

R-1 1969 DETROIT AND MACKINAC RAILWAY COMPANY

1125

BUDGET BUREAU
No. 60-R999.21

ORIGINAL

134-76-2

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COMMERCIAL SERVICE
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RECORDS & SERVICE
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ANNUAL REPORT

OF

DETROIT AND MACKINAC RAILWAY COMPANY

TAWAS CITY, MICHIGAN

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1969

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 350 A, 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 rates or, in general, such other things as simple modifications intended to make requirements clearer, other minor adjustments, and typographical corrections.

Page 7: Schedule 701. Road and Equipment Property

Provision made for reporting Leased property capitalized rentals, and Other investments; instructions added for these items.

Page 13: Schedule 1302. Depreciation Base and Rates—Road and Equipment Owned and Used and Leased from Others

Instructions amended to clarify reporting of data applicable to improvements on leased property.

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

Check-off items inserted to expand information regarding filing of supplemental reports.

Page 32: Schedule 2801. Inventory of Equipment

Freight train car type codes revised to reflect new AAR car type codes effective January 1, 1969.

Page 36: Schedule 701. Road and Equipment Property

Provision made for reporting Leased property capitalized rentals, and Other investments; instructions added for these items.

ANNUAL REPORT

OF

DETROIT AND MACKINAC RAILWAY COMPANY

TAWAS CITY, MICHIGAN

FOR THE

YEAR ENDED DECEMBER 31, 1969

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

(Name) P. J. SULLIVAN (Title) VICE PRESIDENT AND CONTROLLER
(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)

300. 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	Charles A. Pinkerton, Jr. Tawas City, Michigan
2	Vice president & Gen. Mgr.	E. V. Goodman Tawas City, Michigan
3	Secretary & Treasurer	C. R. McMullen Tawas City, Michigan
4	XXXXX Vice Pres. &	
5	XXXXXXXXXX Controller	P. J. Sullivan Tawas City, Michigan
6	Attorney or general counsel	Clark, Stroup, Brown & Price Petoskey, Michigan
7	General manager	
8	General superintendent	
9	General freight agent	
10	General passenger agent	
11	General land agent	
12	XXX Chief engineer Valuation	P. 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, 1970
32	E. V. Goodman	Tawas City, Michigan	April 29, 1970
33	M. F. McCaffrey	Detroit, Michigan	April 29, 1970
34	Paul C. Souder	Saginaw, Michigan	April 29, 1970
35	John S. Clark	Petoskey, Michigan	April 29, 1970
36			
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 of mortgage.

*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.

350. 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.	24 FEDERAL, BOSTON, MASS.	130	130			
3	BACHE, J. S. & Co.	36 WALL ST., N.Y.	40			40	
4	BELIN, J. FRANK & MRS. FLORENCE	2200 DIANA DR. HALLANDALE, FLA.	30	30			
5	BOWRING, DOUGLAS S.	17 BATTERY PLACE, N.Y.	50	50			
6	CUSHMAN, JOHN ULMER	670 ISLAND DR. PALM BEACH, FLA.	31	19		12	
7	CUSHMAN, PAUL GODFREY	Box 1595, GREENVILLE, S.C.	31	19		12	
8	FELDMAN, RUTH L.	15 SUMMER ST. MILTON, MASS.	18	18			
9	FRIEDLAND, AL	63 PROSPECT AVE. HEWLETT, N.Y.	50	50			
10	GOLDEN, DR. LEO	629 WASH ST. DORCHESTER, MASS.	30	30			
11	HENTZ, H. & Co.	72 WALL ST., N.Y.	398	398			
12	HIGGINS, FLORENCE M.	GUARANTE TRST. BLDG. ATL. CY. N. J.	20	20			
13	HUGHES, MISS MARY	WARD AVE., RUMSON, N. J.	69			69	
14	HUGHES, ANNE E.	WARD AVE., RUMSON, N. J.	432	60		372	
15	JOHNSON, RUTH A.	61 WOODCLIFF, WELLESLEY H. MASS.	29	29			
16	LERNES, LOUIS C.	10 P. O. Sq. BOSTON, MASS.	260	260			
17	MASSIE, CHARLES A.	32 BROADWAY, N.Y.	373	137		236	
18	MASSIE, FRANCIS C.	Bx276 TAPPAN RD. NORTHVALE, N. J.	187			187	
19	MASSIE, MILDRED M.	69 FUHRMAN AVE., RAMSEY, N. J.	1046			1046	
20	MAZZUCCO, ANTHONY	110 DEKALB AVE., BROOKLYN, N.Y.	112			112	
21	ROSE, ANGELINA	110 DEKALB AVE., BROOKLYN, N.Y.	30	30			
22	NESSON, SAUL	20 WALTHAM, LEXINGTON, MASS.	25	25			
23	PEET, DR. EDWARD W.	23 WALL ST., N.Y.	20	20			
24	PENNETTI, JOSEPH	32 BROADWAY, N.Y.	48	41		7	
25	PENNETTI, ROSE	110 DEKALB AVE. BROOKLYN, N.Y.	100	100			
26	RICHARDSON, PHILIP	23 WALL ST., N.Y.	25	25			
27	SHIELDS & Co.	44 WALL ST., N.Y.	924	924			
28	STRAITS AGGREGATE & EQUIP.	120 OAK ST. TAWAS CITY, MICH.	21169	14935		6334	
29	WHITNEY, MRS. MILLICENT B.	17 BATTERY PLACE, N.Y.	50	50			
30	YAEGER, LOUIS	955 FIFTH AVE., N.Y.	110	110			

350A. 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	\$	236	218	(701) Cash	\$	24	331
2				(702) Temporary cash investments		10	745
3		10	225	(703) Special deposits			
4				(704) Loans and notes receivable			
5				(705) Traffic and car-service balances—Debit			
6		121	930	(706) Net balance receivable from agents and conductors		121	016
7		322	961	(707) Miscellaneous accounts receivable		294	783
8				(708) Interest and dividends receivable			
9		216	425	(709) Accrued accounts receivable		188	476
10		2	706	(710) Working fund advances		2	706
11		26	875	(711) Prepayments		33	659
12		135	448	(712) Material and supplies		141	089
13			93	(713) Other current assets			82
14		1	072	Total current assets		816	887
				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		947	463	(716) Capital and other reserve funds	1,056,556	1	056 556
17				(717) Insurance and other funds			
18		947	463	Total special funds		1	056 556
				INVESTMENTS			
19		2	158	(721) Investments in affiliated companies (pp. 10 and 11)		2	244 904
20		33	867	(722) Other investments (pp. 10 and 11)		38	860
21				(723) Reserve for adjustment of investment in securities—Credit			
22		2	191	Total investments (accounts 721, 722 and 723)		2	283 764
				PROPERTIES			
23		10	195	(731) Road and equipment property (p. 7)		10	268 391
24	x	x	x	Road	\$ 6 294 106	x	x
25	x	x	x	Equipment	3 974 285	x	x
26	x	x	x	General expenditures		x	x
27	x	x	x	Other elements of investment		x	x
28	x	x	x	Construction work in progress		x	x
29				(732) Improvements on leased property (p. 7)			
30	x	x	x	Road	\$	x	x
31	x	x	x	Equipment		x	x
32	x	x	x	General expenditures		x	x
33		10	195	Total transportation property (accounts 731 and 732)		10	268 391
34		3	443	(735) Accrued depreciation—Road and Equipment (pp. 15 and 16)		3	602 775
35				(736) Amortization of defense projects—Road and Equipment (p. 18)			
36		3	443	Recorded depreciation and amortization (accounts 735 and 736)		3	602 775
37		6	751	Total transportation property less recorded depreciation and amortization (line 33 less line 36)		6	665 616
38		253	503	(737) Miscellaneous physical property		257	252
39				(738) Accrued depreciation—Miscellaneous physical property (p. 19)			
40		253	503	Miscellaneous physical property less recorded depreciation (account 737 less 738)		257	252
41		7	005	Total properties less recorded depreciation and amortization (line 37 plus line 40)		6	922 868
				OTHER ASSETS AND DEFERRED CHARGES			
42		302	031	(741) Other assets		300	498
43				(742) Unamortized discount on long-term debt			
44		51	551	(743) Other deferred charges (p. 20)		49	487
45		353	582	Total other assets and deferred charges		349	985
46		11	571	TOTAL ASSETS		11	430 060

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 accounting requirements followed in column (c). The entries in short column (b₁) should reflect total book liability at the close of year. The entries in the short column (b₂) 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 LIABILITIES			
47	150 000	(751) Loans and notes payable (p. 20)	64 700
48	116 799	(752) Traffic and car-service balances—Credit	82 331
49	63 457	(753) Audited accounts and wages payable	43 815
50	9 821	(754) Miscellaneous accounts payable	54 384
51	10 340	(755) Interest matured unpaid	10 860
52		(756) Dividends matured unpaid	895
53	1 767	(757) Unmatured interest accrued	1 817
54	60 875	(758) Unmatured dividends declared	60 449
55	178 039	(759) Accrued accounts payable	216 751
56	44 038	(760) Federal income taxes accrued	(39 066)
57	15 495	(761) Other taxes accrued	6 832
58	236 320	(763) Other current liabilities	297 813
59	886 951	Total current liabilities (exclusive of long-term debt due within one year)	801 581
LONG-TERM DEBT DUE WITHIN ONE YEAR			
60	60 000	(764) Equipment obligations and other debt (pp. 5B and 8)	60 000
LONG-TERM DEBT DUE AFTER ONE YEAR			
61	555 000	(765) Funded debt unmatured (p. 5B)	545 000
62	273 334	(766) Equipment obligations (p. 8)	213 334
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	828 334	Total long-term debt due after one year	758 334
RESERVES			
67		(771) Pension and welfare reserves	
68		(772) Insurance reserves	
69		(773) Equalization reserves	
70	12 000	(774) Casualty and other reserves	12 000
71	12 000	Total reserves	12 000
OTHER LIABILITIES AND DEFERRED CREDITS			
72		(781) Interest in default	17 338
73	11 245	(782) Other liabilities	
74		(783) Unamortized premium on long-term debt	
75	247 128	(784) Other deferred credits (p. 20)	211 322
76		(785) Accrued depreciation—Leased property (p. 17)	
77	258 443	Total other liabilities and deferred credits	228 660
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
78	2 656 300	(791) Capital stock issued—Total	2 644 100
79		Common stock (p. 5B)	1 793 900
80		Preferred stock (p. 5B)	850 200
81		(792) Stock liability for conversion	
82		(793) Discount on capital stock	
83	2 656 300	Total capital stock	2 644 100
<i>Capital Surplus</i>			
84		(794) Premiums and assessments on capital stock (p. 19)	
85	113 903	(795) Paid-in surplus (p. 19)	117 012
86		(796) Other capital surplus (p. 19)	
87	113 903	Total capital surplus	117 012
<i>Retained Income</i>			
88	5 577 377	(797) Retained income—Appropriated (p. 19)	5 637 377
89	1 177 800	(798) Retained income—Unappropriated (p. 21A)	1 170 996
90	6 755 177	Total retained income	6 808 373
91	9 525 380	Total shareholders' equity	9 569 485
92	11 571 108	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	11 430 060

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 \$ 201,811

(b) Estimated accumulated net reduction in Federal income taxes because of accelerated depreciation of facilities since December 31, 1953, under provisions of section 167 of the Internal Revenue Code and depreciation deductions resulting from the use of the guideline lives, since December 31, 1961, pursuant to Revenue Procedure 62-21 in excess of recorded depreciation. \$ None

(c) Estimated accumulated net income tax reduction realized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962 compared with the income taxes that would otherwise have been payable without such investment tax credit. \$ 82,914

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

Description of obligation	Year accrued	Account No.	Amount
			\$
			\$ None

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.....	\$ 32,193			\$	
Per diem payable.....	7,371				
Net amount.....	\$ 24,822	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, 1970 \$

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 on 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 (a)	Nominal date of issue (b)	Date of maturity (c)	INTEREST PROVISIONS		Total amount nominally and actually issued (f)	Nominally issued and held by or for respondent (Identify pledged securities by symbol "P") (g)	Total amount actually issued (h)	Reacquired and held by or for respondent (Identify pledged securities by symbol "R") (i)	Actually outstanding at close of year (j)	INTEREST DURING YEAR	
				Rate percent per annum (d)	Dates due (e)						Accrued (k)	Actually paid (l)
1	First Lien Bonds	5/1 1895	6/1 1995	4	6/1 12/1	\$ 1 500 000		\$ 1 500 000		\$ 374 000	\$ 15 101	\$ 15 040
2	Mortgage Bonds	"	"	"	"	2 500 000		1 250 000		171 000	6 850	6 890
3												
4						4 000 000		2 750 000		545 000	21 951	21 930
	TOTAL											

Funded debt canceled: Nominally issued, \$ 1,250,000 Mortgage Bonds Actually issued, \$ 1,126,000 First Lien and \$ 1,079,000 Mortgage Bonds reacquired and canceled

Purpose for which issue was authorized†

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 (a)	Date issue was authorized† (b)	Par value per share (c)	Authorized† (d)	Authenticated (e)	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") (f)	Total amount actually issued (g)	Reacquired and held by or for respondent (Identify pledged securities by symbol "R") (h)	Par value of par-value stock (i)	Shares without Par Value	
11	Common	12/29 1894	\$ 100	\$ 2 000 000	\$ 2 000 000		\$ 1 798 500	\$ 4 600	\$ 1 793 900	Number (j)	Book value (k)
12	Preferred	"	100	1 000 000	950 000		857 800	7 600	850 200		
13											
14											

Par value of par value or book value of nonpar stock canceled: Nominally issued, \$ None Actually issued, \$ 206,100 Common
Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks None \$ 99,800 Preferred

Purpose for which issue was authorized† None

The total number of stockholders at the close of the year was 61

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 DURING YEAR	
				Rate percent per annum (d)	Dates due (e)		Nominally issued (g)	Nominally outstanding (h)		Accrued (j)	Actually paid (k)
21											
22											
23	NONE										
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 34 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified

by accounts by non-carrier owners, or where cost of property leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of estimating value of property of non-carriers or property of other carriers in a footnote on page 6.

34 and

4. Report on line 35 amounts not includable in the accounts shown, or in line 34. 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.....	224	334	27	958			252	292
3	(2)(4) Other right-of-way expenditures.....	9	192					9	192
4	(3) Grading.....	846	232	1	026		75	847	183
5	(5) Tunnels and subways.....								
6	(6) Bridges, trestles, and culverts.....	443	608					443	608
7	(7) Elevated structures.....								
8	(8) Ties.....	429	381	3	055		583	431	853
9	(9) Rails.....	1	109 530	2	218		940	1	110 808
10	(10) Other track material.....	607	034	3	758	1	431	609	361
11	(11) Ballast.....	764	852		848		97	765	603
12	(12) Track laying and surfacing.....	525	211	4	309		417	529	103
13	(13) Fences, snowsheds, and signs.....	113	592					113	592
14	(16) Station and office buildings.....	391	996	11	761			403	757
15	(17) Roadway buildings.....	23	608					23	608
16	(18) Water stations.....								
17	(19) Fuel stations.....	11	133					11	133
18	(20) Shops and enginehouses.....	224	948				889	224	059
19	(21) Grain elevators.....								
20	(22) Storage warehouses.....								
21	(23) Wharves and docks.....								
22	(24) Coal and ore wharves.....								
23	(26) Communication systems.....	70	112		260		596	69	776
24	(27) Signals and interlockers.....	27	522					27	522
25	(29) Power plants.....								
26	(31) Power-transmission systems.....	6	387					6	387
27	(35) Miscellaneous structures.....		641						641
28	(37) Roadway machines.....	250	912	6	765		55	257	622
29	(38) Roadway small tools.....	10	659					10	659
30	(39) Public improvements—Construction.....	30	136	330				30	466
31	(43) Other expenditures—Road.....								
32	(44) Shop machinery.....	115	881					115	881
33	(45) Power-plant machinery.....								
34	Leased property capitalized rentals (explain).....								
35	Other (specify and explain).....								
36	TOTAL EXPENDITURES FOR ROAD.....	6	236 901	62	288		5 083	6	294 106
37	(51) Steam locomotives.....		871 988						871 988
38	(52) Other locomotives.....	2	842 723	58	900		48 244	2	853 379
39	(53) Freight-train cars.....								
40	(54) Passenger-train cars.....								
41	(56) Floating equipment.....	184	559					184	559
42	(57) Work equipment.....	59	007	9	887		4 536	64	358
43	(58) Miscellaneous equipment.....	3	958 277	68	787		52 780	3	974 284
44	TOTAL EXPENDITURES FOR EQUIPMENT.....								
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.....	10	195 178	131	075		57 863	10	268 390
52	GRAND TOTAL.....								

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							\$	\$	\$	\$	\$
2											
3											
4						NONE					
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 interest (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						
	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		%	\$	\$	\$	\$	\$
42	Agreement	50 Covered Hopper						
43		Cars - Purchased 1964	5.50	619 613	119 613	212 500	13 175	13 175
44	"	10 Flat Cars -						
45		Purchased 1965	6.00	124 300	12 075	60 834	3 975	3 975
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, and securities of nonaffiliated companies in schedule No. 1002. 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 par value pledged, unpledged, and held in fund accounts. Under "pledged" include the par 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 par 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 line (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. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (j), and (l) of schedule No. 1001 and in columns (d), (e), (f), (g), (i), and (k) of schedule No. 1002. In reporting advances, the columns mentioned should be left blank. If any advances are pledged, give particulars in a footnote.

12. 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.

13. 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									
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR									
					Pledged			Unpledged			In sinking, insurance, and other funds			Total par value
	(a)	(b)	(c)	(d)	(e)			(f)			(g)			(h)
1	721	A-2	Mackinac Truck Lines, Inc.	100	\$			\$	25	000	\$			25 000
2	721	A-3	Ottawa Equipment Company	100					300	000				300 000
3	721	A-3	Huron Building Supplies Co.	100					125	000				125 000
4	721	A-3	Lakeshore Terminal Co.	100					50	000				50 000
5		E-2	Mackinac Truck Lines, Inc.	100					25	940				25 940
6														
7		E-3	Ottawa Equipment Co.	100					1 718	175				1 718 175
8		E-3	Huron Building Supplies Co.	100						790				790
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									
				PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR									
				Pledged			Unpledged			In sinking, insurance, and other funds			Total par value
	(a)	(b)	(c)	(d)			(e)			(f)			(g)
21	716		Grand Total	\$			\$			\$			\$
22													
23	722		Grand Total										
24													
25													
26													
27													
28													
29													
30													
31			See Schedule Attached										

Line No.	Acct. No.	Class No.	Name of Issuing Company & Description		Investment at Close of Year			Investments Made		Investments Disposed of or Written			Dividends or Interest		Line No.	
					Par Value of Amount Held at Close of Year	In Sinking Funds	Total Par Val.	Total Book Val.	During Year		Down During Year			During Year		
									(f)	(g)	(h)	Par Value	Book Value	Par Value		Book Value
(a)	(b)	(c)			(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)		
1															1	
2	716 A-1		Other Railroad Stocks:												2	
3			G.M.O. ✓ Common Stock	Sh.	300 NP	300 NP	\$ 13920	\$		\$		\$		\$ 1170	3	
4															4	
5			Total Railroad Stocks - Par Value				\$ 13920	\$		\$		\$		\$ 1170	5	
6			Total Railroad Stocks - No Par Shares	Sh.	300 NP	300 NP									6	
7															7	
8															8	
9	716 A-3		Other Stocks:												9	
10			American Cyanamid Common Stock	Sh.	1000 NP	1000 NP	\$ 38734	\$		\$		\$		\$ 1250	10	
11			Arizona Milling Co. " "	Sh.	13333 NP	13333 NP	99998							-	11	
12			Beatrice Food Co. " "	Sh.	* 1000 NP	1000 NP	26471							977	12	
13			Bluebird Inc. " "	Sh.	1000 NP	1000 NP	8276	Sh. 1000 NP	8276					-	13	
14			Boeing Co. " "							Sh. 500 NP	12538	27939		150	14	
15			Celanese Corp. " "	Sh.	500 NP	500 NP	29900							1000	15	
16			Commonwealth Edison " "	Sh.	800 NP	800 NP	43155							1760	16	
17			CNA Finance " "	Sh.	* 1600 NP	1600 NP	40200							752	17	
18			Continental Oil Co. " "							Sh. * 600 NP	21288	15155		900	18	
19			General Motors Corp. " "	Sh.	200 NP	200 NP	19397							860	19	
20			Gulf Oil Corp. " "	Sh.	500 NP	500 NP	13298							750	20	
21			Household Finance Corp. Preferred Stock	Sh.	500 NP	500 NP	55751							2200	21	
22			Illinois Power Co. Common Stock	Sh.	1000 NP	1000 NP	45704							1850	22	
23			Michigan National Bank " "	Sh.	123 NP	123 NP	5276							128	23	
24			Middle South Utilities " "	Sh.	1400 NP	1400 NP	37235							1232	24	
25			Pillsbury Mills " "	Sh.	800 NP	800 NP	36734							1044	25	
26			R. J. Reynolds Tobacco Co. " "	Sh.	1000 NP	1000 NP	45779							2250	26	
27			San Diego Gas & Elec. " "	Sh.	1000 NP	1000 NP	22079							990	27	
28			G. D. Searle & Co. Preferred Stock	Sh.	1000 NP	1000 NP	21625							800	28	
29			Southern Natural Gas Common Stock	Sh.	1000 NP	1000 NP	34360							1400	29	
30			Standard Oil of Indiana " "	Sh.	500 NP	500 NP	25721							1150	30	
31			Standard Oil of New Jersey " "	Sh.	700 NP	700 NP	43629	Sh. 700 NP	43629					-	31	
32			Texaco " "							Sh. 1000 NP	40610	29286		1550	32	
33			Union Oil of California Preferred Stock	Sh.	700 NP	700 NP	47483							1750	33	
34			Westinghouse Electric Common Stock	Sh.	300 NP	300 NP	13285							540	34	
35															35	
36			Total Other Stocks - Par Value				\$754090	\$ 51905		\$ 74436	\$ 72380		\$ 25283		36	
37			Total Other Stocks - No Par Value	Sh.	29956 NP	29956 NP		Sh. 1700 NP		Sh. 2100 NP					37	
38															38	
39															39	
40															40	

* Stock Split

Line No.	Acct. No	Class No	Name of Issuing Company & Description	Investment at Close of Year			Investments Made		Investments Disposed of or Written			Dividends or Interest		
				Par Value of Amount Held at Close of Year			During Year		Down During Year			During Year		
				In Sinking Funds	Total Par Val.	Total Book Val.	Par Value	Book Value	Par Value	Book Value	Selling Price	Rate	Amt. to Income	
(a)	(b)	(c)		(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)	
1														1
2	716 B-3.		Other Bonds:											2
3			Alpena Industrial Development Corp. 8/ 1/1984	\$ 500	\$ 500	\$ 500	\$	\$	\$	\$	\$		\$ 20	3
4			American Reserve Corp. 5-1/4% 8/ 1987	20000	20000	20082							1049	4
5			General Telephone & Electronics 4% 1990	25000	25000	28362							1340	5
6			W. R. Grace 4-1/4%	40000	40000	44171							2550	6
7			Pan American World Airways 4-1/2% 8/ 1986	25000	25000	25059							563	7
8			J. C. Penney 4-1/4%	25000	25000	25000							993	8
9			Trans World Airline 5% 1/ 1/1994	25000	25000	25000	25000	25000					524	9
10			U. S. Treasury Bills	-	-	-	55000	54318	55000	54318	54318		682	10
11														11
12			Total Other Bonds	\$160500	\$160500	\$ 168174	\$ 80000	\$ 79318	\$ 55000	\$ 54318	\$ 54318		\$ 7721	12
13														13
14														14
15														15
16	716 C-3		Bank Acceptance Notes	\$	\$	\$	45000	44562	45000	44562	44562		438	16
17			Commercial Paper (Riches Dept. Store)	100000	100000	98938	100000	98938						17
18														18
19			Sinking Fund Cash Account			21434								19
20														20
21			Grand Total	\$260500	\$260500	\$1056556	\$ 225000	\$ 274723	\$ 100000	\$173316	\$171260		\$34612	21
22														22
23														23
24														24
25	722 C-3		New England Mutual Life Ins. Co.			\$ 25566		856						25
26			J. F. and J. C. Clark			294					511		30	26
27			P. J. Sullivan			-					1552		76	27
28			Equitable Life Ins. Co.			13000		6200						28
29														29
30						\$ 38860		\$ 7056			\$ 2063		\$ 106	30

1001. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.							
Total book value			Par value			Book value			Par value			Book value*				Selling price			Rate	Amount credited to income		
(i)			(j)			(k)			(l)			(m)				(n)			(o)	(p)		
\$			\$			\$			\$			\$				\$			%	\$		
	25	000																				1
	300	000																				2
	125	000																				3
	50	000																				4
	25	940																				5
																						6
	1 718	175																				7
		790																				8
																						9
																						10

1002. OTHER INVESTMENTS—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.				
Total book value			Par value			Book value			Par value			Book value*				Selling price	Rate	Amount credited to income	
(h)			(i)			(j)			(k)			(l)				(m)	(n)	(o)	
\$			\$			\$			\$			\$				\$	%	\$	
1	056	556																	21
																			22
	38	860																	23
																			24
																			25
																			26
																			27
																			28
																			29
																			30
																			31

SEE SCHEDULE ATTACHED

*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 I of the Interstate Commerce Act, without regard to any question of whether the company issuing the securities, or the obligor, is controlled by the subsidiary.

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)	INVESTMENTS AT CLOSE OF YEAR						INVESTMENTS MADE DURING YEAR					
			Total par value			Total book value			Par value			Book value		
			(c)			(d)			(e)			(f)		
	(a)	(b)	\$			\$			\$			\$		
1														
2														
3														
4														
5														
6														
7														
8														
9														
10														
11		NONE												
12														
13														
14														
15														
16														
17														
18														
19														
20														
21														
22														
23														
24														

Line No.	INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									Names of subsidiaries in connection with things owned or controlled through them
	Par value			Book value			Selling price			
	(g)			(h)			(i)			
	\$			\$			\$			(j)
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 29 and 38 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 (a)	OWNED AND USED			LEASED FROM OTHERS		
		DEPRECIATION BASE		Annual composite rate (percent) (d)	DEPRECIATION BASE		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (e)		At beginning of year (f)	At close of year (h)	
		\$	\$	%	\$	\$	%
1	ROAD						
2	(1) Engineering	9 192	9 192	2.00			
3	(2½) Other right-of-way expenditures						
4	(3) Grading						
5	(5) Tunnels and subways	443 608	443 608	1.95			
6	(6) Bridges, trestles, and culverts						
7	(7) Elevated structures	113 592	113 592	4.95			
8	(13) Fences, snowsheds, and signs	391 996	403 757	1.90			
9	(16) Station and office buildings	23 608	23 608	2.30			
10	(17) Roadway buildings						
11	(18) Water stations	11 133	11 133	3.00			
12	(19) Fuel stations	224 948	224 059	2.15			
13	(20) Shops and enginehouses						
14	(21) Grain elevators						
15	(22) Storage warehouses						
16	(23) Wharves and docks						
17	(24) Coal and ore wharves	70 112	69 776	6.08	* Note 1		
18	(26) Communication systems	27 522	27 522	2.55			
19	(27) Signals and interlockers						
20	(29) Power plants	6 387	6 387	3.60			
21	(31) Power-transmission systems	641	641	4.00			
22	(35) Miscellaneous structures	250 912	257 622	5.00			
23	(37) Roadway machines	30 136	30 466	2.00			
24	(39) Public improvements—Construction	115 881	115 881	2.10			
25	(44) Shop machinery						
26	(45) Power-plant machinery						
27	All other road accounts						
28	Amortization (other than defense projects)						
29	Total road	1 719 668	1 737 244	2.82			
30	EQUIPMENT						
31	(51) Steam locomotives	871 988	871 988	3.84			
32	(52) Other locomotives	2 842 723	2 853 379	4.09			
33	(53) Freight-train cars						
34	(54) Passenger-train cars						
35	(56) Floating equipment						
36	(57) Work equipment	184 559	184 559	0			
37	(58) Miscellaneous equipment	59 007	64 358	11.43			
38	Total equipment	3 958 277	3 974 284	3.95			
39	GRAND TOTAL	5 677 945	5 711 528	xx xx			xx xx

* Note 1 a/c 26 Radio - 34,083.17
Other - 35,692.51

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 28 and 37 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) (d)
		Beginning of year (b)		Close of year (c)		
		\$		\$		%
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	(26) Communication systems.....					
19	(27) Signals and interlockers.....					
20	(29) Power plants.....					
21	(31) Power-transmission systems.....					
22	(35) Miscellaneous structures.....					
23	(37) Roadway machines.....					
24	(39) Public improvements—Construction.....					
25	(44) Shop machinery.....					
26	(45) Power-plant machinery.....					
27	All other road accounts.....					
28	Total road.....					
29	EQUIPMENT					
30	(51) Steam locomotives.....					
31	(52) Other locomotives.....					
32	(53) Freight-train cars.....					
33	(54) Passenger-train cars.....					
34	(56) Floating equipment.....					
35	(57) Work equipment.....					
36	(58) Miscellaneous equipment.....					
37	Total equipment.....					
38	GRAND TOTAL.....					

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 28.

Line No.	Account (a)	Balance at beginning of year (b)			CREDITS TO RESERVE DURING THE YEAR				DEBITS TO RESERVE DURING THE YEAR				Balance at close of year (g)		
		\$			Charges to operating expenses (c)		Other credits (d)		Retirements (e)		Other debits (f)		\$		
1	ROAD														
2	(1) Engineering		7	642										7	642
3	(2½) Other right-of-way expenditures		3	946		184								4	130
4	(3) Grading														
5	(5) Tunnels and subways														
6	(6) Bridges, trestles, and culverts		296	749		8	650							305	399
7	(7) Elevated structures														
8	(13) Fences, snowsheds, and signs		155	493		5	623							161	116
9	(16) Station and office buildings		199	637		7	583							207	220
10	(17) Roadway buildings		14	924		543								15	467
11	(18) Water stations														
12	(19) Fuel stations		7	043		334								7	377
13	(20) Shops and enginehouses		109	456		834								114	290
14	(21) Grain elevators														
15	(22) Storage warehouses														
16	(23) Wharves and docks														
17	(24) Coal and ore wharves														
18	(26) Communication systems		87	076		4	512							91	588
19	(27) Signals and interlockers		7	765		702								8	467
20	(29) Power plants														
21	(31) Power-transmission systems		1	775		230								2	005
22	(35) Miscellaneous structures			441		26									467
23	(37) Roadway machines		109	807		12	636							122	443
24	(39) Public improvements—Construction		15	359		604								15	963
25	(44) Shop machinery*		62	772		2	434							65	206
26	(45) Power-plant machinery*														
27	All other road accounts														
28	Amortization (other than defense projects)														
29	Total road		1	079 885		48 895								1	128 780
30	EQUIPMENT														
31	(51) Steam locomotives														
32	(52) Other locomotives		843	080		33	484							876	564
33	(53) Freight-train cars		1	270 582		116	635		40	620				1	346 597
34	(54) Passenger-train cars														
35	(56) Floating equipment														
36	(57) Work equipment		221	118										221	118
37	(58) Miscellaneous equipment		28	730		6	907		5	921				29	716
38	Total equipment		2	363 510		157	026		46	541				2	473 995
39	GRAND TOTAL		3	443 395		205	921		46	541				3	602 775

*Chargeable to account 2223.

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 (a)	Balance at beginning of year (b)		CREDITS TO RESERVE DURING THE YEAR				DEBITS TO RESERVE DURING THE YEAR				Balance at close of year (g)			
				Charges to others (c)		Other credits (d)		Retirements (e)		Other debits (f)					
		\$		\$				\$				\$			
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	(26) Communication systems														
19	(27) Signals and interlockers														
20	(29) Power plants														
21	(31) Power-transmission systems														
22	(35) Miscellaneous structures														
23	(37) Roadway machines														
24	(39) Public improvements—Construction														
25	(44) Shop machinery														
26	(45) Power-plant machinery														
27	All other road accounts														
28	Total road														
29	EQUIPMENT														
30	(51) Steam locomotives														
31	(52) Other locomotives														
32	(53) Freight-train cars														
33	(54) Passenger-train cars														
34	(56) Floating equipment														
35	(57) Work equipment														
36	(58) Miscellaneous equipment														
37	Total equipment														
38	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	(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	(26) Communication systems.....																		
19	(27) Signals and interlockers.....																		
20	(29) Power plants.....																		
21	(31) Power-transmission systems.....																		
22	(35) Miscellaneous structures.....																		
23	(37) Roadway machines.....																		
24	(39) Public improvements—Construction.....																		
25	(44) Shop machinery*																		
26	(45) Power-plant machinery*																		
27	All other road accounts.....																		
28	Total road.....																		
29	EQUIPMENT																		
30	(51) Steam locomotives.....																		
31	(52) Other locomotives.....																		
32	(53) Freight-train cars.....																		
33	(54) Passenger-train cars.....																		
34	(56) Floating equipment.....																		
35	(57) Work equipment.....																		
36	(58) Miscellaneous equipment.....																		
37	Total equipment.....																		
38	GRAND TOTAL.....																		

*Chargeable to account 2223.

1605. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "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.

Line No.	Description of property or account (a)	BASE												RESERVE											
		Debits during year (b)			Credits during year (c)			Adjustments (d)			Balance at close of year (e)			Credits during year (f)			Debits during year (g)			Adjustments (h)			Balance at close of year (i)		
		\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX	\$	XX	XX
1	ROAD:	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
2																									
3																									
4																									
5																									
6																									
7																									
8																									
9																									
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21																									
22																									
23																									
24																									
25																									
26																									
27																									
28	TOTAL ROAD.....																								
29	EQUIPMENT:	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
30	(51) Steam locomotives.....																								
31	(52) Other locomotives.....																								
32	(53) Freight-train cars.....																								
33	(54) Passenger-train cars.....																								
34	(56) Floating equipment.....																								
35	(57) Work equipment.....																								
36	(58) Miscellaneous equipment.....																								
37	TOTAL EQUIPMENT.....																								
38	GRAND TOTAL.....																								

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																	
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	\$			\$	113 903	\$
32	Additions during the year (describe):							
33								
34	Paid in surplus resulting from capital							
35	stock purchased	791						
36								
37	Total additions during the year.....	x x x					3 110	
38	Deductions during the year (describe):							
39								
40								
41								
42	Total deductions.....	x x x					117 013	
43	Balance at close of year.....	x x x						

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				\$	5 637	377
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										
68										
69										
70										
71										
72										
73										
74	TOTAL		60	000				\$	5 637	377

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	Minor accounts, each less				%	\$	64 700	\$		\$	8 043
2	than \$ 100,000										
3											
4											
5											
6											
7											
8											
9							64 700			8 043	
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 - A/C 743	\$	49 487
42			
43			
44			
45			
46			
47			
48			
49			
50			
TOTAL			49 487

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	A/C 784 - balance of 8 year Amortization of amount	\$	211 322
62	received in excess of book value depreciated		
63	of 193 Box Cars sold and leased back in		
64	year 1967 as per accounting instructions from		
65	ICC 3-7-68, File ACA-E		
66			
67			
68			
69			
TOTAL			211 322

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)		2	624 977	53	(546) Interest on funded debt:			
4	(531) Railway operating expenses (p. 24)		2	333 331	54	(a) Fixed interest not in default		39	101
5	Net revenue from railway operations			291 646	55	(b) Interest in default			
6	(532) Railway tax accruals*			293 381	56	(547) Interest on unfunded debt		8	043
7	Railway operating income			(1 735)	57	(548) Amortization of discount on funded debt			
8	RENT INCOME				58	Total fixed charges		47	144
9	(503) Hire of freight cars—Credit balance			125 243	59	Income after fixed charges (lines 50, 58)		113	644
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			61	63	Ordinary income (lines 59, 62)		113	644
14	(508) Joint facility rent income			1 905	64	EXTRAORDINARY AND PRIOR PERIOD ITEMS			
15	Total rent income			127 209	65	(570) Extraordinary items (net), (p. 21B)			
16	RENTS PAYABLE				66	(580) Prior period items (net), (p. 21B)			
17	(536) Hire of freight cars—Debit balance				67	(590) Federal income taxes on extraordinary and prior period items, (p. 21B)			
18	(537) Rent for locomotives				68	Total extraordinary and prior period items			
19	(538) Rent for passenger-train cars				69	Net income transferred to Retained Income—Unappropriated		113	644
20	(539) Rent for floating equipment				70	ANALYSIS OF ACCOUNT 532, RAILWAY TAX ACCRUALS			
21	(540) Rent for work equipment				71	United States Government taxes:			
22	(541) Joint facility rents			433	72	Income taxes		7	934
23	Total rents payable			433	73	Old age retirement		104	102
24	Net rents (lines 15, 23)			126 776	74	Unemployment insurance		26	608
25	Net railway operating income (lines 7, 24)			125 041	75	All other United States taxes			
26	OTHER INCOME				76	Total—U.S. Government taxes		138	644
27	(502) Revenue from miscellaneous operations (p. 24)				77	Other than U.S. Government taxes:			
28	(509) Income from lease of road and equipment (p. 27)				78	Michigan		154	737
29	(510) Miscellaneous rent income (p. 25)			22 852	79				
30	(511) Income from nonoperating property (p. 26)			4 519	80				
31	(512) Separately operated properties—Profit				81				
32	(513) Dividend income				82				
33	(514) Interest income			106	83				
34	(516) Income from sinking and other reserve funds			34 612	84				
35	(517) Release of premiums on funded debt				85				
36	(518) Contributions from other companies (p. 27)				86				
37	(519) Miscellaneous income (p. 25)			20 943	87				
38	Total other income			83 032	88				
39	Total income (lines 25, 38)			208 073	89				
40	MISCELLANEOUS DEDUCTIONS FROM INCOME				90				
41	(534) Expenses of miscellaneous operations (p. 24)				91	Total—Other than U.S. Government taxes		154	737
42	(535) Taxes on miscellaneous operating property (p. 24)			12 465	92	Grand Total—Railway tax accruals (account 532)		293	381
43	(543) Miscellaneous rents (p. 25)			4 466					
44	(544) Miscellaneous tax accruals								
45	(545) Separately operated properties—Loss								
46	(549) Maintenance of investment organization								
47	(550) Income transferred to other companies (p. 27)								
48	(551) Miscellaneous income charges (p. 25)			30 354					
49	Total miscellaneous deductions			47 285					
50	Income available for fixed charges (lines 39, 49)			160 788					

*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)			Remarks (c)
		\$			
101	Provision for income taxes based on taxable net income recorded in the accounts for the year		48	991	
102	Net decrease (or increase) because of use of accelerated depreciation under section 167 of the Internal Revenue Code and guideline lives pursuant to Revenue Procedure 62-21 and different basis used for book depreciation				
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		6	354	
104	Net decrease (or increase) because of investment tax credit authorized in Revenue Act of 1962			(418)	
105	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)				
106					
107	Tax liability of carrier adjusted				
108	by income and losses of wholly-				
109	owned subsidiaries and affiliated				
110	company participating in consolidated				
111	income tax return		(47	829)	
112					
113					
114					
115			7	934	
116	Net applicable to the current year				
117	Adjustments applicable to previous years (net debit or credit), except carry-backs and carry-overs				
118	Adjustments for carry-backs				
119	Adjustments for carry-overs				
120	TOTAL		7	934	
121	Distribution:	X X	X X	X X	
122	Account 532		7	934	
123	Account 590				
124	Other (Specify)				
125					
126	Total		7	934	

NOTE: The amount shown on line 72 should equal line 122;
the amount shown on line 120 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	\$			
1	(602) Credit balance transferred from Income (p. 21)-----		113	644	
2	(606) Other credits to retained income†-----				Net of Federal income taxes \$ <u>None</u>
3	(622) Appropriations released-----		113	644	
4	Total-----				
	DEBITS				
5	(612) Debit balance transferred from Income (p. 21)-----				
6	(616) Other debits to retained income†-----				Net of Federal income taxes \$ <u>None</u>
7	(620) Appropriations for sinking and other reserve funds-----		60	000	
8	(621) Appropriations for other purposes-----		60	449	
9	(623) Dividends (p. 23)-----		120	449	
10	Total-----		(6	805)	
11	Net increase during year*-----		1	177	800
12	Balance at beginning of year (p. 5)*-----		1	170	996
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	11-20-69	1/15/70 to
32								Stockholders
33	Common	1.00		1 793 900		17 939	11-20-69	of record
34								1/2/70
35								2/3/70 to
36								Stockholders
37								of record
38								1/10/70
39								
40								
41								
42								
43						60 449		

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		x x	x x	INCIDENTAL		x x	x x
1	(101) Freight*		2	548 337	(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		42	982
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		2	120
10	(110) Switching*		30	647	(143) Miscellaneous			891
11	(113) Water transfers				Total incidental operating revenue		45	993
12	Total rail-line transportation revenue		2	578 984	JOINT FACILITY		x x	x x
13					(151) Joint facility—Cr			
14					(152) Joint facility—Dr			
15					Total joint facility operating revenue			
16					Total railway operating revenues		2	624 977

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

- For terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$
- 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 \$ 10,477
- 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):
 - Payments for transportation of persons \$
 - 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 (e)	Amount of operating expenses for the year (d)		
		\$	x x	x x		\$	x x	x x
	MAINTENANCE OF WAY AND STRUCTURES				TRANSPORTATION—RAIL LINE			
1	(2201) Superintendence		x x	195 850	(2241) Superintendence and dispatching		x x	58 169
2	(2202) Roadway maintenance			270 482	(2242) Station service			74 178
3	(2203) Maintaining structures			15 058	(2243) Yard employees			119 663
4	(2203½) Retirements—Road			2 226	(2244) Yard switching fuel			7 712
5	(2204) Dismantling retired road property			1 116	(2245) Miscellaneous yard expenses			18 360
6	(2208) Road property—Depreciation			46 552	(2246) Operating joint yards and terminals—Dr			191
7	(2209) Other maintenance of way expenses			65 543	(2247) Operating joint yards and terminals—Cr			(4 062)
8	(2210) Maintaining joint tracks, yards, and other facilities—Dr			955	(2248) Train employees			192 806
9	(2211) Maintaining joint tracks, yards, and other facilities—Cr			(612)	(2249) Train fuel			36 184
10	Total maintenance of way and structures			597 170	(2251) Other train expenses			151 126
11	MAINTENANCE OF EQUIPMENT				(2252) Injuries to persons			26 154
12	(2221) Superintendence		x x	45 604	(2253) Loss and damage			15 053
13	(2222) Repairs to shop and power-plant machinery			2 419	(2254) Other casualty expenses			52 182
14	(2223) Shop and power-plant machinery—Depreciation			2 434	(2255) Other rail transportation expenses			32 137
15	(2224) Dismantling retired shop and power-plant machinery			-	(2256) Operating joint tracks and facilities—Dr			115
16	(2225) Locomotive repairs			78 879	(2257) Operating joint tracks and facilities—Cr			(12 861)
17	(2226) Car repairs (See Note *)			234 057	Total transportation—Rail line			767 107
18	(2227) Other equipment repairs			14 498	MISCELLANEOUS OPERATIONS		x x	x x x x
19	(2228) Dismantling retired equipment			(133)	(2258) Miscellaneous operations			
20	(2229) Retirements—Equipment			-	(2259) Operating joint miscellaneous facilities—Dr			
21	(2234) Equipment—Depreciation			156 040	(2260) Operating joint miscellaneous facilities—Cr			
22	(2235) Other equipment expenses			39 494	GENERAL		x x	x x x x
23	(2236) Joint maintenance of equipment expenses—Dr			48	(2261) Administration			282 444
24	(2237) Joint maintenance of equipment expenses—Cr			(1 423)	(2262) Insurance			4 736
25	Total maintenance of equipment			571 917	(2264) Other general expenses			42 505
26	TRAFFIC				(2265) General joint facilities—Dr			
27	(2240) Traffic expenses		x x	67 452	(2266) General joint facilities—Cr			
28					Total general expenses			329 685
29					GRAND TOTAL RAILWAY OPERATING EXPENSES			2 333 331

* Includes Car Repair Bills Paid Other Lines \$ 94,079

30 Operating ratio (ratio of operating expenses to operating revenues), 88.89 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 - A/C 510			\$	22 852
2					
3					
4					
5					
6					
7					
8					
9					
TOTAL					22 852

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 - A/C 519	\$		\$		\$	1 192
22	Capital gains from sale of Securities carried in A/C 716						15 401
23	Gains from Company bonds purchased						4 350
24							
25							
26							
27							
28							
29							
TOTAL							20 943

2103. MISCELLANEOUS RENTS

Line No.	DESCRIPTION OF PROPERTY		Name of lessor (c)	Amount charged to income (d)	
	Name (a)	Location (b)			
31	Miscellaneous Items - A/C 543			\$	12 465
32					
33					
34					
35					
36					
37					
38					
39					
TOTAL					12 465

2104. MISCELLANEOUS INCOME CHARGES

Line No.	Description and purpose of deduction from gross income (a)	Amount (b)	
41	Miscellaneous Items - A/C 551	\$	12 896
42	Capital loss from sale of securities in A/C 716		17 458
43			
44			
45			
46			
47			
48			
49			
50			
TOTAL			30 354

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 - A/C 511		7 805		3 286		4 519		4 466
2									
3									
4									
5									
6									
7	TOTAL		7 805		3 286		4 519		4 466

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)	Owned (b)		Proprietary companies (c)	Leased (d)	Operated under contract (e)	Operated under track-age rights (f)	Total operated (g)	State (h)	Owned (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	.592				.13	221.72	2	221	.592			.13	221.72
22	Second and additional main tracks								Same as Schedule 2202 - All in Michigan						
23	Passing tracks, cross-overs, and turn-outs														
24	Way switching tracks	26	.616				.19	26.80	7						
25	Yard switching tracks	17	.167				.17	16.7	7						
26	TOTAL	265	.365				.32	265.68	6						

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 cross-ties _____ Treated Hardwood 80%; untreated cedar 20%; 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 cross-ties, 24,276; average cost per tie, \$ 5.10; number of feet (B. M.) of switch and bridge ties, 37,294; average cost per M feet (B. M.), \$ 154.76

2223. Rail applied in replacement during year: Tons (2,000 pounds), 7,008; weight per yard, 90#; average cost per ton, \$113.14

*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		None				
2						
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		None				
12						
13						
14						
15			TOTAL			

2303. CONTRIBUTIONS FROM OTHER COMPANIES

2304. 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	None				None			
23								
24								
25								
26		TOTAL				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.

None

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)	13	26	125	174	856	
2	TOTAL (professional, clerical, and general)	28	64	303	211	587	
3	TOTAL (maintenance of way and structures)	32	68	971	222	851	
4	TOTAL (maintenance of equipment and stores)	33	67	723	234	129	
5	TOTAL (transportation—other than train, engine, and yard)	11	18	511	65	407	
6	TOTAL (transportation—yardmasters, switch tenders, and hostlers)	4	9	827	32	331	
7	TOTAL, ALL GROUPS (except train and engine)	121	255	460	941	161	
8	TOTAL (transportation—train and engine)	29	81	306	319	499	
9	GRAND TOTAL	150	336	766	1,260	660	

Amount of foregoing compensation (excluding back pay for prior years) that is chargeable to account No. 531, "Railway operating expenses": \$ 1,154,337

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	361,841							
32	Passenger								
33	Yard switching	77,117							
34	TOTAL TRANSPORTATION	438,958							
35	Work train								
36	GRAND TOTAL	438,958							
37	TOTAL COST OF FUEL*	43,896		XXXX			XXXX		

*Show cost of fuel charged to yard and train service (accounts Nos. 2244 and 2245). 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 300 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 \$20,000 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 \$20,000 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.	President		55 000		14 600 ^①
2	E. V. Goodman	Vice President & Gen. Mgr.		14 000		-
3	P. J. Sullivan	Vice President & Controller	1-1-69	13 500		1 629 ^②
4			6-1-69	14 500		
5	C. R. McMullen	Secretary & Treasurer	1-1-69	10 400		
6			6-1-69	11 400		-
7						
8						
9						
10						
11						
12	① (Salary - Ottawa Equip. Co. - \$11,000 - Salary Huron Bldg. Supplies Co. \$ 3,600 wholly owned Subsidiaries)					
13						
14	② (Bonus 1969)					
15						

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, irrespectively 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 R.R. Assoc.	Dues and Assessments		2 227
32				
33	Association of American Railroads	" " "		3 618
34				
35	Association of Western Railways	" " "		1 890
36				
37	Michigan Railroads Assoc.	" " "		1 041
38				
39	Natl. Rwy. Publ. Co.	" " "		613
40				
41				
42				
43				
44				
45				
46			TOTAL	9 389

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 x	x x
	TRAIN-MILES												
2	Total (with locomotives).....	123	382					123	382				
3	Total (with motorcars).....												
4	TOTAL TRAIN-MILES.....	123	382					123	382				
	LOCOMOTIVE UNIT-MILES												
5	Road service.....	182	209					182	209		x x	x x	x x
6	Train switching.....	12	342					12	342		x x	x x	x x
7	Yard switching.....	40	614					40	614		x x	x x	x x
8	TOTAL LOCOMOTIVE UNIT-MILES.....	235	165					235	165		x x	x x	x x
	CAR-MILES												
9	Loaded freight cars.....	2	754	435				2	754	435	x x	x x	x x
10	Empty freight cars.....	2	341	269				2	341	269	x x	x x	x x
11	Caboose.....		123	382					123	382	x x	x x	x x
12	TOTAL FREIGHT CAR-MILES.....	5	219	086				5	219	086	x x	x x	x x
13	Passenger coaches.....										x x	x x	x x
14	Combination passenger cars (mail, express, or baggage, etc., with passenger).....										x x	x x	x x
15	Sleeping and parlor cars.....										x x	x x	x x
16	Dining, grill and tavern.....										x x	x x	x x
17	Head-end cars.....										x x	x x	x x
18	TOTAL (lines 13, 14, 15, 16 and 17).....										x x	x x	x x
19	Business cars.....			568						568	x x	x x	x x
20	Crew cars (other than cabooses).....										x x	x x	x x
21	GRAND TOTAL CAR-MILES (lines 12, 18, 19 and 20).....	5	219	654				5	219	654	x x	x x	x x
	REVENUE AND NONREVENUE FREIGHT TRAFFIC	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x	x x
22	Tons—Revenue freight.....	x x	x x	x x	x x	x x	x x	2	129	204	x x	x x	x x
23	Tons—Nonrevenue freight.....	x x	x x	x x	x x	x x	x x		30	298	x x	x x	x x
24	TOTAL TONS—REVENUE AND NONREVENUE FREIGHT.....	x x	x x	x x	x x	x x	x x	2	159	502	x x	x x	x x
25	Ton-miles—Revenue freight.....	x x	x x	x x	x x	x x	x x	146	808	616	x x	x x	x x
26	Ton-miles—Nonrevenue freight.....	x x	x x	x x	x x	x x	x x	2	089	047	x x	x x	x x
27	TOTAL TON-MILES—REVENUE AND NONREVENUE FREIGHT.....	x x	x x	x x	x x	x x	x x	148	897	663	x x	x x	x x
	REVENUE PASSENGER TRAFFIC	x x	x x	x x	x x	x x	x x	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 x	x x				x x	x x	x x
29	Passenger-miles—Revenue.....	x x	x x	x x	x x	x 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	2,843	55	2,898	8,040
2	Forest Products.....	08	383		383	2,337
3	Fresh Fish and Other Marine Products.....	09		61	61	114
4	Metallic Ores.....	10		310	310	692
5	Coal.....	11	85	20,058	20,143	31,999
6	Crude Petro, Nat Gas, & Nat Gasln.....	13				
7	Nonmetallic Minerals, except Fuels.....	14	996,949	8,314	1,005,263	485,377
8	Ordinance and Accessories.....	19		30	30	99
9	Food and Kindred Products.....	20	81	8,669	8,750	24,583
10	Tobacco Products.....	21				
11	Basic Textiles.....	22	4,622	7,499	12,121	88,167
12	Apparel & Other Finished Tex Prd Inc Knit.....	23				
13	Lumber & Wood Products, except Furniture.....	24	88,513	21,455	109,968	294,953
14	Furniture and Fixtures.....	25	29	274	303	2,286
15	Pulp, Paper and Allied Products.....	26	46,923	96,995	143,918	527,190
16	Printed Matter.....	27				
17	Chemicals and Allied Products.....	28		11,846	11,846	34,724
18	Petroleum and Coal Products.....	29	69,621	8,003	77,624	174,828
19	Rubber & Miscellaneous Plastic Products.....	30	452	110	562	2,525
20	Leather and Leather Products.....	31				
21	Stone, Clay and Glass Products.....	32	703,496	9,339	712,835	788,423
22	Primary Metal Products.....	33	45	8,521	8,566	28,765
23	Fabr Metal Prd, Exc Ordn Machy & Transp.....	34	144	1,523	1,667	7,327
24	Machinery, except Electrical.....	35	2,939	574	3,513	28,540
25	Electrical Machy, Equipment & Supplies.....	36	5	70	75	708
26	Transportation Equipment.....	37	230	342	572	2,847
27	Instr, Phot & Opt GD, Watches & Clocks.....	38		42	42	194
28	Miscellaneous Products of Manufacturing.....	39				
29	Waste and Scrap Materials.....	40	5,689	1,336	7,025	22,286
30	Miscellaneous Freight Shipments.....	41	236	298	534	8,090
31	Containers, Shipping, Returned Empty.....	42	28	26	54	475
32	Freight Forwarder Traffic.....	44				
33	Shipper Assn or Similar Traffic.....	45	53		53	673
34	Misc Shipments except Forwarder (44) or shipper Assn (45).....	46				
35	GRAND TOTAL, CARLOAD TRAFFIC.....		1,923,366	205,750	2,129,116	2,566,242
36	Small Packaged Freight Shipments.....	47	56	32	88	1,304
37	Grand Total, Carload & LCL Traffic.....		1,923,422	205,782	2,129,204	2,567,546

☒ 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	Tex	Textile
Fabr	Fabricated	LCL	Less than carload	Ordn	Ordinance	Transp	Transportation
Gd	Goods	Machy	Machinery	Petro	petroleum		
Gasln	Gasoline	Misc	Miscellaneous	phot	photographic		

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.....				NONE					
	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 con-

tact 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 rated continuous horsepower for traction. (One horsepower is equivalent to a force that will raise 33,000 pounds one foot in one minute.), 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	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 c.d. (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)
LOCOMOTIVE UNITS									
1.	Diesel.....	8			8		8	(h. p.) 10,040	
2.	Electric.....								
3.	Other.....								
4.	Total (lines 1 to 3).....	8			8		8	10,040	
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).....	492		25	191	276	467	23,350	
6.	Box-Special service (A-00, A-10, B080).....	48	26	1	48	25	73	3,650	
7.	Gondola (All G, J-00, all C, all E).....	376		46	136	194	330	17,536	
8.	Hopper-Open top (All H, J-10, all K).....	58			58		58	5,494	
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-08, R-09, R-13, R-14, R-15, R-16, R-17).....								
13.	Stock (All S).....								
14.	Autorack (F-5-, F-6-).....								
15.	Flat (All F (except F-5-, F-6-, F-7-, F-8-), L-2-L-3-).....	8			8		8	400	
16.	Flat-TOFC (F-7-, F-8-).....	10			10		10	700	
17.	All other (L-0-, L-1-, L-4-, L080, L090).....	992	26	72	451	495	946	51,130	0
18.	Total (lines 5 to 17).....	4	4		8		8	xxxx	0
19.	Caboose (All N).....	996	30	72	459	495	954	xxxx	0
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 (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)		
	PASSENGER-TRAIN CARS — Continued							(Seating capacity)	
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		1	XXXX	
31.	Boarding outfit cars (MWX)-----							XXXX	
32.	Derrick and snow removal cars (MWK, MWU, MWV, MWW)-----	1 ¹			1		1	XXXX	
33.	Dump and ballast cars (MWB, MWD)-----	3 ¹			3		3	XXXX	
34.	Other maintenance and service equipment cars-----	11 ¹			11		11	XXXX	0
35.	Total (lines 30 to 34)-----	16 ¹			16		16	XXXX	0
36.	Grand total (lines 20, 29, and 35)-----	1012 ¹	30	72	475	495	970	XXXX	0
	FLOATING EQUIPMENT								
37.	Self-propelled vessels (Tugboats, car ferries, etc.)-----			None				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.

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.

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 } ss:
County of IOSCO

P. J. Sullivan makes oath and says that he is Vice President & 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, 19 69, to and including December 31, 19 69

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public, in and for the State and
county above named, this 30th day of March, 19 70

My commission expires April 27, 1970

Use an
L. S.
impression seal

(Signature of officer authorized to administer oaths)

C. R. McMullen
NOTARY PUBLIC, IOSCO COUNTY
STATE OF MICHIGAN

MY COMMISSION EXPIRES APRIL 27, 1970

SUPPLEMENTAL OATH

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

State of MICHIGAN } ss:
County of IOSCO

E. V. Goodman makes oath and says that he is 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, 19 69, to and including December 31, 19 69

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public, in and for the State and
county above named, this 30th day of March, 19 70

My commission expires April 27, 1970

Use an
L. S.
impression seal

(Signature of officer authorized to administer oaths)

MEMORANDA

(For use of Commission only)

CORRESPONDENCE

CORRECTIONS

[illegible]

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 34 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified by accounts by non-carrier owners, or where cost of property leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of esti-

imating value of property of non-carriers or property of other carriers in a footnote.

4. Report on line 35 amounts not includable in the accounts shown, or in line 34. The items reported should be briefly identified and explained 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.....	\$		\$		\$		\$		
2	(2) Land for transportation purposes.....		224 334			27 958			252 292	
3	(2 1/2) Other right-of-way expenditures.....		9 192						9 192	
4	(3) Grading.....		846 232			951			847 183	
5	(5) Tunnels and subways.....									
6	(6) Bridges, trestles, and culverts.....		443 608						443 608	
7	(7) Elevated structures.....									
8	(8) Ties.....		429 381	ALL		2 472			431 853	ALL
9	(9) Rails.....	1	109 530	IN		1 278		1	110 808	IN
10	(10) Other track material.....		607 034			2 327			609 361	
11	(11) Ballast.....		764 852	MICHIGAN		751			765 603	MICHIGAN
12	(12) Track laying and surfacing.....		525 211			3 892			529 103	
13	(13) Fences, snowsheds, and signs.....		113 592						113 592	
14	(16) Station and office buildings.....		391 996			11 761			403 757	
15	(17) Roadway buildings.....		23 608						23 608	
16	(18) Water stations.....									
17	(19) Fuel stations.....		11 133						11 133	
18	(20) Shops and enginehouses.....		224 948			(889)			224 059	
19	(21) Grain elevators.....									
20	(22) Storage warehouses.....									
21	(23) Wharves and docks.....									
22	(24) Coal and ore wharves.....									
23	(26) Communication systems.....		70 112			(336)			69 776	
24	(27) Signals and interlockers.....		27 522						27 522	
25	(28) Powerplants.....									
26	(31) Power-transmission systems.....		6 387						6 387	
27	(35) Miscellaneous structures.....		641						641	
28	(37) Roadway machines.....		250 912			6 710			257 622	
29	(38) Roadway small tools.....		10 659						10 659	
30	(39) Public improvements—Construction.....		30 136			330			30 466	
31	(43) Other expenditures—Road.....									
32	(44) Shop machinery.....		115 881						115 881	
33	(45) Powerplant machinery.....									
34	Leased property capitalized rentals (explain).....									
35	(51) Other (specify & explain).....									
36	Total expenditures for road.....	6	236 901		57	205		6	294 106	
37	(51) Steam locomotives.....									
38	(52) Other locomotives.....		871 988						871 988	
39	(53) Freight-train cars.....	2	842 723		10	656		2	853 379	
40	(54) Passenger-train cars.....									
41	(56) Floating equipment.....									
42	(57) Work equipment.....		184 559						184 559	
43	(58) Miscellaneous equipment.....		59 007		5	351			64 358	
44	Total expenditures for equipment.....	3	958 277		16	007		3	974 284	
45	(71) Organization expenses.....									
46	(76) Interest during construction.....									
47	(77) Other expenditures—General.....									
48	Total general expenditures.....									
49	Total.....									
50	(90) Other elements of investment.....									
51	(90) Construction work in progress.....									
52	GRAND TOTAL.....	10	195 178		73	212		10	268 390	

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 (a)	AMOUNT OF OPERATING EXPENSES FOR THE YEAR						Name of railway operating expense account (d)	AMOUNT OF OPERATING EXPENSES FOR THE YEAR					
		Entire line (b)			State (c)				Entire line (e)			State (f)		
		\$			\$				\$			\$		
1	MAINTENANCE OF WAY AND STRUCTURES							(2247) Operating joint yards and terminals—Cr.						
2	(2201) Superintendence		195	850				(2248) Train employees		192	806			
3	(2202) Roadway maintenance		270	482		ALL		(2249) Train fuel		36	184		ALL	
4	(2203) Maintaining structures		15	058				(2251) Other train expenses		151	126			
5	(2203½) Retirements—Road		2	226				(2252) Injuries to persons		26	154			
6	(2204) Dismantling retired road property		1	116		IN		(2253) Loss and damage		15	053		IN	
7	(2208) Road Property—Depreciation		46	552				(2254) Other casualty expenses		52	182			
8	(2209) Other maintenance of way expenses		65	543		MICHIGAN		(2255) Other rail transportation expenses		32	137		MICHIGAN	
9	(2210) Maintaining joint tracks, yards, and other facilities—Dr.			955				(2256) Operating joint tracks and facilities—Dr.			115			
10	(2211) Maintaining joint tracks, yards, and other facilities—Cr.			(612)				(2257) Operating joint tracks and facilities—Cr.			(12 861)			
11	Total maintenance of way and struc.		597	170				Total transportation—Rail line		767	107			
12	MAINTENANCE OF EQUIPMENT							MISCELLANEOUS OPERATIONS						
13	(2221) Superintendence		45	604				(2258) Miscellaneous operations						
14	(2222) Repairs to shop and power-plant machinery		2	419				(2259) Operating joint miscellaneous facilities—Dr.						
15	(2223) Shop and power-plant machinery—Depreciation		2	434				(2260) Operating joint miscellaneous facilities—Cr.						
16	(2224) Dismantling retired shop and power-plant machinery			-				Total miscellaneous operating						
17	(2225) Locomotive repairs		78	879				GENERAL						
18	(2226) Car repairs (See Note*)		234	057				(2261) Administration		282	444			
19	(2227) Other equipment repairs		14	498				(2262) Insurance		4	736			
20	(2228) Dismantling retired equipment			(133)				(2264) Other general expenses		42	505			
21	(2229) Retirements—Equipment			-				(2265) General joint facilities—Dr.						
22	(2234) Equipment—Depreciation		156	040				(2266) General joint facilities—Cr.						
23	(2235) Other equipment expenses		39	494				Total general expenses		329	685			
24	(2236) Joint maintenance of equipment expenses—Dr.			48				RECAPITULATION						
25	(2237) Joint maintenance of equipment expenses—Cr.			(1 423)				Maintenance of way and structures						
26	Total maintenance of equipment		571	917				Maintenance of equipment						
27	TRAFFIC							Traffic expenses						
28	(2240) Traffic Expenses		67	452				Transportation—Rail line						
29	TRANSPORTATION—RAIL LINE							Miscellaneous operations						
30	(2241) Superintendence and dispatching		58	169				General expenses						
31	(2242) Station service		74	178				Grand Total Railway Operating Exp.		2 333	331			
32	(2243) Yard employees		119	663										
33	(2244) Yard switching fuel		7	712										
34	(2245) Miscellaneous yard expenses		18	360										
35	(2246) Operating joint yard and terminals—Dr.			191										
36	Operating ratio (ratio of operating expenses to operating revenues),			88.89		percent.								
	(Two decimal places required.)													

Note - Includes car repair bills
paid other lines - \$ 94,079

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)
50				
51				
52				
53	NONE			
54				
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.....		26.63						
6	Miles of yard switching tracks.....		17.16						
7	All tracks.....		265.38						

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 (k)	Total at end of year (l)	At beginning of year (m)	At close of year (n)	Added during year (o)	Total at end of year (p)
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.....	.04	.19	24.48	24.50		
7	Miles of yard switching tracks—Industrial.....			1.83	1.83		
8	Miles of yard switching tracks—Other.....			15.33	15.33		
9	All tracks.....	.04	.32	265.66	265.68		

* 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		NONE				
14						
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		NONE				
24						
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)		
31		\$				\$		
32								
33	NONE				NONE			
34								
35								
36								
	TOTAL				TOTAL			