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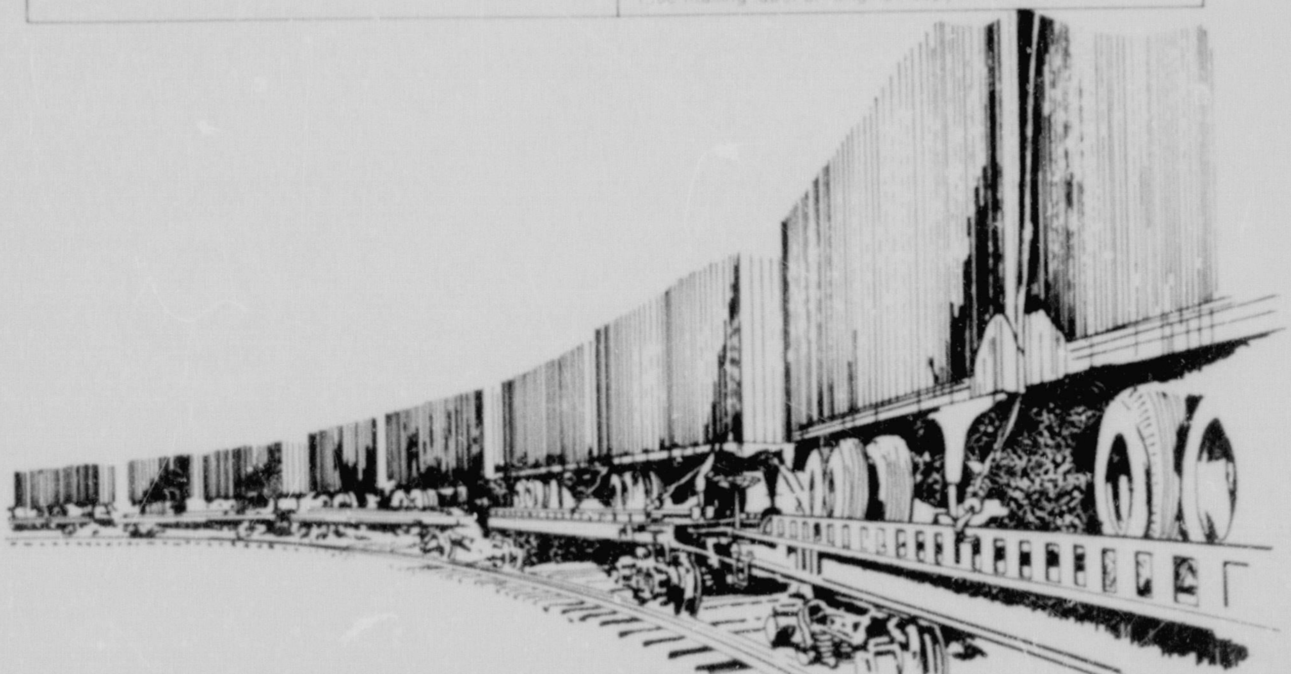
Class III Railroads
Approved by GAO
B-180230 (R0583)
Expires 12-31-81

annual report

RC001125 DETROITMACK 3 0 3 511280
DM DETROIT & MACKINAC RY CO.
120 OAK STREET
TAWES CITY MI 48763

correct name and address if different than shown	full name and address of reporting carrier (use mailing label on original, copy in full on duplicate)



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

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A. SCHEDULES OMITTED BY RESPONDENT

1. The respondent, at it's option, may omit pages from this report provided there is nothing to report or the schedules are not applicable.
2. Show below the pages excluded and indicate the schedule number and title in this space provided below.
3. If no schedules were omitted indicate "NONE".

Page	Schedule No.	Title

101. IDENTITY OF RESPONDENT

1. Give the exact name* by which the respondent was known in 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 48763

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	
2	Vice president - Finance	Roger C. Moffatt, East Tawas, Michigan
3	Secretary - Treasurer	Mitchell B. Mendrygal, Tawas City, Michigan
4	Treasurer	
5	Controller ~~xxxxxx~~	Kurt E. Kuhl, Tawas City, Michigan
6	Attorney or general counsel	Biber & Gutman, P.C., Southfield, Michigan
7	General manager - Vice Pres.	Donald H. MacLeod, Tawas City, Michigan
8	General superintendent	
9	General freight agent	
10	General passenger agent	
11	General land agent	
12	~~xxxxxxxx~~ Mgr. Engr. & Prop.	Paul J. Beyer, Tawas City, Michigan
13	Vice Pres. - Planning	Charles A. Pinkerton, III, Tawas City, Michigan

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

Line No.	Name of director (a)	Office address (b)	Term expires (c)
14	Charles A. Pinkerton, Jr.	Tawas City, Michigan	
15			
16	Charles A. Pinkerton, III	Tawas City, Michigan	
17			
18	M. F. McCaffrey	Detroit, Michigan	
19			
20	Paul C. Souder	Lansing, Michigan	
21			
22	John S. Clark	Petoskey, Michigan	
23			

7. Give the date of incorporation of the respondent 12-29-1894. State the character of motive power used 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
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

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 in schedule No. 705, 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			
				Stocks			Other securities with voting power
				Common	Preferred		
					Second	First	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	FREDERIC E. ABBE	189 PARKWAY, WINCHESTER, MA	322	322			
2	BACHE & CO.	100 GOLD ST., NEW YORK, NY	40			40	
3	BEAR STEARNS & COMPANY	55 WATER ST., NEW YORK, NY	10			10	
4	J. FRANK BELIN	220 DIANA DR., HALLANDALE, FL	30	30			
5	DOUGLAS B. BOWRING	540 MADISON AVE., NEW YORK, NY	50	50			
6	JOHN S. CLARK	PETOSKEY, MI	1	1			
7	CUSHMAN & COMPANY	35 CONGRESS ST., BOSTON, MA	29	29			
8	PAUL G. CUSHMAN	BOX 646, PALM BCH., FL	31	19		12	
9	MARY R. DUNNING	RT. 1, GHENT, NY	2			2	
10	RUTH L. FELDING	15 SUMNER, MILTON, MA	18	18			
11	EST. OF AL FRIEDLAND	150 MIDGELY, HEWLETT, NY	50	50			
12	DR. ALLAN GOLDEN	54 MICHELE LANE, BRAINTREE, MA	10	10			
13	DR. LEO GOLDEN	6161 2ND AVE., BOCA RATON, FL	30	30			
14	MILDRED M. HESPE	27 WOODCLIFF, WOODCLIFF LK, NJ	1,046			1,046	
15	F. M. HIGGINS	GUAR. TRST. BLDG., ATLANTIC CITY	20	20			
16	D. T. HOUGHTBY	14863 EVERGREEN, DETROIT, MI	2	2			
17	H. G. HUDSON	406 STATE ST., ALPENA, MI	10			10	
18	MARY HUGHES	WARD AVE., RUMSON, NJ	69			69	
19	ANNE HUGHES	WARD AVE., RUMSON, NJ	432	60		372	
20	ZELLA P. KOCH	WESTMINSTER, MD	10	7		3	
21	LOUIS C. LERNER	315 GOLFVIEW, BOCA RATON, FL	276	276			
22	ANNE E. MASSIE	9064 ABBOTT AV., SURFSIDE, FL	373	137		236	
23	SAUL NESSON	15 DEPOT SQ., LEXINGTON, MA	25	25			
24	EST. OF JOHN OWEN	SEVEN MI. RD., NORTHVILLE, MI	2	2			
25	S. K. ROBERT	414 RIVER ST., HAVERHILL, MA	15	15			
26	DORIS ROWELL	37 CHESTER ST., STAMFORD, CONN.	7			7	
27	SHEARSON, HAYDEN & STONE	1 WESTERN UN. PLZA., NY	10	10			
28	STRAITS AGG. & EQUIP. CORP	610 OAK ST., TAWAS CITY, MI	22,025	15,330		6,695	
29	M. B. WHITNEY	540 MADISON AVE., NY	50	50			
30	LOUIS YEAGER	955 FIFTH AVE., NY	1,432	1,432			

Footnotes and Remarks

STOCKHOLDERS REPORTS

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

Check appropriate box:

[ ] **Two copies are attached to this report.**

[ ] **Two copies will be submitted** ______________ (date)

[X] **No annual report to stockholders is prepared.**

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Item (a)	Respondent Only: Balance at Close of Year (b)	Respondent Only: Balance at Beginning of Year (c)
	CURRENT ASSETS	$	$
1	Cash	64,704	(289,436)
2	Temporary Cash Investments		
3	Special Deposits	1,478	18,038
4	Accounts Receivable	1,149,154	1,215,146
5	Less: Allowance for Uncollectible Accounts		
6	Accumulated Deferred Income Tax Charges		
7	Other Current Assets	395,645	292,225
8	Total Current Assets	1,610,981	1,235,973
	OTHER ASSETS		
9	Special Funds	935,950	1,209,110
10	Other Investments and Advances - (Less Allowances and adjustments $)	2,052,867	1,602,127
11	Other Assets (Less Depreciation and Amortization $)	12,016	12,949
12	Other Deferred Debits	79,761	61,784
13	Total Other Assets	3,080,594	2,885,970
	ROAD AND EQUIPMENT		
14	Road and Equipment Property and Improvements on Leased Property	18,850,136	19,223,504
15	Less: Accumulated Depreciation and Amortization	(5,670,916)	(5,700,340)
16	Net Road and Equipment	13,179,220	13,523,164
17	Total Assets	17,870,795	17,645,107
	CURRENT LIABILITIES		
18	Loans and Notes Payable	940,996	327,770
19	Accounts Payable	616,540	359,527
20	Interest and Dividends Payable	80,136	91,547
21	Federal Income Taxes Accrued	61,539	39,072
22	Other Taxes Accrued	93,891	152,795
23	Other Current Liabilities	502,551	471,860
24	Equipment Obligations and Other long-term Debt Due Within One Year	636,487	637,099
25	Total Current Liabilities	2,932,140	2,079,670
	NON CURRENT LIABILITIES		
26	Funded Debt Unmatured	380,000	819,376
27	Equipment Obligations	2,984,090	3,605,907
28	Capitalized Lease Obligations	803,665	1,349,206
29	Accumulated Deferred Income Tax Credits	516,700	396,200
30	Other Long-term Liabilities and Deferred Credits	70,431	21,346
31	Total Non current Liabilities	4,754,886	6,192,035
	SHAREHOLDERS' EQUITY		
	Capital Stock:		
32	Common Stock	1,793,200	1,793,200
33	Preferred Stock	850,200	850,200
34	Discount on Capital Stock		
35	Additional Capital	117,213	117,213

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

Line No.	Item (a)	Respondent Only: Balance at Close of Year (b)	Respondent Only: Balance at Beginning of Year (c)
	SHAREHOLDERS' EQUITY—Continued	$	$
	Retained Earnings:		
36	Appropriated	5,884,615	5,908,141
37	Unappropriated	1,538,541	704,648
38	Net unrealized Loss on Noncurrent Marketable Equity Securities		
39	Less: Treasury Stock		
40	Net Shareholders' Equity	10,183,769	9,373,402
41	Total Liabilities and Shareholders' Equity	17,870,795	17,645,107

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES

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

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

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

3. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year. Current service costs are accrued & funded on a current basis. Prior service costs are being amortized & funded over 40 years from the dates such costs were established.

(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund $ 21,000

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

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

(ii) If funding is by trust agreement list trustee(s) Detroit Bank and Trust

Date of trust agreement or latest amendment January 1, 1976

If respondent is affiliated in any way with the trustee(s), explain affiliation. No

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

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

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

(ii) Are voting rights attached to any securities held by the pension plan? Specify. Yes No If yes, who determines how stock is voted?

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

210. RESULTS OF OPERATIONS

INSTRUCTIONS

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

210. RESULTS OF OPERATIONS

Line No.	Item (a)	Amount for Current Year (b)
	ORDINARY ITEMS	$
	OPERATING INCOME	
	Railway Operating Income	
1	Freight	4,940,791
2	Passenger	
3	Other	640,499
4	Total Railway Operating Revenues	5,581,290
5	Railway Operating Expenses	5,209,946
6	*Net Revenue from Railway Operations	371,344
	OTHER INCOME	
7	Dividend income	18,825
8	Interest income	35,047
9	Other income: Other	1,002,079
	Income from affiliated companies:	
10	Dividends	
11	Equity in undistributed earnings (losses)	
12	Total other income (Lines 7-11)	1,055,951
13	Total income (Lines 6, 12)	1,427,295
	OTHER DEDUCTIONS	
14	Miscellaneous deductions from income	18,681
15	Fixed charges	604,455
	UNUSUAL OR INFREQUENT ITEMS	
16	Unusual or infrequent items (debit) credit	
17	Income (loss) from continuing operations (before income taxes) (Line 13 less Lines 14-16)	804,159
	PROVISIONS FOR INCOME TAXES	
	Income taxes on ordinary income:	
18	Federal income taxes	(61,000)
19	State income taxes	
20	Other income taxes	
21	Provisions for deferring income taxes	
22	Income before extraordinary items (Line 17 less Lines 18-22)	865,159
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES	
23	Extraordinary items (net)	
24	Income taxes on extraordinary items	
25	Provisions for deferred taxes - Extraordinary items	
26	Total extraordinary items (Lines 23-25)	
27	Cumulative effect of changes in accounting principles	
28	(Less applicable income taxes of $)	
29	Net income	865,159

210. RESULTS OF OPERATIONS—Continued

Line No.	Item (a)	Amount for Current Year (b)
	RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)	
30	Net revenues from railway operations	897,781
31	Income taxes on ordinary income	526,437
32	Provisions for deferred income taxes	
33	Income from Lease of Road and Equipment	
34	Rent for leased Roads and Equipment	525,302
35	Net Railway Operating Income	896,646
	Ton-miles, Revenue Freight *(in thousands)*	151,204,~~138~~

330. ROAD AND EQUIPMENT PROPERTY

1. Give particulars of changes during the year in Road and Equipment property, and Improvements on leased property.

2. Gross charges during the year should include disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, extensions of old lines, and for additions and betterments. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in columns (c) and (d), as may be appropriate, depending on the nature of the item. Adjustments in excess of $100,000 should be explained.

3. Report on line 35 amounts not includable in the primary road accounts. The items reported should be briefly identified and explained in a footnote on page 10.

Line No.		ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
1	(1)	Engineering					
2	(2)	Land for transportation purposes	436,168	1,000	524	436,644	
3	(2 1/2)	Other right-of-way expenditures	9,192			9,192	5,777
4	(3)	Grading	829,389		120	829,270	
5	(5)	Tunnels and subways					
6	(6)	Bridges, trestles, and culverts	512,320			512,320	384,350
7	(7)	Elevated structures					
8	(8)	Ties	491,253	4,034	49	495,238	
9	(9)	Rails	1,171,503	6,444	340	1,177,607	
10	(10)	Other track material	639,570	9,127	330	648,367	
11	(11)	Ballast	788,112	412	219	788,305	
12	(12)	Track laying and surfacing	596,678	10,215		606,893	
13	(13)	Fences, snowsheds, and signs	123,592			123,592	123,592
14	(16)	Station and office buildings	462,121	26,377	828	487,670	274,222
15	(17)	Roadway buildings	25,199			25,199	20,425
16	(18)	Water stations					
17	(19)	Fuel stations	11,133	22,752		33,885	10,656
18	(20)	Shops and enginehouses	238,895			238,895	146,233
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	22,866		98,173	96,982
25	(27)	Signals and interlockers	52,118			52,118	15,894
26	(29)	Power plants					
27	(31)	Power-transmission systems	6,387			6,387	4,095
28	(35)	Miscellaneous structures	641			641	641
29	(37)	Roadway machines	231,586			231,586	75,914
30	(38)	Roadway small tools	10,659			10,659	
31	(39)	Public improvements - Construction	31,560			31,560	21,450
32	(43)	Other expenditures - Road					
33	(44)	Shop machinery	140,647	29,536	6,101	164,082	85,641
34	(45)	Power-plant machinery					
35		Other (specify and explain)					
36		Total Expenditures for Road	6,884,030	132,763	8,511	7,008,282	1,265,872
37	(52)	Locomotives	779,281	336,819	36,177	1,079,923	814,996
38	(53)	Freight-train cars	9,852,632	10,704	1,106,212	8,757,124	1,961,264
39	(54)	Passenger-train cars	130,686			130,686	21,388
40	(55)	Highway revenue equipment					2,881
41	(56)	Floating equipment	190,361	34,869	5,600	219,630	219,630
42	(57)	Work equipment	684,299	7,049	7,162	684,186	9,914
43	(58)	Miscellaneous equipment					
44		Total Expenditures for Equipment	11,637,259	389,441	1,155,151	10,871,549	3,030,073

330. ROAD AND EQUIPMENT PROPERTY—Continued

Line No.		ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
45	(71)	Organization expenses					
46	(76)	Interest during construction					
47	(77)	Other expenditures - General					
48		Total General Expenditures					
49		Total					
50	(80)	Other elements of investments					
51	(90)	Construction work in progress	196,163	306,436	300,865	201,734	
52		Grand Total	18,717,452	828,640	1,464,527	18,081,565	4,295,945

705. IMPORTANT CHANGES DURING THE YEAR

Hereunder state the following matters, numbering the statements in accordance with the inquiries, and if no changes of the character below indicated occured 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.

1. No Changes
2. No Changes
3. None
4. None
5. None
6. No Changes
7. First Lien Bonds, $1,000 par, 9 bonds at various dates throughout year, $9,000 Retired

   Mortgage Bonds, $1,000 par, 10 bonds at various dates throughout year, $10,000 Retired
8. None
9. None
10. N/A
11. None

*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.

710. 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. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.

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

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

7. Column (h) should show aggregate capacity for all units reported in column (g), as follows: For locomotive units, report the manufacturers' rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for tractive purposes); or tractive effort of steam locomotive units; for freight-train cars report the nominal capacity (in tons of 2,000 lbs.) as provided for in Rule 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.

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: Owned and used (e)	Number at close of year: Leased from others (f)	Number at close of year: Total in service of respondent (e + f) (g)	Aggregate capacity of units reported in col. (g) (see ins. 7) (h)	Number leased to others at close of year (i)
	LOCOMOTIVE UNITS								
1	Diesel-Freight ... A units	9	1		7	3	10	~~1 - 2,000~~ ~~9 - 1,500~~ (h.p.) 3,500	
2	Diesel-Freight ... B units								
3	Diesel-Passenger ... A units								
4	Diesel-Passenger ... B units								
5	Diesel-Multiple purpose ... A units								
6	Diesel-Multiple purpose ... B units							380 ~~1-660 #646~~	
7	Diesel-Switching ... A units	2			2		2	~~1-320 #10~~	
8	Diesel-Switching ... B units								
9	Total (lines 1-8)	11	1		9	3	12	XXXXXX	
10	Electric-Locomotives								
11	Other self-powered units								
12	Total (lines 9, 10 and 11)	11	1		9	3	12	XXXXXX	
13	Auxiliary units								
14	Total Locomotive Units (lines 12 and 13)	11	1		9	3	12	XXXXXX	

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

Line No.	Item (a)	Units in service of respondent at beginning of year (b)	Number added during year (c)	Number retired during year (d)	Number at close of year: Owned and used (e)	Number at close of year: Leased from others (f)	Number at close of year: Total in service of respondent (e+f) (g)	Aggregate capacity of units reported in col. (g) (see ins. 7) (h)	Number leased to others at close of year (i)
	FREIGHT TRAINCARS							Tons	
15	Plain Box Cars - 40' (B100-129)	79		58	21		21	1,021	
16	Plain Box Cars - 50' (B200-229; B300-329)	347		3	218	126	344	24,080	
17	Equipped Box Cars (All Code A)								
18	Plain Gondola Cars (G092-392; G401-492)	62		54	8		8	440	
19	Equipped Gondola Cars (All Codes C and E)								
20	Covered Hopper Cars (L 151-154; 251-254; 351-354; 451-454; 551-554; 651-654; 751-754)	58			58		58	5,570	
21	Open Top Hopper Cars - General Service (All Code H)	379		6	154	219	373	22,400	
22	Open Top Hopper Cars - Special Service (All Codes J and K)	67			67		67	4,653	
23	Refrigerator Cars - Non Mechanical (R 100, 101, 102, 103, 105, 106, 107, 108, 109, 113, 114, 115, 116, R 200, 201, 202, 203, 205, 206, 207, 208, 209, 213, 214, 215, 216)								
24	Refrigerator Cars - Mechanical (R 104, 110, 117, 117, 118, R 204, 210, 211, 212, 217, 218)								
25	Flat Cars - TOFC/COFC (F 071-078 F 871-978)	10			10		10		
26	Flat Cars - Multi-level (All Code V)								
27	Flat Cars - General Service (F 101-109; F 201-209)								
28	Flat Cars - Other (F 11-189; 211-289; 301-389; 401-540)	4			4		4		
29	Tank Cars - Under 22,000 Gallons (T-0, T-1, T-2, T-3, T-4, T-5)								
30	Tank Cars - 22,000 Gallons and over (T-6, T-7, T-8, T-9)								
31	All Other Freight Cars (F 191-199; 291-299; 391-399; L 006-048; L 070, L 080 L 090 - All "L" with second numeric 6; L 161-L 764)								
32	Total (lines 15-31)	1,006		121	540	345	885	58,164	
33	Caboose (All N)	6	2		8		8	XXXXXX	
34	Total (lines 32-33)	1,012	2	121	548	345	893	XXXXXX	

720. TRACKS

(1) Show, by State, total mileage of tracks owned and operated by respondent 448.84

(2) Show, by State, 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, -

(3) Road is completed from (Line Haul Railways only)* B/C / Mack.City,MI to* Cheb/Kawkawlin,MI Total distance,(1) 371.96 miles.

(4) Road located at (Switching and Terminal Companies only)* Not applicable

(5) Gage of track 4 ft. 8½ in.

(6) Weight of rail 70/127 lb. per yard.

(7) Kind and number per mile of crossties 3,016 Hardwood

(8) 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, -

(9) Ties applied in replacement during year: Number of crossties, 21,805 ; average cost per tie, $ 10.76 ; number of feet (B.M.) of switch and bridge ties, 9,679 ; average cost per M feet (B.M.), $ 323.44

(10) Rail applied in replacement during year: Tons (2,000 pounds), ; Weight per year, ; average cost per ton, $

*Insert names of places.

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

MEMORANDA

(For use of Commission only)

Correspondence

Officer addressed		Date of letter or telegram			Subject (Page)	Answer				
						Answer needed	Date of— Letter			File number of letter or telgram
Name	Title	Month	Day	Year		Month	Day	Year		

Corrections

Date of correction			Page	Letter or telegram of—			Authority		Clerk making correction (Name)
							Officer sending letter or telegram		
Month	Day	Year		Month	Day	Year	Name	Title	

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 } ss

Kurt E. Kuhl makes oath and says that he is Controller
(Insert here the name of the affiant) (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, 1978, to and including December 31, 1978

Kurt E. Kuhl
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and

county above named, this 15th day of June 1979

My commission expires SHIRLEY R. LUEDTKE Notary Public, Iosco County, Michigan My Commission Expires April 28, 1981

Shirley R. Luedtke
(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of Michigan

County of Iosco } ss

Roger C. Moffatt makes oath and says that he is Executive Vice President
(Insert here the name of the affiant) (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, 1978, to and including December 31 1978

Roger C. Moffatt
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and

county above named, this 15th day of June 1979

My commission expires SHIRLEY R. LUEDTKE Notary Public, Iosco County, Michigan My Commission Expires April 28, 1981

Shirley R. Luedtke
(Signature of officer authorized to administer oaths)