\$ 1 500 000	\$ 13 000	\$ 310 000	\$ 12 627	\$ 12 749
2	Mortgage Bonds	"	"	4	"	2 500 000		1 250 000	15 000	127 000	5 287	5 389
3												
4						4 000 000		2 750 000	28 000	437 000	17 914	18 138
TOTAL												
5	Funded debt canceled: Nominally issued, \$ 1,250,000 Actually issued, \$ 1,487,000 First Lien Bonds and \$1,235,000											
6	Purpose for which issue was authorized† Mortgage Bonds reacquired and canceled											

690. CAPITAL STOCK

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities *actually issued* and *actually outstanding* see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock	Date issue was authorized†	Par value per share	Authorized†	Authenticated	PAR VALUE OF PAR VALUE OR SHARES OF NONPAR STOCK			ACTUALLY OUTSTANDING AT CLOSE OF YEAR		
						Nominally issued and held by or for respondent (Identify pledged securities by symbol "P")	Total amount actually issued	Reacquired and held by or for respondent (Identify pledged securities by symbol "P")	Par value of par-value stock	SHARES WITHOUT PAR VALUE	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	Number	Book value
11	Common	12/29 1894	\$ 100	2 000 000	2 000 000		\$ 1 793 200		\$ 1 793 200		
12											
13	Preferred	" "	100	1 000 000	950 000		850 200		850 200		
14											
15	Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ None Actually issued, \$ 206,800 Common										
16	Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks None 99,800 Preferred										
17	Purpose for which issue was authorized†										
18	The total number of stockholders at the close of the year was 45										

695. RECEIVERS' AND TRUSTEES' SECURITIES

Give particulars of evidences of indebtedness issued and payment of equipment obligations assumed by receivers and trustees under orders of a court as provided for in account No. 767, "Receivers' and trustees' securities." For definition of securities *actually issued*, and *actually outstanding*, see instructions for schedule 670.

Line No.	Name and character of obligation (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total par value authorized † (f)	TOTAL PAR VALUE HELD BY OR FOR RESPONDENT AT CLOSE OF YEAR				Total par value actually outstanding at close of year (i)	INTEREST DUE TO YEAR							
				Rate percent per annum (d)	Dates due (e)		Nominally issued (g)		Nominally outstanding (h)			Accrued (j)	Actually paid (k)						
21	None					\$				\$				\$			\$		
22																			
23																			
24																			
25																			
26					TOTAL														

† By the State Board of Railroad Commissioners, or other public authority, if any, having control over the issue of securities; if no public authority has such control, state the purpose and amounts as authorized by the board of directors and approved by stockholders.

701. ROAD AND EQUIPMENT PROPERTY

1. Give particulars of changes during the year in accounts 731, "Road and equipment property," and 732, "Improvements on leased property," classified in accordance with the Uniform System of Accounts for Railroad Companies.

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) or (d), as may be appropriate, depending on the nature of the item. Adjustments in excess of \$100,000 should be explained. All changes made during the year should be analyzed by primary accounts.

3. Report on line 35 amounts not included in the primary road accounts. The items reported should be briefly identified and explained in a footnote on page 6. 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.

Line No.	Account (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)	
		\$		\$		\$		\$	
1	(1) Engineering.....								
2	(2) Land for transportation purposes.....	261	598					261	598
3	(2½) Other right-of-way expenditures.....	9	192					9	192
4	(3) Grading.....	840	306			3	334	836	972
5	(5) Tunnels and subways.....								
6	(6) Bridges, trestles, and culverts.....	451	222					451	222
7	(7) Elevated structures.....								
8	(8) Ties.....	434	176	8	384	3	250	439	310
9	(9) Rails.....	1	108 868	4	095	6	220	1	106 743
10	(10) Other track material.....	608	218	4	374	6	947	605	645
11	(11) Ballast.....	760	847		168	2	517	758	498
12	(12) Track laying and surfacing.....	530	243	8	660	2	128	536	775
13	(13) Fences, snowsheds, and signs.....	113	592					113	592
14	(16) Station and office buildings.....	377	411					377	411
15	(17) Roadway buildings.....	25	199					25	199
16	(18) Water stations.....								
17	(19) Fuel stations.....	11	133					11	133
18	(20) Shops and enginehouses.....	220	831	6	020			226	851
19	(21) Grain elevators.....								
20	(22) Storage warehouses.....								
21	(23) Wharves and docks.....								
22	(24) Coal and ore wharves.....								
23	(25) TOFC/COFC terminals.....								
24	(26) Communication systems.....	75	307					75	307
25	(27) Signals and interlockers.....	30	259	1	859			32	118
26	(29) Power plants.....								
27	(31) Power-transmission systems.....	6	387					6	387
28	(35) Miscellaneous structures.....		641						641
29	(37) Roadway machines.....	156	222	61	343	29	046	188	519
30	(38) Roadway small tools.....	10	659					10	659
31	(39) Public improvements—Construction.....	30	466					30	466
32	(43) Other expenditures—Road.....								
33	(44) Shop machinery.....	116	023	2	293		544	117	772
34	(45) Power-plant machinery.....								
35	Other (specify and explain).....								
36	TOTAL EXPENDITURES FOR ROAD.....	6	178 800	97	196	53	986	6	222 010
37	(52) Locomotives.....		871 988						871 988
38	(53) Freight-train cars.....	4	237 922	609	517	190	008	4	657 431
39	(54) Passenger-train cars.....			7	637				7 637
40	(55) Highway revenue equipment.....								
41	(56) Floating equipment.....								
42	(57) Work equipment.....	188	871	2	987	10	236	181	622
43	(58) Miscellaneous equipment.....	69	720	7	699	10	017	67	402
44	TOTAL EXPENDITURES FOR EQUIPMENT.....	5	368 501	627	840	210	261	5	786 080
45	(71) Organization expenses.....								
46	(76) Interest during construction.....								
47	(77) Other expenditures—General.....								
48	TOTAL GENERAL EXPENDITURES.....								
49	TOTAL.....	11	547 301	725	036	264	247	12	008 090
50	(80) Other elements of investment.....								
51	(90) Construction work in progress.....								
52	GRAND TOTAL.....	11	547 301	725	036	264	247	12	008 090

801. PROPRIETARY COMPANIES

Give particulars called for regarding each inactive proprietary corporation of the respondent (i. e., one all of whose outstanding stocks or obligations are held by or for the respondent 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.

Line No.	Name of proprietary company (a)	MILEAGE OWNED BY PROPRIETARY COMPANY					Investment in transportation property (accounts Nos. 731 and 732) (g)	Capital stock (account No. 791) (h)	Unmatured funded debt (account No. 765) (i)	Debt in default (account No. 768) (j)	Amounts payable to affiliated companies (account No. 769) (k)
		Road (b)	Second and additional main tracks (c)	Passing tracks, crossovers, and turnouts (d)	Way switching tracks (e)	Yard switching tracks (f)					
1					NONE		\$	\$	\$	\$	\$
2											
3											
4											
5											
6											

901. AMOUNTS PAYABLE TO AFFILIATED COMPANIES

Give full particulars of the amounts payable by the respondent to affiliated companies, as defined in connection with account No. 769, "Amounts payable to affiliated companies," in the Uniform System of Accounts for Railroad Companies. If

any such debt is evidenced by notes, each note should be separately shown in column (a). Entries in columns (e) and (f) should include interest accruals and interest payments on nonnegotiable debt retired during the year, even though no

portion of the issue remained outstanding at the close of the year. Show, also, in a footnote, particulars of interest charged to cost of property.

Line No.	Name of creditor company (a)	Rate of int. set (b)	Balance at beginning of year (c)	Balance at close of year (d)	Interest accrued during year (e)	Interest paid during year (f)
21	NONE	%	\$	\$	\$	\$
22						
23						
24						
25						
26						
27						
28						
	TOTAL					

902. EQUIPMENT COVERED BY EQUIPMENT OBLIGATIONS

Give the particulars called for regarding the equipment obligations included in the balance outstanding in accounts Nos. 764, "Equipment obligations and other debt due within one year," and 766, "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 covered by the obligation together with other details of identification. In column (c) show current rate of

interest, in column (d) show the contract price at which the equipment is acquired, and in column (e) the amount of cash paid upon acceptance of the equipment.

Line No.	Designation of equipment obligation (a)	Description of equipment covered (b)	Current rate of interest (c)	Contract price of equipment acquired (d)	Cash paid on acceptance of equipment (e)	Actually outstanding at close of year (f)	Interest accrued during year (g)	Interest paid during year (h)
41	Conditional Sales Agreement	100 Box Cars Purchased 5/7	2% above prime rate	\$ 1 700 200	\$ 200	\$ 1 416 667	\$ 126 611	\$ 126 611
42								
43	Conditional Sales Agreement	100 Hopper Cars Purchased 8/73	1% above prime rate	558 400		539 787	19 682	19 682
44								
45								
46								
47								
48								
49								
50								

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 1001 AND 1002

1. Schedules 1001 and 1002 should give particulars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of other corporations held by respondent at the close of the year specifically as investments, including obligations of the United States, of a State or local government, or of an individual, so held, in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 721, "Investments in affiliated companies"; 722, "Other investments"; and 717, "Insurance and other funds"; investments made, disposed of, or written down during the year; and dividends and interest credited to income. Securities of affiliated companies are reportable in schedule No. 1001. Securities of nonaffiliated companies are reportable in schedule No. 1002, however, investments included in account Nos. 715, 716 and 717 held by trustees in lieu of cash deposits required under the governing instrument are to be excluded from this schedule. If any advances reported are pledged, give particulars in a footnote. 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. 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, stockyards, express service and facilities, electric railway highway motor vehicles, steamboats and other marine transportation equipment, pipe lines (other than those for transportation of water), and other instrumentalities devoted to the transportation of persons or property for hire. Telegraph and telephone companies are not meant to be included.

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

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

8. In case any adjustments in book values thereof have been made during the year, a detailed statement thereof should be given on page 33 of this form.

9. Classify the securities according to the classification given above, showing the subclass by means of letters and figures in columns (a) and (b). Indicate by means of an arbitrary mark in column (c) 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.

10. Entries in column (c) should show date of maturity of bonds and other evidences of indebtedness. Obligations of the same designation which mature serially may be reported as "Serially 19_____ to 19_____."

11. If the cost of any investment made during the year differs from the book value reported, explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein.

12. These schedules should not include any securities issued or assumed by respondent.

1001. INVESTMENTS IN AFFILIATED COMPANIES (See page 9 for Instructions)

Line No.	Ac-count No.	Class No.	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)
1	721	A-2	Mackinac Truck Lines	100 %		25,000
2	721	A-3	Ottawa Equipment Company	100		300,000
3	721	A-3	Lakeshore Terminal	100		50,000
4						
5	721	E-2	Mackinac Truck Lines	100		28,795
6	721	E-3	Ottawa Equipment Company	100		2,370,968
7	721	E-3	Lakeshore Terminal	100		(25,451)
8						
9						
10						

1002. OTHER INVESTMENTS (See page 9 for Instructions)

Line No.	Ac-count No.	Class No.	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	Unpledged
	(a)	(b)	(c)	(d)	(e)
21	716		Grand Total		
22					
23	722		Grand Total		
24					
25					
26					
27					
28					
29					
30					
31					

						Investment at Close of Year			
		Name of Issuing Company & Description		Par Value of Amount Held at		Close of Year			
				In Sinking Funds		Total Par Val.		Total Book Val.	
(a)	(b)	(c)		(f)		(g)		(h)	Par
716	A-1	Other Railroad Stocks:						\$	
		I. C. Industries, Inc.	Preferred Stock Sh.	150	NP	150	NP	9280	
716	A-30	Other Stocks:							
		B&W Mtge. & Realty Inv.	Common Stock Sh.	1952	NP	1952	NP	40172	
		Beatrice Foods Co.	" "	2000	NP	2000	NP	26472	
		Bluebird, Inc.	" "	1000	NP	1000	NP	8276	
		Celanese Corp.	" "	500	NP	500	NP	29900	
		Chase Manhattan Mtge.	" "	980	NP	980	NP	25000	
		Cleveland Trust Realty Inv.	SBI	1500	NP	1500	NP	30000	
		Commonwealth Edison	Common Stock	800	NP	800	NP	41846	
		Exxon (Standard Oil of N.J.)	" "	728	NP	728	NP	44889	
		First Wisconsin Mtge. Inv.	SBI	1000	NP	1000	NP	25000	
		General Motors	Common Stock	300	NP	300	NP	26130	
		Gulf Oil Co.	" "	500	NP	500	NP	13298	
		Illinois Power Company	" "	1000	NP	1000	NP	45704	
		M.C.I. Communication Corp.	" "	33000	NP	33000	NP	175000	
		Michigan National Corp.	" "	137	NP	137	NP	5276	
		MONY Mtge. Inv.	SBI	2386	NP	2386	NP	24995	
		N.W. Mutual Life Mtge.	" "	2440	NP	2440	NP	50000	
		J. C. Penney Inc.	Common Stock	500	NP	500	NP	25000	
		Pillsbury Mills	" "	800	NP	800	NP	36734	
		Rlty & Mtge Inv. of Pacific	SBI	500	NP	500	NP	10000	
		San Diego Gas & Elec. Co.	Common Stock	1000	NP	1000	NP	22079	
		Southern Natural Gas	" "	1000	NP	1000	NP	34360	
		Standard Oil of Indiana	" "	600	NP	600	NP	29735	
		State Mutual Inv.	SBI	1464	NP	1464	NP	30000	
		Westinghouse Electric	Common Stock	600	NP	600	NP	13285	
		Total - No Par Value		56687		56687			
		Total - Par Value						\$813151	

of Year	Investments Made		Investments	Disposed of	or	Dividends or Interest	
at Close of Year	During Year		Written Down	During Year		During Year	
Total Book Val.	Par Value	Book Value	Par Value	Book Value	Selling Price	Rate	Amt. to Income
(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)
\$							
9280							\$ 900
40172							3006
26472							1240
8276							
29900							1000
25000							4567
30000							2640
41846							1820
44889							3094
25000							4120
26130							1575
13298							750
45704							2200
175000							
5276							163
24995							2887
50000							4660
25000							550
36734							1240
10000							873
22079							1200
34360							1500
29735							1550
30000							3572
13285							583
\$813151							\$ 44790

1001. INVESTMENTS IN AFFILIATED COMPANIES—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)						
\$	\$	\$	\$	\$	%	\$	
	25,000						1
	300,000						2
	50,000						3
							4
	28,795						5
	2,370,962						6
	(25,451)						7
							8
							9
							10

1002. OTHER INVESTMENTS—Concluded

INVESTMENTS AT CLOSE OF YEAR		Book value of investments made during year (h)	INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		DIVIDENDS OR INTEREST DURING YEAR		Line No.
BOOKVALUE OF AMOUNT HELD AT CLOSE OF YEAR			Book value* (i)	Selling price (j)	Rate (k) %	Amount credited to income (l)	
In sinking, insurance, and other funds (f)	Total book value (g)						
\$	\$ 1,254,693	\$	\$	\$			21
							22
	84,401						23
							24
							25
							26
							27
							28
							29
							30
							31

*Identify all entries in this column which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

1201. 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 1 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.

2. This schedule should include all securities, open account advances, and other intangible property owned or controlled by nonreporting companies shown in schedule 1001, as well as those owned or controlled by any other organization or individual whose action respondent is enabled to determine.

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

Line No.	Class No.	Name of issuing company and security or other intangible thing in which investment is made (list on same line in second section and in same order as in first section)	Total book value of investments at close of the year	Book value of investments made during the year	INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR			
					Book value		Selling price	
	(a)	(b)	(c)	(d)	(e)		(f)	
1			\$	\$				
2								
3								
4								
5								
6								
7								
8								
9		NONE						
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								

Line No.	Names of subsidiaries in connection with things owned or controlled through them
	(h)
1	
2	
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	

1302. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges 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 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment, used but not owned, when the rents therefor are included in the rent for equipment 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 com-

posite 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 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 No. 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2½, 3, 5, and 39 includes non-depreciable 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	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 (e)			At beginning of year (f)		At close of year (h)					
		\$		\$			\$		\$					
1	ROAD						%							%
2	(1) Engineering													
3	(2½) Other right-of-way expenditures		9 192		9 192		2.00							
4	(3) Grading													
5	(5) Tunnels and subways													
6	(6) Bridges, trestles, and culverts		451 222		451 222		1.95							
7	(7) Elevated structures													
8	(13) Fences, snowsheds, and signs													
9	(16) Station and office buildings		377 411		377 411		1.90							
10	(17) Roadway buildings		25 199		25 199		2.30							
11	(18) Water stations													
12	(19) Fuel stations		11 133		11 133		3.00							
13	(20) Shops and enginehouses		220 831		226 851		2.15							
14	(21) Grain elevators													
15	(22) Storage warehouses													
16	(23) Wharves and docks													
17	(24) Coal and ore wharves													
18	(25) TOFC/COFC terminals													
19	(26) Communication systems													
20	(27) Signals and interlockers		30 259		32 118		2.55							
21	(29) Power plants													
22	(31) Power-transmission systems		6 387		6 387		3.60							
23	(35) Miscellaneous structures		641		641		4.00							
24	(37) Roadway machines		156 222		188 519		5.00							
25	(39) Public improvements—Construction		30 466		30 466		2.00							
26	(44) Shop machinery		116 023		117 772		2.10							
27	(45) Power-plant machinery													
28	All other road accounts													
29	Amortization (other than defense projects)													
30	Total road		1 434 986		1 476 911		2.42							
31	EQUIPMENT													
32	(52) Locomotives													
33	(53) Freight-train cars		4 237 922		4 651 540		4.09							
34	(54) Passenger-train cars													
35	(55) Highway revenue equipment													
36	(56) Floating equipment													
37	(57) Work equipment													
38	(58) Miscellaneous equipment		69 720		67 402		11.43							
39	Total equipment		4 307 642		4 718 942		4.43							
40	GRAND TOTAL		5 742 628		6 195 853	xx	xx					xx	xx	

1303. DEPRECIATION BASE AND RATES—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. 509.

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 includable 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 29 and 38 of this column show the composite percentage 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, 2½, 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)	
		Beginning of year (b)		Close of year (c)		(d)	
		\$		\$			%
1	ROAD						
2	(1) Engineering.....						
3	(2½) Other right-of-way expenditures.....						
4	(3) Grading.....						
5	(5) Tunnels and subways.....						
6	(6) Bridges, trestles, and culverts.....						
7	(7) Elevated structures.....						
8	(13) Fences, snowsheds, and signs.....						
9	(16) Station and office buildings.....						
10	(17) Roadway buildings.....						
11	(18) Water stations.....						
12	(19) Fuel stations.....						
13	(20) Shops and enginehouses.....						
14	(21) Grain elevators.....						
15	(22) Storage warehouses.....						
16	(23) Wharves and docks.....						
17	(24) Coal and ore wharves.....						
18	(25) TOFC/COFC terminals.....						
19	(26) Communication systems.....						
20	(27) Signals and interlockers.....						
21	(29) Power plants.....						
22	(31) Power-transmission systems.....						
23	(35) Miscellaneous structures.....						
24	(37) Roadway machines.....						
25	(39) Public improvements—Construction.....						
26	(44) Shop machinery.....						
27	(45) Power-plant machinery.....						
28	All other road accounts.....						
29	Total road.....						
30	EQUIPMENT						
31	(52) Locomotives.....						
32	(53) Freight-train cars.....						
33	(54) Passenger-train cars.....						
34	(55) Highway revenue equipment.....						
35	(56) Floating equipment.....						
36	(57) Work equipment.....						
37	(58) Miscellaneous equipment.....						
38	Total equipment.....						
39	GRAND TOTAL.....					XX	XX

1501. 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 1502 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 red 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 29.

Line No.	Account	Balance at beginning of year			CREDITS TO RESERVE DURING THE YEAR						DEBITS TO RESERVE DURING THE YEAR						Balance at close of year					
					Charges to operating expenses			Other credits			Retirements			Other debits								
		(a)	(b)			(c)			(d)			(e)			(f)			(g)				
		\$			\$			\$			\$			\$			\$			\$		
1	ROAD																					
2	(1) Engineering		7	642																	7	642
3	(2½) Other right-of-way expenditures		4	681			184														4	865
4	(3) Grading																					
5	(5) Tunnels and subways																					
6	(6) Bridges, trestles, and culverts		331	369			8 650					475									339	544
7	(7) Elevated structures																					
8	(13) Fences, snowsheds, and signs		161	116																	161	116
9	(16) Station and office buildings		193	375			7 699														201	074
10	(17) Roadway buildings		17	099			543														17	642
11	(18) Water stations																					
12	(19) Fuel stations		8	379			334														8	713
13	(20) Shops and enginehouses		117	783			4 817														122	600
14	(21) Grain elevators																					
15	(22) Storage warehouses																					
16	(23) Wharves and docks																					
17	(24) Coal and ore wharves																					
18	(25) TOFC/COFC terminals																					
19	(26) Communication systems		91	708																	91	708
20	(27) Signals and interlockers		10	602			702														11	304
21	(29) Power plants																					
22	(31) Power-transmission systems		2	695			230														2	925
23	(35) Miscellaneous structures			530			13															543
24	(37) Roadway machines		49	178			9 525					21 013									37	690
25	(39) Public improvements—Construction		17	791			609														18	400
26	(44) Shop machinery*		70	623			2 436					469									72	590
27	(45) Power-plant machinery*																					
28	All other road accounts																					
29	Amortization (other than defense projects)																					
30	Total road		1	084 571			35 742					21 957									1	098 356
31	EQUIPMENT																					
32	(52) Locomotives			876 564																		876 564
33	(53) Freight-train cars		1	422 882			200 831					175 401									1	448 312
34	(54) Passenger-train cars																					
35	(55) Highway revenue equipment																					
36	(56) Floating equipment																					
37	(57) Work equipment			221 117								9 515									211	602
38	(58) Miscellaneous equipment			33 491			8 345					8 947									32	889
39	Total equipment		2	554 054			209 176					193 863									2	569 367
40	GRAND TOTAL		3	638 625			244 918					215 820									3	667 723

*Chargeable to account 222.

1502. 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 includable in operating expenses of the respondent. (See schedule 1501 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 columns (b) or (g) for any primary account should be shown in red or designated "Dr."

Line No.	Account	Balance at beginning of year			CREDITS TO RESERVE DURING THE YEAR						DEBITS TO RESERVE DURING THE YEAR						Balance at close of year		
					Charges to others			Other credits			Retirements			Other debits					
		(a)	(b)			(c)			(d)			(e)			(f)			(g)	
		\$			\$			\$			\$			\$			\$		
1	ROAD																		
2	(1) Engineering.....																		
3	(2½) Other right-of-way expenditures.....																		
4	(3) Grading.....																		
5	(5) Tunnels and subways.....																		
6	(6) Bridges, trestles, and culverts.....																		
7	(7) Elevated structures.....																		
8	(13) Fences, snowsheds, and signs.....																		
9	(16) Station and office buildings.....																		
10	(17) Roadway buildings.....							NONE											
11	(18) Water stations.....																		
12	(19) Fuel stations.....																		
13	(20) Shops and enginehouses.....																		
14	(21) Grain elevators.....																		
15	(22) Storage warehouses.....																		
16	(23) Wharves and docks.....																		
17	(24) Coal and ore wharves.....																		
18	(25) TOFC/COFC terminals.....																		
19	(26) Communication systems.....																		
20	(27) Signals and interlockers.....																		
21	(29) Power plants.....																		
22	(31) Power-transmission systems.....																		
23	(35) Miscellaneous structures.....																		
24	(37) Roadway machines.....																		
25	(39) Public improvements—Construction.....																		
26	(44) Shop machinery.....																		
27	(45) Power-plant machinery.....																		
28	All other road accounts.....																		
29	Total road.....																		
30	EQUIPMENT																		
31	(52) Locomotives.....																		
32	(53) Freight-train cars.....																		
33	(54) Passenger-train cars.....																		
34	(55) Highway revenue equipment.....																		
35	(56) Floating equipment.....																		
36	(57) Work equipment.....																		
37	(58) Miscellaneous equipment.....																		
38	Total equipment.....																		
39	GRAND TOTAL.....																		

1503. DEPRECIATION RESERVE—ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Give full particulars called for hereunder with respect to credits and debits to account No. 785, "Accrued depreciation—Leased property," during the year relating to road and equipment leased from others, the depreciation charges for which are includable in operating expenses of the respondent.

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 reserve as shown in column (c) and the charges to operating expenses should be fully explained.

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

5. 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 (c) the charges to operating expenses and in column (f) show payments made to the lessor in settlement thereof.

Line No.	Account	Balance at beginning of year		CREDITS TO RESERVE DURING THE YEAR				DEBITS TO RESERVE DURING THE YEAR				Balance at close of year	
				Charges to operating expenses		Other credits		Retirements		Other debits			
	(a)	(b)		(c)		(d)		(e)		(f)		(g)	
		\$		\$		\$		\$		\$		\$	
1	ROAD												
2	(1) Engineering												
3	(2) Other right-of-way expenditures												
4	(3) Grading												
5	(5) Tunnels and subways												
6	(6) Bridges, trestles, and culverts												
7	(7) Elevated structures												
8	(13) Fences, snowsheds, and signs												
9	(16) Station and office buildings												
10	(17) Roadway buildings												
11	(18) Water stations												
12	(19) Fuel stations												
13	(20) Shops and enginehouses												
14	(21) Grain elevators												
15	(22) Storage warehouses												
16	(23) Wharves and docks												
17	(24) Coal and ore wharves												
18	(25) TOFC/COFC terminals												
19	(26) Communication systems												
20	(27) Signals and interlocks												
21	(29) Power plants												
22	(31) Power-transmission systems												
23	(35) Miscellaneous structures												
24	(37) Roadway machines												
25	(39) Public improvements—Construction												
26	(44) Shop machinery*												
27	(45) Power-plant machinery*												
28	All other road accounts												
29	Total road												
30	EQUIPMENT												
31	(52) Locomotives												
32	(53) Freight-train cars												
33	(54) Passenger-train cars												
34	(55) Highway revenue equipment												
35	(56) Floating equipment												
36	(57) Work equipment												
37	(58) Miscellaneous equipment												
38	TOTAL EQUIPMENT												
39	GRAND TOTAL												

*Chargeable to account 785.

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, "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, "Amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000

or more, or by single entries as "Total road" in line 28. 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) affecting operating expenses, should be fully explained.

[illegible]

1607. DEPRECIATION RESERVE—MISCELLANEOUS PHYSICAL PROPERTY

Give particulars of the credits and debits during the year to account No. 738, "Accrued depreciation—Miscellaneous physical property," for each item or group of property for which depreciation was accrued; also the balances at the beginning of the year and at the close of the year in the reserve for each such item or group of property.

Show in column (f) the percentage or composite rate used by the respondent for computing the amount of depreciation credited to the account. Each item amounting to \$50,000 or more should be stated; items less than \$50,000 may be combined in a single entry designated "Minor items, each less than \$50,000."

Line No.	Item (Kind of property and location) (a)	Balance at beginning of year (b)	Credits during year (c)	Debits during year (d)	Balance at close of year (e)	Rates (percent) (f)	Base (g)
		\$	\$	\$	\$	%	\$
1							
2							
3							
4							
5							
6	NONE						
7							
8							
9							
10							
11							
12							
13							
14							
15	TOTAL						

1608. 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.

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)
				\$	\$	\$
31	Balance at beginning of year	x x x			117 213	
32	Additions during the year (describe):					
33						
34						
35						
36						
37	Total additions during the year	x x x				
38	Deductions during the year (describe):					
39						
40						
41						
42	Total deductions	x x x				
43	Balance at close of year	x x x			117 213	

1609. RETAINED INCOME—APPROPRIATED

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

Line No.	Class of appropriation (a)	Credits during year (b)	Debits during year (c)	Balance at close of year (d)
		\$	\$	\$
61	Additions to property through retained income	60 000		
62	Funded debt retired through retained income			
63	Sinking fund reserves			
64	Miscellaneous fund reserves			
65	Retained income—Appropriated (not specifically invested)			
66	Other appropriations (specify):			
67	Capital Fund for earnings	130 048	202 249	
68				
69	from Incentive Per Diem charges 1973			
70				
71				
72				
73				
74	TOTAL	190 048	202 249	5 808 555

1701. LOANS AND NOTES PAYABLE

Give particulars of the various creditors and the character of the transactions involved in the current liability account No. 751, "Loans and notes payable."

List every item in excess of \$100,000, giving the information indicated in the column headings.

For creditors whose balances were severally less than \$100,000, a single

entry may be made under a caption "Minor accounts, each less than \$100,000."

Entries in columns (g) and (h) should include interest accruals and interest payments on loans and notes payable retired during the year, even though no portion of the issue remained outstanding at the close of the year.

Line No.	Name of creditor (a)	Character of liability or of transaction (b)	Date of issue (c)	Date of maturity (d)	Rate of interest (e)	Balance at close of year (f)	Interest accrued during year (g)	Interest paid during year (h)
1					%	\$	\$	\$
2								
3		N O N E						
4								
5								
6								
7								
8								
9								
					TOTAL			

1702. DEBT IN DEFAULT

Give particulars for amounts included in Balance Sheet Account No. 768, "Debt in default," giving particulars for each security outstanding even though the amount be less than \$100,000.

Entries in columns (g) and (h) should include interest accruals and

interest payments on matured funded debt retired during the year, even though no portion of the debt remained outstanding at the close of the year.

Line No.	Name of security (a)	Reason for nonpayment at maturity (b)	Date of issue (c)	Date of maturity (d)	Rate of interest (e)	Total par value actually outstanding at close of year (f)	Interest accrued during year (g)	Interest paid during year (h)
21					%	\$	\$	\$
22								
23		N O N E						
24								
25								
26								
					TOTAL			

1703. OTHER DEFERRED CHARGES

Give an analysis of the above-entitled account as of the close of the year, showing in detail each item or subaccount amounting to \$100,000 or more. Items less than \$100,000 may be combined into a single entry

designated "Minor items, each less than \$100,000." 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.	Description and character of item or subaccount (a)	Amount at close of year (b)
41	Minor items, each less than \$100,000	\$ 57 249
42		
43		
44		
45		
46		
47		
48		
49		
50	TOTAL	57 249

1704. OTHER DEFERRED CREDITS

Give an analysis of the above-entitled account as of the close of the year, showing in detail each item or subaccount amounting to \$100,000 or more. Items less than \$100,000 may be combined into a single entry

designated "Minor items, each less than \$100,000." 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.	Description and character of item or subaccount (a)	Amount at close of year (b)
61	Balance of 8-year amortization of amount received	\$ 67 820
62	in excess of book value depreciated of 193 box cars	
63	sold and leased back in year 1967 as per accounting	
64	instructions from ICC 3-7-68 File ACA-E	
65		
66	Incentive Per Diem - ICC Order, April 28, 1970	(38 582)
67		
68		
69	TOTAL	29 238

1801. 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. All contra entries hereunder should be indicated in parentheses.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) on lines 9 to 63, inclusive, should be fully explained in a footnote.

3. Give the particulars called for on lines 71 to 92, inclusive, with respect to net accruals of taxes on railway property and U.S. Government taxes. Substantial adjustments included in the amounts reported should be explained.

4. On page 21A show an analysis and distribution of Federal income taxes.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
		\$					\$		
1	ORDINARY ITEMS				51	FIXED CHARGES			
2	RAILWAY OPERATING INCOME				52	(542) Rent for leased roads and equipment (p. 27).....			
3	(501) Railway operating revenues (p. 23).....	3	349	294	53	(546) Interest on funded debt:			
4	(531) Railway operating expenses (p. 24).....	3	112	025	54	(a) Fixed interest not in default.....		164	206
5	Net revenue from railway operations.....		237	269	55	(b) Interest in default.....			
6	(532) Railway tax accruals.....		366	624	56	(547) Interest on unfunded debt.....			
7	Railway operating income.....		(129)	355	57	(548) Amortization of discount on funded debt.....			
8	RENT INCOME				58	Total fixed charges.....		164	206
9	(503) Hire of freight cars and highway revenue freight equipment—Credit balance.....		408	024	59	Income after fixed charges (lines 50, 58).....		215	180
10	(504) Rent from locomotives.....				60	OTHER DEDUCTIONS			
11	(506) Rent from passenger-train cars.....				61	(546) Interest on funded debt:			
12	(506) Rent from floating equipment.....				62	(c) Contingent interest.....			
13	(507) Rent from work equipment.....				63	Ordinary income (lines 59, 62).....		215	180
14	(508) Joint facility rent income.....		2	530					
15	Total rent income.....		410	554	64	EXTRAORDINARY AND PRIOR PERIOD ITEMS			
16	RENTS PAYABLE				65	(570) Extraordinary items - Net Cr. (Dr.) (p. 21B).....			
17	(536) Hire of freight cars and highway revenue freight equipment—Debit balance.....				66	(580) Prior period items - Net Cr. (Dr.) (p. 21B).....			
18	(537) Rent for locomotives.....				67	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit) (p. 21B).....			
19	(538) Rent for passenger-train cars.....				68	Total extraordinary and prior period items - Cr. (Dr.).....			
20	(539) Rent for floating equipment.....				69	Net income transferred to Retained Income		215	180
21	(540) Rent for work equipment.....					Unappropriated.....			
22	(541) Joint facility rents.....			738					
23	Total rents payable.....			738	70	ANALYSIS OF ACCOUNT 532, RAILWAY TAX ACCRUALS			
24	Net rents (lines 15, 23).....		409	816	71	United States Government taxes:			
25	Net railway operating income (lines 7, 24).....		280	461	72	Income taxes.....		184	014
26	OTHER INCOME				73	Old age retirement.....		25	574
27	(502) Revenue from miscellaneous operations (p. 24).....		32	289	74	Unemployment insurance.....			
28	(509) Income from lease of road and equipment (p. 27).....				75	All other United States taxes.....		209	588
29	(510) Miscellaneous rent income (p. 25).....		7	437	76	Total—U.S. Government taxes.....			
30	(511) Income from nonoperating property (p. 26).....				77	Other than U.S. Government taxes:			
31	(512) Separately operated properties—Profit.....				78				
32	(513) Dividend income.....				79	Michigan.....		157	036
33	(514) Interest income.....		4	635	80				
34	(516) Income from sinking and other reserve funds.....		61	970	81				
35	(517) Release of premiums on funded debt.....				82				
36	(518) Contributions from other companies (p. 27).....				83				
37	(519) Miscellaneous income (p. 25).....		17	015	84				
38	Total other income.....		123	346	85				
39	Total income (lines 25, 38).....		403	807	86				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME				87				
41	(534) Expenses of miscellaneous operations (p. 24).....				88				
42	(535) Taxes on miscellaneous operating property (p. 24).....				89				
43	(543) Miscellaneous rents (p. 25).....		15	000	90				
44	(544) Miscellaneous tax accruals.....		6	188	91	Total—Other than U.S. Government taxes.....		157	036
45	(545) Separately operated properties—Loss.....				92	Grand Total—Railway tax accruals (account 532).....		366	624
46	(549) Maintenance of investment organization.....								
47	(550) Income transferred to other companies (p. 27).....								
48	(551) Miscellaneous income charges (p. 25).....		3	233					
49	Total miscellaneous deductions.....		24	421					
50	Income available for fixed charges (lines 39, 49).....		379	386					

*Enter name of State.

NOTE.—See page 21B for explanatory notes, which are an integral part of the Income Account for the Year.

1801. INCOME ACCOUNT FOR THE YEAR -- Continued

ANALYSIS OF FEDERAL INCOME TAXES

Line No.	Item (a)	Amount (b)
101	Provision for income taxes based on taxable net income recorded in the accounts for the year -----	\$-----
102	Net decrease (or increase) in tax because of computing book depreciation under Commission rules and computing tax depreciation using the items listed below-----	\$-----
	-Accelerated depreciation under section 167 of the Internal Revenue Code.	
	-Guideline lives pursuant to Revenue Procedure 62-21.	
	-Guideline lives under Class Life System (Asset Depreciation Range) as provided in the Revenue Act of 1971.	
103	Net increase (or decrease) because of accelerated amortization of facilities under section 168 of the Internal Revenue Code for tax purposes and different basis used for book depreciation-----	\$-----
104	(a) Indicate method elected by carrier, as provided in the Revenue Act of 1971, to account for the investment tax credit.	
	Flow-through----- Deferral-----	
	(b) If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit-----	\$-----
	(c) If deferral method was elected, indicate amount of investment tax credit utilized as a reduction of tax liability for current year -----	\$-----
	Deduct amount of current year's investment tax credit applied to reduction of tax liability but deferred for accounting purposes -----	(-----)
	Balance of current year's investment tax credit used to reduce current year's tax accrual -----	\$-----
	Add amount of prior years' deferred investment tax credits being amortized and used to reduce current year's tax accrual -----	\$-----
	Total decrease in current year's tax accrual resulting from use of investment tax credits -----	\$-----
105	Net decrease (or increase) because of accelerated amortization of certain rolling stock under section 184 of the Internal Revenue Code and basis use for book depreciation-----	\$-----
106	Net decrease (or increase) because of amortization of certain rights-of-way investment under section 185 of the Internal Revenue Code-----	\$-----
	Tax consequences, material in amount, of other unusual and significant items excluded from the income recorded in the accounts for the year or where tax consequences are disproportionate to related amounts recorded in income accounts: (Describe)	
107	-----	
108	-----	
109	-----	
110	-----	
111	-----	
112	-----	
113	-----	
114	-----	
115	-----	
116	-----	
117	Net applicable to the current year -----	
118	Adjustments applicable to previous years (net debit or credit), except carry-backs and carry-overs-----	
119	Adjustments for carry-backs-----	
120	Adjustments for carry-overs-----	
121	Total-----	
	Distribution:	
122	Account 532-----	
123	Account 590-----	
124	Other (Specify)-----	
125	-----	
126	Total-----	

NOTE: The amount shown on line 72 should equal line 122; the amount shown on line 121 should equal line 126.

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 the section below Schedule 1801, "Income account for the year," pertaining to the analysis of Federal income taxes. However, the explanation of items included in accounts 570, "Extraordinary items"; 580, "Prior period items"; and 590 "Federal income taxes on extraordinary and prior period items" are to be disclosed below.

1901. 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.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDITS	\$	215	180	
1	(602) Credit balance transferred from Income (p. 21) -----				
2	(606) Other credits to retained income† -----				Net of Federal income taxes \$ -----
3	(622) Appropriations released -----		215	180	
4	Total -----				
	DEBITS				
5	(612) Debit balance transferred from Income (p. 21) -----				
6	(616) Other debits to retained income† -----		(39	985)	Net of Federal income taxes \$ -----
7	(620) Appropriations for sinking and other reserve funds -----		60	000	
8	(621) Appropriations for other purposes -----		60	442	
9	(623) Dividends (p. 23) -----		80	457	
10	Total -----		134	723	
11	Net increase during year* -----		1	443	704
12	Balance at beginning of year (p. 5)* -----		1	578	427
13	Balance at end of year (carried to p. 5)* -----				

* Amount in parentheses indicates debit balance.

† Show principal items in detail.

1902. 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 any 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. 1901.

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)
31	Preferred	5.00		\$ 850 200	\$ 42	510	12-18-73	1/15/73 to
32								Stockholders
33								of record
34								1/2/73
35								
36	Common	1.00		1 793 200	17	932	12-18-73	2/3/73 to
37								Stockholders
38								of record
39								1/10/73
40								
41								
42								
43				TOTAL	60	442		

2001. RAILWAY OPERATING REVENUES

1. State the railway operating revenues of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies. The proportion of joint traffic receipts belonging to other carriers should not be included. 2. Any unusual accruals involving substantial amounts included in columns (b) and (d) should be fully explained in a footnote.

Line No.	Class of railway operating revenues (a)	Amount of revenue for the year (b)			Class of railway operating revenues (c)	Amount of revenue for the year (d)		
		\$	x x	x x		\$	x x	x x
	TRANSPORTATION—RAIL LINE				INCIDENTAL			
1	(101) Freight*	3	162	420	(131) Dining and buffet			
2	(102) Passenger*				(132) Hotel and restaurant			
3	(103) Baggage				(133) Station, train, and boat privileges			
4	(104) Sleeping car				(135) Storage—Freight			
5	(105) Parlor and chair car				(137) Demurrage	103	663	
6	(106) Mail				(138) Communication			
7	(107) Express				(139) Grain elevator			
8	(108) Other passenger-train				(141) Power			
9	(109) Milk				(142) Rents of buildings and other property	1	561	
10	(110) Switching*		75	914	(143) Miscellaneous	5	736	
11	(113) Water transfers				Total incidental operating revenue	110	960	
12	Total rail-line transportation revenue	3	238	334	JOINT FACILITY			
13					(151) Joint facility—Cr.			
14					(152) Joint facility—Dr.			
15					Total joint facility operating revenue			
16					Total railway operating revenues	3	349	294

*Report hereunder the charges to these accounts representing payments made to others as follows:

17	1. For terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates	\$	
18	2. For 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	\$	1,166
19	3. For substitute highway motor service in lieu of line-haul rail service performed under joint tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates):	\$	
20	(a) Payments for transportation of persons	\$	
	(b) Payments for transportation of freight shipments	\$	

2002. RAILWAY OPERATING EXPENSES

1. State the railway operating expenses of the respondent for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies.

2. Any unusual accruals involving substantial amounts included in columns (b) and (d) should be fully explained in a footnote.

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)			Name of railway operating expense account (c)	Amount of operating expenses for the year (d)		
		\$	x x	x x		\$	x x	x x
	MAINTENANCE OF WAY AND STRUCTURES		x x	x x	TRANSPORTATION—RAIL LINE		x x	x x
1	(2201) Superintendence.....		61	692	(2241) Superintendence and dispatching.....		127	332
2	(2202) Roadway maintenance.....		488	555	(2242) Station service.....		85	570
3	(2203) Maintaining structures.....		26	583	(2243) Yard employees.....		222	599
4	(2203½) Retirements—Road.....		33	342	(2244) Yard switching fuel.....		15	460
5	(2204) Dismantling retired road property.....		2	655	(2245) Miscellaneous yard expenses.....		23	579
6	(2208) Road property—Depreciation.....		33	306	(2246) Operating joint yards and terminals—Dr.....		1	716
7	(2209) Other maintenance of way expenses.....		100	363	(2247) Operating joint yards and terminals—Cr.....	(	4	577)
8	(2210) Maintaining joint tracks, yards, and other facilities—Dr.....			558	(2248) Train employees.....		246	339
9	(2211) Maintaining joint tracks, yards, and other facilities—Cr.....			524)	(2249) Train fuel.....		47	494
10	Total maintenance of way and structures.....		746	530	(2251) Other train expenses.....		143	480
11	MAINTENANCE OF EQUIPMENT	x x	x x	x x	(2252) Injuries to persons.....		17	240
12	(2221) Superintendence.....		61	912	(2253) Loss and damage.....		38	253
13	(2222) Repairs to shop and power-plant machinery.....		6	876	(2254) Other casualty expenses.....		86	068
14	(2223) Shop and power-plant machinery—Depreciation.....		2	437	(2255) Other rail and highway transportation expenses.....		54	402
15	(2224) Dismantling retired shop and power-plant machinery.....				(2256) Operating joint tracks and facilities—Dr.....			
16	(2225) Locomotive repairs.....		133	172	(2257) Operating joint tracks and facilities—Cr.....	(	15	415)
17	(2226) Car and highway revenue equipment repairs.....		304	047	Total transportation—Rail line.....	1	089	540
18	(2227) Other equipment repairs.....		16	489	MISCELLANEOUS OPERATIONS	x x	x x	x x
19	(2228) Dismantling retired equipment.....			300	(2258) Miscellaneous operations.....			
20	(2229) Retirements—Equipment.....				(2259) Operating joint miscellaneous facilities—Dr.....			
21	(2234) Equipment—Depreciation.....		209	176	(2260) Operating joint miscellaneous facilities—Cr.....			
22	(2235) Other equipment expenses.....		67	992	GENERAL	x x	x x	x x
23	(2236) Joint maintenance of equipment expenses—Dr.....			460	(2261) Administration.....		302	817
24	(2237) Joint maintenance of equipment expenses—Cr.....			971)	(2262) Insurance.....		13	407
25	Total maintenance of equipment.....		801	890	(2264) Other general expenses.....		99	818
26	TRAFFIC	x x	x x	x x	(2265) General joint facilities—Dr.....			
27	(2240) Traffic expenses.....		58	023	(2266) General joint facilities—Cr.....			
28					Total general expenses.....		416	042
29					GRAND TOTAL RAILWAY OPERATING EXPENSES.....	3	112	025

NOTE: * Includes Car Repair Bills Paid Other Lines \$184,213

30 Operating ratio (ratio of operating expenses to operating revenues), 92.91 percent. (Two decimal places required.)

2003. MISCELLANEOUS PHYSICAL PROPERTIES OPERATED DURING THE YEAR

Give particulars of each class of miscellaneous physical property or plant operated during the year. Group the properties under the heads of the classes of operations to which they are devoted.

In column (a) give the designation used in the respondent's records and the name of the town or city and State in which the property or plant is located, 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 in a footnote.

The totals of columns (b), (c), and (d) should agree with the totals of accounts Nos. 502, "Revenue from miscellaneous operations," 534, "Expenses of miscellaneous operations," and 535, "Taxes on miscellaneous operating property" in respondent's Income Account for the Year. If not, differences should be explained in a footnote.

Line No.	Designation and location of property or plant, character of business, and title under which held (a)	Total revenue during the year (Acct. 502) (b)			Total expenses during the year (Acct. 534) (c)			Total taxes applicable to the year (Acct. 535) (d)		
		\$			\$			\$		
35										
36										
37										
38	NONE									
39										
40										
41										
42										
43										
44										
45										
46	TOTAL									

2101. MISCELLANEOUS RENT INCOME

Line No.	DESCRIPTION OF PROPERTY		Name of lessee (c)	Amount of rent (d)	
	Name (a)	Location (b)			
1	Miscellaneous Items			\$	32 289
2					
3					
4					
5					
6					
7					
8					
9					
TOTAL					32 289

2102. MISCELLANEOUS INCOME

Line No.	Source and character of receipt (a)	Gross receipts (b)			Expenses and other deductions (c)			Net miscellaneous income (d)	
21	Miscellaneous Items	\$			\$			4	915
22									
23	Capital Gains								
24									
25	Gains from Company Bonds Purchased							12	100
26									
27									
28									
29	TOTAL							17	015

2103. MISCELLANEOUS RENTS

Line No.	DESCRIPTION OF PROPERTY		Name of lessor (c)	Amount charged to income (d)	
	Name (a)	Location (b)			
31	Miscellaneous Items			\$	15 000
32					
33					
34					
35					
36					
37					
38					
39					
TOTAL					15 000

2104. MISCELLANEOUS INCOME CHARGES

Line No.	Description and purpose of deduction from gross income (a)	Amount (b)	
41	Miscellaneous Income	\$	3 233
42			
43			
44			
45			
46			
47			
48			
49			
50			
TOTAL			3 233

2201. INCOME FROM NONOPERATING PROPERTY

Line No.	Designation (a)	Revenues or income (b)	Expenses (c)	Net income or loss (d)	Taxes (e)
1	Miscellaneous Items	\$ 10 776	\$ 3 339	\$ 7 437	\$ 6 188
2					
3					
4					
5					
6					
7	TOTAL	10 776	3 339	7 437	6 188

2202. MILEAGE OPERATED (ALL TRACKS)†

Give particulars called for concerning all tracks operated by respondent at the close of the year. Way switching tracks include station, team, industry, and other switching tracks for which no separate switching service is maintained. Yard switching tracks include classification, house, team, industry, and other tracks switched by yard locomotives in yards where separate switching services are maintained. Tracks belonging to an industry for which no rent is payable should not be reported. Switching and Terminal Companies report on line 26 only.

2203. MILEAGE OPERATED—BY STATES

Line Haul Railways show single track only.
Switching and Terminal Companies show all tracks.

Line No.	Line in use (a)	Owred (b)	Proprietary companies (c)	Leased (d)	Operated under contract (e)	Operated under track-age rights (f)	Total operated (g)	State (h)	Owred (i)	Proprietary companies (j)	Leased (k)	Operated under contract (l)	Operated under track-age rights (m)	Total operated (n)
21	Single or first main track	221.59					13221.72	Same as Schedule 2202						
22	Second and additional main tracks													
23	Passing tracks, cross-overs, and turn-outs							All in Michigan						
24	Way switching tracks	23.60					19 23.79							
25	Yard switching tracks	16.92					16.92							
26	TOTAL	262.11					32262.43	TOTAL						

2215. Show, by States, mileage of tracks owned but not operated by respondent: First main track,; second and additional main tracks,; industrial tracks,; yard track and sidings,; total, all tracks,†

2216. Road is completed from (Line Haul Railways only)* Bay City, Michigan to Cheboygan, Michigan Total distance, 195.10 miles

2217. Road located at (Switching and Terminal Companies only)* Not Applicable

2218. Gage of track 4 ft. 8-1/2 in. 2219. Weight of rail 70 to 100 lb. per yard.

2220. Kind and number per mile of crossties Treated Hardwood; 3,016 per mile

2221. State number of miles electrified: First main track,; second and additional main tracks,; passing tracks, cross-overs, and turn-outs,; way switching tracks,; yard switching tracks,

2222. Ties applied in replacement during year: Number of crossties 4,528; average cost per tie, \$.9.10; number of feet (B. M.) of switch and bridge ties 5,876; average cost per M feet (B. M.), \$.195.00

2223. Rail applied in replacement during year: Tons (2,000 pounds), 697; weight per yard, 90#; average cost per ton, \$.110.00

*Insert names of places.

†Mileage should be stated to the nearest hundredth of a mile.

EXPLANATORY REMARKS

2301. RENTS RECEIVABLE
INCOME FROM LEASE OF ROAD AND EQUIPMENT

Line No.	Road leased (a)	Location (b)	Name of lessee (c)	Amount of rent during year (d)		
1				\$		
2		N O N E				
3						
4						
5						
			TOTAL			

2302. RENTS PAYABLE
RENT FOR LEASED ROADS AND EQUIPMENT

Line No.	Road leased (a)	Location (b)	Name of lessor (c)	Amount of rent during year (d)		
11				\$		
12						
13	N O N E					
14						
15						
			TOTAL			

2303. CONTRIBUTIONS FROM OTHER COMPANIES

Line No.	Name of contributor (a)	Amount during year (b)		
		\$		
21				
22				
23	N O N E			
24				
25				
26		TOTAL		

2304. INCOME TRANSFERRED TO OTHER COMPANIES

Line No.	Name of transferee (a)	Amount during year (b)		
		\$		
21				
22				
23	N O N E			
24				
25				
26		TOTAL		

2305. Describe fully all liens upon any of the property of the respondent at the close of the year, and all mortgages, deeds of trust, and other instruments whereby such liens were created. Describe also all property subject to the said several liens. This inquiry covers judgment liens, mechanics' liens, etc., as well as liens based on contract. If there were no liens of any character upon any of the property of the respondent at the close of the year, state that fact.

N O N E

2401. EMPLOYEES, SERVICE, AND COMPENSATION

1. Give particulars of the average number of employees of various classes in the service of the respondent, of service rendered by such employees, and of compensation paid therefor during the year. Employees are to be counted and classified and their service and compensation reported in accordance with the Commission's Rules Governing the Classification of Railroad Employees and Reports of their Service and Compensation, effective January 1, 1951.

2. Averages called for in column (b) should be the average of twelve middle-of-month counts.

3. Pensioners rendering no service are not to be included in the count, nor is any compensation paid them to be included hereunder.

4. If any of the general officers served without compensation or were carried on the payrolls of another company, those facts should be stated in a footnote.

5. If any compensation was paid or is payable under labor awards of the current year, include the amount applicable to the current year in column (d) and show the portion applicable to prior years (back pay) in a footnote, by groups of employees. For purposes of this report, labor awards are intended to cover adjustments resulting from the decisions of Wage Boards and voluntary awards by the respondent incident thereto.

6. This schedule does not include old-age retirement, and unemployment insurance taxes.

Line No.	Classes of employees (a)	Average number of employees (b)	Total service hours (c)	Total compensation (d)	Remarks (e)
1	TOTAL (executives, officials, and staff assistants)	14	22 464	212 642	
2	TOTAL (professional, clerical, and general)	24	56 352	274 385	
3	TOTAL (maintenance of way and structures)	30	57 645	274 597	
4	TOTAL (maintenance of equipment and stores)	31	58 520	308 474	
5	TOTAL (transportation—other than train, engine, and yard)	9	22 056	112 979	
6	TOTAL (transportation—yardmasters, switch tenders, and hostlers)	4	8 623	41 692	
7	TOTAL, ALL GROUPS (except train and engine)	112	225 660	1,224 769	
8	TOTAL (transportation—train and engine)	34	84 462	478 279	
9	GRAND TOTAL	146	310 122	1,703 048	

Amount of foregoing compensation (excluding back pay for prior years) that is chargeable to account No. 531, "Railway operating expenses": \$ 1,638,870

2402. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

1. Show hereunder the quantities of the various kinds of fuel consumed by locomotives and motor or other self-propelled rail cars in the service of respondent during the year, and the number of kilowatt-hours for such tractive equipment as was propelled by electricity.

2. The ton of 2,000 pounds should be used.

Line No.	Kind of service (a)	A. LOCOMOTIVES (STEAM, ELECTRIC, AND OTHER)					B. RAIL MOTOR CARS (GASOLINE, OIL-ELECTRIC, ETC.)		
		Diesel oil (gallons) (b)	Gasoline (gallons) (c)	Electricity (kilowatt-hours) (d)	STEAM		Electricity (kilowatt-hours) (g)	Gasoline (gallons) (h)	Diesel oil (gallons) (i)
					Coal (tons) (e)	Fuel oil (gallons) (f)			
31	Freight	384,568							
32	Passenger								
33	Yard switching	125,178							
34	TOTAL TRANSPORTATION	509,746							
35	Work train								
36	GRAND TOTAL	509,746							
37	TOTAL COST OF FUEL*	62,953			XXXX		XXXX		

*Show cost of fuel charged to yard and train service (accounts Nos. 2244 and 2249). 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.

2501. COMPENSATION OF OFFICERS, DIRECTORS, ETC.

Give the name, position, salary, and other compensation, such as bonus, commission, gift, reward, or fee, of each of the five persons named in Sections 5 and 6 of Schedule 101 of this report to whom the respondent paid the largest amount during the year covered by this report as compensation for current or past service over and above necessary expenses incurred in discharge of duties, and in addition, all other officers, directors, pensioners, or employees, if any, to whom the respondent similarly paid \$40,000 or more. If more convenient, this schedule may be filled out for a group of companies considered as one system and shown only in the report of the principal company in the system, with references thereto in the reports of the other companies. Any large "other compensation"

should be explained in a footnote. If salary of an individual was changed during the year, show salary before each change as well as at close of year. If an officer, director, etc., receives compensation from more than one transportation company (whether a subsidiary or not) or from a subsidiary company, reference to this fact should be made if his aggregate compensation amounts to \$40,000 or more and the detail as to division of the salary should be stated. By salary (column (c)) is meant the annual rate at which an employee is paid, rather than the amount actually paid for a part of a year when the salary is changed. Also when a 10 percent (or other percent) reduction is made, the net rate and not the basic rate should be shown.

Line No.	Name of person (a)	Title (b)	Salary per annum as of close of year (see instructions) (c)		Other compensation during the year (d)	
			\$		\$	
1	Charles A. Pinkerton, Jr.	Chairman of the Board		55 000	(1)	12 000
2	E. V. Goodman	President and General Manager		20 000	(2)	1 000
3		adjustment		12 000		
4	R. S. Shaw	Auditor		16 000		
5	Glen C. Highfield	Secretary		15 600		
6		adjustment		4 000		
7						
8						
9						
10						
11						
12	(1) Salary \$11,000 Ottawa Equipment -wholly owned subsidiary					
13	Director's Fee \$1,000 Detroit and Mackinac Railway Company					
14						
15	(2) Director's Fee \$1,000 Detroit and Mackinac Railway Company					

2502. PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

In the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subscriptions, allowances for expenses, or any form of payments amounting in the aggregate of \$20,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person (other than one of respondent's employees covered in schedule 2501 in this annual report) for services or as a donation, except that with respect to contributions under \$20,000 which 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, respectively 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 \$20,000 or more.

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 railway associations, commissions,

committees, bureaus, boards, and other organizations maintained jointly by railways shall also be included. The enumeration of these kinds of payments should not be understood as excluding other payments for services not excluded below.

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 \$20,000 or more to organizations maintained jointly by railways with other railways are not to be excluded even if their services are regarded as routine.

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.

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.

Line No.	Name of recipient (a)	Nature of service (b)	Amount of payment (c)	
			\$	
31	American Short Line Assoc.	Dues and Assessments		2 516
32	Association of American Railroads	" " "		3 411
33	Michigan Railroads Association	" " "		1 446
34	National Railway Labor Conference	" " "		488
35	National Railway Publication Company	" " "		260
36	Traffic Executive Association	" " "		1 704
37				
38				
39				
40				
41				
42				
43				
44				
45				
46			TOTAL	9 825

2601. STATISTICS OF RAIL-LINE OPERATIONS. [For Road Haul Traffic Only]

Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Motor car and trailer miles, if any, should be included. Highway traffic to be excluded. Locomotive unit-miles should include all miles made by each locomotive unit. Use 150 pounds as the average weight per passenger and four tons as the average weight of contents of each head-end car.

Item No.	Item (a)	Freight trains (b)			Passenger trains (c)			Total transportation service (d)			Work trains (e)		
1	Average mileage of road operated (whole number required).....			222						222	x	x	x
	TRAIN-MILES												
2	Total (with locomotives).....	121	533					121	533				
3	Total (with motorcars).....												
4	TOTAL TRAIN-MILES.....	121	533					121	533				
	LOCOMOTIVE UNIT-MILES												
5	Road service.....	205	494					205	494		x	x	x
6	Train switching.....	15	597					15	597		x	x	x
7	Yard switching.....	44	760					44	760		x	x	x
8	TOTAL LOCOMOTIVE UNIT-MILES.....	265	851					265	851		x	x	x
	CAR-MILES												
9	Loaded freight cars.....	2	648	803				2	648	803	x	x	x
10	Empty freight cars.....	2	251	483				2	251	483	x	x	x
11	Caboose.....		121	533					121	533	x	x	x
12	TOTAL FREIGHT CAR-MILES.....	5	021	819				5	021	819	x	x	x
13	Passenger coaches.....										x	x	x
14	Combination passenger cars (mail, express, or baggage, etc., with passenger).....										x	x	x
15	Sleeping and parlor cars.....										x	x	x
16	Dining, grill and tavern cars.....										x	x	x
17	Head-end cars.....										x	x	x
18	TOTAL (lines 13, 14, 15, 16 and 17).....										x	x	x
19	Business cars.....			658						658	x	x	x
20	Crew cars (other than cabooses).....										x	x	x
21	GRAND TOTAL CAR-MILES (lines 12, 18, 19 and 20).....	5	022	477				5	022	477	x	x	x
	REVENUE AND NONREVENUE FREIGHT TRAFFIC	x	x	x	x	x	x	x	x	x	x	x	x
22	Tons—Revenue freight.....	x	x	x	x	x	x	2	194	884	x	x	x
23	Tons—Nonrevenue freight.....	x	x	x	x	x	x		9	282	x	x	x
24	TOTAL TONS—REVENUE AND NONREVENUE FREIGHT.....	x	x	x	x	x	x	2	204	166	x	x	x
25	Ton-miles—Revenue freight.....	x	x	x	x	x	x	148	264	414	x	x	x
26	Ton-miles—Nonrevenue freight.....	x	x	x	x	x	x		626	999	x	x	x
27	TOTAL TON-MILES—REVENUE AND NONREVENUE FREIGHT.....	x	x	x	x	x	x	148	891	413	x	x	x
	REVENUE PASSENGER TRAFFIC	x	x	x	x	x	x	x	x	x	x	x	x
28	Passengers carried—Revenue.....	x	x	x	x	x	x				x	x	x
29	Passenger-miles—Revenue.....	x	x	x	x	x	x				x	x	x

NOTES AND REMARKS

2602. REVENUE FREIGHT CARRIED DURING THE YEAR. (For Road Haul Traffic Only)

1. Give the particulars called for concerning the commodities carried by the respondent during the year, the revenue from which is includable in account No. 101, *Freight*, on the basis of the 2-digit codes named in 49 C.F.R. 123.52, by Order of September 13, 1963. In stating the number of tons received from connecting carriers (c), include all connecting carriers, whether rail or water and whether the freight is received directly or indirectly (as through elevators).

2. Under Order of December 16, 1964, traffic involving less than three shippers reportable in any one commodity class may be excluded from this schedule, but must be submitted unbound in a separate schedule supplemental to this one and marked *Supplemental*. Extra copies of Schedule 2602 may be obtained upon request to the Interstate Commerce Commission, Bureau of Accounts, Washington, D.C., 20423. If a supplemental schedule is filed, check the space provided at the bottom of this schedule. Supplemental reports will be withheld from public inspection.

3. Particulars for Codes 01 to 46 inclusive, should include all traffic moved in lots of 10,000 pounds or more. Forwarder traffic includes freight traffic shipped by or consigned to any forwarder holding a permit under Part IV of the Interstate Commerce Act. Code 47 should include all traffic moved in lots of less than 10,000 pounds.

4. *Gross freight revenue* means respondent's gross freight revenue without adjustment for absorption or corrections.

Item No.	COMMODITY Description (a)	Code No.	REVENUE FREIGHT IN TONS (2,000 POUNDS)			Gross freight revenue (dollars) (e)
			Originating on respondent's road (b)	Received from connecting carriers (c)	Total carried (d)	
1	Farm Products	01	892	85	977	5,010
2	Forest Products	08	184		184	1,629
3	Fresh Fish and Other Marine Products	09				
4	Metallic Ores	10		755	755	2,174
5	Coal	11		1,083	1,083	2,775
6	Crude Petro, Nat Gas, & Nat Gsln	13				
7	Nonmetallic Minerals, except Fuels	14	963,961	9,221	973,182	619,002
8	Ordnance and Accessories	19		52	52	359
9	Food and Kindred Products	20	82	8,131	8,213	29,554
10	Tobacco Products	21				
11	Textile Mill Products	22	3,687	5,879	9,566	88,111
12	Apparel & Other Finished Tex Prd Inc Knit	23				
13	Lumber & Wood Products, except Furniture	24	23,988	19,551	43,539	116,155
14	Furniture and Fixtures	25		124	124	1,385
15	Pulp, Paper and Allied Products	26	120,940	83,261	204,201	950,326
16	Printed Matter	27				
17	Chemicals and Allied Products	28	21	14,144	14,165	50,051
18	Petroleum and Coal Products	29	33,392	14,253	47,645	148,399
19	Rubber & Miscellaneous Plastic Products	30	746	126	872	5,579
20	Leather and Leather Products	31				
21	Stone, Clay, Glass & Concrete Prd	32	857,442	7,363	864,805	995,687
22	Primary Metal Products	33	5	4,849	4,854	24,766
23	Fabr Metal Prd, Exc Ordn, Machy & Transp	34	198	262	460	2,588
24	Machinery, except Electrical	35	2,316	712	3,028	30,373
25	Electrical Machy, Equipment & Supplies	36		92	92	688
26	Transportation Equipment	37	1,617	4,067	5,684	11,042
27	Instr, Phot & Opt GD, Watches & Clocks	38				
28	Miscellaneous Products of Manufacturing	39	6		6	75
29	Waste and Scrap Materials	40	9,125	1,870	10,995	43,719
30	Miscellaneous Freight Shipments	41	123	131	304	5,726
31	Containers, Shipping, Returned Empty	42		84	84	1,075
32	Freight Forwarder Traffic	44				
33	Shipper Assn or Similar Traffic	45				
34	Misc Mixed Shipment Exc Fwdr & Shpr Assn	46	14		14	98
35	TOTAL, CARLOAD TRAFFIC		2,018,739	176,145	2,194,884	3,136,346
36	Small Packaged Freight Shipments					
37	Total, Carload & LCL Traffic	47	2,018,739	176,145	2,194,884	3,136,346

☒ This report includes all commodity statistics for the period covered.

☐ A supplemental report has been filed covering traffic involving less than three shippers reportable in any one commodity code.

☐ Supplemental Report NOT OPEN TO PUBLIC INSPECTION.

ABBREVIATIONS USED IN COMMODITY DESCRIPTIONS

Assn	Association	Inc	Including	Nat	Natural	Prd	Products
Exc	Except	Instr	Instruments	Opt	Optical	Shpr	Shipper
Fabr	Fabricated	LCL	Less than carload	Ordn	Ordnance	Tex	Textile
Fwdr	Forwarder	Machy	Machinery	Petro	petroleum	Transp	Transportation
Gd	Goods	Misc	Miscellaneous	phot	photographic		
Gsln	Gasoline						

2701. SWITCHING AND TERMINAL TRAFFIC AND CAR STATISTICS

(FOR SWITCHING OR TERMINAL COMPANIES ONLY)

Give particulars of cars handled during the year. 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 unloaded, 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.

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

Item 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.....			N	O	N	E			
	PASSENGER TRAFFIC									
8	Number of cars handled earning revenue—Loaded.....									
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 (items 7 and 14).....									
16	Total number of cars handled in work service.....									

Number of locomotive-miles in yard-switching service: Freight, _____; passenger, _____

2801. 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 (e); units rented from others for a period less than one year should not be included in column (f). Units installed during the year and subsequently leased to others for a year or more should be shown as added in column (c), as retired 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. (A locomotive tender should be considered as a part of the locomotive unit.) 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.

5. 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 an external conductor. 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" unit includes all units other than diesel or electric, e.g., steam gas turbine. Show the types of other units, service and number, as appropriate, in a brief description sufficient for positive identification.

6. 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 86 of the AAR Code of Rules Governing Cars in Interchange. Convert the capacity of tank cars to capacity in tons of the commodity which the car is intended to carry customarily; for passenger-train cars report the number of passenger seats available for revenue service, counting one passenger to each berth in sleeping cars.

7. Freight-train car type codes shown in column (a) correspond to the AAR Multilevel Per Diem Master List. Dashes are used in appropriate places to permit a single code to represent several car type codes. 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.

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

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. 6) (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)		
LOCOMOTIVE UNITS									
1.	Diesel-----	8			8		8	10,040	
2.	Electric-----								
3.	Other-----								
4.	Total (lines 1 to 3)-----	8			8		8	xxxx	
FREIGHT-TRAIN CARS									
(tons)									
5.	Box-General service (A-20, A-30, A-40, A-50, all B (except B080) L070, R-00, R-01, R-06, R-07)	546	0	56	225	265	490	26,950	55
6.	Box-Special service (A-00, A-10, B080)	71		2	44	25	69	4,521	
7.	Gondola (All G, J-00, all C, all E)	307	100	20	217	170	387	16,039	
8.	Hopper-Open top (All H, J-10, all K)	58			58		58	5,570	
9.	Hopper-Covered (L-5-)								
10.	Tank (All T)								
11.	Refrigerator-Mechanical (R-04, R-10, R-11, R-12)								
12.	Refrigerator-Non-Mechanical (R-02, R-03, R-05, R-06, R-09, R-13, R-14, R-15, R-16, R-17)								
13.	Stock (All S)								
14.	Automotive (F-5-, F-6-)-----								
15.	Flat (All F (except F-5-, F-6-, F-7-, F-8-), L-2-, L-3-)-----	5		1	4		4	220	
16.	Flat-TOFC (F-7-, F-8-)-----	10			10		10	770	
17.	All other (L-0-, L-1-, L-4-, L080, L090)-----	997	100	79	565	460	1025	53,080	
18.	Total (lines 5 to 17)-----	7			7		7	xxxx	
19.	Caboose (All N)-----	1,004	100	79	565	460	1025	xxxx	
20.	Total (lines 18 and 19)-----							(seating capacity)	
PASSENGER-TRAIN CARS									
NON-SELF-PROPELLED									
21.	Coaches and combined cars (PA, PB, PBO, all class C, except CSB)								
22.	Parlor, sleeping, dining cars (PBC, PC, PL, PO, PS, PT, PAS, PDS, all class D, PD)								
23.	Non-passenger carrying cars (All class B, CSB, PSA, IA, all class M)							xxxx	
24.	Total (lines 21 to 23)-----								

2801. INVENTORY OF EQUIPMENT—Concluded

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

Line No.	Item	Units in service of respondent at beginning of year	Number added during year	Number retired during year	NUMBER AT CLOSE OF YEAR			Aggregate capacity of units reported in col. (g) (See ins. 6)	Number leased to others at close of year
					Owned and used	Leased from others	Total in service of respondent (e+f)		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
	PASSENGER-TRAIN CARS - Continued							(Seating capacity)	
	SELF-PROPELLED RAIL MOTORCARS								
25.	Electric passenger cars (EC, EP, ET)-----								
26.	Internal combustion rail motorcars (ED, EG)-----								
27.	Other self-propelled cars (Specify types)-----								
28.	Total (lines 25 to 27)-----								
29.	Total (lines 24 and 28)-----								
	COMPANY SERVICE CARS								
30.	Business cars (PV)-----	1			1		1	XXXX	
31.	Boarding outfit cars (MWX)-----							XXXX	
32.	Derrick and snow removal cars (MWK, MWU, MWV, MWW)-----	1	1		2		2	XXXX	
33.	Dump and ballast cars (MWB, MWD)-----	3		2	1		1	XXXX	
34.	Other maintenance and service equipment cars-----	12		1	11		11	XXXX	
35.	Total (lines 30 to 34)-----	17	1	3	15		15	XXXX	
36.	Grand total (lines 20, 29, and 35)-----	1,021	101	82	580	460	1040	XXXX	
	FLOATING EQUIPMENT								
37.	Self-propelled vessels (Tugboats, car ferries, etc.)-----							XXXX	
38.	Non-self-propelled vessels (Car floats, lighters, etc.)-----							XXXX	
39.	Total (lines 37 and 38)-----							XXXX	

2900. 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.

The American Institute of Certified Public Accountants has indicated that the equity method of accounting is required in certified statements. Based on this, the independent auditor has recommended changing from cost method to equity method for investments in subsidiary companies. Net income for 1973 would be decreased by \$90,505.45 and financial statements for prior years would be restated to reflect an accumulated reduction in net worth of \$1,216,462.07.

*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.

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 Iosco

R. S. Shaw

(Insert here the name of the affiant)

makes oath and says that he is

Auditor

(Insert here the official title of the affiant)

of Detroit and Mackinac 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 January 1, 19 73 to and including December 31, 19 73

(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 March, 19 74

My commission expires June 18, 1977

[Use an
L. S.
impression seal]

SUPPLEMENTAL OATH

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

Shirley R. Luedtke
Notary Public, Iosco County, Michigan
My Commission Expires June 18, 1977

State of Michigan
County of Iosco

E. V. Goodman

(Insert here the name of the affiant)

makes oath and says that he is President & General Manager

(Insert here the official title of the affiant)

of Detroit and Mackinac 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 operation of its property during

the period of time from and including January 1, 19 73 to and including December 31, 19 73

(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 March, 19 74

My commission expires June 18, 1977

[Use an
L. S.
impression seal]

(Signature of officer authorized to administer oaths)

Shirley R. Luedtke
Notary Public, Iosco County, Michigan
My Commission Expires June 18, 1977

701. ROAD AND EQUIPMENT PROPERTY

1. Give particulars of changes in accounts Nos. 731, "Road and equipment property" and 732, "Improvements on leased property," classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. Credit items in the entries should be fully explained.

3. Report on line 35 amounts not includable in the primary road accounts. The items reported should be briefly identified and ex-

plained in a footnote. 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.

Line No.	Account (a)	Balance at Beginning of Year			Total Expenditures During the Year			Balance at Close of Year		
		Entire line (b)		State (c)	Entire line (d)		State (e)	Entire line (f)		State (g)
1	(1) Engineering-----	\$ 261	598		\$			\$ 261	598	
2	(2) Land for transportation purposes-----	9	192	ALL			ALL	9	192	ALL
3	(24) Other right-of-way expenditures-----	840	306		(3	334)		836	972	
4	(3) Grading-----			IN			IN			IN
5	(5) Tunnels and subways-----	451	222					451	222	
6	(6) Bridges, trestles, and culverts-----			MICHIGAN			MICHIGAN			MICHIGAN
7	(7) Elevated structures-----									
8	(8) Ties-----	434	176		5	134		439	310	
9	(9) Rails-----	1 108	868		(2	125)		1 106	743	
10	(10) Other track material-----	608	218		(2	573)		605	645	
11	(11) Ballast-----	760	847		(2	349)		758	498	
12	(12) Track laying and surfacing-----	530	243		6	532		536	775	
13	(13) Fences, snowsheds, and signs-----	113	592					113	592	
14	(16) Station and office buildings-----	377	411					377	411	
15	(17) Roadway buildings-----	25	199					25	199	
16	(18) Water stations-----									
17	(19) Fuel stations-----	11	133					11	133	
18	(20) Shops and enginehouses-----	220	831		6	020		226	851	
19	(21) Grain elevators-----									
20	(22) Storage warehouses-----									
21	(23) Wharves and docks-----									
22	(24) Coal and ore wharves-----									
23	(25) TOFC/COFC terminals-----									
24	(26) Communication systems-----	75	307					75	307	
25	(27) Signals and interlockers-----	30	259		1	859		32	118	
26	(29) Powerplants-----									
27	(31) Power-transmission systems-----	6	387					6	387	
28	(35) Miscellaneous structures-----		641						641	
29	(37) Roadway machines-----	156	222		32	297		188	519	
30	(38) Roadway small tools-----	10	659					10	659	
31	(39) Public improvements--Construction-----	30	466					30	466	
32	(43) Other expenditures--Road-----									
33	(44) Shop machinery-----	116	023		1	749		117	772	
34	(45) Powerplant machinery-----									
35	Other (specify & explain)-----									
36	Total expenditures for road-----	6 178	800		43	210		6 222	010	
37	(52) Locomotives-----	871	988					871	988	
38	(53) Freight-train cars-----	4 237	922		413	618		4 657	431	
39	(54) Passenger-train cars-----				7	637		7	637	
40	(55) Highway revenue equipment-----									
41	(56) Floating equipment-----									
42	(57) Work equipment-----	188	871		(7	249)		181	622	
43	(58) Miscellaneous equipment-----	69	720		(2	318)		67	402	
44	Total expenditures for equipment-----	5 368	501		411	688		5 786	080	
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 investment-----									
51	(90) Construction work in progress-----									
52	Grand Total-----	11 547	501		454	898		12 008	090	

2002. RAILWAY OPERATING EXPENSES

1. State the railway operating expenses of the respondent for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies.
2. Any unusual accruals involving substantial amounts included in columns (b), (c), (e), and (f), should be fully explained in a footnote.

Line No.	Name of railway operating expense account	AMOUNT OF OPERATING EXPENSES FOR THE YEAR						Name of railway operating expense account	AMOUNT OF OPERATING EXPENSES FOR THE YEAR						
		Entire line			State				Entire line			State			
		(b)	(c)	(d)	(e)	(f)	(g)		(h)	(i)	(j)	(k)	(l)		
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)	(p)
1	MAINTENANCE OF WAY AND STRUCTURES							(2247) Operating joint yards and terminals—Cr.	(4577)						
2	(2201) Superintendence		61	692				(2248) Train employees	246339						
3	(2202) Roadway maintenance		488	555				(2249) Train fuel	47494						
4	(2203) Maintaining structures		26	583				(2251) Other train expenses	143480						
5	(2203½) Retirements—Road		33	342				(2252) Injuries to persons	17240						
6	(2204) Dismantling retired road property		2	655				(2253) Loss and damage	38253						
7	(2206) Road Property—Depreciation		33	306				(2254) Other casualty expenses	86066						
8	(2209) Other maintenance of way expenses		100	363				(2255) Other rail and highway transportation expenses	54402						
9	(2210) Maintaining joint tracks, yards, and other facilities—Dr.			558				(2256) Operating joint tracks and facilities—Dr.							
10	(2211) Maintaining joint tracks, yards, and other facilities—Cr.		(	524)				(2257) Operating joint tracks and facilities—Cr.	(15415)						
11	Total maintenance of way and struc.		746	530				Total transportation—Rail line	1 089540						
12	MAINTENANCE OF EQUIPMENT							MISCELLANEOUS OPERATIONS							
13	(2221) Superintendence		61	912				(2258) Miscellaneous operations							
14	(2222) Repairs to shop and power-plant machinery		6	876				(2259) Operating joint miscellaneous facilities—Dr.							
15	(2223) Shop and power-plant machinery—Depreciation		2	437				(2260) Operating joint miscellaneous facilities—Cr.							
16	(2224) Dismantling retired shop and power-plant machinery							Total miscellaneous operating							
17	(2225) Locomotive repairs—See Note		133	172				GENERAL							
18	(2226) Car and highway revenue equipment repairs		304	047				(2261) Administration	302817						
19	(2227) Other equipment repairs		16	489				(2262) Insurance	13407						
20	(2228) Dismantling retired equipment			300				(2264) Other general expenses	99818						
21	(2229) Retirements—Equipment							(2265) General joint facilities—Dr.							
22	(2234) Equipment—Depreciation		209	176				(2266) General joint facilities—Cr.							
23	(2235) Other equipment expenses		67	992				Total general expenses	416042						
24	(2236) Joint maintenance of equipment expenses—Dr.			460				RECAPITULATION							
25	(2237) Joint maintenance of equipment expenses—Cr.		(	971)				Maintenance of way and structures	746530						
26	Total maintenance of equipment		801	890				Maintenance of equipment	801890						
27	TRAFFIC							Traffic expenses	58023						
28	(2240) Traffic Expenses		58	023				Transportation—Rail line	1 089540						
29	TRANSPORTATION—RAIL LINE							Miscellaneous operations							
30	(2241) Superintendence and dispatching		127	332				General expenses	416042						
31	(2242) Station service		85	570				Grand Total Railway Operating Exp.	3 112025						
32	(2243) Yard employees		222	599											
33	(2244) Yard switching fuel		15	460											
34	(2245) Miscellaneous yard expenses		23	579											
35	(2246) Operating joint yard and terminals—Dr.		1	716											
36	Operating ratio (ratio of operating expenses to operating revenues),						92.91								
	(Two decimal places required.)														

*NOTE: Includes Car Repair Bills
Paid Other Lines.

2003. MISCELLANEOUS PHYSICAL PROPERTIES OPERATED DURING THE YEAR

Give particulars of each class of miscellaneous physical property or plant operated during the year. Group the properties under the heads of the classes of operations to which they are devoted. In column (a) give the designation used in the respondent's records and the name of the town or city and State in which the property or plant is located, 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 in a footnote.

The totals of columns (b), (c), and (d) should agree with the totals of accounts Nos. 50, "Revenue from miscellaneous operations," 534, "Expenses of miscellaneous operations," and 535, "Taxes on miscellaneous operating property" in respondent's Income Account for the Year. If not, differences should be explained in a footnote.

Line No.	Designation and location of property or plant, character of business, and title under which held (a)	Total revenue during the year (Acct. 602) (b)			Total expense during the year (Acct. 534) (c)			Total taxes applicable to the year (Acct. 535) (d)		
		\$			\$			\$		
50										
51										
52										
53										
54	NONE									
55										
56										
57										
58										
59										
60										
61	TOTAL									

2301. SUMMARY STATEMENT OF TRACK MILEAGE WITHIN THE STATE AND OF TITLES THERETO AT CLOSE OF YEAR *

Line No.	Item (a)	LINE OPERATED BY RESPONDENT							
		Class 1: Line owned		Class 2: Line of proprietary companies		Class 3: Line operated under lease		Class 4: Line operated under contract	
		Added during year (b)	Total at end of year (c)	Added during year (d)	Total at end of year (e)	Added during year (f)	Total at end of year (g)	Added during year (h)	Total at end of year (i)
1	Miles of road		221.59						
2	Miles of second main track								
3	Miles of all other main tracks								
4	Miles of passing tracks, crossovers, and turnouts								
5	Miles of way switching tracks		23.60						
6	Miles of yard switching tracks		16.92						
7	All tracks		262.11						

Line No.	Item (j)	LINE OPERATED BY RESPONDENT				LINE OWNED BUT NOT OPERATED BY RESPONDENT	
		Class 5: Line operated under trackage rights		Total line operated		Added during year (e)	Total at end of year (g)
		Added during year (k)	Total at end of year (l)	At beginning of year (m)	At close of year (n)		
1	Miles of road		13	221.72	221.72		
2	Miles of second main track						
3	Miles of all other main tracks						
4	Miles of passing tracks, crossovers, and turnouts						
5	Miles of way switching tracks—Industrial			2.30	2.30		
6	Miles of way switching tracks—Other		19	22.45	21.49		
7	Miles of yard switching tracks—Industrial			1.83	1.83		
8	Miles of yard switching tracks—Other			15.09	15.09		
9	All tracks			263.39	262.43		

* Entries in columns headed "Added during the year" should show net increases.

2302. RENTS RECEIVABLE
INCOME FROM LEASE OF ROAD AND EQUIPMENT

Line No.	Road leased (a)	Location (b)	Name of lessee (c)	Amount of rent during year (d)		
11				\$		
12						
13						
14		NONE				
15						
			TOTAL			

2303. RENTS PAYABLE
RENT FOR LEASED ROADS AND EQUIPMENT

Line No.	Road leased (a)	Location (b)	Name of lessor (c)	Amount of rent during year (d)		
21				\$		
22						
23						
24		NONE				
25						
			TOTAL			

2304. CONTRIBUTIONS FROM OTHER COMPANIES**2305. INCOME TRANSFERRED TO OTHER COMPANIES**

Line No.	Name of contributor (a)	Amount during year (b)			Name of transferee (c)	Amount during year (d)		
21		\$				\$		
22								
23								
24	NONE							
25								
26	TOTAL				TOTAL			

INDEX

	Page No.		Page No.
Affiliated companies—Amounts payable to -----	8	Investments in affiliated companies -----	10-11
Investments in -----	10-11	Miscellaneous physical property -----	4
Amortization of defense projects—Road and equipment owned		Road and equipment property -----	7
and leased from others--	18	Securities owned or controlled through nonre-	
		porting subsidiaries -----	12
Balance sheet -----	4-5	Other -----	10-11
Capital stock -----	5B	Loans and notes payable -----	20
Surplus -----	19	Locomotive equipment -----	32
Car statistics -----	31		
Changes during the year -----	33	Mileage operated -----	26
Compensation of officers and directors -----	29	Owned but not operated -----	26
Consumption of fuel by motive-power units -----	28	Miscellaneous—Income -----	25
Contributions from other companies -----	27	Charges -----	25
		Physical property -----	4
Debt—Funded, unmaturred -----	5B	Physical properties operated during year ---	24
In default -----	20	Rent income -----	25
Depreciation base and rates—Road and equipment owned and used		Rents -----	25
and leased from others--	13	Motor rail cars owned or leased -----	33
Leased to others -----	14		
Reserve—Miscellaneous physical property ---	19	Net income -----	21
Road and equipment leased from others	17		
To others -	16	Oath -----	34
Owned and used --	15	Obligations—Equipment -----	8
Directors -----	2	Officers—Compensation of -----	29
Compensation of -----	29	General of corporation, receiver or trustee -----	2
Dividend appropriations -----	23	Operating expenses—Railway -----	24
		Revenues—Railway -----	23
Elections and voting powers -----	3	Ordinary income -----	21
Employees, Service, and Compensation -----	28	Other deferred credits -----	20
Equipment—Classified -----	32-33	Charges -----	20
Company service -----	33	Investments -----	10-11
Covered by equipment obligations -----	8		
Leased from others—Depreciation base and rates	13	Passenger train cars -----	32-33
Reserve -----	17	Payments for services rendered by other than employees ---	29
To others—Depreciation base and rates --	14	Property (See Investments)	
Reserve -----	16	Proprietary companies -----	8
Locomotives -----	32	Purposes for which funded debt was issued or assumed ---	5B
Obligations -----	8	Capital stock was authorized -----	5B
Owned and used—Depreciation base and rates ---	13		
Reserve -----	15	Rail motor cars owned or leased -----	33
Or leased not in service of respondent ---	32-33	Rails applied in replacement -----	26
Inventory of -----	32-33	Railway operating expenses -----	24
Expenses—Railway operating -----	24	Revenues -----	23
Of nonoperating property -----	26	Tax accruals -----	21
Extraordinary and prior period items -----	21	Receivers' and trustees' securities -----	5B
		Rent income, miscellaneous -----	25
Floating equipment -----	33	Rents—Miscellaneous -----	25
Freight carried during year—Revenue -----	30A	Payable -----	27
Train cars -----	32	Receivable -----	27
Fuel consumed by motive-power units -----	28	Retained income—Appropriated -----	19
Cost -----	28	Unappropriated -----	22
Funded debt unmaturred -----	5B	Revenue freight carried during year -----	30A
		Revenues—Railway operating -----	23
Gage of track -----	26	From nonoperating property -----	26
General officers -----	2	Road and equipment property—Investment in -----	7
		Leased from others—Depreciation base and rates -----	13
Identity of respondent -----	2	Reserve -----	17
Important changes during year -----	33	To others—Depreciation base and rates -----	14
Income account for the year -----	21-21B	Reserve -----	16
Charges, miscellaneous -----	25	Owned—Depreciation base and rates -----	13
From nonoperating property -----	26	Reserve -----	15
Miscellaneous -----	25	Used—Depreciation base and rates -----	13
Rent -----	25	Reserve -----	15
Transferred to other companies -----	27	Operated at close of year -----	26
Inventory of equipment -----	32-33	Owned but not operated -----	26

INDEX--Concluded

	Page No.		Page No.
Securities (See Investment)		Tax accruals--Railway -----	21
Services rendered by other than employees -----	29	Ties applied in replacement -----	26
State Commission schedules -----	36-38	Tracks operated at close of year -----	26
Statistics of rail-line operations -----	30		
Switching and terminal traffic and car -----	31	Unmatured funded debt -----	5B
Stock outstanding -----	5B		
Reports -----	3	Verification -----	34
Security holders -----	3	Voting powers and elections -----	3
Voting power -----	3		
Stockholders -----	3		
Surplus, capital -----	19	Weight of rail -----	26
Switching and terminal traffic and car statistics -----	31		