

RC-533300

HOLLIS & EASTERN R.R. CO.

1979

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RC 533300

R-3

Class II Railroads  
Approved by GAO  
R-180230 (7/05/87)  
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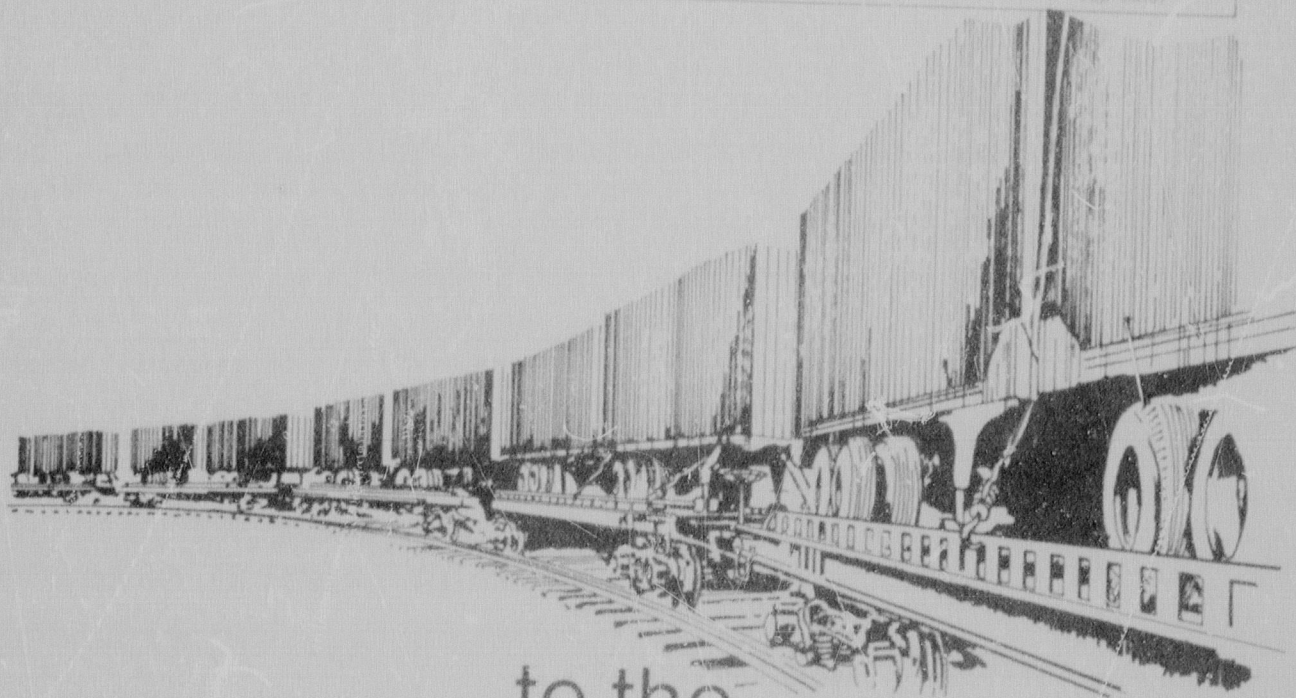
# annual report

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HOLLIS E. EASTERN R.R. CO  
DUKE OK 73521

correct name as: Press if different than shown

name and address of reporting carrier  
(if missing label on original copy is full on duplicate)



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

# NOTICE

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

Switching and terminal companies are further classified as:

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

Class 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 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.



## HOLLIS &amp; EASTERN RAILROAD CO.

BALANCE SHEET AS OF

Dec 31, 1979

<u>CURRENT ASSETS</u>									
701 Cash		48	124	54					
752 Traffic Balances									
706 Net Balance Receivable from Agent		34	421	68					
707 Miscellaneous Accounts Receivable			240	00					
709 Accrued Accounts Receivable									
711 Prepayments									
713 Other Current Assets									
Total Current Assets		82	786	22					
<u>PROPERTIES</u>									
731 Road and Equipment Property		489	182	98					
735 Accrued Depreciation-Road and Equipment		41	765	16					
Total Trans. Property Less Recorded Depn.		397	477	82					
737 Miscellaneous Physical Property		12	651	62					
Total Properties Less Recorded Depreciation		410	129	44					
<u>OTHER ASSETS AND DEFERRED CHARGES</u>									
741 Other Assets - Goodwill									
743 Other Assets									
Total Other Assets and Deferred Charges									
Total Assets							442	915	66
<u>CURRENT LIABILITIES</u>									
751 Notes Payable									
752 Traffic Balances		< 90	117	92					
753 Audited Accounts and Wages Payable									
754 Miscellaneous Accounts Payable		< 1	178	37					
757 Unmatured Interest Accrued									
759 Accrued Accounts Payable									
760 Federal Income Taxes Accrued									
761 Other Taxes Accrued		< 1	735	98					
763 Other Current Liabilities									
Total Current Liabilities		< 93	632	27					
769 Amount Payable Affil. Co.		< 81	714	51					
Total Liabilities		< 174	746	78					
<u>OTHER LIABILITIES AND DEFERRED CREDITS</u>									
782 Other Liabilities									
784 Reserve for Depreciation		< 12	186	76					
Total Other Liabilities and Deferred Credits		< 12	186	76					
<u>Shareholders Equity</u>									
791 Capital Stock Issued		< 425	000	00					
795 Additional Paid in Capital - Goodwill									
795 Additional Paid in Capital		< 30	745	00					
<u>RETAINED INCOME</u>									
798 Retained Income - Unappropriated		149	762	88					
Total Liabilities							< 442	915	66



## HOLLIS &amp; EASTERN RAILROAD CO.

December 1979		
OPERATING REVENUE		
100	Freight	(112,087.30)
101	Passenger	
102	Rents of Buildings and Other Property	(890.00)
103	Miscellaneous	(18,094.73)
	Total Railway Operating Revenue	(131,072.03)
OPERATING EXPENSES		
200	Maintenance of Way and Structures	
201	Superintendence	4,394.32
202	Roadway Maintenance	31,053.21
203	Maintaining Structures	
204	Replacements-Road	
205	Equalization-Way and Structures	
206	Road Property Depreciation	4,502.88
207	Other Maintenance of Way Expenses	2,913.11
	Total Maintenance of Way and Structures	42,863.54
300	Maintenance of Equipment	
301	Locomotive Repairs	11,159.11
302	Car Repairs	
303	Other Equipment Repairs	25.00
304	Equipment Depreciation	8,222.70
305	Other Equipment Expenses	5,922.47
	Total Maintenance of Equipment	25,329.28
400	Traffic	
401	Traffic Expenses	2,944.07
	Total Traffic	2,944.07
500	Transportation - Rail Line	
501	Superintendence and Dispatching	4,122.26
502	Station Service	3,095.94
503	Train Employees	12,724.54
504	Train Fuel	5,295.33
505	Other Train Expenses	5,824.28
506	Loss and Damage	
507	Other Casualty Expenses	4,651.50
508	Other Rail Transportation Expenses	5,504.24
	Total Transportation-Rail Line	41,218.09
600	General	
601	Administration	17,895.17
602	Insurance	1,363.48
603	Other General Expenses	148.07
	Total General	19,407.30
	Total Railway Operating Expenses	131,762.28
	Net Revenue from Railway Operations	690.25
RAILWAY TAX ACCRUALS		
700	Taxes - Federal - Excise	
701	Taxes - Income	
702	Taxes - Franchise	
703	Taxes - Railroad Unemployment Insurance	
704	Taxes - Employee Retirement	
705	Taxes - State of	
	Total Railway Tax Accruals	14,988.92
800	Railway Operating Income	15,679.17
801	Rent of Freight Cars	19,537.79
802	Rent for Locomotives	
803	Rent for Work Equipment	3,718.56
	Total Rents Payable	23,256.35
	Net Railway Operating Income	38,935.52
OTHER INCOME		
900	Miscellaneous Rent Income	(1,483.19)
901	Miscellaneous Income	
	Total Other Income	(1,483.19)
	Total Income	37,452.33
MISCELLANEOUS DEDUCTIONS FROM INCOME		
1000	Miscellaneous Tax Accruals	
1001	Miscellaneous Income Taxes	
	Total Miscellaneous Deductions	
	Available for Fixed Charges	
	Available for	39,515.84
		39,515.84
		76,968.17

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## 101. IDENTITY OF RESPONDENT

1. Give the exact name<sup>a</sup> by which the respondent was known in law at the close of the year.

**Hollis & Eastern Railroad Company**

2. State whether or not the respondent made an annual report to the Interstate Commerce Commission for the preceding year, or for any part thereof. If so, in what name was such report made? **Hollis & Eastern Railroad Company**

3. If any change was made in the name of the respondent during the year, state all such changes and the dates on which they were made.  
**No Change**

4. Give the location (including street and number) of the main business office of the respondent at the close of the year.

**Rt. 62 West, Duke, Oklahoma, 73532**

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	O. M. Montgomery, P.O. Box 750, Dallas, Tx. 75221
2	Vice president	Don L. Strange, P.O. Box C, Duke, Ok. 73532
3	Secretary	C. D. Onan, P.O. Box C, Duke, Ok. 73532
4	Treasurer & Sr. Vice-Pres.	J. O. Cain, P.O. Box 750, Dallas, Tx. 75221
5	Controller or auditor	
6	Attorney or general counsel	
7	General manager	C. D. Onan, SAA
8	General superintendent	
9	General freight agent	
10	General passenger agent	
11	General land agent	
12	Chief engineer	
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)
14	Phil Simpson, Chairman	P.O. Box 750, Dallas, Tx. 75221	Aug. 15, 1980
15	W. T. Green	Duke, Oklahoma	" " "
16	W. H. Oldroyd	" "	" " "
17	Charles Onan	" "	" " "
18	W. R. Petty	Dallas, Texas	" " "
19	D. L. Strange	Duke, Oklahoma	" " "
20	O. M. Montgomery	Dallas, Texas	" " "
21	J. O. Cain	" "	" " "
22	D. L. Cook	" "	" " "
23			

7. Give the date of incorporation of the respondent **10-15-58** 8. State the character of motive power used **Diesel-Electric**

9. Class of switching and terminal company **N/A**

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.  
**Oklahoma charter obtained under provisions of Title 6, Oklahoma statutes annotated Section I (not in bankruptcy).**

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.  
**The Republic Gypsum Company has the right to name any portion of the Board of Directors.**

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.  
**Respondent was incorporated Oct. 15, 1958 under the Laws of the State of Oklahoma, during Feb. 15, 1959.**

<sup>a</sup>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.

(Continued on Page 7)



## 107. STOCKHOLDERS

Give the names of the 30 security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information in schedule No. 70S, the names and addresses of the 30 largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such 30 security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED				
			Number of votes to which security holder was entitled	Stocks			Other securities with voting power
				Common	Second	First	
			(c)	(d)	(e)	(f)	(g)
	(formerly Republic Housing) <sup>(b)</sup>						
1	Republic Gypsum Co.	Dallas, Texas	41844	41844			
2	Farmers Union Coop	Duke, Oklahoma	50	50			
3	Hugh Cotner Agency	Altus, Oklahoma	25	25			
4	B. E. Darby	Duke, Oklahoma	25	25			
5	W. T. Green	Duke, Oklahoma	20	20			
6	Harmon County Coop	Hollis, Oklahoma	20	20			
7	Hollis Cotton Oil Mill	Hollis, Okla.	20	20			
8	Harry W. Pitzer	Gould, Oklahoma	20	20			
9	Mona Hurne	Altus, Oklahoma	13	13			
10	Darby's Mercantile	Duke, Oklahoma	12	12			
11	Synthia Thomas	Altus, Oklahoma	12	12			
12	R. E. Alexander	Duke, Oklahoma	10	10			
13	E. I. Anderson	Duke, Oklahoma	10	10			
14	H. S. Beanland	Gould, Oklahoma	10	10			
15	M. H. Carrell	Gould, Oklahoma	10	10			
16	Emory Crow, Jr.	Gould, Oklahoma	10	10			
17	J. T. Cunningham	Hollis, Oklahoma	10	10			
18	Dixon Kerchoff	Hollis, Oklahoma	10	10			
19	W. P. Graves	Hollis, Oklahoma	10	10			
20	Flauzy Guest	Hollis, Oklahoma	10	10			
21	Hall Motor Co.	Hollis, Oklahoma	10	10			
22	Home Lumber Co.	Hollis, Oklahoma	10	10			
23	W. Long	Hollis, Oklahoma	10	10			
24	Ed Master	Hollis, Oklahoma	10	10			
25	Ralph W. Mitchell	Duke, Oklahoma	10	10			
26	R. S. Moran	Hollis, Oklahoma	10	10			
27	Garland Motley	Hollis, Oklahoma	10	10			
28	Carl Putnam	Hollis, Oklahoma	10	10			
29	F. E. Motley	Hollis, Oklahoma	10	10			
30	M. L. Roberson	Duke, Oklahoma	10	10			

Footnotes and Remarks

## STOCKHOLDERS REPORTS

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

Check appropriate box:

☒ Two copies are attached to this report.☐ Two copies will be submitted

(date)

☐ No annual report to stockholders is prepared.

## 100. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

1. Accumulated deferred income tax charges related to current assets should be included in item 6, prepayments, while those related to non-current assets should be included in item 13, Other Deferred Debits.

2. Item 10, Special Funds and Other Investments and Advances, should be shown *net* of allowances and adjustments.

3. Amounts reported on line 12, Other Assets, should be shown net of depreciation and amortization.

Line No.	Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	CURRENT ASSETS	\$	\$
1	Cash	48,124	5,813
2	Temporary Cash Investments		
3	Special Deposits		
4	Accounts Receivable		
5	Less: Allowance for Uncollectible Accounts	34,662	35,709
6	Prepayments (and working funds)		
7	Materials and Supplies	12,652	
8	Other Current Assets	95,438	41,522
9	Total Current Assets		
	OTHER ASSETS		
10	Special Funds and Other Investments and Advances	-0-	-0-
11	Other Assets		
12	Other Deferred Debits		
13	Total Other Assets	-0-	-0-
	ROAD AND EQUIPMENT		
14	Road and Equipment Property	439,183	418,283
15	Accumulated Depreciation and Amortization	41,705	28,980
16	Net Road and Equipment	397,478	389,303
17	Total Assets	492,916	430,825
	CURRENT LIABILITIES		
18	Loans and Notes Payable	-0-	-0-
19	Accounts Payable	90,118	51,626
20	Interest and Dividends Payable	-0-	-0-
21	Taxes Accrued	2,914	570
22	Other Current Liabilities		
23	Equipment Obligations and Other Long-term Debt Due Within One Year		
24	Total Current Liabilities	93,032	52,196
	NON CURRENT LIABILITIES		
25	Funded Debt Unmatured		
26	Equipment Obligations		
27	Capitalized Lease Obligations		
28	Accumulated Deferred Income Tax Credits		
29	Other Long-term Liabilities and Deferred Credits	93,902	390,303
30	Total Non current Liabilities	93,902	390,303



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

Line No.	Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	SHAREHOLDERS' EQUITY	\$	\$
	Capital Stock:		
31	Common	425,000	75,000
32	Preferred		
33	Discount on Capital Stock		
34	Additional Capital	30,745	30,745
	Retained Earnings:		
35	Appropriated		
36	Unappropriated	(149,763)	(117,419)
37	Net Unrealized Loss on Noncurrent Marketable Equity Securities		
38	Less: Treasury Stock		
39	Net Shareholders' Equity	305,982	(11,674)
40	Total Liabilities and Shareholders' Equity	492,916	430,825



## 200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES

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

1. Amount (estimated, if necessary) of net income or retained income which has to be provided for capital expenditures, and for sinking and other funds pursuant to provisions of reorganization plans, mortgages, deeds of trust, or other contracts \$ -0-

2. Estimated amount of future earnings which can be realized before paying Federal income taxes because of unused and available net operating loss carryover on January 1 of the year following that for which the report is made \$ -0-

3. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year: NONE

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

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

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

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

Date of trust agreement or latest amendment N/A

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

(d) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement N/A

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

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

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

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

210. RESULTS OF OPERATIONS

INSTRUCTIONS

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

(Continued from Page 2...)

approximately 34 miles of railroad between Hollis and Altus, Oklahoma were acquired by purchase from the MKT Railroad Company. Purchase price was raised by sale of Capital Stock. Operations were commenced May 1959 and in 1975 approximately 20 miles from Hollis to Duke, Oklahoma were abandoned.



## 210. RESULTS OF OPERATIONS

Line No.	Item (a)	Amount for Current Year (b)
	ORDINARY ITEMS	\$
	OPERATING INCOME	
	Railway Operating Income	112,087
1	Freight	
2	Passenger	18,985
3	Other	131,072
4	Railway Operating Revenues	170,007
5	Railway Operating Expenses	(38,935)
6	*Net Revenue from Railway Operations	
	OTHER INCOME	
7	Dividend income	
8	Interest income	1,483
9	Other income; Other	
	Income from affiliated companies:	
10	Dividends	
11	Equity in undistributed earnings (losses)	1,483
12	Total other income (Lines 7-11)	(37,452)
13	Total income (Lines 6, 12)	
	OTHER DEDUCTIONS	
14	Miscellaneous deductions from income	39,516
15	Fixed charges	(76,968)
16	Income after miscellaneous deductions and fixed charges	
	UNUSUAL OR INFREQUENT ITEMS	
17	Unusual or infrequent items (debit) credit	-0-
18	Income (loss) from continuing operations (before income taxes) (i. e. 16 less Line 17)	(76,968)
	PROVISIONS FOR INCOME TAXES	
	Income taxes on ordinary income:	
19	Federal income taxes	
20	State income taxes	
21	Other income taxes	
22	Provisions for deferring income taxes	(76,968)
23	Income before extraordinary items (Line 18 less Lines 19-22)	
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES	
24	Extraordinary items (net)	
25	Income taxes on extraordinary items	
26	Provisions for deferred taxes - Extraordinary items	
27	Total extraordinary items (Lines 24-26)	
28	Cumulative effect of changes in accounting principles	
29	(Less applicable income taxes of \$ )	(76,968)
30	Net income	



## 210. RESULTS OF OPERATIONS—Continued

Line No.	Item (a)	Amount for Current Year (b)
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)		
31	Net revenues from railway operations	(38,935)
32	Income taxes on ordinary income	-0-
33	Provisions for deferred income taxes	-0-
34	Income from Lease of Road and Equipment	-0-
35	Rent for leased Roads and Equipment	-0-
36	Net Railway Operating Income	(38,935)
37	Revenue freight - Ton-miles	-0-

## APPENDIX A

## SCHEDULE 210A. SUPPLEMENTAL INFORMATION FOR SWITCHING AND TERMINAL COMPANIES

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

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

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

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

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

THIS PAGE N/A TO HOLLIS & EASTERN RAILROAD COMPANY



## 330. ROAD AND EQUIPMENT PROPERTY

1. Give particulars of changes during the year in Road and Equipment property, and Improvements on leased property.
2. Gross charges during the year should include disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, extensions of old lines, and for additions and betterments. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in columns (c) and (d), as may be appropriate, depending on the nature of the item. Adjustments in excess of \$100,000 should be explained.
3. Report on line 32 amounts not includable in the primary road accounts.

Line No.	ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
1 (1)	Engineering	9,031			9,031	
2 (2)	Land for transportation purposes					
3 (3)	Other right-of-way expenditures					
4 (4)	Grading	28,667			28,667	
5 (5)	Tunnels and subways					
6 (6)	Bridges, trestles, and culverts	76,615			76,615	17,448
7 (7)	Elevated structures					
8 (8)	Ties	50,557	5,384	33	55,908	
9 (9)	Rails	6,207			6,207	
10 (10)	Other track material	22,645			22,645	
11 (11)	Ballast	21,215			21,215	
12 (12)	Track laying and surfacing	148,878			148,878	
13 (13)	Fences, snowsheds, and signs					
14 (16)	Station and office buildings					
15 (17)	Roadway buildings					
16 (18)	Water stations					
17 (19)	Fuel stations					
18 (20)	Shops and enginehouses	2,931			2,931	
19 (22)	Storage warehouses					
20 (23)	Wharves and docks					
21 (24)	Coal and ore wharves					
22 (25)	TOFC/COFC terminals					
23 (26)	Communication systems					
24 (27)	Signals and interlockers					
25 (29)	Power plants					
26 (31)	Power-transmission systems					
27 (35)	Miscellaneous structures					
28 (37)	Roadway machines	8,660			8,660	7,209
29 (39)	Public improvements - Construction					
30 (44)	Shop machinery					
31 (45)	Power-plant machinery					
32	Other (specify and explain)					
33	Total Expenditures for Road	375,406	5,384	33	380,757	24,657
34 (52)	Locomotives	42,877	10,933		53,810	17,048
35 (53)	Freight-train cars					
36 (54)	Passenger-train cars					
37 (55)	Highway revenue equipment					
38 (56)	Floating equipment					
39 (57)	Work equipment	-0-			-0-	
40 (58)	Miscellaneous equipment	42,877	10,933	-0-	53,810	17,048
41	Total Expenditures for Equipment					



## 330. ROAD AND EQUIPMENT PROPERTY—Continued

Line No.	ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
42 (76)	Interest during construction					
43 (77)	Other expenditures - General					
44	Total General Expenditures	-0-	-0-	-0-	-0-	-0-
45	Total	418,283	16,317	33	434,567	41,705
46 (80)	Other elements of investments					
47 (90)	Construction work in progress	-0-	4,616		4,616	-0-
48	Grand Total	418,283	20, 3	33	439,183	41,705

## 705. IMPORTANT CHANGES DURING THE YEAR

Hereunder state the following matters, numbering the statements in accordance with the inquiries, and if no changes of the character below indicated occurred during the year, state that fact. Changes in mileage should be stated to the nearest hundredth of a mile. If any changes reportable in this schedule occurred under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (18) to (22) of section I of the Interstate Commerce Act or otherwise, specific reference to such authority should in each case be made by docket number or otherwise, as may be appropriate.

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

1. NONE
2. NONE
3. NONE
4. NONE
5. NONE
6. 35,000 shares issued Nov. 27, 1979. See attachments #1, #2, and #3 which will completely explain this transaction.
7. NONE
8. NONE
9. NONE
10. Construction in progress shows a balance of \$4,616.00 which is for Legal Fees regarding the probable purchase of the MKT Rail Yard after the MKT receives approval to abandon same.
11. NONE

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

Miles of road constructed

Miles of road abandoned

The item "Miles of road constructed" is intended to show the mileage of first main track laid to extend respondent's road, and should not include tracks relocated and tracks laid to shorten the distance between two points, without serving any new territory.



## 710. INVENTORY OF EQUIPMENT

## INSTRUCTIONS

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.
2. In column (c) give the number of units of equipment purchased, built in company shops, or otherwise acquired.
3. Units leased to others for a period of one year or more are reportable in column (i); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (e); units rented from others for a period less than one year should not be included in column (f). Units installed during the year and subsequently leased to others for a year or more should be shown as added in column (c), as retired in column (d), and included in column (i).
4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.
5. A "self-propelled car" is a rail motor car propelled by electric motors receiving power from third rail or overhead, or internal combustion engines located on the car itself. Trailers equipped for use only in trains of cars that are self-propelled are to be included as self-propelled equipment.
6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other self-powered unit" includes all units other than diesel or electric, e.g., steam, gas turbine. Show the type of unit, service and number, as appropriate, in a brief description sufficient for positive identification. An "Auxiliary unit" includes all units used in conjunction with locomotives but which draw their power from the "mother" unit, e.g., boosters, slugs, etc.
7. Column (h) should show aggregate capacity for all units reported in column (g), as follows: For locomotive units, report the manufacturers' rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for motive purposes); or tractive effort of steam locomotive units; for freight-train cars report the nominal capacity (in tons of 2,000 lbs.) as provided for in Rule 86 of the AAR Code of Rules Governing Cars in Interchange. Convert the capacity of tank cars to capacity in tons of the commodity which the car is intended to carry customarily.

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

Line No.	Item  (a)	Units in service of respondent at begin-ning of year (b)	Units installed during year (c)	Number retired during year (d)	Units at close of year				
					Owned and used (e)	Leased from others (f)	Total in service of respondent (e + f) (g)	Aggregate capacity of units reported in col. (g) (h)	Leased to others (i)
LOCOMOTIVE UNITS									
1	Diesel-Freight A units							(h.p.)	
2	Diesel-Freight B units								
3	Diesel-Passenger A units								
4	Diesel-Passenger B units	1	0	0	1	0	1	600	0
5	Diesel-Multiple purpose A units								
6	Diesel-Multiple purpose B units								
7	Diesel-Switching A units								
8	Diesel-Switching B units	1	0	0	1	0	1	xxxxxxx	0
9	Total (lines 1-8)								
10	Electric-Locomotives								
11	Other self-powered units							xxxxxxx	
12	Total (lines 9, 10 and 11)								
13	Auxiliary units	1	0	0	1	0	1	xxxxxxx	0
14	Total Locomotive Units (lines 12 and 13)								

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

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



## 720. TRACKS

- (1) Show, by State, total mileage of tracks owned and operated by respondent Oklahoma - 16.31 miles
- (2) Show, by State, mileage of tracks owned but not operated by respondent: First main track, NONE  
 second and additional main tracks, NONE, industrial tracks, NONE  
 yard track and sidings, NONE; total, all tracks, NONE (1)
- (3) Road is completed from (Line Haul Railways only)\* Altus, Ok. to Duke, Ok. Total distance, 14.45 miles.
- (4) Road located at (Switching and Terminal Companies only)\* N/A
- (5) Gauge of track 4 ft 8½ in.
- (6) Weight of rail 65 lb. per yard.
- (7) Kind and number per mile of crossties Creosoted - 2781 Average
- (8) State number of miles electrified: First main track, NONE; second and additional main tracks, NONE  
 passing tracks, cross-overs, and turn-outs, NONE; way switching tracks, NONE yard switching tracks, NONE
- (9) Ties applied in replacement during year: Number of crossties, 620; average cost per tie, \$ 9.10; number of feet (B.M.) of switch and bridge ties, 1050 Feet; average cost per M feet (B.M.), \$ 3,436.59
- (10) Rail applied in replacement during year: Tons (2,000 pounds), 6; Weight per ~~xxx~~ 65 yard, average cost per ton, \$ 39.39

\*Insert names of places.

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