

RC-134500

KANSAS CITY SOUTHERN

1981

1/3

26 134500
01

ORIGINAL

R-1

CLASS I RAILROADS
APPROVED BY GAO
B-180230 (R0470)
EXPIRES 3-31-83

annual report

RECEIVED
APR 12 1982

ICC - P.O. 2040

	RC000352 Kansas City 1 0 1 134500 KANSAS CITY SOUTHERN RY. CO. AND CONTROLLED COMPANIES 114 WEST 11TH ST. KANSAS CITY MO 64105
Correct name and address if different than shown.	Full name and address of reporting carrier. (Use mailing label on original, copy in full on duplicate.)

to the



Interstate Commerce Commission

FOR THE YEAR ENDED DECEMBER 31, 1981

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, P.O. Box 2040, Rockville Pike Station, Rockville, MD. 20852, by March 31, of the year following that for which the report is made. One copy should be retained in respondent's files. Attention is specially directed to the following provisions of Part I of the Interstate Commerce Act:

(49 U.S.C. 11145) 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.

(11145) 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.

(11144) 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 this 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 * * * fine and imprisonment: * * *

(11901) 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.

(11141) 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 B, page 2.

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 parenthesis.

6. Money items, except averages, throughout the annual report form should be shown in thousands of dollars adjusted to accord with footings. Totals for amounts reported in subsidiary accounts included in supporting schedules must be in agreement with related primary accounts. For purposes of rounding, amounts of \$500 but less than \$1,000 should be raised to the nearest thousand dollars, and amounts of less than \$500 should be lowered.

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 R-4.

Operating companies 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 \$50,000,000, or more. For this class, Annual Report Form R-1 is provided.

Class II companies are those having annual operating revenues less than \$50,000,000 but in excess of \$10,000,000. For this class, Annual Report Form R-2 is provided.

Class III companies are those having annual operating revenues of \$10,000,000, or less. For this class, Annual Report Form R-3 is provided.

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

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 of Accounts for Railroad Companies means the system of accounts in Part 1201 of Title 49, Code of Federal Regulations, as amended.

Road Initials:

Year 1981

ANNUAL REPORT

OF

THE KANSAS CITY SOUTHERN RAILWAY AND CONTROLLED COMPANIES

THE KANSAS CITY SOUTHERN RAILWAY COMPANY
THE MAYWOOD AND SUGAR CREEK RAILWAY COMPANY
LOUISIANA & ARKANSAS RAILWAY COMPANY
THE ARKANSAS WESTERN RAILWAY COMPANY
FORT SMITH AND VAN BUREN RAILWAY COMPANY
CARLAND, INC.

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1981

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

(Name) T. A. Giltner (Title) Vice President and Comptroller

(Telephone number) 816 556-0303
(Area code) (Telephone number)

(Office address) 114 West 11th Street Kansas city, Missouri 64105
(Street and number, city, State, and ZIP code)

SPECIAL NOTICE

The attention of the respondent is directed below to certain particulars, if any, in which this report form differs from the corresponding form for the preceding year. It should be understood that mention is not made of necessary substitutions of dates or, in general, such other things as simple modifications intended to make requirements clearer, other minor adjustments, and typographical corrections.

Revisions to this report resulted from the following Commission's decisions copies of which were served on all railroads:

Docket

Title

Decision Date

ESTIMATE OF REPORTING BURDEN

In order to monitor carrier reporting burden and to satisfy OMB requirements pursuant to Public Law 96-511, it is requested that you voluntarily furnish your best estimate of the number of hours required to complete this report.

In making this estimate, please include the number of hours attributable to preparing the report and for any special compilations contained in this report that would not generally be maintained or used by management for purposes other than reporting to this Commission.

Total hours (Estimated) 475

TABLE OF CONTENTS

SCHEDULE NO.	PAGE	SCHEDULE NO.	PAGE
Schedules Omitted by Respondent	A	Supporting Schedule: Equipment	415
Identity of Respondent	B	Specialized Service Subschedule - Transportation	417
Voting Powers and Elections	C	Remunerations from National Railroad Passenger Corporation	419
Comparative Statement of Financial Position	200	Miscellaneous Rent Income	430
Comparative Results of Operations	210	Miscellaneous Rents (Expense)	440
Retained Earnings - Unappropriated	220	Separately Operated Properties - Profit or Loss	445
Retained Earnings - Appropriated	221	Analysis of Federal Income Taxes	450
Transfers from Government Authorities	225	Railway Tax Accruals	451
Capital Stock	230	Items in Selected Income and Retained Earnings Accounts for the Year	460
Statement of Changes in Financial Position	240	Contingent Assets and Liabilities	500
Changes in Working Capital	241	Guaranties and Suretyships	501
Working Capital Information	245	Compensating Balances and Short-Term Borrowing Arrangements	502
Items in Selected Current Asset Accounts	300	Holdings	510
Investments and Advances Affiliated Companies	310	Mileage Operated at Close of Year	700
Investments in Common Stocks of Affiliated Companies	310A	Mileage Owned but not Operated by Respondent at Close of Year	701
Special Funds and Other Investments	315	Miles of Road at Close of Year - By States and Territories (Single Track) (For Other Than Switching and Terminal Companies)	702
Securities, Advances, and Other Intangibles Owned or Controlled Through Nonreporting Subsidiaries	319	Changes During the Year	705
Property Used in Other Than Carrier Operations	325	Inventory of Equipment	710
Other Assets and Other Deferred Debits	329	Unit Cost of Equipment Installed During Year	710S
Road and Equipment Property Owned	330	Highway Motor Vehicle Operations	715
Improvements on Leased Property	330A	Highway Motor Vehicle Enterprises in Which the Respondent had a Direct or Indirect Financial Interest During the Year	716
Depreciation Base and Rates-Road and Equipment Owned and Used and Leased from Others	332	Track and Traffic Conditions	720
Accumulated Depreciation-Road and Equipment Owned and Used	335	Ties Laid in Replacement	721
Accrued Liability-Leased Property	339	Ties Laid in Additional Tracks and in New Lines and Extensions	722
Depreciation Base and Rates-Improvements to Road Equipment Leased from Others	340	Rails Laid in Replacement	723
Accumulated Depreciation-Improvements to Road and Equipment Leased from Others	342	Rails Laid in Additional Tracks and in New Lines and Extensions	724
Depreciation Base and Rates-Road and Equipment Leased to Others	350	Weight of Rail	725
Accumulated Depreciation-Road and Equipment Leased to Others	351	Summary of Track Maintenance	726
Investment in Railroad Property Used in Transportation Service (By Company)	352A	Ten-Year Summary of Track Maintenance	727
Investment in Railway Property Used in Transportation Service (By Property Accounts)	352B	Deferred Maintenance - Tracks	728
Other Elements of Investment	355	Consumption of Fuel by Motive-Power Units	750
Capitalized Capital Leases	361	Railroad Operating Statistics	755
Operating Leases	363	Grade Crossings-A-Railroad With Railroad	760
Lessee Disclosure	364	B-Railroad With Highway	760
Items in Selected Current Liability Accounts	370	Grade Separations	761
Other Long-Term Liabilities and Other Deferred Credits	379	Contracts, Agreements, Etc.	800
Railway Operating Expenses	410	Competitive Bidding - Clayton Antitrust Act	850
Way and Structures	412	Compensation of Officers, Directors, Etc.	900
Rent for Leased Roads and Equipment	413	Verification	129
Rents for Interchanged Freight Train Cars and Other Freight Carrying Equipment	414	Memoranda	130

THIS PAGE

LEFT BLANK

INTENTIONALLY

The following schedules have been removed from this copy in accordance with their elimination for the reporting year 1981.

Sch. 300, p.19	Items in Selected Current Asset Accounts.
Sch. 315, P. 27 & 28	Special Funds and Other Investments
Sch. 319, p. 29 & 30	Securities, Advances, and Other Intangibles Owned or Controlled through Non-reporting Subsidiaries
Sch. 325, p. 31 & 32	Property used in Other than Carrier Operations
Sch. 329, p. 33	Other Assets and Deferred Debits
Sch. 355, p. 48	Other Elements of Investment
Sch. 370, p. 54	Items in Selected Current Liability Accounts
Sch. 379, p. 55	Other Long-Term Liabilities and Other Deferred Credits
Sch. 413, p. 64	Rent for Leased Roads and Equipment
Sch. 430, p. 75	Miscellaneous Rent Income
Sch. 440, p. 76	Miscellaneous Rents (Expense)
Sch. 445, p. 77	Seperately Operated Properties - Profit or Loss
Sch. 760A, p. 123	Grade Crossings-A-Railroad with Railroad
Sch. 760B, p. 124	Grade Crossings-B-Railroad with Highway
Sch. 761, p. 125	Grade Separations-Highway-Railroad
Sch. 900, p. 128	Compensation of Officers, Directors, Etc.

Also, care was taken so that corresponding pages of schedules are facing each other.

A. SCHEDULES OMITTED BY RESPONDENT

1. The respondent, at its option, may omit pages from this report provided there is nothing to report or the schedules are not applicable.

2. Show below the pages excluded and indicate the schedule number and title in the space provided below.

3. If no schedules were omitted indicate "NONE".

Page	Schedule No.	Title
41	339	Accrued Liability - Leased Property
44	350	Depreciation Base and Rates - Road and Equipment Leased to Others.
45	351	Accumulated Depreciation - Road and Equipment Leased to Others.
70		
to	419	Remunerations from National Railroad Passenger Corporation.
74		
92	701	Mileage Owned but not Operated By Respondent at Close of year.
114	728	Deferred Maintenance - Tracks.
127	850	Competitive Bidding - Clayton Antitrust Act.

B. IDENTITY OF RESPONDENT

Answers to the questions asked should be made in full, without reference to data returned on the corresponding page of previous reports. In case any *changes* of the nature referred to under inquiry 4 on this page have taken place during the year covered by this report, they *should be explained in detail*.

1. Give in full the exact name of the respondent. Use the words "The" and "Company" only when they are parts of the corporate name. Be careful to distinguish between *railroad* and *railway*. The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification." If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other possession began. If a partnership, give date of formation and also names in full of present partners.

3. State the occasion for the reorganization, whether by reason of foreclosure of mortgage or otherwise, according to the fact. Give date of organization of original corporation and refer to laws under which organized.

1. Exact name of common carrier making this report THE KANSAS CITY SOUTHERN RAILWAY COMPANY

2. Date of incorporation March 19, 1900

3. Under laws of what Government, State, or Territory organized? If more than one, name all. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees

State of Missouri

Article II Chapter XII Revised Statutes of Missouri 1899

4. If the respondent was reorganized during the year, involved in a consolidation or merger, or conducted its business under a different name, give full particulars.

No Change during 1981

STOCKHOLDERS REPORTS

5. 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. SEC Form 10K used as Stockholders Report.

☐ Two copies will be submitted _____
(date)

☐ No annual report to stockholders is prepared.

C. VOTING POWERS AND ELECTIONS

No

1. State the par value of each share of stock: Common, \$ Par per share; first preferred, \$ 50 per share; second preferred, \$ None per share; debenture stock, \$ None per share.

2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote Yes

3. Are voting rights proportional to holdings? Yes If not, state in a footnote the relation between holdings and corresponding voting rights.

4. Are voting rights attached to any securities other than stock? No If so, name in a footnote each security, other than stock to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.

5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.

6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing April 3, 1981 for purpose of holding annual stockholders meeting

7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 1,439,198 votes, as of December 31, 1981 (Date)

8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. 95 stockholders.

9. Give the names of the thirty 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 the names and addresses of the thirty 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 thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED		
				Stocks		
				Common	PREFERRED	
	(a)	(b)	(c)	(d)	Second (e)	First (f)
1	KC Southern Industries INC.	114 W 11th, K.C.MO.	1,386,063	984,958		401,105
2	Louisiana & Arkansas Ry.Co.	114 W 11th, K.C.MO.	42,759	31,728	None	11,031
3	Cede & Co.	Box 20, N.Y., N.Y.	4,078	52		4,026
4	F. J. Laird	905 Hmgbd, W ChstrPA	1,069	1,069		
5	The KC Southern Ry. Co.	114 W 11th, K.C.MO.	956	916		40
6	P. P. Ashley	4400 Stle 1st BK,WA.	856			856
7	Honigman Bros.Chemical Bk.	N.Y., N.Y.	400	400		
8	Phyllis Dunn	15 Cliff, Swampscott,MA	300			300
9	John Dunn	Box 190, Lansing,KS	200			200
10	A C Oberwortmann-	1920 S Cen, Ft. LdrDale, FL.	200			200
11	W T Carpenter - Cust.	Oldfld Rd-Huntqton-NY	200	200		
12	P E RAPP	1314 Pinewd,Villanova, PA.	175			175
13	K. Laughlin	ManorApt.Hot Spq.AR.	150			150
14	C. H. Hoffman	4024 N Ks, K.C.MO.	145			145
15	E. L. Illfelder	Bx 186, N.Y.,N.Y.	100	100		
16	A. Jacobs	150 E.69, N.Y.,N.Y.	100	100		
17	H. L. Comer	4014 E. Rancho Phoenix,AR	100			100
18	R. Dunn	87 FullerSwampscott,MA.	100			100
19	W. F. Lawson	Bx 1505,Bradenton, FL.	100			100
20	D. M. Pelsma	305 Carthage, St.L. MO.	100			100
21	E. L. Petinot	111 Brdwy, N.Y.,N.Y.	100			100
22	Tolmak, Inc.	114 W.11th, K.C.MO.	100	100		
23	E. A. Early	3547 N. Wllmte, Ptind, ORE.	100			100
24	Liberty RegisCo/OkCv - Bx	25848 OKla City, OK.	100			100
25	Antonio Sfezrazza	20 EschgPl., NY.N.Y.	86			86
26	W. B. Gardner	769 4th Ave.Troy,N.Y.	80			80
27	Ruth Frank	4 Fuller,Brookline,MA.	50			50
28	A. C. Flashman	70 Globe St.Taunton,MA.	50			50
29	E. Galetovich	123 JustoLn. NewOlms,LA.	50			50
30	E. Holmes	610 PoydrasSt,NewOlms,LA.	50			50

C. VOTING POWERS AND ELECTIONS - Continued

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 1,428,922
votes cast.
11. Give the date of such meeting. May 12, 1981
12. Give the place of such meeting. Kansas City, Missouri

NOTES AND REMARKS

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Asset</u>		
1	701	Cash	\$ (1,831)	\$ 520
2	702	Temporary Cash Investments	18,197	11,231
3	703	Special Deposits	30	32
		Accounts Receivable		
4	705	- Interline and Other Balances	2,568	1,937
5	706	- Customers	15,162	13,397
6	707, 704	- Other	5,029	4,124
7	709, 708	- Accrued Accounts Receivables	18,744	21,556
8	708.5	- Receivables from Affiliated Companies	214	128
9	709.5	- Less: Allowance for Uncollectible Accounts	(1,014)	(744)
10	710, 711, 714	Working funds prepayments deferred income tax debits	1,513	1,669
11	712	Materials and Supplies	22,655	25,744
12	713	Other Current Assets	125	341
13		Total Current Assets	81,392	79,935
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances	200	181
15	721, 721.5	Investments and Advances: Affiliated Companies (Sch. 310)	22,013	18,102
16	737, 738	Property used in other than Carrier Operations (less depreciation \$ 789).	4,752	4,871
17	739, 741	Other Assets	376	509
18	743, 744	Other Deferred Debits	6,858	7,441
19		Total Other Assets	34,199	31,104
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	188,837	173,048
21		Equipment	275,431	253,326
22		Unallocated Items	24,807	21,775
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(125,877)	(114,129)
24		Net road and Equipment	363,198	334,020
25		Total Assets	478,789	445,059

NOTES AND REMARKS

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

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Liabilities</u>	\$	\$
26	751	Loans and Notes Payable		
27	752	Accounts Payable: Interline and Other Balances	1,308	1,940
28	753, 754	Other Accounts Payable	15,480	13,672
29	755, 756	Interest and Dividends Payable	3,202	3,254
30	757	Payables to Affiliated Companies	200	200
31	759	Accrued accounts Payable	30,417	26,360
32	760, 761, 761.5, 762	Taxes Accrued	4,512	6,031
33	763	Other Current Liabilities	12,220	16,424
34	764	Equipment obligations and other long-term debt due within one year	19,551	15,671
35		Total Current Liabilities	86,890	83,552
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured	38,869	37,197
37	766	Equipment obligations	100,117	88,121
38	766.5	Capitalized Lease Obligations	19,609	23,766
39	768	Debt in default		
40	769	Accounts payable: Affiliated Companies	996	747
41	770.1, 770.2	Unamortized debt premium	27	36
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	48,198	40,622
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits	10,886	13,671
46		Total Noncurrent Liabilities	218,702	204,160
		<u>Shareholders' Equity</u>		
47	791, 792	Capital Stock: (Sch. 230)	57,010	57,010
48		Common Stock	36,010	36,010
49		Preferred Stock	21,000	21,000
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)	5,049	5,049
		Retained Earnings:		
52	797	Appropriated (221)	600	600
53	798	Unappropriated (220)	112,239	96,389
54	798.1	Net Unrealized loss on noncurrent marketable equity securities	(1,701)	(1,701)
55	798.5	Less Treasury Stock		
56		Net Stockholders Equity	173,197	157,347
57		Total Liabilities and Shareholders Equity	478,789	445,059

NOTES AND REMARKS

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 statements

explaining (1) service interruption insurance policies and indicating 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. (Dollars in thousands).

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 \$ 600

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

3. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year: In 1980 the company implemented a qualified Profit Sharing Plan. The amount charged to income each year is the amount to be deposited under the plan.

(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund. Not Applicable

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

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

(ii) If funding is by trust agreement, list trustee(s) "

Date of trust agreement or latest amendment "

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

(d) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement Not Applicable

(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 Not Applicable

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

(ii) Are voting rights attached to any securities held by the pension plan? Specify. Yes No If yes, who determines how stock is voted? Not Applicable

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

5. (a) The amount of employers contribution to employee stock ownership plans for the current year was \$ None

(b) The amount of investment tax credit used to reduce current income tax expense resulting from contributions to qualified employee stock ownership plans for the current year was \$ 548.

6. Specify the total amount of business entertainment expenditures charged to the non-operating expense account \$

Continued on following page

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES (Concluded)

Marketable Equity Securities - to be completed by companies with \$10.0 million or more in gross operating revenues.

(a) Changes in Valuation Accounts

	Cost	Market	Dr. (Cr) to Income	Dr. (Cr) to Stockholders Equity
(Current Yr.) Current Portfolio _____				XXXXXX
as of / / Noncurrent Portfolio _____			XXXXXX	\$ _____
(Previous Yr.) Current Portfolio _____			XXXXXX	XXXXXX
as of / / Noncurrent Portfolio _____			XXXXXX	XXXXXX

(b) At / / , gross unrealized gains and losses pertaining to marketable equity securities were as follows:

	Gains	Losses
Current	\$ _____	\$ _____
Noncurrent	_____	_____

(c) A net unrealized gain (loss) of \$ _____ on the sale of marketable equity securities was included in net income for _____ (year). The cost of securities sold was based on the _____ (method) cost of all the shares of each security held at time of sale.

Significant net realized and net unrealized gains and losses arising after date of the financial statements but prior to their filing, applicable to marketable equity securities owned at balance sheet date shall be disclosed below:

NOTE: / / - date - Balance sheet date of the current year unless specified as previous year.

NOTES AND REMARKS

210. RESULTS OF OPERATIONS

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.

2. Report total operating expenses from Schedule 410 of this report. Any disparities in expense amounts shown in this schedule and expense amounts reported in Schedule 410 must be fully explained.

3. List dividends from investments accounted for under the

cost method on the appropriate line for Account No. 513, "Dividend income." List dividends accounted for by the equity method on the appropriate dividend line under the "Income from Affiliated Companies" subsection of this schedule.

4. All contra entries hereunder should be indicated in parenthesis.

5. Dollars in thousands.

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
	ORDINARY ITEMS				
	OPERATING INCOME				
	Railway Operating Income				
1	(101) Freight **	\$ 295,070	\$ 260,995	\$ 295,070	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching	10,681	9,541	10,681	
5	(105) Water Transfers				
6	(106) Demurrage	3,491	5,996	3,491	
7	(110) Incidents	886	626	886	
8	(121) Joint Facility-Credit				
9	(122) Joint Facility-Debit				
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	310,128	277,158	310,128	
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (Lines 10-12)	310,128	277,158	310,128	
14	(531) Railway operating expenses	274,709	244,320	274,709	
15	*Net revenue from railway operations	35,419	32,838	35,419	
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations	734	751		
17	(510) Miscellaneous rent income	11,545	7,040		
18	(512) Separately operated properties-Profit				
19	(513) Dividend Income	48	48		
20	(514) Interest income	3,105	1,709		
21	(516) Income from sinking and other funds	18	253		
22	(517) Release of premiums on funded debt	9	9		
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	1,472	1,548		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)	472	356		
27	Total other income (lines 16-26)	17,403	11,714		
28	Total income (lines 15, 27)	52,822	44,552		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations	413	366		
30	(535) Taxes on property used in other than carrier operations	8	5		
31	(543) Miscellaneous rent expense	260	313		
32	(544) Miscellaneous taxes				
33	(545) Separately operated properties-Loss				
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges	866	573		
37	(553) Uncollectible accounts	250	240		
38	Total miscellaneous deductions (lines 29-37)	1,797	1,497		
39	Income available for fixed charges (lines 28, 38)	51,025	43,055		

KANSAS CITY SOUTHERN LINES CONSOLIDATED

Road Initials: Year 19 81 10

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
FIXED CHARGES			
(546) Interest on funded debt:		\$	\$
40 (a) Fixed interest not in default		17,185	12,014
41 (b) Interest in default			
42 (547) Interest on unfunded debt		5	6
43 (548) Amortization of discount on funded debt		38	36
44 Total fixed charges (lines 40-43)		17,228	12,056
45 Income after fixed charges (lines 39, 44)		33,797	30,999
OTHER DEDUCTIONS			
(546) Interest on funded debt:			
46 (c) Contingent interest			
UNUSUAL OR INFREQUENT ITEMS			
47 (555) Unusual or infrequent items (debit) credit			
48 Income (loss) for continuing operations (before income taxes)		33,797	30,999
PROVISIONS FOR INCOME TAXES			
(556) Income taxes on ordinary income:			
49 Federal income taxes		(478)	4,324
50 State income taxes		13	1,200
51 Other income taxes		42	25
52 (557) Provision for deferred taxes		7,578	1,869
53 Income from continuing operations		26,642	23,581
DISCONTINUED OPERATIONS			
54 (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
55 (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			
56 Income before extraordinary items		26,642	23,581
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES			
57 (570) Extraordinary items (Net)			
58 (590) Income taxes on extraordinary items			
59 (591) Provision for deferred taxes - Extraordinary items			
60 Total extraordinary items (lines 57-59)			
61 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			
62 Net income		26,642	23,581
*Reconciliation of net railway operating income (NROI)			
63 Net revenues from railway operations		35,419	
64 (556) Income taxes on ordinary income		(423)	
65 (557) Provision for deferred income taxes		7,578	
66 Income from lease of road and equipment		93	
67 Rent for leased roads and equipment		232	
68 Net railway operating income		28,403	25,581
**Report hereunder the charges to the revenue accounts representing payments made to others for--			
69 Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$ 2,090			
(a) Of the amount reported for "Net revenue from railway operations", (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one): Actual (). Estimated ().			
70 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 \$ 4,620			
Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates):			
71 (a) Payments for transportation of persons		\$	
72 (b) Payments for transportation of freight shipments		\$	
NOTE.-Gross charges for protective us to perishable freight, without deduction for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal companies):			
73 Charges for service for the protection against heat		\$	8
74 Charges for service for the protection against cold		\$	2

220. RETAINED EARNINGS—UNAPPROPRIATED

1. Show hereunder the items of Retained Earnings 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.

4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 26, column (b), Schedule 210. The total of columns (b) and (c), lines 3 and 7, should agree with line 62, column (b), Schedule 210.

6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c). (Dollars in thousands)

Line No.	Item	Retained earnings—Unappropriated	Equity in undistributed earnings (losses) of affiliated companies
	(a)	(b)	(c)
1	Balances at beginning of year _____	\$ 96,885	\$ (496)
2	(601.5) Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3	(602) Credit balance transferred from income _____	26,170	472
4	(603) Appropriations released _____	600	
5	(606) Other credits to retained earnings _____		
6	Total _____	26,770	472
	DEBITS		
7	(612) Debit balance transferred from income _____		
8	(616) Other debits to retained earnings _____		
9	(620) Appropriations for sinking and other funds _____	600	
10	(621) Appropriations for other purposes _____		
11	(623) Dividends: Common stock _____	9,974	
12	Preferred stock ¹ _____	818	
13	Total _____	11,792	
14	Net increase (decrease) during year (Line 6 minus line 13) _____	15,378	472
15	Balances at close of year (Lines 1, 2 and 14) _____	112,263	(24)
16	Balance from line 15(c) _____	(24)	xxxxx
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	112,239	xxxxx
	FEDERAL INCOME TAX CONSEQUENCES		
18	Amount of assigned Federal income tax consequences: Account 606 _____		xxxxx
19	Account 616 _____		xxxxx

¹ If any dividends have not been declared on cumulative preferred stock give cumulative undeclared dividends at beginning of year and end of year.

221. RETAINED EARNINGS-APPROPRIATED

Give an analysis in the form called for below of account No. 797, "Retained earnings-Appropriated." (Dollars in thousands)

Line No.	Class of appropriation (a)	Credits during year (b)	Debits during year (c)	Balance at close of year (d)
		\$	\$	\$
1	Additions to property through retained earnings _____			
2	Funded debt retired through retained earnings _____			
3	Sinking funds _____	600	600	600
4	Miscellaneous funds _____			
5	Other appropriations (specify): _____			
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16	TOTAL	600	600	600

225. TRANSFERS FROM GOVERNMENT AUTHORITIES

This schedule should include particulars of all transfers from Federal, state or municipal authorities received during the year. The amount of transfer received shall be distributed among columns (c), (d), and (e) in accordance with General Instruction 1-15 of the Uniform System of Accounts for Railroad Companies. (Dollars in thousands)

Line No.	Description (a)	Amount (b)	Applied to current operations (c)	Deferred to future periods (d)	Applied to contributed capital (e)
	Source and description of transfers	\$	\$	\$	\$
1					
2					
3					
4					
5					
6					
7	Total received during year _____	None			
8	Cumulative total of Government transfers-beginning of year _____	None	XXXXX	XXXXX	XXXXX
9	Cumulative total of Government transfers-end of year _____	None	XXXXX	XXXXX	XXXXX

230. CAPITAL STOCK

PART I. CAPITAL STOCK

1. Disclose in column (a) the particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.
2. Present in column (b) the par or stated value of each issue. If none, so state.
3. Disclose in columns (c), (d), (e) and (f) the required information concerning the number of shares authorized, issued, in treasury and outstanding for the various issues.
4. For the purpose of this report, capital stock and other securities are considered to be nominally issued when certificates are signed and sealed and placed with the proper officer for

sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be actually issued when sold to a bona fide purchaser who holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding. If reacquired by or for the respondent, and not canceled or retired, they are considered to be nominally outstanding.

5. Dollars in thousands.

Line No.	Class of Stock (a)	Par Value (b)	Number of Shares				Book Value at End of Year	
			Authorized (c)	Issued (d)	In Treasury (e)	Outstanding (f)	Outstanding (g)	In Treasury (h)
1	Common	Non-Par	1,260,000	1,020,000	32,530	987,470	34,890	1,150
2								
3	Common - Carland, Inc.	100	1,000	100		100	10	
4	Preferred	50	420,000	420,000	11,031	408,969	20,449	551
5								
6								
7								
8								
9								
10	TOTAL	XXXXX	1,681,000	1,440,100	43,561	1,396,539	55,349	1,701

PART II. SUMMARY OF CAPITAL STOCK CHANGES DURING YEAR

1. The purpose of this part is to disclose capital stock changes during year.
2. Column (a) presents the items to be disclosed.
3. Columns (b), (d) and (f) require disclosures of the number of preferred, common and treasury stock, respectively, applicable to the items presented in column (a).
4. Columns (c), (e) and (g) requires the applicable disclosure of the book values of preferred, common and treasury stock.

5. Disclose in column (h) the additional paid-in capital realized from changes in capital stock during year.
6. Unusual circumstances arising from changes in capital stock changes shall be fully explained in footnotes to this schedule.
7. Report dollars in thousands.

Line No.	Items (a)	Preferred Stock		Common Stock		Treasury Stock		Additional Capital (h)
		Number of Shares (b)	Amount (c)	Number of Shares (d)	Amount (e)	Number of Shares (f)	Amount (g)	
11	Balance at beginning of year		\$		\$		\$	\$
12	Capital Stock Sold ¹							
13	Capital Stock Reacquired							
14	Capital Stock Canceled							
15	Stock Dividends							
16	Balance at Close of Year							

¹ By footnote state the purpose of the issue and authority.

240. STATEMENT OF CHANGES IN FINANCIAL POSITION

Give the information as requested concerning the source and application of funds during the year. Funds for the purpose of this schedule shall include all assets or financial resources even though a transaction may not directly affect cash or working capital. For example, the purchase of property in exchange for shares of stock or bonds would be an application of funds for invest-

ment in property provided by the issue of securities. Sources and uses of funds should be individually disclosed. For example, outlays for fixed assets should not be reported net of retirements.

Dollars in thousands.

Line No.	Description (a)	Current year (b)	Prior year (c)
	SOURCES OF WORKING CAPITAL		
	Working capital provided by operations:		
1	Net income (loss) before extraordinary items	\$ 26,642	\$ ^{23,581} 23,587
	Add expenses not requiring outlay of working capital; (subtract) credits not generating working capital:		
2	Retirement of nondepreciable property	108	93
3	Loss (gain) on sale or disposal of tangible property	20,878	16,583
4	Depreciation and amortization expenses	7,576	1,869
5	Net increase (decrease) in deferred income taxes	(472)	(356)
6	Net decrease (increase) in parent's share of subsidiary's undistributed income for the year	(2,785)	(442)
7	Net increase (decrease) in noncurrent portion of estimated liabilities		
	Other (specify):		
8			
9			
10			
11			
12			
13	Total working capital from operations before extraordinary items	51,947	41,334

240. STATEMENT OF CHANGES IN FINANCIAL POSITION - Continued

Line No.	Description (a)	Current year (b)	Prior year (c)
	SOURCES OF WORKING CAPITAL—Continued		
14	Add funds generated by reason of discontinued operations, extraordinary items, prior period adjustments, and changes in accounting principles _____	\$	\$
15	Total working capital from operations _____	51,947	41,334
	Working capital from sources other than operating:		
16	Proceeds from issuance of long-term liabilities _____	30,101	35,965
17	Proceeds from sale/disposition of carrier operating property _____	2,029	2,545
18	Proceeds from sale/disposition of other tangible property _____	60	51
19	Proceeds from sale/repayment of investments advances _____	----	2,329
20	Net decrease in sinking and other special funds _____		
21	Proceeds from issue of capital stock _____		
	Other (specify):		
22	Account 769 - Advance from Kansas & Missouri Ry. & Terminal Co.	249	----
23	Decrease in Other Assets & Deferred Charges.	716	357
24	_____		
25	_____		
26	_____		
27	Total working capital from sources other than operating _____	33,155	41,247
28	Total sources of working capital _____	85,102	82,581

240. STATEMENT OF CHANGES IN FINANCIAL POSITION - Concluded

Line No.	Description (a)	Current year (b)	Prior year (c)
	APPLICATION OF WORKING CAPITAL	\$	\$
29	Amount paid to acquire/retire long-term liabilities	20,590	17,115
30	Cash dividends declared	10,792	9,805
31	Purchase price of carrier operating property	52,134	61,504
32	Purchase price of other tangible property	-----	75
33	Purchase price of long-term investments and advances	3,439	
34	Net increase in sinking or other special funds	19	(9,426)
35	Purchase price of acquiring treasury stock		
	Other (specify):		
36	Account 769 - refunded to Kansas & Missouri Ry. & Terminal Co.	-----	78
37	Account 770 - reduction of unamortized debt premium	9	9
38			
39			
40			
41			
42			
43			
44		86,983	79,160
45	Total application of working capital	(1,881)	3,421
46	Net increase (decrease) in working capital		

KANSAS CITY SOUTHERN LINES CONSOLIDATED

Road Initials: Year 19 81 16

241. CHANGES IN WORKING CAPITAL

Compute the net changes in each element of working capital.

(Dollars in thousands)

Line No.	Item (a)	Current year (b)	Prior year (c)	Increase (Decrease) (d)
1	Cash and temporary investments	\$ 16,366	\$ 11,751	\$ 4,615
2	Net receivables	40,703	40,398	305
3	Prepayments	1,513	1,669	(156)
4	Materials and supplies	22,655	25,744	(3,089)
5	Other current assets not included above	155	373	(218)
6	Notes payable and matured obligations			
7	Accounts payable	50,607	45,426	(5,181)
8	Current equipment obligations and other debt	19,551	15,671	(3,880)
9	Other current liabilities not included above	16,732	22,455	5,723
10	Net increase (decrease) in working capital	(5,498)	(3,617)	(1,881)

245. WORKING CAPITAL INFORMATION

1. Report below the information requested with respect to the referenced accounts.
2. Give the amount of issues from stock during the year for lines 1 thru 5 as it pertains to account 712, "Material and supplies".
3. Report on lines 6 and 7 only the amount applicable to common-carrier transportation service included in accounts 707 and 754.
4. Report on lines 8 and 9 the amount included in account balances for 760, 761, 761.5, 556, 762. (Do not include taxes levied in lieu of property taxes).
5. Dollars in thousands.

Line No.	Item (a)	Amount (b)
1	Construction and additions and betterments _____	10,822
2	Common-carrier operating purposes _____	49,967
3	Used by other than respondent's lessor companies _____	
4	Total _____	60,789
5	Portion of balance in the material and supplies account at end of year that represents scrap and obsolete material _____	261
6	Account 707. Accounts receivable; other _____	5,029
7	Account 754. Accounts payable; other _____	1,289
8	Account 760. Federal income taxes accrued _____	2,426
9	Account 761. State and other income taxes accrued _____	32
10	Account 761.5 Other taxes accrued _____	2,054
11	Account 556. Income taxes on ordinary income _____	(423)
12	Account 762. Deferred income tax credits _____	---

NOTES AND REMARKS

THIS PAGE

LEFT BLANK

INTENTIONALLY

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 310, 310A and 315

1. Schedules 310 and 315 should give particulars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of affiliated and nonaffiliated companies held by respondent at close of year. Specifically, the disclosures should include the investments in the obligations of Federal, state and local governments, and the obligation of individuals. Also, disclose the investments made, disposed of, and written down during the year, and the applicable dividends and interest credited to income as a result of those investments. They should exclude securities issued or assumed by respondent. For definition of affiliated companies, see the rules governing Account No. 721 "Investments and advances affiliated companies," in the Uniform System of Accounts for Railroad Companies.

2. 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:

3. The subclassification of classes (B), (C), (D), and (E) should be the same as that provided for class (A).

4. The kinds of industry represented by respondent's investments in the securities of other companies should be shown by symbol opposite the names of the issuing corporations, the symbols and industrial classifications to be as follows:

Symbol	Kind of Industry
I	Agriculture, forestry, and fisheries
II	Mining
III	Construction
IV	Manufacturing
V	Wholesale and retail trade
VI	Finance, insurance, and real estate
VII	Transportation, communications, and other public utilities
VIII	Services
IX	Government
X	All other

5. By carriers, as the term is used here, 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, express service and facilities, electric railways, highway motor vehicles, steamboats and other marine transportation equipment, pipe lines (other than those for transportation of water), and other instrumentalities devoted to the transportation of persons or property for hire. Telegraph and telephone companies are not meant to be included.

6. Noncarrier companies should, for the purpose 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. Combine, in one amount, investments in which the original cost or present equity in total assets is less than \$10,000.

9. Include investments in unincorporated entities such as lessee organizations. Exclude amounts normally settled on a current basis.

10. Do not include the value of securities issued or assumed by respondent.

11. For affiliates which do not report to the Interstate Commerce Commission and are jointly owned, disclose in footnotes the name and extent of control of the other controlling entities.

12. Dollars in thousands.

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital funds"; 721, "Investments and advances affiliated companies"; and 717, "

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 20, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) 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.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19__ to 19__." Abbreviations in common use in standard financial publications may be used to conserve space.

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds)	Extent of control
	(a)	(b)	(c)	(d)	(e)
1	715	B-1	VII	Series C First Mortgage 3-1/4% Bonds	
2					
3	716	B-3	IX	Deposits for Destroyed Equipment	
4		C-3	X	Voting Trust Certificate	
5				Chemical Bank-Trustee-Cash	
6				New Purchase Agreement Contract 28335	
7				Total Account 716	
8					
9	717	C-3	IV	Barclay's Bank - Nassau Bahamas	
10				Insurance Value	
11				Total Account 717	
12					
13					
14	721	A-1	VII	Kansas City Terminal Ry. Co.	8-1/3%
15				Joplin Union Depot Co.	33-1/3%
16				LA. Ark. & Texas Transportation Co.	100 %
17				Landa Motor Lines	100 %
18				Pullman Company	0
19				Trailer Train Co.	3 %
20		A-3	VI	Tolmak, Inc.	100 %
21			VI	Southern Development Co.	100 %
22			X	Kansas City Southern Industries - Preferred	3 %
23				Total Class A	
24					
25					
26		A-1	VII	Trailer Train Co.	3 %
27		C-3	IV	Trans Serve, Inc.	100 %
28				Total	
29		E-1	VII	Kansas City Terminal Ry. Co.	8-1/3%
30				Joplin Union Depot Co.	33-1/3%
31				Kansas City Southern Transport Co., Inc.	100 %
32				Landa Motor Lines	100 %
33				Louisiana Ark. & Texas Transportation Co.	100 %
34				Total E-1	
35					
36		E-3	VI	Southern Development Co.	100 %
37			VI	Tolmak, Inc.	100 %
38			X	Kansas City Southern Industries, Inc.	3 %
39				Total E-3	
40				Total Amount 721	

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Continued

column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. If any advances reported are pledged, give particulars in a footnote.

8. Investments in companies in which neither the original cost or present equity in total assets is less than \$10,000 may be combined in one figure.

9. Also included should be investments in unincorporated entities such as lessee organizations (exclusive of amounts nominally settled on a current basis).

10. This schedule should not include securities issued or assumed by respondent.

11. For affiliates which do not report to the Interstate Commerce Commission, and are jointly owned, give names and extent of control of other entities by footnote.

12. Dollars in thousands.

Investments and advances				Disposed of; Profit (loss)	Adjustments Amount 721.5	Dividends or interest credited to income	Line No.
Opening balance	Additions	Deductions (if other than sale explain)	Closing balance				
(f)	(g)	(h)	(i)	(j)	(k)	(l)	
\$ 10	\$ 1	\$	\$ 11	\$	\$	\$	1
							2
7			7				3
6			6				4
	559	559					5
	11,224	11,224					6
13	11,783	11,783	13				7
							8
148	22		170			17	9
4		4					10
152	22	4	170			17	11
							12
							13
183			183				14
10			10				15
10			10				16
20			20				17
3		1	2				18
99			99				19
1,239			1,239				20
10			10				21
1,038			1,038			48	22
2,612		1	2,611			48	23
							24
							25
154			154			11	26
609	732		1,341				27
763	732		1,495			11	28
3,035	522	429	3,128				29
138			138				30
595			595				31
194			194				32
600			600				33
4,562	522	429	4,655				34
							35
3,778			3,778				36
4,108	1,420	1,030	4,498				37
2,775	9,139	6,914	5,000			604	38
10,661	10,559	7,944	13,276			604	39
18,598	11,813	8,374	22,037			663	40

310A. INVESTMENTS IN COMMON STOCKS OF AFFILIATED COMPANIES
Undistributed Earnings From Certain Investments In Affiliated Companies

1. Report below the details of all investments in common stocks included in Account 721, Investments and advances affiliated companies.

2. Enter in column (c) the amount necessary to retroactively adjust those investments. (See instruction 5-2, Uniform System

of Accounts.)

3. Enter in column (d) the share of undistributed earnings (i.e., less dividends) or losses.

4. Enter in column (e) the amortization for the year of the excess of cost over equity in net assets (equity over cost) at date

of acquisition.

5. For definitions of "carrier" and "noncarrier," see general instructions.

(DOLLARS IN THOUSANDS)

Line No.	Name of issuing company and description of security held.	Balance at beginning of year	Adjustment for investments equity method	Equity in undistributed earnings (losses) during year	Amortization during year	Adjustment for investments disposed of or written down during year	Balance at Close of year
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Carriers: (List specifics for each company)	\$	\$	\$	\$	\$	\$
2	Kansas City Southern Transport						
3	Co., Inc. Common Stock	(908)		(8)			(916)
4							
5	Landa Motor Lines Common Stock	(42)		(35)			(77)
6							
7	Louisiana, Arkansas & Texas						
8	Transportation Co. Common Stock	(301)		1			(300)
9							
10	The Kansas and Missouri Railway						
11	and Terminal Co. Common Stock	1,081		92			1,173
12							
13	Total Carriers	(170)		50			(120)
14							
15							
16	Non Carriers	(326)		422			96
17							
18							
19	Grand Total	(496)		472			(24)
20							
21							
22							
23							
24							
25							
26							
27							

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 330 AND 330A

1. Give particulars of balances at the beginning and close of the year and of all changes during the year in account No. 731, "Road and Equipment Property," and account No. 732, "Improvements on Leased Property," classified by primary accounts in accordance with the Uniform System of Accounts for Railroad Companies. If the amount in account 732 for road or for equipment is less than 5% of the amount in account 731 at the beginning and end of year, the corresponding portion of Schedule 330A may be omitted. The balances, by primary accounts, should, insofar as known, be stated in column (b) and all changes made during the year should be analyzed in columns (c) to (f), inclusive. Column (h) is the aggregate of columns (b) to (f), inclusive. Grand totals of columns (b) and (h) should equal the sum of accounts 731 and 732 for the respective periods; if not, full explanation should be made in a footnote.

2. In column (c) are to be shown disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, and for the extension of old lines, as provided for in Instruction 2-1, "Items to be charged," of the Uniform System of Accounts for Railroad Companies, for such items.

3. In column (d) is to be shown the cost of a railway or portion thereof, acquired as an operating entity or system by purchase, merger, consolidation, reorganization, receivership sale or transfer, or otherwise.

4. In columns (c) and (e), should be included all entries covering expenditures for additions and betterments, as defined, whether replacing other property or not.

5. In column (f) should be entered all credits representing property sold, abandoned, or otherwise retired.

6. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in the column in which the item was initially

included; also the transfer of prior years' debits or credits from investment in road and equipment to operating expenses or other accounts, or vice versa, should be included in the column applicable to current items of like nature. Each such transfer, adjustment, or clearance should be fully explained when in excess of \$100,000.

7. If during the year an individual charge of \$100,000 or more was made to account No. 2, "Land for transportation purposes," state in a footnote the cost, location, area, and other details which will identify the property.

8. Report on line 32 amounts not includible in the primary road accounts. The items reported should be briefly identified and explained under "Notes and Remarks," below. 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.

9. If during the year a segment of transportation property was acquired, state in a footnote the name of the vendor, the mileage acquired, and the date of acquisition, giving terminus and the cost of the property to the respondent. Also furnish a statement of the amount included in each primary account representing such property acquired, referring to the column or columns in which the entries appear.

10. If an amount of less than \$2000 is used as the minimum for additions and betterments to property investment accounts as provided for in Instruction 2-2, of the Uniform System of Accounts for Railroad Companies, state in a footnote the amount used.

11. Dollars in thousands.

NOTES AND REMARKS

330. ROAD AND EQUIPMENT PROPERTY (See Instructions)

Line No.	(Dollars in thousands) Account (a)	Balance at beginning of year (b)	Expenditures during the year for original road and equipment, and road extensions (c)	Expenditures during the year for purchase of existing lines, reorganizations, etc. (d)
1	(1) Engineering	\$ 2,421	\$	\$
2	(2) Land for transportation purposes	5,867		
3	(3) Grading	23,956		
4	(4) Other right-of-way expenditures	296		
5	(5) Tunnels and subways			
6	(6) Bridges, trestles, and culverts	18,924		
7	(7) Elevated structures			
8	(8) Ties	8,774		
9	(9) Rails	20,661		
10	(10) Other track material	14,717		
11	(11) Ballast	10,506		
12	(12) Track laying and surfacing	8,125		
13	(13) Fences, snowsheds, and signs	568		
14	(16) Station and office buildings	10,235		
15	(17) Roadway buildings	336		
16	(18) Water stations	101		
17	(19) Fuel stations	2,289		
18	(20) Shops and enginehouses	13,362		
19	(22) Storage warehouses			
20	(23) Wharves and docks			
21	(24) Coal and ore wharves			
22	(25) TOFC/COFC terminals	1,548		
23	(26) Communication systems	2,840		
24	(27) Signals and interlockers	9,408		
25	(29) Power plants	25		
26	(31) Power-transmission systems	694		
27	(35) Miscellaneous structures	252		
28	(37) Roadway machines	8,780		
29	(39) Public improvements—Construction	3,000		
30	(44) Shop machinery	2,607		
31	(45) Power-plant machinery	162		
32	Other (specify and explain)			
33	Total expenditures for road	170,454		
34	(52) Locomotives	74,794		
35	(53) Freight-train cars	164,861		
36	(54) Passenger-train cars			
37	(55) Highway revenue equipment			
38	(56) Floating equipment			
39	(57) Work equipment	4,219		
40	(58) Miscellaneous equipment	9,127		
41	Total expenditures for equipment	253,001		
42	(76) Interest during construction	2,594		
43	(77) Other expenditures—General			
44	Total general expenditures	2,594		
45	Total	426,049		
46	(80) Other elements of investment			
47	(90) Construction in progress	21,775		
48	Grand Total	447,824		

330. ROAD AND EQUIPMENT PROPERTY (See Instructions)

Expenditures for additions and betterments during the year	Credits for property retired during the year	Net changes during the year	Balance at close of year	Line No.
(e)	(f)	(g)	(h)	
\$ 172	\$ 10	\$ 162	\$ 2,583	1
52	8	44	5,911	2
3,113	15	3,098	27,054	3
1		1	297	4
				5
1,019	51	968	19,892	6
				7
570	16	554	9,328	8
4,444	15	4,429	25,090	9
1,638	36	1,602	16,319	10
536	9	527	11,033	11
528	17	511	8,636	12
1		1	569	13
16	110	(94)	10,141	14
28	2	26	362	15
			101	16
160	2	158	2,447	17
323	7	316	13,678	18
				19
				20
7	3	4	1,552	21
59	4	55	2,895	22
3,613	433	3,180	12,588	23
			25	24
			694	25
			252	26
512	388	124	8,904	27
38	1	37	3,037	28
93		93	2,700	29
			162	30
				31
				32
16,923	1,127	15,796	186,250	33
14,919	10	14,909	89,703	34
10,887	8,575	2,312	167,173	35
				36
				37
				38
3,041	116	2,925	7,144	39
3,308	1,373	1,935	11,062	40
32,155	10,074	22,081	275,082	41
	7	(7)	2,587	42
				43
	7	(7)	2,587	44
49,078	11,208	37,870	463,919	45
				46
3,032		3,032	24,807	47
52,110	11,208	40,902	488,726	48

330A. IMPROVEMENTS ON LEASED PROPERTY (See Instruction)

Line No.	Account (Dollars in thousands)	Balance at beginning of year	Expenditures during the year for original road and equipment, and road extensions	Expenditures during the year for purchase of existing lines, re-organizations, etc.
	(a)	(b)	(c)	(d)
1	(1) Engineering _____	\$	\$	\$
2	(2) Land for transportation purposes _____			
3	(3) Grading _____			
4	(4) Other right-of-way expenditures _____			
5	(5) Tunnels and subways _____			
6	(6) Bridges, trestles, and culverts _____			
7	(7) Elevated structures _____			
8	(8) Ties _____			
9	(9) Rails _____			
10	(10) Other track material _____			
11	(11) Ballast _____			
12	(12) Track laying and surfacing _____			
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 _____			
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 _____			
29	(39) Public improvements—Construction _____			
30	(44) Shop machinery _____			
31	(45) Power-plant machinery _____			
32	Other (specify and explain) _____			
33	Total expenditures for road _____			
34	(52) Locomotives _____	325		
35	(53) Freight-train cars _____			
36	(54) Passenger-train cars _____			
37	(55) Highway revenue equipment _____			
38	(56) Floating equipment _____			
39	(57) Work equipment _____			
40	(58) Miscellaneous equipment _____			
41	Total expenditures for equipment _____	325		
42	(76) Interest during construction _____			
43	(77) Other expenditures—General _____			
44	Total general expenditures _____			
45	Total _____	325		
46	(80) Other elements of investment _____			
47	(90) Construction work in progress _____	325		
48	Grand Total _____			

330A. IMPROVEMENTS ON LEASED PROPERTY—Continued

Expenditures for additions and betterments during the year	Credits for property retired during the year	Net changes during the year	Balance at close of year	Line No.
(e)	(f)	(g)	(h)	
\$	\$	\$	\$	1
				2
				3
				4
				5
				6
				7
				8
				9
				10
				11
				12
				13
				14
				15
				16
				17
				18
				19
				20
				21
				22
				23
				24
				25
				26
				27
				28
				29
				30
				31
				32
				33
1		1	326	34
				35
				36
				37
				38
				39
23		23	23	40
24		24	349	41
				42
				43
				44
24		24	349	45
				46
				47
24		24	349	48

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

1. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (d) and (e) show the depreciation base used in computing the depreciation charges for the month of December: in columns (f) and (g) show the composite rates used in computing the depreciation charges for the month of December: and on lines 28 and 36 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 and account Nos. 31-22-00, 31-23-00, 31-25-00, 31-21-00, 35-21-00, 35-23-00, 35-22-00, and 35-25-00. 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. 32-21-00, 32-22-00, 32-23-00, 32-25-00, 36-21-00, 36-22-00, 36-23-00, and 36-25-00, 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 composite 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 Nos. 31-11-00, 31-12-00, 31-13-00, 31-21-00, 31-22-00, and 31-23-00, inclusive.

4. If the depreciation base for accounts 1, 3, 4, 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) effected.

6. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

Line No.	(Dollars in thousands) 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 (c)		At beginning of year (e)	At close of year (f)	
	ROAD	\$	\$	%	\$	\$	%
1	(1) Engineering	2,412	2,559	.72	5	5	.25
2	(3) Grading	16,729	19,272	.13	28	28	.12
3	(4) Other right-of-way expenditures	295	296	2.00			
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts	18,914	19,570	1.46	7	7	3.45
6	(7) Elevated structures						
7	(13) Fences, snowsheds, and signs	568	568	1.95	1	1	2.00
8	(16) Station and office buildings	10,228	10,130	3.76			
9	(17) Roadway buildings	336	363	2.85			
10	(18) Water stations	101	101	3.33			
11	(19) Fuel stations	2,289	2,447	2.93			
12	(20) Shops and enginehouses	13,362	13,677	2.32			
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	1,548	1,551	8.41			
17	(26) Communications systems	2,837	2,892	7.63			
18	(27) Signals and interlockers	9,094	11,162	2.50			
19	(29) Power plants	25	25	1.33			
20	(31) Power transmission systems	694	694	2.82			
21	(35) Miscellaneous structures	252	252	3.21			
22	(37) Roadway machines	8,780	8,903	12.27			
23	(39) Public improvements—Construction	2,996	3,036	2.56	4	4	4.28
24	(44) Shop machinery	2,607	2,698	3.96			
25	(45) Power plant machinery	162	162	2.80			
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road	94,229	100,358	3.06	45	45	1.07
	EQUIPMENT						
29	(52) Locomotives	74,794	89,684	7.26			
30	(53) Freight-train cars	164,861	167,564	4.89			
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	4,218	7,145	10.60			
35	(58) Miscellaneous equipment	9,127	11,084	15.46			
36	Total equipment	253,000	275,477	6.22			
37	GRAND TOTAL	347,229	375,835	5.39	45	45	1.07

335. ACCUMULATED DEPRECIATION - ROAD AND EQUIPMENT - OWNED AND USED

1. Disclose the required information in regard to credits and debits to Account No. 735, "Accumulated depreciation: road and equipment property," during the year relating to owned and used road and equipment. Include entries for depreciation of equipment owned but not used when the resulting rents are included in the "Lease Rentals - Credit - Equipment" accounts and Other Rents - Credit - Equipment" accounts. Exclude any entries for depreciation of equipment that is used but not owned when the resulting rents are included in "Lease Rental - Debit - Equipment" account and "Other Rents - Debit - Equipment" accounts (See Schedule 342 for the accumulated depreciation relating to road and equipment owned but not used by respondent.)

2. If any data are included in columns (d) or (f), explain the entries in detail.

3. A debit balance in columns (b) or (g) for any primary account should be designated "Dr."

4. 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.

5. Enter amounts representing amortization under an authorized amortization program other than for defense projects on line 27.

6. Past excess or under depreciation accruals which are being amortized in accordance with Commission authorization should be reported on line 37.

7. Dollars in thousands.

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)
	ROAD						
1	(1) Engineering	772	18		10		780
2	(3) Grading	308	23		15		316
3	(4) Other, right-of-way	140	6				146
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts	7,074	282		43		7,313
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	341	12		1		352
8	(16) Station and office buildings	4,118	377		99		4,396
9	(17) Roadway buildings	204	10		1		213
10	(18) Water stations	86	4				90
11	(19) Fuel stations	308	68		2		374
12	(20) Shops and enginehouses	3,133	316		7		3,442
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	318	131		3		446
17	(26) Communication systems	1,554	221		4		1,771
18	(27) Signals and interlockers	3,063	260		403		2,920
19	(29) Power plants	11					11
20	(31) Power-transmission systems	296	19				315
21	(35) Miscellaneous structures	77	8				85
22	(37) Roadway machines	5,768	1,092		362		6,498
23	(39) Public improvements—Construction	1,629	77				1,706
24	(44) Shop machinery	957	105				1,062
25	(45) Power-plant machinery	126	4				130
26	All other road accounts						
27	Amortization (other than defense projects)	(2,201)	105				(2,096)
28	Total road	28,082	3,138		950		30,270
	EQUIPMENT						
29	(52) Locomotives	29,970	6,284		9		36,245
30	(53) Freight-train cars	52,003	8,193		6,980		53,216
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	2,024	774		101		2,697
35	(58) Miscellaneous equipment	5,313	1,717		1,032		5,998
36	Total equipment	89,310	16,968		8,122		98,156
37	* Depreciation Adjustment Equip.	(3,741)	637				(3,104)
38	GRAND TOTAL	113,651	20,743		9,072		125,322

* Amortization per ICC letter July 16, 1980

340. DEPRECIATION BASE AND RATES-IMPROVEMENTS TO ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Show in column (b) for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in column (c) show the depreciation base used in computing the depreciation charges for the month of December; in column (d) show the composite rates used in computing the depreciation charges for the month of December; and on lines 28 and 36 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. This schedule should include only improvements to leased property charged to account 732, "Improvements on leased property." 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 composite 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 improvements to 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. If the depreciation base for accounts 1, 3, 4, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

4. 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.

5. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

Line No.	(Dollars in thousands) Account (a)	Depreciation base		Annual composite rate (percent) (d)
		At beginning of year (b)	At close of year (c)	
	ROAD	\$	\$	%
1	(1) Engineering			
2	(3) Grading			
3	(4) Other right-of-way expenditures			
4	(5) Tunnels and subways			
5	(6) Bridges, trestles and culverts			
6	(7) Elevated structures			
7	(13) Fences, snowsheds, and signs			
8	(16) Station and office buildings			
9	(17) Roadway buildings			
10	(18) Water stations			
11	(19) Fuel stations			
12	(20) Shops and enginehouses			
13	(22) Storage warehouses			
14	(23) Wharves and docks			
15	(24) Coal and ore wharves			
16	(25) TOFC/COFC terminals			
17	(26) Communications systems			
18	(27) Signals and interlockers			
19	(29) Power plants			
20	(31) Power transmission systems			
21	(35) Miscellaneous structures			
22	(37) Roadway machines			
23	(39) Public improvements-Construction			
24	(44) Shop machinery			
25	(45) Power plant machinery			
26	All other road accounts			
27	Amortization (other than defense projects)			
28	Total road			
	EQUIPMENT			
29	(52) Locomotives			
30	(53) Freight-train cars	325	326	22.09
31	(54) Passenger-train cars			
32	(55) Highway revenue equipment			
33	(56) Floating equipment			
34	(57) Work equipment		23	15.00
35	(58) Miscellaneous equipment	325	349	
36	Total equipment			
37	GRAND TOTAL			

KANSAS CITY SOUTHERN LINES CONSOLIDATED

Road Initials:

Year 1981

342. ACCUMULATED DEPRECIATION-IMPROVEMENTS TO ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Enter the required information concerning debits and credits to Account 733, "Accumulated depreciation-improvements on leased property," during the year relating to improvements made to road and equipment property leased from others, the depreciation charges for which are included in operating expenses of the respondent.

2. If any entries are made for column (d) "Other credits" or column (f) "Other debits," state the facts occasioning such entries. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

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. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

6. Dollars in thousands.

Line No.	Account	Balance at beginning of year	CREDITS TO RESERVE During the Year		DEBITS TO RESERVE During the Year		Balance at close of year
			Charges to others	Other credits	Retirements	Other debits	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	ROAD	\$	\$	\$	\$	\$	\$
1	(1) Engineering _____						
2	(3) Grading _____						
3	(4) Other right-of-way expen. _____						
4	(5) Tunnels and subways _____						
5	(6) Bridges, trestles, and culverts _____						
6	(7) Elevated structures _____						
7	(13) Fences, snow sheds, and signs _____						
8	(16) Station and office buildings _____						
9	(17) Roadway buildings _____						
10	(18) Water stations _____						
11	(19) Fuel stations _____						
12	(20) Shops and enginehouses _____						
13	(22) Storage warehouses _____						
14	(23) Wharves and docks _____						
15	(24) Coal and ore wharves _____						
16	(25) TOFC/COFC terminals _____						
17	(26) Communication systems _____						
18	(27) Signals and interlockers _____						
19	(29) Power plants _____						
20	(31) Power-transmission systems _____						
21	(35) Miscellaneous structures _____						
22	(37) Roadway machines _____						
23	(39) Public improvements—Construction _____						
24	(44) Shop machinery _____						
25	(45) Power-plant machinery _____						
26	All other road accounts _____						
27	Total road _____						
	EQUIPMENT						
28	(52) Locomotives _____						
29	(53) Freight-train cars _____		72				72
30	(54) Passenger-train cars _____						
31	(55) Highway revenue equipment _____						
32	(56) Floating equipment _____						
33	(57) Work equipment _____						
34	(58) Miscellaneous equipment _____		4				4
35	Total equipment _____	None	76				76
36	GRAND TOTAL	None	76				76

352A. INVESTMENT IN RAILROAD PROPERTY USED IN TRANSPORTATION SERVICE (By Company)

1. Disclose the investment in railway property used in transportation service at the close of the year. This investment represents the aggregate of property owned or leased by the respondent and used in the respondent's transportation service. Such property includes: (a) the investment reported in accounts 731, "Road and equipment property", and 732, "Improvements on leased property", of the respondent less any 731 or 732 property leased to others for their exclusive use of road, tracks, or bridges (including equipment or other railway property covered by the contract). Equipment leased to others under separate distinct contracts shall not be deducted from the respondent's 731 or 732 property; (b) the investment of other companies' 731 or 732 property (including operating and lessor railroads) used by the respondent when the lease is for exclusive use or control of roads, tracks, or bridges (including equipment or other railway property covered by the contract). This excludes leased equipment from operating railroads under separate distinct contracts and the investment of other carriers in property jointly used by the respondent.

2. In column (a), classify each company in this schedule as respondent (R), lessor railroad (L), inactive or proprietary company (P), and other leased properties (O).

3. In columns (a) to (e), inclusive, first show the data requested for the respondent (R); next the data for companies whose entire properties are used in transportation service of the respondent, divided between lessor (L) and proprietary (P) companies; followed by data for carriers and others (O), portions of whose property are used in transportation service of the respondent. Show a total for each class of company. Then show, as deductions, data for transportation property leased to carriers and others.

4. In column (c), line-haul carriers report the miles of road used in line-haul service, and switching and terminal companies should report the miles of all tracks owned.

5. In column (d), show the amount applicable in accounts 731 and 732 on the books of the companies whose names appear in column (b). Values of property of other carriers segregated by estimate or otherwise should correspond in amount to the deductions made by the owners in their reports. If separate value is not available, explanations should be given. Differences between the amounts in column (d) of this schedule and the amounts shown in column (c), line 33, on the asset side of the comparative general balance sheet of each individual railway should be explained in a footnote. Book value included in accounts 731 and 732 of the owner should be reported in column (d) in reference to the investment of the respondent in the securities of the owner unless a good reason can be given for the contrary. Methods of estimating (by capitalizing rentals at 6 percent or otherwise) value of property of private owners, or portions of property of other carriers, should be explained.

6. In column (e), show the amount of depreciation and amortization accrued as of the close of the year in accounts 733, 734, 735, 736, and 772, that is applicable to the property of the carriers whose names are listed in column (b), regardless of where the reserves therefor are recorded.

7. Dollars in thousands.

Line No.	Class (See Ins. 2)	Name of company	Miles of road owned (See Ins. 4)	Investments in property (See Ins. 5)	Depreciation and amortization of defense projects (See Ins. 6)
	(a)	(b)	(c)	(d)	(e)
1	R	The Kansas City Southern Railway Company	843	\$ 314,996	\$ 83,110
2	R	The Arkansas Western Railway Company	33	700	50
3	R	Fort Smith and Van Buren Railway Co. (Okla)	20	395	29
4	R	Louisiana & Arkansas Railway Company	633	129,658	17,120
5					
6	P	The Maywood and Sugar Creek Railway Company	1	124	31
7	R	The Kansas City Southern Railway Company-			
8		Account 732 Improvements on Leased Frt. Cars)		326	73
9	O	Fort Smith and Van Buren Railway Co., (ARK.)		122	13
10	O	Carland, Inc.		42,731	25,451
11	O	Carland, Inc. (Improvements on Leased Frt.Cars)		23	
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39		TOTAL	1,530	489,075	125,877

352B. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE
(By Property Accounts)

1. In columns (b) through (e) give, by primary accounts, the amount of investment at the close of the year in property of respondent and each group or class of companies and properties.

2. The amounts for respondent and for each group or class of companies and properties on line 49 herein, should correspond with the amounts for each class of company and properties shown in schedule 352A. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in the schedule.

3. Report on line 32 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.

4. Report on line 33 amounts not includible in the accounts shown, or in line 32. The items reported should be briefly identified and explained. Also include here those items after permission is obtained from the Commission for exceptions to prescribe 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.

5. Dollars in thousands.

Line No.	Account (a)	Respondent KCS (b)	Lessor railroads FSVB L&A (c) OKLA. AW	Inactive (proprietary companies) MSC (d)	Other leased properties FSVB ARK. CARLAND
1	(1) Engineering	\$ 1,809	\$ 765	\$ 4	\$ 5
2	(2) Land for transportation purposes	4,250	1,617	32	12
3	(3) Grading	19,198	7,802	26	28
4	(4) Other right-of-way expenditures	172	123		1
5	(5) Tunnels and subways				
6	(6) Bridges, trestles, and culverts	12,938	6,932	13	8
7	(7) Elevated structures				
8	(8) Ties	5,976	3,329	9	14
9	(9) Rails	14,776	10,295	7	13
10	(10) Other track material	9,749	6,550	5	15
11	(11) Ballast	7,347	3,679	2	5
12	(12) Track laying and surfacing	5,110	3,504	5	17
13	(13) Fences, snowsheds, and signs	327	238	3	
14	(16) Station and office buildings	5,688	3,270	3	1,179
15	(17) Roadway buildings	322	40		
16	(18) Water stations	52	50		
17	(19) Fuel stations	2,058	389		
18	(20) Shops and enginehouses	12,524	1,135		19
19	(22) Storage warehouses				
20	(23) Wharves and docks				
21	(24) Coal and ore wharves				
22	(25) TOFC/COFC terminals	496	293		763
23	(26) Communication systems	1,338	832		725
24	(27) Signals and interlockers	11,043	1,544	1	
25	(29) Power plants	3	22		
26	(31) Power-transmission systems	351	343		
27	(35) Miscellaneous structures	176	76		
28	(37) Roadway machines	2,192	242		6,470
29	(39) Public improvements—Construction	2,151	868	14	4
30	(44) Shop machinery	2,414	114		172
31	(45) Power-plant machinery	130	33		
32	Leased property capitalized rentals (explain)				
33	Other (specify & explain)				
34	Total expenditures for road	122,590	54,085	124	9,450
35	(52) Locomotives	57,354	20,355		11,994
36	(53) Freight-train cars	110,670	52,139		4,691
37	(54) Passenger-train cars				
38	(55) Highway revenue equipment				
39	(56) Floating equipment				
40	(57) Work equipment	870	278		5,996
41	(58) Miscellaneous equipment	13	1		11,070
42	Total expenditures for equipment	168,907	72,773		33,751
43	(76) Interest during construction	1,940	647		1
44	(77) Other expenditures—General				
45	Total general expenditures	1,940	647		1
46	Total	293,437	127,505	124	43,202
47	(80) Other elements of investment				
48	(90) Construction work in progress	21,559	3,248		
49	Grand Total	314,996	130,753	124	43,202

THIS PAGE

LEFT BLANK

INTENTIONALLY

360. LEASES—GENERAL INSTRUCTIONS AND DEFINITIONS**A. General Instructions**

Disclose in the following schedules the required information concerning leases of the respondent:

- Schedule 361 — Capitalized Capital Leases
- 363 — Operating Leases
- 364 — Lessee Disclosures

A general description of the lessee's leasing arrangements shall be included to effect full and complete disclosures. Among the items to be disclosed are:

- The basis on which contingent rental payments are determined.
- The existence and terms of renewal or purchase options and escalation clauses.
- Restrictions imposed by lease agreements, such as those concerning dividends, additional debt, and further leasing.

These and other disclosures shall be included in Schedule 364 and attachments thereto, if necessary.

B. Definitions

(1) **Capital Leases** are those leases which meet one or more of the following four criteria:

- The lease transfers ownership of the property to the lessee by the end of the lease term.
- The lease contains a bargain purchase option.
- The lease term is equal to 75 percent or more of the estimated economic life of the property, and
- The present value at the beginning of the lease term of the minimum lease payments equals or exceeds 90 percent of the fair value of the leased property to the lessor at the inception of the lease less any related investment tax credit retained by the lessor.

(2) **Operating leases** are those leases which do not meet any of the four criteria pertaining to capital leases.

(3) **Minimum lease payments** are the payments that the lessee is obligated to make or can be required to make in connection with the leased property. Executory costs such as insurance, maintenance and taxes in connection with the leased property shall be excluded from minimum lease payments.

(4) **Present value minimum lease payments** are lease payments that the lessee is obligated to make or can be required to make, exclusive of executory cost. Moreover, these payments are reduced by amounts representing interest, calculated at the companies' incremental borrowing rate or the implicit rate computed by the lessor.

(5) **Noncancelable lease/sublease** is one that has an initial or remaining term of one year or more and is noncancelable, or is cancelable only upon the occurrence of some remote contingency or upon the payment of a substantial penalty.

(6) **Contingent rentals**, for the purposes of this report, are rentals paid during the reporting year which depend on some factor other than the passage of time such as rentals based on usage or sales.

361. CAPITALIZED CAPITAL LEASES

PART I. PRESENT VALUE OF MINIMUM LEASE PAYMENTS

Disclose total lease payments for the years shown. Then, disclose amounts representing (1) executory costs and (2) interest to derive the present value of minimum lease payments. An

explanation indicating how the rate of interest was derived for computing present value shall be included in Schedule 364. (Dollars in thousands)

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later Years (g)	Total (h)
		\$ 5,654	\$ 5,246	\$ 4,187	\$ 3,613	\$ 3,106	\$ 14,302	\$ 36,108
1	Lease payments							
	Less: Executory costs:							
2	- Taxes							
3	- Maintenance							
4	- Insurance							
5	- Other							
6	Total executory costs (2-5)							
7	Minimum lease payments (1, 6)	5,654	5,246	4,187	3,613	3,106	14,302	36,108
8	Less: Amount representing interest	1,631	1,286	1,182	993	821	2,606	8,519
9	Present value of minimum lease payments (line 7, 8)	4,023	3,960	3,005	2,620	2,285	11,696	27,589

PART II. TOTAL RENTAL EXPENSES

Complete this part if gross rental expense in the most recent reporting year exceeds one percent of operating revenue. Otherwise, show total rental expenses reduced by rentals received from sub-

leases for the current year. Also, show amounts expected to be received on all noncancelable sublease rentals for the year beginning after the current year as required.

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
10	Present value of minimum lease payments from Part I above	\$ 4,023	\$ XXXX	\$ XXXX	\$ XXXX	\$ XXXX	XXXXXX	XXXXXX
11	Contingent rentals		XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX
12	Minimum noncancelable sublease rentals		XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX
13	Net rental expense	4,023	XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX

PART III. CLASSES OF CAPITAL LEASES

Complete this part only if the present values of the minimum lease commitments are more than five percent of the sum of the long-term debt due after one year. Otherwise, show the present values of minimum lease commitments in the aggregate for the major classes of proper-

ties presented. Subtract amounts representing the accumulated amortization to derive at "Net capitalized lease assets."

Line No.	Classes of leased property (a)	Present value	
		Current year (b)	Prior year (c)
		\$ 2,499	\$ 2,499
14	Structures	48,735	48,837
15	Revenue equipment		
16	Shop and garage equipment		
17	Service cars and equipment		
18	Noncarrier operating property		
19	Other: (Specify)		
20		51,234	51,336
21	Gross capitalized assets	32,787	29,191
22	Less: Accumulated amortization	18,447	22,145
23	Net capitalized lease assets		

363. OPERATING LEASES

PART I. FUTURE MINIMUM RENTAL PAYMENTS

1. Disclose the total minimum lease payments required, reduced by sublease rentals, for the years shown relating to operating leases.

Line No.	Items (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
1	Minimum lease payments required	\$ 11,709	\$ 12,504	\$ 10,063	\$ 6,511	\$ 4,473	\$ 11,711	\$ 57,241
2	Minimum noncancelable sublease rentals							
3	Net minimum lease payments	11,709	12,504	10,063	6,511	4,473	11,711	57,241

PART II. TOTAL RENTAL

1. Show the composition of total rental expense for all operating leases for the current and preceding years. See Schedule 360 for definitions of the terms.

Line No.	Expenses (a)	Current year (b)	Prior year (c)
4	Minimum lease payments required	\$ 11,709	\$ 7,970
5	Contingent rentals	204	1,304
6	Less: Sublease rentals		
7	Total rental expense	11,913	9,274

THIS PAGE

LEFT BLANK

INTENTIONALLY

364. LESSEE DISCLOSURES

Complete this schedule only if gross rental expense in the most recent fiscal year exceeds one percent of operating revenue.

Relate in general terms: (a) the basis for calculating rental payments if dependent upon factors other than the lapse of time; (b) existence and terms of renewal or purchase options, escalation clauses, etc.; (c) the nature and amount of related guarantees made or obligations assumed; (d) restrictions on paying dividends, incurring additional debt, further leasing, etc.; and, (e) any other information necessary to assess the effect of lease commitments upon the financial position, results of operations, and changes in financial position of the lessee.

(Dollars in thousands)

Line No.	
1	(a) Interest on capitalized capital leases was computed based on
2	the known cost of equipment and facilities acquired and then using
3	percent value interest rate formulas to derive the computed interest
4	rate.
5	
6	
7	
8	
9	(b)
10	
11	
12	
13	
14	
15	
16	
17	(c)
18	
19	
20	
21	
22	
23	
24	
25	(d)
26	
27	
28	
29	
30	
31	
32	
33	(e)
34	
35	
36	
37	
38	
39	
40	

410. RAILWAY OPERATING EXPENSES

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and allocate the common operating expenses in accordance with the Commission's rules governing the separation of such expenses between freight and passenger services.

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
		\$	\$	\$	\$	\$	\$	\$
	WAY AND STRUCTURES:							
	ADMINISTRATION:							
1	Track	2,326	146	15	(287)	2,200		
2	Bridge and Building	180	5	7	14	206		
3	Signal	395	6	7	21	429		
4	Communication	86	3	7	3	99		
5	Other	273	10	65	39	387		
	REPAIR AND MAINTENANCE:							
6	Roadway - Running	573	313	4,505	38	5,429		
7	Roadway - Switching	183	15	641		839		SAME
8	Tunnels and Subways - Running							
9	Tunnels and Subways - Switching							
10	Bridges and Culverts - Running	536	451	878	5	1,870		AS
11	Bridges and Culverts - Switching	2	1			3		
12	Ties - Running	N/A	5,662	N/A	N/A	5,662		
13	Ties - Switching	N/A	852	N/A	N/A	852		COL
14	Rail - Running	N/A	3,940	N/A	N/A	3,940		
15	Rail - Switching	N/A	(18)	N/A	N/A	(18)		F
16	Other Track Material - Running	N/A	2,989	N/A	N/A	2,989		
17	Other Track Material - Switching	N/A	412	N/A	N/A	412		
18	Ballast - Running	N/A	802	N/A	N/A	802		
19	Ballast - Switching	N/A	204	N/A	N/A	204		
20	Track laying and surfacing - Running	6,871	21	1,232	248	8,372		
21	Track laying and surfacing - Switching	1,660	(7)	737	1	2,391		
22	Road Property Damaged - Running	175	166			341		
23	Road Property Damaged - Switching	175	116			291		
24	Road Property Damaged - Other							
25	Signals and Interlockers - Running	293	272	184	25	774		
26	Signals and Interlockers - Switching	20	(194)	13		(161)		
27	Communications Systems		67	2,597		2,664		
28	Electric Power Systems	7	2			9		
29	Highway Grade Crossings - Running	228	60	899		1,187		
30	Highway Grade Crossings - Switching	(2)		29		27		
31	Station and Office Buildings	5	37	302		344		
32	Shop Buildings - Locomotives	58	36	133		227		
33	Shop Buildings - Freight Cars	1	10	22		33	N/A	
34	Shop Buildings - Other Equipment	1	1	(2)	1	1		

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Materials, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	WAY AND STRUCTURES - Continued:	\$	\$	\$	\$	\$	\$	\$
	REPAIR AND MAINTENANCE - Continued:							
101	Locomotive Servicing Facilities		7	75		82		
102	Miscellaneous Buildings and Structures	70	113	126		309		
103	Coal Terminals						N/A	
104	Ore Terminals						N/A	
105	Other Marine Terminals						N/A	
106	TOFC/COFC - Terminals	1	11	69		81	N/A	
107	Motor Vehicle Loading and Distribution Facilities			2		2	N/A	
108	Facilities for Other Specialized Service Operations						N/A	SAME
109	Roadway Machines	212	2,543	1,018	22	3,795		
110	Small Tools and Supplies	3	1,336	33	6	1,378		
111	Snow Removal	12				12		AS
112	Fringe Benefits - Running	N/A	N/A	N/A	1,793	1,793		
113	Fringe Benefits - Switching	N/A	N/A	N/A	399	399		
114	Fringe Benefits - Other	N/A	N/A	N/A	1,192	1,192		COL
115	Casualties and Insurance - Running	N/A	N/A	N/A	518	518		
116	Casualties and Insurance - Switching	N/A	N/A	N/A	55	55		
117	Casualties and Insurance - Other	N/A	N/A	N/A	763	763		F
118	Lease Rentals - Debit - Running	N/A	N/A	388	N/A	388		
119	Lease Rentals - Debit - Switching	N/A	N/A	228	N/A	228		
120	Lease Rentals - Debit - Other	N/A	N/A	3,490	N/A	3,490		
121	Lease Rentals - (Credit) - Running	N/A	N/A		N/A			
122	Lease Rentals - (Credit) - Switching	N/A	N/A	(93)	N/A	(93)		
123	Lease Rentals - (Credit) - Other	N/A	N/A		N/A			
124	Joint Facility Rent - Debit - Running	N/A	N/A	557	N/A	557		
125	Joint Facility Rent - Debit - Switching	N/A	N/A	174	N/A	174		
126	Joint Facility Rent - Debit - Other	N/A	N/A	13	N/A	13		
127	Joint Facility Rent - (Credit) - Running	N/A	N/A	(267)	N/A	(267)		
128	Joint Facility Rent - (Credit) - Switching	N/A	N/A	(35)	N/A	(35)		
129	Joint Facility Rent - (Credit) - Other	N/A	N/A	(15)	N/A	(15)		
130	Other Rents - Debit - Running	N/A	N/A		N/A			
131	Other Rents - Debit - Switching	N/A	N/A		N/A			
132	Other Rents - Debit - Other	N/A	N/A	166	N/A	166		
133	Other Rents - (Credit) - Running	N/A	N/A		N/A			

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	WAY AND STRUCTURES - Continued:	\$	\$	\$	\$	\$	\$	\$
	REPAIR AND MAINTENANCE - Continued:							
134	Other Rents - (Credit) - Switching	N/A	N/A		N/A			
135	Other Rents - (Credit) - Other	N/A	N/A	(50)	N/A	(50)		
136	Depreciation - Running	N/A	N/A	N/A	531	531		
137	Depreciation - Switching	N/A	N/A	N/A	99	99		
138	Depreciation - Other	N/A	N/A	N/A	2,375	2,375		SAME
139	Joint Facility - Debit - Running	N/A	N/A	371	N/A	371		
140	Joint Facility - Debit - Switching	N/A	N/A	520	N/A	520		
141	Joint Facility - Debit - Other	N/A	N/A	3	N/A	3		AS
142	Joint Facility - (Credit) - Running	N/A	N/A	(641)	N/A	(641)		
143	Joint Facility - (Credit) - Switching	N/A	N/A	(307)	N/A	(307)		
144	Joint Facility - (Credit) - Other	N/A	N/A		N/A			COL
145	Dismantling Retired Road Property - Running	7		88		95		
146	Dismantling Retired Road Property - Switching	11				11		
147	Dismantling Retired Road Property - Other							F
148	Other - Running		1	1	196	198		
149	Other - Switching			6	51	57		
150	Other - Other	1,133	1	77	35	1,246		
151	Total Way and Structures	15,495	20,392	18,268	8,143	62,298		
	EQUIPMENT:							
	LOCOMOTIVES:							
201	Administration	762	39	9	55	865		
202	Repair and Maintenance	4,236	5,846	449	25	10,556		
203	Machinery Repair	37	35	9		81		
204	Equipment Damaged							
205	Fringe Benefits	N/A	N/A	N/A	1,177	1,177		
206	Other Casualties and Insurance	N/A	N/A	N/A	133	133		
207	Lease Rentals - Debit	N/A	N/A	4,017	N/A	4,017		
208	Lease Rentals - (Credit)	N/A	N/A	(5)	N/A	(5)		
209	Joint Facility Rent - Debit	N/A	N/A	9	N/A	9		
210	Joint Facility Rent - (Credit)	N/A	N/A	(1)	N/A	(1)		
211	Other Rents - Debit	N/A	N/A	29	N/A	29		
212	Other Rents - (Credit)	N/A	N/A	(254)	N/A	(254)		
213	Depreciation	N/A	N/A	N/A	5,945	5,945		
214	Joint Facility - Debit	N/A	N/A	77	N/A	77		
215	Joint Facility - (Credit)	N/A	N/A	(224)	N/A	(224)		
216	Repairs Billed to Others - (Credit)	N/A	N/A		N/A			

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight					Passenger (g)	Total (h)
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)		
	LOCOMOTIVES—Continued:	\$	\$	\$	\$	\$	\$	\$
217	Dismantling Retired Property							
218	Other		8	1		9		
219	Total Locomotives	5,035	5,928	4,116	7,335	22,414		
	FREIGHT CARS:							
220	Administration	595	29	6	33	663	N/A	
221	Repair and Maintenance	2,743	4,744	3,251	69	10,807	N/A	
222	Machinery Repair		71	56		127	N/A	
223	Equipment Damaged	1,406	2,536	35	32	4,009	N/A	SAME
224	Fringe Benefits	N/A	N/A	N/A	1,304	1,304	N/A	
225	Other Casualties and Insurance	N/A	N/A	N/A	4,186	4,186	N/A	
226	Lease Rentals - Debit	N/A	N/A	2,032	N/A	2,032	N/A	AS
227	Lease Rentals - (Credit)	N/A	N/A	(1)	N/A	(1)	N/A	
228	Joint Facility Rent - Debit	N/A	N/A		N/A		N/A	
229	Joint Facility Rent - (Credit)	N/A	N/A		N/A		N/A	COL
230	Other Rents - Debit	N/A	N/A		N/A		N/A	
231	Other Rents - (Credit)	N/A	N/A	33,125	N/A	33,125	N/A	
232	Depreciation	N/A	N/A	(17,495)	N/A	(17,495)	N/A	F
233	Joint Facility - Debit	N/A	N/A	N/A	9,374	9,374	N/A	
234	Joint Facility - (Credit)	N/A	N/A	3	N/A	3	N/A	
235	Repairs Billed to Others - (Credit)	N/A	N/A		N/A		N/A	
236	Dismantling Retired Property	N/A	N/A	(8,885)	N/A	(8,885)	N/A	
237	Other		4	3		7	N/A	
238	Total Freight Cars	4,744	7,384	12,130	14,998	39,256	N/A	
	OTHER EQUIPMENT:							
301	Administration	34	4	54		92		
	Repair and Maintenance:							
302	Trucks, Trailers, and Containers - Revenue Service		13	129		142	N/A	
303	Floating Equipment - Revenue Service						N/A	
304	Passenger and Other Revenue Equipment						N/A	
305	Computers and Data Processing Systems		3	17		20		
306	Machinery		45	39		84		
307	Work and Other Non-Revenue Equipment	215	177	298	1	691		
308	Equipment Damaged		2			2		
309	Fringe Benefits	N/A	N/A	N/A	118	118		
310	Other Casualties and Insurance	N/A	N/A	N/A	52	52		
311	Lease Rentals - Debit	N/A	N/A	3,448	N/A	3,448		
312	Lease Rentals - (Credit)	N/A	N/A		N/A			

KANSAS CITY SOUTHERN LINES CONSOLIDATED

Road Initials: Year 1981

59

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchase of services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
		\$	\$	\$	\$	\$	\$	\$
	OTHER EQUIPMENT—Continued:							
313	Joint Facility Rent - Debit	N/A	N/A		N/A			
314	Joint Facility Rent - (Credit)	N/A	N/A		N/A			
315	Other Rents - Debit	N/A	N/A	2,292	N/A	2,292		
316	Other Rents - (Credit)	N/A	N/A	(292)	N/A	(292)		
317	Depreciation	N/A	N/A	N/A	2,495	2,495		
318	Joint Facility - Debit	N/A	N/A		N/A			
319	Joint Facility - (Credit)	N/A	N/A		N/A			
320	Repairs Billed to Others - (Credit)			(28)		(28)		
321	Dismantling Retired Property							
322	Other			2		2		SAME
323	Total Other Equipment	249	244	5,959	2,666	9,118		
324	Total Equipment	10,028	13,556	22,205	24,999	70,788		AS
	TRANSPORTATION:							
	TRAIN OPERATIONS:							
401	Administration	1,380	104	10	119	1,613		COL
402	Engine Crews	6,261	26		394	6,681		
403	Train Crews	13,775	82	(6)	1,248	15,099		
404	Dispatching Trains	863	1	2	1	867		F
405	Operating Signals and Interlockers	243		114	1	358		
406	Operating Drawbridges	186		4		190		
407	Highway Crossing Protection			44		44		
408	Train Inspection and Lubrication	911	69	13		993		
409	Locomotive Fuel	30	31,394	4		31,428		
410	Electric Power Purchased or Produced for Motive Power							
411	Servicing Locomotives	762	1,359	38		2,159		
412	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A	301	301		
413	Clearing Wrecks	56	1	1,095	2	1,154		
414	Fringe Benefits	N/A	N/A	N/A	4,990	4,990		
415	Other Casualties and Insurance	N/A	N/A	N/A	2,431	2,431		
416	Joint Facility - Debit	N/A	N/A	130	N/A	130		
417	Joint Facility - (Credit)	N/A	N/A	(178)	N/A	(178)		
418	Other	919	114	207	508	1,748		
419	Total Train Operations	25,386	33,150	1,477	9,995	70,008		
	YARD OPERATIONS:							
420	Administration	959	100	54	11	1,124		
421	Switch Crews	16,248	30	(113)	3	16,168		

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	YARD OPERATIONS - Continued:	\$ 892	\$ 4	\$ 96	\$ 1	\$ 993		\$
422	Controlling Operations							
423	Yard and Terminal Clerical	3,109	7	139	15	3,270		
424	Operating Switches, Signals, Retarders and Humps	219		4		223		
425	Locomotive Fuel	1	3,374			3,375		
426	Electric Power Purchased or Produced for Motive Power							
427	Servicing Locomotives	415	27	20		462		
428	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A	194	194		
429	Clearing Wrecks	(4)		35		31		
430	Fringe Benefits	N/A	N/A	N/A	5,399	5,399		
431	Other Casualties and Insurance	N/A	N/A	N/A	428	428		
432	Joint Facility - Debit	N/A	N/A	568	N/A	568		
433	Joint Facility - (Credit)	N/A	N/A	(473)	N/A	(473)		
434	Other	82	12	113	70	277		
435	Total Yard Operations	21,921	3,554	443	6,121	32,039		SAME
	TRAIN AND YARD OPERATIONS COMMON:							
501	Cleaning Car Interiors	74	1	23	N/A	98		AS
502	Adjusting and Transferring Loads	(16)	8	113	N/A	105	N/A	
503	Car Loading Devices and Grain Doors			1	N/A	1	N/A	COL
504	Freight Lost or Damaged - all other	N/A	N/A	N/A	556	556		
505	Fringe Benefits	N/A	N/A	N/A	32	32		
506	Total Train and Yard Operations Common	58	9	137	588	792		F
	SPECIALIZED SERVICE OPERATIONS:							
507	Administration						N/A	
508	Pickup & Delivery and Marine Line Haul						N/A	
509	Loading & Unloading and Local Marine		14	752		766	N/A	
510	Protective Services		1	1	54	56	N/A	
511	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A			N/A	
512	Fringe Benefits	N/A	N/A	N/A	5	5	N/A	
513	Casualties and Insurance	N/A	N/A	N/A			N/A	
514	Joint Facility - Debit	N/A	N/A		N/A		N/A	
515	Joint Facility - (Credit)	N/A	N/A		N/A		N/A	
516	Other	3		38		41	N/A	
517	Total Specialized Services Operations	3	15	791	59	868	N/A	
	ADMINISTRATIVE SUPPORT OPERATIONS:							
518	Administration	959	10	48	71	1,088		

410. RAILWAY OPERATING EXPENSE - Concluded

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
519	ADMINISTRATIVE SUPPORT OPERATIONS - Con.	\$ 2,927	\$ 208	\$ 443	\$ 40	\$ 3,618	\$	\$
520	Employees Performing Clerical and Accounting Functions	8		8		16		
521	Communication Systems Operation	297	5		13	315		
522	Loss and Damage Claims Processing	N/A	N/A	N/A	823	823		
523	Fringe Benefits	N/A	N/A	N/A	5	5		
524	Casualties and Insurance	N/A	N/A	5	N/A	5		
525	Joint Facility - Debit	N/A	N/A		N/A			
526	Joint Facility - (Credit)	3		13		16		
527	Other	4,194	223	517	952	5,886		SAME
528	Total Administrative Support Operations	51,562	36,951	3,365	17,715	109,593		
601	GENERAL AND ADMINISTRATIVE:							
602	Officers - General Administration	2,871	307	2,751	332	6,261		AS
603	Accounting, Auditing and Finance	3,575	108	2,015	36	5,734		
604	Management Services and Data Processing	439	197	1,613	35	2,284		
605	Marketing	1,249	51	303	129	1,732		COL
606	Sales	3,625	39	304	636	4,604		
607	Industrial Development						N/A	
608	Personnel and Labor Relations	767	91	82	47	987		F
609	Legal and Secretarial	408	12	3,237	123	3,780		
610	Public Relations and Advertising			277		277		
611	Research and Development		12	3		15		
612	Fringe Benefits	N/A	N/A	N/A	2,955	2,955		
613	Casualties and Insurance	N/A	N/A	N/A	79	79		
614	Writedown of Uncollectible Accounts	N/A	N/A	N/A	1	1		
615	Property Taxes	N/A	N/A	N/A	1,165	1,165		
616	Other Taxes Except on Corporate Income or Payrolls	N/A	N/A	N/A	1,553	1,553		
617	Joint Facility - Debit	N/A	N/A	23	N/A	23		
618	Joint Facility - (Credit)	N/A	N/A	(6)	N/A	(6)		
619	Other	302	24	253	7	586		
620	Total General and Administrative	13,236	841	10,855	7,098	32,030		
	Total Carrier Operating Expenses	90,321	71,740	54,694	57,954	274,709		

RC-134500

KANSAS CITY SOUTHERN

1981

2/3

KANSAS CITY SOUTHERN LINES CONSOLIDATED

Road Initials:

Year 19 81

412. WAY AND STRUCTURES

1. Report freight expenses only.
2. The total depreciation expense reported in column (b), line 35 should balance to the sum of the depreciation expense reported in schedule 410, column (f) lines 136, 137, and 138. The total retirement charges changes reported in column (c) line 35 will not balance to any line in schedule 410. Retirement is included in but does not totally comprise the expenses reported in schedule 410, lines 148, 149 and 150.
3. Report in column (d) the lease/rentals for the various property categories of Way and Structures. The total net lease/rentals reported in column (d), line 35 should balance the net amount reported in schedule 410, column (f) lines 118 through 123, plus lines 130 through 135.
- If an entire road or segment of track is leased and if the actual breakdown of lease/rentals by property categories is not known, apportion the lease/rentals based on the percentage of the categories' depreciation bases (or property bases for nondepreciable property) to the sum of (1) the depreciation bases for all categories of depreciable leased property plus (2) the property bases for nondepreciable leased property. Use Schedule 350 of this report for obtaining the depreciation bases of the categories of leased property.
4. Report on line 34 all other lease rentals not apportioned to any category listed on lines 1-33.
5. Dollars in thousands.
6. Line 14, account 16, should not include computer and data processing equipment reported on line 37 of Schedule 415.

Line No.	Property account	Category (a)	Depreciation (b)	Retirement (c)	Lease/Rentals (net) (d)
1	1	Amortization*			
2	2	Engineering	\$ 19 82	\$	\$
3	3	Land for transportation purposes	N/A	N/A	2
4	4	Grading	24 23	(1)	
5	5	Other right-of-way expenditures	6		
6	6	Tunnels and subways			
7	7	Bridges, trestles and culverts	290 282	N/A	
8	8	Elevated structures		N/A	
9	9	Ties	N/A	14	19
10	10	Rails	N/A	(3)	44
11	11	Other track material	N/A	28	32
12	12	Ballast	N/A	8	22
13	13	Track laying and surfacing	N/A	15	17
14	16	Fences, snowsheds and signs	13 12	N/A	
15	17	Station and office buildings	387 377	N/A	843
16	18	Roadway buildings	10	N/A	
17	19	Water stations	4	N/A	
18	20	Fuel stations	70 68	N/A	
19	22	Shops and enginehouses	325 316	N/A	
20	23	Storage warehouses		N/A	
21	24	Wharves and docks		N/A	
22	25	Coal and ore wharves		N/A	
23	26	TOFC/COFC terminals	135 131	N/A	
24	27	Communications systems	227 221	N/A	360
25	29	Signals and interlockers	267 260	N/A	385
26	31	Power plants		N/A	
27	35	Power transmission systems	20 19	N/A	
28	37	Miscellaneous structures	8	N/A	
29	39	Roadway machines	1122 1,092	N/A	2,405
30	45	Public improvements; construction	79 77		
31	76	Power plant machines		N/A	
32	77	Interest during construction	N/A	7	N/A
33	80	Other expenditures; general	N/A		N/A
34	--	Other elements of investment	N/A		N/A
35	--	Other lease/rentals			
35	--	Total	3,006	68	4,129

* Amortization shown in schedule 335 on line 27, Col. C.

414. RENTS FOR INTERCHANGED FREIGHT TRAIN CARS AND OTHER FREIGHT CARRYING EQUIPMENT

1. Report freight expenses only.
2. Report in this supporting schedule rental information by car type and other freight carrying equipment relating to the interchange of railroad equipment, privately owned equipment and equipment leased for less than 30 days.
3. The gross amounts receivable and payable for freight train cars (line 19 columns (b) through (d) and, line 19 columns (e) through (g) respectively) should balance with Schedule 410, column (f), lines 231 (credits) and 230 (debits). Trailer and container rentals in this schedule are included in Schedule 410, column (f), lines 315 and 316. However, the trailer and container rentals in this schedule will not balance to lines 315 and 316 of Schedule 410 because those lines include rents for

"other equipment" which is reported in Schedule 415, column (e). The balancing of Schedule 410, 414 and 415 "other equipment" is outlined in note 6 to Schedule 415.

4. Report in columns (b) and (e) rentals for private-line cars (whether under railroad control or not) and shipper owned cars.

5. Report in columns (c), (d), (f), and (g) rentals for railroad owned cars prescribed by the Commission in Ex Parte No. 334, for which rentals are settled on a combination mileage and time basis (basic per diem). Include railroad owned per diem tank cars on line 17.

NOTES: Mechanical designations for each car type are shown in Schedule 710.

6. Dollars in thousands

Line No.	Type of Equipment (a)	GROSS AMOUNTS RECEIVABLE Per Diem Basis			GROSS AMOUNTS PAYABLE Per Diem Basis		
		Private Line Cars (b)	Mileage (c)	Time (d)	Private Line Cars (e)	Mileage (f)	Time (g)
	CAR TYPES:						
1	Box-Plain 40 Foot	\$	\$ 29	\$ 50	\$ ---	\$ 69	\$ 123
2	Box-Plain 50 Foot and Longer		1,758	5,939	---	566	1,830
3	Box-Equipped		964	3,067	151	735	1,899
4	Gondola-Plain		525	1,378	---	557	1,351
5	Gondola-Equipped		---	---	---	92	249
6	Hopper-Covered		423	1,580	4,140	1,119	3,619
7	Hopper-Open Top-General Service		9	139	9	895	2,999
8	Hopper-Open Top-Special Service		90	423	5	21	481
9	Refrigerator-Mechanical		---	---	3	70	204
10	Refrigerator-Non-Mechanical		31	68	84	106	358
11	Flat TOFC/COFC		1	3	2,820	38	136
12	Flat Multi-Level		---	---	---	13	108
13	Flat-General Service		49	103	---	26	46
14	Flat-Other		4	15	---	86	293
15	Tank-Under 22,000 Gallons		---	---	3,691	---	---
16	Tank-22,000 Gallons and Over		---	---	3,275	---	---
17	All Other Freight Cars		17	470	---	33	243
18	Auto Racks		---	360	556	---	26
19	Total Freight Train Cars	---	3,900	13,595	14,734	4,426	13,965
	OTHER FREIGHT CARRYING EQUIPMENT						
20	Refrigerated Trailers						
21	Other Trailers			282	590		174
22	Refrigerated Containers						
23	Other Containers						
24	Total Trailers & Containers	---	---	282	590	---	174
25	Grand Total (Lines 19 & 24)	---	3,900	13,877	15,324	4,426	14,139

SCHEDULE 415. SUPPORTING SCHEDULE: EQUIPMENT

1. Report freight expenses only.
2. Report by type of equipment all natural expenses relating to the equipment functions (salaries and wages, materials, tools, supplies, fuels and lubricants, purchases services, and general).
3. Report in column (b) net repairs, the detail for the items listed in column (a) from the freight expenses reported in Schedule 410 in column (f) lines 202, 203, 216, 221, 222, 235, 302 through 307 and 320. When it is necessary to apportion car repair expenses, the apportionment shall be made on the most equitable basis available to the carriers. The following list provides a basis for apportioning freight car repair expenses to car types: a. AAR Car Repair Billing (CRB) Standards; b. A carrier conducted study to determine car repair expenses by car types; and c. Other available standards valid for the respondent carrier. *Do not report* in this schedule equipment damaged expenses from Schedule 410, lines 204, 223 and 308, or: the damages billed to others which is contained in but does not form the bulk of the expense reported in Schedule 410, lines 216, 235 and 320. Column (b) repair expenses should balance to Schedule 410 column (f) expenses as follows (note any imbalance will be attributable to the exclusion from Schedule 415 of damages billed to these as contained in Schedule 410, lines 216, 235 and 320): (1) locomotives: line 5 plus line 38 compared to the sum of Schedule 410, lines 202, 203 plus 216; (2) Freight Cars: line 24 plus line 39 compared to the sum of Schedule 410, lines 221, 222 plus 235; (3) The Sum of Highway Equipment (line 32), Floating Equipment (line 35), Passenger and Other Revenue Equipment (line 36), Computer and Data Processing Equipment (line 37), Machinery-Other Equipment (line 40), and Work and Other Non-Revenue Equipment (line 41) compared to Schedule 410, the sum of lines 302 through 307 plus 320. When using the line data referred to in this instruction it should be noted that lines 216, 235 and 320 of Schedule 410 are credit balances.
4. Depreciation expense for each class of equipment by car type shall be reported in columns (c) and (d). The annual charge for each equipment account reported in column (c) of Schedule 335 will equal the combined aggregate totals of line item charges comprising the corresponding equipment account as reported in columns (c) and (d). For improvements on leased property, Accounts 732 and 733, use a supplementary Schedule 415 and this reporting will relate to Schedules 340 and 342. Depreciation charges reported in columns (c) and (d) will balance to Schedule 410, column (f) as follows: (1) Locomotives: line 5 plus line 38 compared to Schedule 410, line 213; (2) Freight Cars: line 24 plus line 39 compared to Schedule 410, line 232; (3) The Sum of Highway Equipment (line 32), Floating Equipment (line 35), Passenger and Other Revenue Equipment (line 36), Computer and Data Processing Equipment (line 37), Machinery-Other Equipment (line 40), and Work and Other Non-Revenue Equipment (line 41) compared to Schedule 410, line 317.
5. Depreciation adjustment for prior over and/or underdepreciation of each equipment type shall be reported in column (e) as a debit or credit to the appropriate line item, the net adjustment shall equal the equipment amortization reported in column (c) of Schedule 335.
6. Retirement charges shall be made on the basis of the actual units retired from service during the reporting period where the service value has been determined, based on a ledger value of salvage and insurance recovered. Retirement charge reported in column (f) will not balance to Schedule 410 because they are included in, but do not totally comprise the "other" expenses in Schedule 410, lines 218, 237 and 322. Retirement charges for locomotives, line 5 plus 38 are in Schedule 410, line 218; retirement charges for freight cars, lines 24 plus 39 are in Schedule 410, line 237; retirement charges for all other equipment, lines 32, 35, 36, 37, 40 and 41 are in Schedule 410, line 322.
7. Lease/Rentals reported in column (g) should balance to column (f) of Schedule 410 as follows: (1) Locomotives: line 5 plus line 38 compared with Schedule 410, lines 207, 208, 211 and 212; (2) Freight Cars: line 24 plus line 39 compared with Schedule 410, lines 226 plus 227 (note that Schedule 410, lines 230 and 231 are reported in Schedule 414 and are *not* to be included in Schedule 415); (3) The Sum of Lease/Rentals for All Other Equipment, lines 32, 35, 36, 37, 40 and 41 will balance to Schedule 410, lines 311, 312, 315 and 316 except for the interchange rental on trailers on containers which is reported in Schedule 414. Therefore, both Schedules 414 and 415 should be used when balancing lease/rentals-other equipment to Schedule 410. Do not report in Schedule 415 the trailer-container rentals reported in Schedule 414.
8. Depreciation base by types of equipment shall be reported in columns (g), (h) and (i) and should not include the cost of equipment used, but not owned, when the rents therefore are included in the rent for equipment and accounts Nos. 31-22-00, 31-23-00, 31-25-00, 31-21-00, 35-21-00, 35-22-00, 35-23-00, and 35-25-00. It should include the cost of equipment owned and leased to others when the rents there from are included in the rent for equipment accounts Nos. 32-21-00, 32-22-00, 32-23-00, 32-25-00, 36-21-00, 36-22-00, 36-23-00, and 36-25-00. Property used but not owned should also be included when the rent therefor is included in accounts Nos. 31-12-00, 31-13-00, 31-21-00, 31-22-00, and 31-23-00, inclusive. The grand total of each equipment account in column (c) of Schedule 332 should equal the combined aggregate totals of line items comprising the equipment depreciation bases of column (f).
9. Accumulated depreciation for each class of equipment shall be reported in columns (h), (j) and (k). The grand total of each equipment reserve account in column (g), Schedule 335, shall equal the combined aggregate total accumulated depreciation for line items comprising the corresponding equipment accounts reported in column (h), (j) and (k).

SCHEDULE 415. SUPPORTING SCHEDULE: EQUIPMENT

SEE INSTRUCTIONS ON PAGE 66

Line No.	Types of Equipment (a)	Repairs (Net Expense) (b)	Depreciation		Depreciation Adjustment net during year (e)
			Owned (c)	Capitalized lease (d)	
	Amortization-Locomotives, Freight cars, & Shop Machinery*				(400) *
	LOCOMOTIVES: Amortization Locomotives*				
1	Diesel Locomotive - Yard	\$ 2,815	\$ 3,369	\$ 234	\$
2	Diesel Locomotive - Road	7,741	2,084	598	
3	Other Locomotive - Yard				
4	Other Locomotive - Road				
5	TOTAL	10,556	5,453	832	(400)
	FREIGHT TRAIN CARS: Amortization Freight Cars*				1,037 *
6	Box-Plain 40 Foot	26	21		
7	Box-Plain 50 Foot and Longer	681	1,944	1,013	
8	Box-Equipped	239	759	464	
9	Gondola-Plain	80	726	146	
10	Gondola-Equipped	5	6		
11	Hopper-Covered	243	658	186	
12	Hopper-Open Top-General Service	77	64	88	
13	Hopper-Open Top-Special Service	21	1,043		
14	Refrigerator-Mechanical	---			
15	Refrigerator-Nonmechanical	20	50		
16	Flat TOFC/COFC	3	1		
17	Flat Multi-level	---	2		
18	Flat-General Service	58	83		
19	Flat-Other	27	161		
20	All Other Freight Cars	371	32	361	
21	Cabooses	71	197	47	
22	Auto Racks	---	19	122	
23	Miscellaneous Accessories	---			
24	TOTAL FREIGHT TRAIN CARS	1,922	5,766	2,427	1,037
	OTHER EQUIPMENT-REVENUE FREIGHT				
	HIGHWAY EQUIPMENT				
25	Refrigerated Trailers				
26	Other Trailers	114			
27	Refrigerated Containers				
28	Other Containers				
29	Bogies				
30	Chassis				
31	Other Highway Equipment (Freight)				
32	TOTAL HIGHWAY EQUIPMENT	114	---		
	FLOATING EQUIPMENT-REVENUE SERVICE				
33	Marine Line-Haul				
34	Local Marine				
35	TOTAL FLOATING EQUIPMENT				
	OTHER EQUIPMENT				
36	Passenger and Other Revenue Equipment (Freight Portion)				
37	Computer & Data Processing Equipment	20			
38	Machinery - Locomotives*	81	52		8*
39	Machinery - Freight Cars*	127	57		15*
40	Machinery - Other Equipment*	84	---		
41	Work & Other Non-revenue Equipment	691	2,401		
42	TOTAL OTHER EQUIPMENT	1,003	2,600		23*
43	TOTAL, ALL EQUIPMENT (FREIGHT PORTION)	13,595	13,819	3,259	660

*The data to be reported on line 38, in column (b) is the amount reported in Schedule 410, column (f), line 203 reduced by the allocable portion of line 216.

*The data to be reported on line 39, in column (b) is the amount reported in Schedule 410, column (f), line 222 reduced by the allocable portions of line 235.

*The data to be reported on line 40, in column (b) is the amount reported in Schedule 410, column (f), lines 302 through 306 reduced by the allocable portion of line 320.

Railroad Annual Report R-1

* Amortization shown in Schedule 335 on line 37
per I.C.C. letter July 16, 1980.

SCHEDULE 415. SUPPORTING SCHEDULE: EQUIPMENT

SEE INSTRUCTIONS ON PAGE 66

Line No.	Types of Equipment (a)	Repairs (Net Expense) (b)	Depreciation		Depreciation Adjustment net during year (e)
			Owned (c)	Capitalized Lease (d)	
	LOCOMOTIVES:				
1	Diesel Locomotive - Yard	\$ 2,815	\$ 2,002 ✓	\$ 234	\$ (82)
2	Diesel Locomotive - Road	7,741	3,051 ✓	598	(318)
3	Other Locomotive - Yard				
4	Other Locomotive - Road				
5	TOTAL	10,556	5,053 ✓	832	(400)
	FREIGHT TRAIN CARS:				
6	Box-Plain 40 Foot	26	63 ✓		42 ✓
7	Box-Plain 50 Foot and Longer	681	1,955 ✓	1,013	11 ✓
8	Box-Equipped	239	988 ✓	464	229 ✓
9	Gondola-Plain	80	866 ✓	146	140 ✓
10	Gondola-Equipped	5	6		---
11	Hopper-Covered	243	1,005 ✓	186	347 ✓
12	Hopper-Open Top-General Service	77	106 ✓	88	42 ✓
13	Hopper-Open Top-Special Service	21	1,106 ✓		63 ✓
14	Refrigerator-Mechanical	---	---		---
15	Refrigerator-Nonmechanical	20	99 ✓		49 ✓
16	Flat TOFC/COFC	3	1		---
17	Flat Multi-level	---	18 ✓		16 ✓
18	Flat-General Service	58	84 ✓		1 ✓
19	Flat-Other	27	207 ✓		46 ✓
20	All Other Freight Cars	371	48 ✓	361	16 ✓
21	Cabooses	71	232 ✓	47	35 ✓
22	Auto Racks	---	19	122	---
23	Miscellaneous Accessories	---	---		---
24	TOTAL FREIGHT TRAIN CARS	1,922	6,803 ✓	2,427	1,037
	OTHER EQUIPMENT-REVENUE FREIGHT HIGHWAY EQUIPMENT				
25	Refrigerated Trailers				
26	Other Trailers	114			
27	Refrigerated Containers				
28	Other Containers				
29	Bogies				
30	Chasis				
31	Other Highway Equipment (Freight)				
32	TOTAL HIGHWAY EQUIPMENT	114			
	FLOATING EQUIPMENT-REVENUE SERVICE				
33	Marine Line-Haul				
34	Local Marine				
35	TOTAL FLOATING EQUIPMENT				
	OTHER EQUIPMENT				
36	Passenger and Other Revenue Equipment (Freight Portion)				
37	Computer & Data Processing Equipment	20			
38	Machinery - Locomotives ¹	81	60 ✓		8
39	Machinery - Freight Cars ²	127	72 ✓		15
40	Machinery - Other Equipment ³	84			
41	Work & Other Non-revenue Equipment	691	2,491 ✓		
42	TOTAL OTHER EQUIPMENT	1,003	2,623 ✓		23
43	TOTAL, ALL EQUIPMENT (FREIGHT PORTION)	13,595	14,479 ✓	3,259	660

¹The data to be reported on line 38, in column (b) is the amount reported in Schedule 410, column (f), line 203 reduced by the allocable portion of line 216.²The data to be reported on line 39, in column (b) is the amount reported in Schedule 410, column (f), line 222 reduced by the allocable portions of line 235.³The data to be reported on line 40, in column (b) is the amount reported in Schedule 410, column (f), lines 302 through 306 reduced by the allocable portion of line 320.*Not in Publication*

SEE INSTRUCTIONS ON PAGE 65

Retirements (f)	Lease and Rentals (Net) (g)	Depreciation Base as of 12/31		Accumulated Depreciation as of 12/31	
		Owne (h)	Capitalized lease (i)	Owne (j)	Capitalized lease (k)
\$	1,205	20,557 ✓	3,525	\$ 13,157 ✓	4,658 ✓
	2,552	56,556 ✓	9,066	16,266 ✓	2,164 ✓
	3,757	77,113 ✓	12,591	29,423	6,822
		1,215 ✓		(393) ✓	
	24	39,927 ✓	15,352	9,801 ✓	8,105 ✓
		23,443 ✓	7,040	3,200 ✓	4,662 ✓
		14,873 ✓	2,191	1,783 ✓	1,686 ✓
	2	162 ✓		47	
	849	17,379 ✓	2,826	5,511 ✓	2,710 ✓
	688	1,560 ✓	1,336	1,320 ✓	1,285 ✓
	2	20,139 ✓		3,711 ✓	
		---		---	
		309 ✓		349 ✓	
		2 ✓		15 ✓	
		70		741 ✓	
	13	1,163 ✓		245 ✓	
		1,868 ✓		616 ✓	
		7,191 ✓	5,431	916 ✓	4,943 ✓
	257	1,167 ✓	714	530 ✓	441 ✓
	183	557 ✓	1,254	555 ✓	437 ✓
	2,018	131,025 ✓	36,144	28,947	24,269
	7				
	7				
	2,103				
	30	1,091		449	
	13	1,734		728	
		25		10	
	2,856	18,229		8,695	
	5,002	21,079		9,882	
None	10,784	229,217 ✓	48,735	68,252	31,091

*The data to be reported on lines 38, 39, and 40 in columns (f), (g), and (h), is the investment recorded in property account 44 allocated to Locomotives, Freight Cars, and Other Equipment.

*The depreciation to be reported on lines 38, 39, and 40 in column (e) is calculated by multiplying the investment in each element by the effective composite rate for property account 44.

Not in Publication

Supplementary **SCHEDULE 410 SUPPORTING SCHEDULE: EQUIPMENT**

SEE INSTRUCTIONS ON PAGE 66

Line No.	Types of Equipment (a)	Repairs (Net Expense) (b)	Depreciation		Adjustment net (during year) (e)
			Owned (c)	Capitalized lease (d)	
	LOCOMOTIVES:				
1	Diesel Locomotive - Yard	\$	\$	\$	\$
2	Diesel Locomotive - Road				
3	Other Locomotive - Yard				
4	Other Locomotive - Road				
5	TOTAL				
	FREIGHT TRAIN CARS:				
6	Box-Plain 40 Foot				
7	Box-Plain 50 Foot and Longer				
8	Box-Equipped				
9	Gondola-Plain		72		
10	Gondola-Equipped				
11	Hopper-Covered				
12	Hopper-Open Top-General Service				
13	Hopper-Open Top-Special Service				
14	Refrigerator-Mechanical				
15	Refrigerator-Nonmechanical				
16	Flat TOFC/COFC				
17	Flat Multi-level				
18	Flat-General Service				
19	Flat-Other				
20	All Other Freight Cars				
21	Cabooses				
22	Auto Racks				
23	Miscellaneous Accessories				
24	TOTAL FREIGHT TRAIN CARS		72		
	OTHER EQUIPMENT-REVENUE FREIGHT				
	HIGHWAY EQUIPMENT				
25	Refrigerated Trailers				
26	Other Trailers				
27	Refrigerated Containers				
28	Other Containers				
29	Bogies				
30	Chasis				
31	Other Highway Equipment (Freight)				
32	TOTAL HIGHWAY EQUIPMENT				
	FLOATING EQUIPMENT-REVENUE SERVICE				
33	Marine Line-Haul				
34	Local Marine				
35	TOTAL FLOATING EQUIPMENT				
	OTHER EQUIPMENT				
36	Passenger and Other Revenue Equipment (Freight Portion)				
37	Computer & Data Processing Equipment				
38	Machinery - Locomotives ¹				
39	Machinery - Freight Cars ⁴				
40	Machinery - Other Equipment ⁴				
41	Work & Other Non-revenue Equipment		4		
42	TOTAL OTHER EQUIPMENT		4		
43	TOTAL, ALL EQUIPMENT (FREIGHT PORTION)		76		

¹The data to be reported on line 38, in column (b) is the amount reported in Schedule 410, column (f), line 203 reduced by the allocable portion of line 216.

⁴The data to be reported on line 39, in column (b) is the amount reported in Schedule 410, column (f), line 222 reduced by the allocable portions of line 235.

⁴The data to be reported on line 40, in column (b) is the amount reported in Schedule 410, column (f), lines 302 through 306 reduced by the allocable portion of line 320.

68 B

[illegible]

The depreciation to be reported on lines 38, 39, and 40 in column (c) is calculated by multiplying the investment in each element by the effective composite rate for property account 44.

417. SPECIALIZED SERVICE SUBSCHEDULE - TRANSPORTATION

Instructions:

1. Report freight expenses only.
2. Report in lines 1, 2, 3, 4, and 10, the total of those natural expenses (salaries and wages; material, tools, supplies, fuels and lubricants; purchased services; and general) incurred in the operation of each type of specialized service facility. This schedule *does not* include switching services performed by train and yard crews in connection with or within specialized service facilities.
3. When it is necessary to apportion expenses, such as administrative expenses to two or more services, they shall be apportioned on the most equitable basis available to the respondent and only to the services they support. The total expenses in column (j) should balance with the respective line items in Schedule 410, Railway Operating Expenses.
4. Report in column (b), line 2, the expenses incurred in highway movements of trailers and containers performed at the expense of the reporting railroad within a terminal area for the purpose of pick-up, delivery or highway interchange service. Report in column (b), line 3, the expenses incurred in operating facilities for handling trailers and/or containers including storage expenses.

5. The operation of floating equipment in line-haul service (between distinct terminals) should be reported in column (c) on line 2. Floating operations conducted within a general terminal or harbor area should be reported in column (c), line 3.
6. Report in column (g), line 3, the expenses incurred by the railroad in loading and unloading automobiles, trucks, etc., to and from bi-level and tri-level auto rack cars. Report on line 2, column (g), the expense incurred by the railroad in moving automobiles, etc., between bi-level and tri-level loading and unloading facilities over the highway to shippers, receivers or connecting carriers. Report in column (F) operating expenses for land facilities in support of floating operations, including the operation of docks and wharves.
7. Report on line 4, column (b), the expenses related to heating and refrigeration of TOFC/COFC trailers and containers (net debits and credits). The expenses on line 4, column (h) relate to refrigerator cars only.
8. Report in column (i) total expenses incurred in performing rail substitute service, other highway revenue service, LCL terminal operations, warehouse operations, freight car transloading, grain elevator terminal operations and livestock feeding operations only.
9. Dollars in Thousands.

Line No.	Items	TOFC/COFC Terminal	Floating Equipment	Coal Marine Terminal	Ore Marine Terminal	Other Marine Terminal	Motor Vehicle Load and Distribution	Protective Services Refrigerator Car	Other Special Services	Total Columns (b-i)
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	Administration	\$	\$	\$	\$	\$	\$	\$	\$	\$
2	Pick up & delivery, marine line haul									
3	Loading and unloading and local marine	468						N/A		
4	Protective services						198	N/A		
5	Freight lost or damaged-solely related							56	100	766
6	Fringe benefits									56
7	Casualty and insurance									
8	Joint facility - Debit								5	5
9	Joint facility - Credit									
10	Other									
11	Total	468					198	56	41	41
									146	868

450. ANALYSIS OF FEDERAL INCOME TAXES

1. In column (a) are listed the particulars which most often cause a differential between taxable income and pretax accounting income. Other particulars which cause such a differential should be listed under the caption "Other", including State and other taxes deferred if computed separately. Minor items each less than \$100,000 may be combined in a single entry under "Other".

2. Indicate in column (b) the beginning of the year total of accounts 714, 744, 762 and 786 applicable to each particular item in column (a).

3. Indicate in column (c) the net change in accounts 714, 744, 762 and 786 for the net tax effect of timing differences originating and reversing in the current accounting period.

4. Indicate in column (d) any adjustments, as appropriate, including adjustments to eliminate or reinstate deferred tax effects (credits or debits) due to applying or recognizing a loss carry-forward or a loss carry-back.

5. The total of line 10 in columns (c) and (d) should agree with the total of the contra charges (credits) to account 557, "Provision for deferred taxes," and account 591, "Provision for deferred taxes—extraordinary items," for the current year.

6. Indicate in column (e) the cumulative total of columns (b), (c), and (d). The total of column (e) must agree with the total of accounts 714, 744, 762 and 786.

Dollars in thousands.

Line No.	Particulars (a)	Beginning of Year Balance (b)	Net Credits (Charges) for Current Year (c)	Adjustments (d)	End of Year Balance (e)
1	Accelerated depreciation, Sec. 167 I.R.C.: Guideline lives pursuant to Rev. Proc. 62-21.	\$ 42,182	\$ 15,490	\$	\$ 57,672
2	Accelerated amortization of facilities Sec. 168, I.R.C.				
3	Accelerated amortization of rolling stock, Sec. 184 I.R.C.				
4	Amortization of rights of way, Sec. 185 I.R.C.				
5	Other (Specify) <u>Claims Reserve</u>	(2,279)	(43)		(2,322)
6	Reacquisition of 1st Mort. Bonds	1,041			1,041
7	Future Benefits of Capitalized leases	(1,805)	175		(1,630)
8	Provisions for Contingencies	1,449	(14)		1,435
9	Investment tax credit*	34	(8,032)		(7,998)
10	TOTALS	40,622	7,576		48,198

*Footnotes:

11. If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit \$ 7,987
12. If deferral method for investment tax credit was elected:
- (1) Indicate amount of credit utilized as a reduction of tax liability for current year \$
 - (2) Deduct amount of current year's credit applied to reduction of tax liability but deferred for accounting purposes \$
 - (3) Balance of current year's credit used to reduce current year's tax accrual \$
 - (4) Add amount of prior year's deferred credits being amortized to reduce current year's tax accrual \$
 - (5) Total decrease in current year's tax accrual resulting from use of investment tax credits \$
13. Total-Other than U.S. Government taxes \$ 2,760

Income taxes:

Normal tax and surtax	(478)
Excess Profits	---
Total-Income Taxes	(478)
Old-Age Retirement*	12,774
Unemployment insurance	1,290
All other United States Taxes	---
Total-U.S. Government Taxes	13,586
Grand Total - Railway Tax Accruals	16,346

Includes taxes for hospital insurance (Medicare) and supplemental annuities as follows:

Hospital insurance	\$ 922
Supplemental annuities	1,000

460. ITEMS IN SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS FOR THE YEAR

Give a brief description for all items, regardless of amount, included during the year in accounts 555, "Unusual or infrequent items"; 560, "Income or loss from operations of discontinued segments"; 562, "Gain or loss on disposal of discontinued segments"; 570, "Extraordinary items"; 590, "Income taxes on extraordinary items"; 592, "Cumulative effect of changes in accounting principles"; 603, "Appropriations released"; 606, "Other credits to retained earnings"; 616, "Other debits to retained earnings"; 620, "Appropriations for sinking and other funds"; 621,

"Appropriations for other purposes". If appropriations released reflect appropriations provided during the year, each account should not be reported.

For accounts 519, "Miscellaneous income" and 551, "Miscellaneous income charges", if the total in either account exceeds 10% of net income before extraordinary items, describe the three largest items in each account and any other items in excess of 10% of net income.

(Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Debits (c)	Credits (d)
1	519	Miscellaneous income	\$	\$ N/A
2				
3	551	Miscellaneous income charges	N/A	
4				
5	555	Unusual or infrequent items	None	
6				
7	560	Operations of discontinued segments	None	
8				
9	562	Disposal of discontinued segments	None	
10				
11	570	Extraordinary items	None	
12				
13	590	Income taxes on extraordinary items	None	
14				
15	592	Changes in accounting principles	None	
16				
17	603	Appropriations released		
18		First Mortgage bonds redeemed		600
19				
20	606	Other credits to retained earnings		None
21				
22	616	Other debits to retained earnings	None	
23				
24	620	Appropriations for sinking fund		
25		Retirement of First Mortgage bonds	600	
26				
27	621	Appropriations for other purposes	None	
28				
29				
30				

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS

NOTES AND REMARKS

500. CONTINGENT ASSETS AND LIABILITIES

1. Give particulars with respect to contingent assets and liabilities at the close of the year, in accordance with Instruction 5-6 in the Uniform System of Accounts for Railroad Companies, that are not reflected in the accounts of the respondent.

Disclose all items amounting to \$100,000, or more. If an actual monetary amount is not known and an estimate of the amount of any item involved is not feasible, disclosure should be made describing the contingency and explaining why an estimate is not determinable.

Examples of contingent liabilities are items which may become obligations as a result of pending or threatened litigation,

assessments or possible assessments of additional taxes and agreements or obligations to repurchase securities or property.

2. Information concerning the guaranties and suretyships are to be shown in other schedules provided for those items and not in this schedule.

3. In column (a) give a description of each item of contingent assets and liabilities under an inserted caption "CONTINGENT ASSETS" or "CONTINGENT LIABILITIES," as appropriate, and in column (b) show the amount of each item.

(Dollars in thousands)

Line No.	Item (a)	Amount (b)
1		\$
2		
3	The Company participates in a service	
4	interruption insurance policy and is contingently	
5	liable for additional premiums up to a maximum of	
6	\$2,960,000 in the event of work stoppages on other	
7	participating railroads.	
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40		
41		
42		
43		
44		
45		
46		
47		

501. GUARANTIES AND SURETYSHIPS

1. If the respondent was under obligation as guarantor or surety for the performance by any other corporation or other association of any agreement or obligation, show the particulars of each contract of guaranty or suretyship in effect at the close of the year or entered into and expired during the year.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue. Items of less than \$50,000 may be shown as one total.
(Dollars in thousands)

Line No.	Names of all parties principally and primarily liable (a)	Description (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	Kansas City	Guaranteed Senior Notes	\$	
2	Terminal Ry. Co.	10-1/4% due		
3		December 15, 1975 through		
4		December 15, 1984. Finance		
5		Docket 14637 The KCS Ry. Co.		
6		is guarantor of 1/4th	2,063	Joint
7				
8				
9				
10	City of New	Jointly and severally liable for		
11	Orleans, LA	principal and interest for New		
12		Orleans Union Passenger Terminal		
13		Revenue Bonds 1-1-48 to 1-1-98		
14		Finance Docket 15920. The L&A		
15		Ry. Co. is guarantor of their		
16		proportion of	4,111	Joint
17				
18				
19				
20	Trailer Train Co.	Jointly and severally liable for		
21		certain conditional sale agreements		
22		of Trailer Train Co. maturing		
23		serially. Various ICC recordation		
24		numbers assigned to the conditional		
25		sale agreements. The KCS Ry. Co.		
26		is one of thirty-three owning		
27		companies	1,217	Joint
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				

2. If any corporation or other association was under obligation as guarantor or surety for the performance by the respondent of any agreement or obligation, show for each such contract of guaranty or suretyship in effect at the close of the year or entered into and expired during the year, the particulars called for hereunder.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue, nor does it include ordinary surety bonds or undertakings on appeals in court proceedings.

Line No.	Finance Docket number, title, maturity date and concise description of agreement or obligation (a)	Names of all guarantors and sureties (b)	Amount of contingent liability of guarantors (c)	Sole or joint contingent liability (d)
1			\$	
2				
3				
4				
5				
6				
7				
8				
9				

502. COMPENSATING BALANCES AND SHORT-TERM BORROWING ARRANGEMENTS

Using the following notes as a guideline, show the requirements compensating balances and short-term borrowing arrangements. Footnote disclosure is required even though the arrangement is not reduced to writing. (Dollars in thousands)

1. Disclose compensating balances not legally restricted, lines of credit used and unused, average interest rate of short-term borrowings outstanding at balance sheet date, maximum amount of outstanding borrowings during the period and the weighted average rate of those borrowings.
2. Time deposits and certificates of deposit constituting compensating balances not legally restricted should be disclosed.
3. Compensating balance arrangements need only be disclosed for the latest fiscal year.
4. Compensating balances included in account 703, Special deposits, and in account 717, Other funds, should also be separately disclosed below.
5. Compensating balance arrangements are sufficiently material to require disclosure in footnotes when the aggregate of written and oral agreement balances amount to 15 percent or more of liquid assets (current cash balances, restricted and unrestricted plus marketable securities).
6. When a carrier is not in compliance with a compensating balance requirement, that fact should be disclosed along with stated and possible sanctions whenever such possible sanctions may be immediate (not vague or unpredictable) and material.

In January 1975, the Company obtained a \$5,000,000 bank line of credit. All loans under this arrangement will be at prime rate. This agreement includes a provision requiring compensating balances of 10% on the total amount of the commitment plus 10% on any borrowed portion of said commitment. During fiscal 1981 and 1980 no funds were borrowed on the above described line of credit and compensating balance requirements have been met.

510. DEBTHOLDINGS

Give particulars of the various issues of securities of the respondent and disclose the name and address of the creditor, the character (nature) of the debt, nature of the security, if any, the date of origin, the date of maturity, the total amount of the debt, the rate of interest, and the total amount of interest to be paid. Include a copy of any and all restrictive covenants attached to the indebtedness. Where such indebtedness is widely held, such as bonds and debentures, provide the name of the trustee in place of the creditor.

Accounts to be considered in completing this schedule are:

- 765. Funded Debt Unmatured
- 766. Equipment Obligations
- 767. Receivers' and Trustees' Securities
- 768. Debt in Default
- 769. Accounts Payable; Affiliated Companies

In column (a) show the symbol and name, and account number of each bond or other obligation according to the following designations in the numerical order given, and give a total for each such numerical alphabetical and each numerical group and for each account:

(1) MORTGAGE BONDS:

- (a) With fixed interest.
- (b) With contingent interest.

(2) COLLATERAL TRUST BONDS:

- (a) With fixed interest.
- (b) With contingent interest.

(3) UNSECURED BONDS (Debentures):

- (a) With fixed interest.
- (b) With contingent interest.

(4) EQUIPMENT OBLIGATIONS:

- (a) Equipment securities (Corporation).
- (b) Equipment securities (Receivers' and Trustee').
- (c) Conditional or deferred payment contracts.

(5) MISCELLANEOUS OBLIGATIONS

(6) RECEIVERS' AND TRUSTEE' SECURITIES (Other than equipment obligations).

(7) SHORT-TERM NOTES IN DEFAULT.

Indicate in the description or by footnote the property pledge for each issue, stating assets covered by first lien and by junior lien.

If an issue is a serial issue, state amounts due annually. If amounts are not due regularly, give full particulars.

If an issue is an income bond, the interest rate shown should be the maximum rate specified by the indenture. State in the description or by footnote the amount of interest that is contingent, the percent paid for the current year, and the aggregate percent of contingent interest unpaid at the beginning and end of the year.

If any issue is in default, indicate the date of the first default, payments of interest made during the current year, and total amount of interest in default at beginning and end of the year.

If any issue contains a conversion feature, call feature, or is subject to a sinking fund provision prior to maturity, describe particulars in footnotes. Dollars in thousands.

510. DEBTHOLDINGS—Continued

Line No.	Description of obligation	Name and address of creditor or trustee	Original amount	Portion due	
				A/C 764 Within one year	A/C 765-766 After one year
	(a)	(b)	(c)	(d)	(e)
1.	LA First Mort. Bonds	Bankers Trust, N.Y.	50,000		27,941
2.					
3.					
4.	Equipment Obligations 4A				
5.	Cont. 24026	Chemical Bk. N.Y.	4,440	None	None
6.	24384	" "	4,097	273	None
7.	24724	" "	4,413	294	294
8.	25092	" "	10,148	1,015	3,045
9.	25650	" "	5,151	343	1,717
10.	25820	" "	3,426	228	1,142
11.	25944	" "	6,055	404	2,220
12.	26120	" "	6,570	438	2,847
13.	27940	Mercantile SafeDep.	28,420	1,895	24,630
14.	28124	Metropolitan Life	10,899	727	10,173
15.	28335	Chemical Bank	11,224	748	10,476
16.	Equipment Obligations Total KCS Ry. Co.		94,843	6,365 ✓	56,544 ✓
17.	L&A Ry. Co.				
18.	Cont. 10920	Chemical Bk. N.Y.	27,446	1,830	20,127
19.	11068	" "	20,825	1,388	16,660
20.	11093	" "	8,144	543	6,786
21.	Equipment Obligations Total L&A Ry. Co.		56,415	3,761 ✓	43,573 ✓
22.					
23.	CAPITALIZED LEASES				
24.	K.C.S. Ry. Co.				
25.	Cont. 27403	K.C. Southern Ind.	2,750	399	710
26.	27235	1st Security-Utah	14,801	713	9,857
27.	24406	Continental Illinois	17,000	1,266	
28.	24725	Chemical Bank	4,292	353	371
29.	25225	Bankers Trust Co.	3,924	416	1,182
30.	25400	Chemical & Mellon	5,064	475	1,968
31.	26555	American Natl Bk.	1,248	32	785
32.	27416-25	Borg Warner	411	56	236
33.	27416-30	" "	843	55	579
34.					
35.	Total KCS Ry. Capitalized Leases		50,333	3,765 ✓	15,688 ✓
36.					
37.	L&A Ry. Co.				
38.	Cont. 10731	American Natl Bk.	4,022	93	1,307
39.	10732	" "	2,000	99	2,614
40.					
41.	Total L&A Ry. Co. Capitalized Leases		6,022	192 ✓	3,921 ✓
42.					
43.	Total KCS and L&A Rys. Funded debt			14,083	147,667
44.					
45.	Kansas & Missouri Ry. and Terminal Co.				996
46.	Carland, Inc.				
47.	Notes	Various Banks		5,468	10,928
48.					
49.					
50.	Grand Total			19,551	159,591

510. DEBTHOLDINGS—Continued
(Notes and Other Disclosures)

Line No.	a. Nature of Security or Collateral, if any
1.	
2.	
3.	
4.	
5.	
6.	
7.	
8.	
9.	
10.	
11.	
12.	
13.	
14.	
15.	
16.	
17.	

b. With respect to each holder of more than five percent of each issue reported, provide the name, address, and type of holder—bank, broker, holding company, individual or other specified category.

Line No.	Name and address of holder	Type of holder
1.		
2.		
3.		
4.		
5.		
6.		
7.		
8.		
9.		
10.		
11.		
12.		
13.		
14.		
15.		
16.		
17.		
18.		

c. Other Notes and Comments

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 700

State particulars of all tracks operated by the respondent at the close of the year, according to the following classification:

- (1) Line owned by respondent;
- (2) Line owned by proprietary companies;
- (3) Line operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Line operated under contract or agreement for contingent rent, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Line operated under *trackage rights*.

Give subtotals for each of the several numbered classes, in the order listed above, as well as the total for all classes.

Lengths of track should be reported to the nearest WHOLE mile adjusted to accord with footings, i.e.: counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

In column (a) insert the figure (and letter, if any) indicating its class in accordance with the preceding classification.

In column (b) give the various proportions of each class owned or leased by respondent, listing each proportion once in any grouping. Canadian mileage should be segregated and identified on separate lines in the various groupings. For each listing, in column (d) give its entire length (the distances between termini of single or first main track), and in the following columns the lengths of second main track; all other main tracks; passing tracks, cross-overs and turn-outs; way switching tracks; and yard switching tracks. These classes of tracks are defined as follows:

Running tracks.—Running tracks, passing tracks, cross-overs, etc., including turn-outs from those tracks to clearance points.

Way switching tracks.—Station, team, industry and other switching tracks for which no separate service is maintained.

Yard switching tracks.—Yards where separate switching services are maintained, including classification, house, team, industry and other tracks switched by yard locomotives.

The returns in columns (h) and (i) should include tracks serving industries, such as mines, mills, smelters, factories, etc., not classifiable under "branch lines" as defined below. Tracks belonging to an industry for which no rent is payable should not be included.

Tracks leading to and in gravel and sand pits and quarries, the cost of which is chargeable to a clearing account and which are used in getting out material for the respondent's use, should not be included.

Class (1) includes all lines operated by the respondent at the close of the year to which it has title in perpetuity.

In classifying the line between *main* and *branch* (column (c)), use the distinction usually followed by respondent. Branch lines are distinguished from industrial tracks or yard tracks and sidings in that branch lines serve one or more stations beyond the point of junction with the main line or another branch line and to or from which stations train service, or its equivalent, is performed.

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i.e., one all of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation 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 rest 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. 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.

Class (3) includes all tracks operated under a lease or formal conveyance of less than the grantor's interest in the property, with a specific and unconditional rent reserved. The fact that the lessor does or does not maintain an independent organization for financial purposes is immaterial in this connection.

Class (4) is the same as class (3) except that the rent reserved is conditional upon earnings or other fact.

Class (5) includes all tracks operated and maintained by others but over which the respondent has the right to operate some or all of its trains. In the road of this class the respondent has no proprietary rights but only the rights of a licensee. Include in this class, also, all main tracks, industrial tracks and sidings owned by noncarrier companies and individuals when the respondent operates over them but does not have exclusive possession of them.

Road held by the respondent as *joint or common owner* or a *joint lessee* or under any *joint arrangement* should be shown in its appropriate class and the entry of length should be of the entire length of the portion jointly held. The class symbol should have the letter (J) attached.

Road operated by the respondent as agent for another carrier should not be included in this schedule.

Switching and terminal companies leave column (c) (Miles of Branch Lines) blank. They should prepare also the following schedule for tracks operated at cost for joint benefit.

TRACKS OPERATED AT COST FOR JOINT BENEFIT (For Switching and Terminal Companies Only)

Line No.	Name of owner(s)	Joint or common title holder(s)	Total mileage operated
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			

700. MILEAGE OPERATED AT CLOSE OF YEAR

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	Running Tracks, Passing Tracks, Cross-Overs, Etc.				Miles of way switching tracks	Miles of yard switching tracks	Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, turnouts			
				(d)	(e)	(f)	(g)			
1	1	100%	M	1,475	9		210	172	305	2,171
2										
3	1-J	100%	M						6	6
4	1-J	50%	M		4		10	2	56	72
5										
6	1-J	33-1/3%	M						1	1
7										
8	Total 1-J Main		M		4		10	2	63	79
9										
10	Total 1&1-J Main		M	1,475	13		220	174	368	2,250
11										
12										
13	1	100%	B	55			6	29	5	95
14										
15	1-J	50%	B				2	18		20
16										
17	Total 1&1-J Branch			55			8	47	5	115
18										
19										
20	3-A	100%	M					15		15
21										
22	3-A	100%	B					3		3
23										
24	3-B	100%	M					4	6	10
25										
26	5	100%	M	104	4	2	14	7	6	137
27										
28	5	100%	B	29				1		30
29										
30										
31										
32										
33										
34										
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49										
50										
51										
52										
53										
54										
55	Total Main Line	XXX		1,579	17	2	234	200	380	2,412
56	Total Branch Lines	XXX		84			8	51	5	148
57	Grand Total	XXX		1,663	17	2	242	251	385	2,560
58	Miles of road or track electrified included in preceding grand total	XXX								

702. MILES OF ROAD AT CLOSE OF YEAR—BY STATES AND TERRITORIES (SINGLE TRACK)
(For other than switching and terminal companies)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (e), or (f), as may be

appropriate. The remainder of jointly operated mileage should be shown in column (g). Respondent's proportion of road jointly owned, not operated, should be shown in columns (i) and (j), as may be appropriate. Tracks which have been permanently abandoned should not be included in columns (i) and (j).

Lengths of track should be reported to the nearest WHOLE mile adjusted to accord with footings, i.e.: counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No.	State or territory (a)	ROAD OPERATED BY RESPONDENT							LINE OWNED, NOT OPERATED BY RESPONDENT		New line constructed during year (k)
		LINE OWNED		Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)	Branch lines (j)	
		Main line (b)	Branch lines (c)								
1	MISSOURI	186	11					197			
2	KANSAS	18	6					24			
3	ARKANSAS	224	1				9	234			
4	OKLAHOMA	157					20	177			
5	LOUISIANA	652	23				63	738			
6	TEXAS	238	14				41	293			
7											
8											
9											
10											
11											
12											
13											
14											
15											
16	Total Mileage (single track)	1,475	55				133	1,663			

KANSAS CITY SOUTHERN LINES CONSOLIDATED

Road Initials: Year 19 81

93

705. CHANGES DURING THE YEAR

Hereunder state the matters called for. Make the statements explicit and precise, and number them in accordance with the inquiries; each inquiry should be fully answered, and if the word "none" truly states the fact it may be used in answering any particular inquiry. Changes in mileage should be reported by classes and stated to the nearest whole mile adjusted to accord with footings, i.e.: counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

1. For each railroad property used in respondent's transportation service, show all increases and decreases in mileage, classifying the changes in the tables below as follows:

(Class 1) Line owned by respondent.

(Class 2) Line owned by proprietary companies.

(Class 3) Line operated under lease for a specified sum.

(Class 4) Line operated under contract or agreement for contingent rent.

(Class 5) Line operated under trackage rights.

2. For changes in miles of road, give dates of beginning or abandonment of operations. Any certificates of convenience and necessity, issued under 10901 of the Interstate Commerce Act should make reference to such authority by docket number as may be appropriate.

3. All consolidations, mergers, and reorganizations effected, giving particulars.

This statement should show the mileage, equipment, and cash value of property of each company as well as the consideration received by each company party to the action. State the dates on which consolidated, etc., and whether the prior companies have been dissolved. Copies of the articles of consolidation, merger, or reorganization should be filed with this report.

4. Other important changes not elsewhere provided for involving more than \$50,000, giving full particulars.

INCREASES IN MILEAGE

Line No.	Class	Main (M) or branch (B) line	Running Tracks, Passing Tracks, Cross-Overs, Etc.				Miles of way switching tracks	Miles of yard switching tracks	Total	Remarks
			Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs and turn-outs				
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	1	M				3	1	1	5	
2	1	B					3		3	
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13	Total Increase					3	4	1	8	

DECREASES IN MILEAGE

14	1	M				3	1	1	5	
15	1	B					1		1	
16										
17										
18										
19										
20										
21										
22										
23										
24										
25	Total Decrease					3	2	1	6	

If returns under Inquiry No. 1 above include any first main track owned by respondent or its proprietary companies representing new construction or permanent abandonment give the following particulars:

Owned by respondent:

Miles of road constructed _____ Miles of road abandoned _____

Owned by proprietary companies:

Miles of road constructed _____ Miles of road abandoned _____

Total Increase 2

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.

By road abandoned is meant "permanently abandoned," the cost of which has been or is to be written out of the investment accounts.

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 710

Instructions for reporting locomotive and passenger-train car data.

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 purchased new or built in company shops. In column (d) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.
3. Units leased to others for a period of one year or more are reportable in column (1); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (h); units rented from others for a period less than one year should not be 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. For reporting purposes indicate radio-controlled self-powered diesel units on lines 1 through 8, as appropriate. Radio-controlled units that are not self-powered, i.e., those without a diesel, should be reported on line 13 under "Auxiliary units".

7. Column (k) should show aggregate capacity for all units reported in column (j), as follows: For locomotive units, report the manufacturers' rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for tractive purposes). Exclude capacity data for steam locomotives. For passenger-train cars report the number of passenger seats available for revenue service, counting one passenger to each berth in sleeping cars.

8. 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.

710. INVENTORY OF EQUIPMENT

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

Line No.	Type or design of units	Units in service of respondent at beginning of year	Changes During the Year				Units retired from service of respondent whether owned or leased, including reclassification	Units at Close of Year				
			Units installed					Owned and used	Leased from others	Total in service of respondent (col. (h) & (i))	Aggregate capacity of units reported in col. (j) (see Ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	Locomotive Units										(H.P.)	
1	Diesel-Freight A units	145	12					129	28	157	426,750	
2	Diesel-Freight B units	5						5		5	7,500	
3	Diesel-Passenger A units											
4	Diesel-Passenger B units											
5	Diesel-Multiple purpose A units	11						11		11	17,750	
6	Diesel-Multiple purpose B units											
7	Diesel-Switching A units	91				4		72	23	95	124,700	
8	Diesel-Switching B units											
9	Total (lines 1 to 8)	252	12			4		217	51	268	576,700	
10	Electric Locomotives											
11	Other self powered units											
12	Total (lines 9, 10 and 11)	252	12			4		217	51	268	576,700	
13	Auxiliary units	11				3		3	11	14	XXXX	
14	Total Locomotive Units (lines 12 and 13)	263	12			7		220	62	282	XXXX	

DISTRIBUTION OF LOCOMOTIVE UNITS IN SERVICE OF RESPONDENT AT CLOSE OF YEAR, ACCORDING TO YEAR BUILT, DISREGARDING YEAR OF REBUILDING

Line No.	Type or design of units	Before Jan. 1, 1960	Between Jan. 1, 1960, and Dec. 31, 1964	Between Jan. 1, 1965, and Dec. 31, 1969	Between Jan. 1, 1970, and Dec. 31, 1974	Between Jan. 1, 1975 and Dec. 31, 1979	During Calendar Year					TOTAL
							1980	1981	1982	1983	1984	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
15 Diesel		80	17	40	81	32	6	12				268
16 Electric												
17 Other self powered units												
18 Total (lines 15 to 17)		80	17	40	81	32	6	12				268
19 Auxiliary units		12		2								14
20 Total Locomotive Units (lines 18 and 19)		92	17	42	81	32	6	12				282

710. INVENTORY OF EQUIPMENT-Continued

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

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year	Changes During the Year				Units retired from service of respondent whether owned or leased, including re-classification	Units at Close of Year				
			Units Installed					Owned and used	Leased from others	Total in service of respondent (col. (h) & (i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units re-written into property accounts	All other units, including re-classification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PASSENGER-TRAIN CARS											
	<i>Non-Self-Propelled</i>											
21	Coaches [PA, PB, PBO] _____											
22	Combined cars [All class C, except CSB] _____											
23	Parlor cars [PBC, PC, PL, PO] _____											
24	Sleeping cars [PS, PT, PAS, PDS] _____											
25	Dining, grill and tavern cars _____											
26	[All class D, PD] _____										XXXX	
27	Non-passenger carrying cars [All class B, CSB, M, PSA, IA] _____										XXXX	
28	Total (lines 21 to 27) _____											
	<i>Self-Propelled Rail Motorcars</i>											
29	Electric passenger cars [EP, ET] _____											
30	Electric combined cars [EC] _____											
31	Internal combustion rail motorcars [ED, EG] _____											
32	Other self-propelled cars _____											
	Specify types: _____											
33	Total (lines 29 to 32) _____											
34	Total (lines 28 and 33) _____											
	COMPANY SERVICE CARS											
35	Business cars [PV] _____	2							2	2	XXXX	
36	Boarding outfit cars [MWX] _____	21					11		10	10	XXXX	
37	Derrick and snow removal cars [MWU, MWV, MWW, MWK] _____	8				2	3	2	5	7	XXXX	
38	Dump and ballast cars [MWB, MWD] _____										XXXX	
39	Other maintenance and service equipment cars _____	93				26		46	73	119	XXXX	
40	Total (lines 35 to 39) _____	124				28	14	48	90	138	XXXX	

710. INVENTORY OF EQUIPMENT—Continued

Instructions for reporting freight-train car data:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.

2. In column (d) give the number of units purchased or built in company shops. In column (e) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.

3. Units leased to others for a period of one year or more are reportable in column (n); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (i); units rented from others for a period less than one year should not be included in column (j).

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

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes During the Year			
		Time-mileage cars	All others	Units Installed			
				New units purchased or built ¹	New or rebuilt units leased from others ¹	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹	All other units, including reclassification and second hand units purchased or leased from others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
FREIGHT TRAIN CARS							
41	Plain Box Cars - 40' (B100-129)	192					
42	Plain Box Cars - 50' (B200-229; B300-329)	2,522					313
43	Equipped Box Cars (All Code A)	1,008					
44	Plain Gondola Cars (G092-392; G401-492)	665					
45	Equipped Gondola Cars (All Codes C and E)	28					
46	Covered Hopper Cars (L151-154; 251-254; 351-354; 451-454; 551-554; 651-654; 751-754)	1,477					
47	Open Top Hopper Cars- General Service (All Code H)	300					120
48	Open Top Hopper Cars- Special Service (All Codes J and K)	631		130			4
49	Refrigerator Cars - Non-mechanical (R100, 101, 102, 103, 105, 106, 107, 108, 109, 113, 114, 115, 116, R200, 201, 202, 203, 205, 206, 207, 208, 209, 213, 214, 215, 216)	82					
50	Refrigerator Cars - Mechanical (R104, 110, 111, 112, 117, 118, R204, 210, 211, 212, 217, 218)						
51	Fiat Cars - TOFC/COFC (F071-078; F871-978; F771-778)	8					
52	Fiat Cars - Multi-level (All Code V)	6					
53	Fiat Cars - General Service (F101-109; F201-209)	134					
54	Fiat Cars - Other (F111-189; 211-289; 301-389; 401-540)	193					
55	Tank Cars - Under 22,000 Gallons (T-0, T-1, T-2, T-3, T-4, T-5)						
56	Tank Cars - 22,000 Gallons & Over (T-6, T-7, T-8, T-9)	51					
57	All Other Freight Cars (F191-199; 291; 391; L006-048; L070, L080, L090 - All "L" with second numeric 6; L161-L764; T-770; All Class S)	591		69			
58	Total (lines 41 to 57)	7,888		199			437
59	Caboose (All N)	XXXX	80				3
60	Total (lines 58, 59)	7,888	80	199			440

710. INVENTORY OF EQUIPMENT-Continued

4. Column (m) should show aggregate capacity for all units reported in columns (k) and (l), as follows: 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.

5. Time-mileage cars refers to freight cars, other than cabooses, owned or held under lease arrangement, whose interline rental is settled on a per diem and line haul mileage basis under "Code of Car Hire Rules" or would be so settled if used by another railroad.

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

Units At Close of Year							Line No.
Changes during year (Concluded)	Owned and used	Leased from others	Total in service of respondent (col. (i) & (j))		Aggregate capacity of units reported in col. (k) & (l) (see ins. 4)	Leased to others	
Units retired from service of respondent whether owned or leased including re-classification			Time-mileage cars	All other			
(h)			(i)	(j)			
31	143	18	161		8,670		41
244	1,501	1,090	2,591		228,372		42
124	697	187	884		82,113		43
97	487	81	568		55,796		44
	28		28		2,156		45
121	826	530	1,356		132,002		46
111	71	238	309		25,755		47
1	733	31	764		65,379		48
							49
36	37	9	46		3,060		
							50
1	7		7		355		51
1	5		5		250		52
3	131		131		6,945		53
2	189	2	191		14,789		54
							55
	51		51		4,318		56
							57
3	357	300	657		67,968		
775	5,263	2,486	7,749		697,928		58
12	22	49	XXXX	71	XXXXXXXXXXXX		59
787	5,285	2,535	7,749	71	697,928		60

710. INVENTORY OF EQUIPMENT—Concluded

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

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes During the Year			
		Per diem	All other	Units installed			
				New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units re-written into property accounts	All other units, including reclassification and second hand units purchased or leased from others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	FLOATING EQUIPMENT						
61	Self-propelled vessels [Tugboats, car ferries, etc.]	X X X X					
62	Non-self-propelled vessels [Car floats, lighters, etc.]	X X X X					
63	Total (lines 61 and 62)	X X X X					
	HIGHWAY REVENUE EQUIPMENT						
64	Bogie-chassis						
65	Dry van						
66	Flat bed						
67	Open top						
68	Mechanical refrigerator						
69	Bulk						
70	Insulated						
71	Platform removable sides						
72	Other trailer or container						
73	Tractor						
74	Truck						
75	Total (lines 64 to 74)						

NOTES AND REMARKS

710. INVENTORY OF EQUIPMENT—Concluded

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

Changes during year (Concluded)	Units At Close of Year						Line No.
	Owned and used	Leased from others	Total in service of respondent (col. (i) & (j))		Aggregate capacity of units reported in col. (k) & (l) (see ins. 4)	Leased to others	
			Pier diem	All other			
Units retired from service of respondent whether owned or leased, including reclassification							
(h)	(i)	(j)	(k)	(l)	(m)	(n)	
							61
			X X X X				62
			X X X X				63
			X X X X				
							64
							65
							66
							67
							68
							69
							70
							71
							72
							73
							74
							75

NOTES AND REMARKS

THIS PAGE

LEFT BLANK

INTENTIONALLY

710-S. UNIT COST OF EQUIPMENT INSTALLED DURING THE YEAR

1. Give particulars as requested, separately, for the various classes of new units and rebuilt units of equipment installed by Respondent during the year. If information regarding the cost of any units installed is not complete at time of filing of report, the units should be omitted, but reference to the number of units omitted should be given in a footnote, the details as to cost to be given in the report of the following year. The cost of units under construction at the close of the year should not be reflected in this schedule even though part of the cost appears in the property account for the year. Indicate in column (e) whether an installation represents equipment purchased, (P); built or rebuilt by contract in outside railroad shops, (C); or built or rebuilt in company or system shops, (S).
2. In column (a) list each class or type of locomotive unit, car, or TOFC/COFC equipment on a separate line. By class is meant the standard classification used to distinguish types of locomotive units, freight cars or other equipment adopted by the Association of American Railroads; and should include physical characteristics requested by Schedule 710: locomotive units should be identified as to power source, wheel arrangement, and horsepower per unit; such as Multiple purpose diesel locomotive A units (B-B), 2500 HP; and cars should be identified as to special construction or service characteristics such as Aluminum covered hopper cars, LO: Steel boxcars-special service, XAP, etc., for TOFC/COFC show type of equipment as enumerated in Schedule 710.
3. In column (c) show the total weight in tons of 2,000 pounds. The weight of the equipment acquired should be the weight empty.
4. The cost should be the complete cost as entered on the ledger, including foreign line freight charges and handling charges.
5. Data for this schedule should be confined to the units reported in Schedule 710, columns (c) and (e) for locomotive units, passenger train cars and company service cars; columns (d) and (f) for freight train cars, floating equipment and highway revenue equipment. Disclose new units in the upper section of this schedule and in the lower section disclose rebuilt units acquired or rewritten into the Respondent's accounts. The term "new" as used herein shall refer to and mean a unit or units placed in service for the first time on any railroad.
6. All unequipped boxcars acquired in whole or in part with incentive per diem funds should be reported on separate lines and appropriately identified by footnote or sub-heading.
7. Dollars in thousands.

NEW UNITS

Line No.	Class of equipment (a)	Number of units (b)	Total weight (tons) (c)	Total cost (d)	Method of acquisition (see instructions) (e)
1	Electro Motive Division				
2	GP40-2 3000 HP	2	240	1,601	P
3	SD50 3500 HP	10	1,760	9,561	P
4					
5	Greenville Steel Car Co.				
6	100 Ton Wood Chip Hopper Cars	130	5,005	6,594	P
7					
8	United American Car Co.				
9	125 Ton Pulpwood Flat Cars	100	3,550	4,225	P
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25	TOTAL	242	XXXX	21,981	XXXX

REBUILT UNITS

26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38	TOTAL		XXXX		XXXX
39	GRAND TOTAL	242	XXXX	21,981	XXXX

715. HIGHWAY MOTOR VEHICLE OPERATIONS

Give particulars of highway motor vehicles operated by respondent in revenue and nonrevenue service and of revenue traffic handled for the respondent by others under contractual arrangements.

In reporting highway motor vehicle miles in line-haul service, show the mileage of buses and combination bus-trucks on line 5; the mileage of trucks and of bogies, trailers and semitrailers with trucks on line 6; and the mileage of tractors and of bogies, trailers and semitrailers with tractors on line 7. Vehicle miles in terminal service should be reported on line 8 and 9.

In reporting traffic carried and traffic handled 1 mile on lines 10 to 15, and on lines 20 to 23, both inclusive, show the total

number of tons and ton-miles of revenue freight in column (i) and the total number of passengers carried and passenger-miles in column (c), regardless of the class of vehicle used to perform the transportation service.

In reporting highway motor vehicles in nonrevenue service include those used in maintenance, shops, and storehouses, and transportation of company material; also buses used for transportation of company employees. Exclude automobiles used by officials and employees.

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
REVENUE SERVICE				
Vehicles owned or leased:				
1	Number available at beginning of year _____			
2	Number installed during the year _____			
3	Number retired during the year _____			
4	Number available at close of year _____			
Vehicle miles (including loaded and empty):				
Line haul (station to station):				
5	Passenger vehicle miles _____	XXXXXX		XXXXXX
6	Truck miles _____		XXXXXX	XXXXXX
7	Tractor miles _____		XXXXXX	XXXXXX
Terminal service:*				
8	Pick-up and delivery _____			
9	Transfer service _____			
Traffic carried:				
10	Tons—Revenue freight—Line haul _____	XXXXXX	XXXXXX	XXXXXX
11	Tons—Revenue freight—Terminal service only _____	XXXXXX	XXXXXX	XXXXXX
12	Revenue passengers—Line haul _____	XXXXXX		XXXXXX
13	Revenue passengers—Terminal service only _____	XXXXXX		XXXXXX
Traffic handled 1 mile:				
14	Ton-miles—Revenue freight—Line haul _____	XXXXXX	XXXXXX	XXXXXX
15	Revenue passenger-miles—Line haul _____	XXXXXX		XXXXXX
NONREVENUE SERVICE				
Vehicles owned or leased:				
16	Number available at beginning of year _____			
17	Number installed during the year _____			
18	Number retired during the year _____			
19	Number available at close of year _____			

*When performed by vehicles other than those used for line haul.

B. OPERATED BY OTHERS
(Revenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
Traffic carried:				
20	Tons—Revenue freight _____	XXXXXX	XXXXXX	XXXXXX
21	Revenue passengers _____	XXXXXX		XXXXXX
Traffic handled 1 mile:				
22	Ton-miles—Revenue freight _____	XXXXXX	XXXXXX	XXXXXX
23	Revenue passenger-miles _____	XXXXXX		XXXXXX

715. HIGHWAY MOTOR VEHICLE OPERATIONS—Concluded

"Trailers" means trailer bodies used in TOFC/COFC service which are permanently mounted on running gear. "Containers" means trailer bodies used in TOFC/COFC service which are not

permanently mounted on wheels or chassis, but are separated from such running gear before being loaded on flat cars.

A. OPERATED BY RESPONDENT—Concluded
(Revenue and nonrevenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
						1
						2
						3
						4
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		5
XXXXXX		XXXXXX			XXXXXX	6
XXXXXX				XXXXXX	XXXXXX	7
						8
						9
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	10
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	11
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	12
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	13
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	14
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	15
				230		16
				41		17
				20		18
				251	*	19

* 132 Units equipped with Hi-Rail attachments.

B. OPERATED BY OTHERS—Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	22
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	23

716. HIGHWAY MOTOR-VEHICLE ENTERPRISES IN WHICH THE RESPONDENT HAD A DIRECT OR INDIRECT FINANCIAL INTEREST DURING THE YEAR

Give particulars of highway motor-vehicle enterprises in which the respondent had a financial interest, either directly or indirectly, during the year.

In column (a) identify each motor-vehicle enterprise by name and address, and in column (b) state whether the respondent's in-

terest in such enterprise was direct or indirect. If the interest was indirect, give the names of all intermediaries.

In column (c) give the date on which respondent first acquired its direct or indirect interest in the enterprise.

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1	Kansas City Southern Transport		
2	Company, Inc.	Direct	May 23, 1933
3			
4			
5	Louisiana, Arkansas & Texas		
6	Transportation Company	Direct	July 1930
7			
8			
9	Landa Motor Lines	Direct	July 1939
10			
11			
12	114 West 11th Street		
13	Kansas City, MO 64105		
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

GENERAL INSTRUCTIONS FOR PREPARING SCHEDULES 720, 721, 723, 726, 727, and 728

1. For purposes of these schedules, the track categories are defined as follows:

*Track category

- A - Freight density of 20 million or more gross ton-miles per mile per year (including track over which passenger service is provided—see Category F).
- B - Freight density of less than 20 million gross ton-miles per mile per year but at least 5 million (does not include track over which passenger service is provided—see Category F).
- C - Freight density of less than 5 million gross ton-miles per mile per year but at least 1 million (does not include track over which passenger service is provided—see Category F).
- D - Freight density of less than 1 million gross ton-miles per year (does not include track over which passenger service is provided—see Category F).
- E - Way and yard switching tracks (passing tracks, crossovers and turnouts shall be included in appropriate Category A, B, C, D, F, and Potential Abandonments, as appropriate).

F - Track over which any passenger service is provided (other than potential abandonments); however, if annual freight traffic density is greater than 20 million gross ton-miles per mile per year, the track shall be included in Track Category A.

Potential Abandonments - Route segments identified by railroads as potentially subject to abandonment as required by Section 10904 of the Interstate Commerce Act.

2. These schedules shall only include those lines maintained by the reporting carrier. It shall not include track maintained by others over which the reporting carrier has track use rights.

3. If, for two consecutive years, a line segment classified in one track category maintains a traffic density which would place it in another, it shall be reclassified into that category as of the beginning of the second year.

4. Traffic density related to passenger service shall not be included in the determination of the track category of a line segment.

Note: For line segments containing more than single tracks, the total density over the route shall be used to determine track category.

Note: To determine average density, total track miles (route miles times number of tracks) rather than route miles shall be used.

720. TRACK AND TRAFFIC CONDITIONS

1. Disclose the requested information pertaining to track and traffic conditions.
2. Average speed reduction per slow order mile in column (e) shall be based on reduction from the maximum authorized timetable train speeds.

3. Miles under slow order in column (f) shall not include those due to ongoing maintenance, or other temporary track conditions such as floods or derailments.

Line No.	Track category	Mileage - tracks at end of period	Average annual traffic density in millions of gross ton-miles per mile**	Average running speed limit	Average speed reduction per slow order track mile	Track miles under slow orders at end of period
	(a)	(b)	(c)	(d)	(e)	(f)
1	A	351.0	21.84	35.7	16.2	94.6
2	B	928.9	12.11	37.4	11.6	146.4
3	C	114.6	1.31	40.0	---	---
4	D	169.6	.61	30.3	17.0	1.0
5	E		XXXXXXXX	XXXXX	XXXXX	
6	F		XXXXXXXX	XXXXX	XXXXX	
7	Potential abandonments					
8	Total	1,564.1	12.26	36.4	12.4	242.0

Road Initials:

Year 19 81

KANSAS CITY SOUTHERN LINES CONSOLIDATED

108

721. TIES LAID IN REPLACEMENT

- (1) Disclose the requested information concerning ties laid in replacement.
 (2) In column (j), report the total board feet of switch and bridge ties laid in replacement.
 (3) The term "spot maintenance" in column (k) means repairs to track components during routing inspections, as opposed to programmed replacements aimed at upgrading the general condition of the tracks. "% of Spot Maintenance" refers to the percentage of total ties or board feet laid in replacement considered to be spot maintenance.

Line No.	Track Category (a)	Number of cross-ties laid in replacement							Total (i)	Switch and Bridge Ties (Board feet) (j)	Cross-ties Switch and Bridge Ties	
		New Ties				Second-hand ties					% of Spot Maintenance (k)	
		Wooden		Concrete (d)	Other (e)	Wooden		Other (h)				
		Treated (b)	Untreated (c)			Treated (f)	Untreated (g)					
1	A	113,251							113,251	246,732	23%	68%
2	B	190,887		4,732					195,619	741,016	23%	68%
3	C	7,869							7,869	27,979	23%	67%
4	D	14,254							14,254	36,152	23%	68%
5	E	49,250							49,250	290,675	23%	68%
6	F											
7	Potential Abandonments											
8	Total	375,511		4,732					380,243	1,342,554	23%	68%

9 Average cost of a tie \$ 16.6147

722. TIES LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of ties laid during the year in new construction during the year.

In column (a) classify the ties as follows:

(U) Wooden ties untreated when applied.

(T) Wooden ties treated before application.

(S) Ties other than wooden (steel, concrete, etc.). Indicate type in column (h).

Report new and second-hand (relay) ties separately, indicating in column (h) which ties are new.

In columns (d) and (g) should be shown the total cost, including transportation charges on foreign lines, tie trains, loading, inspection, and the cost of handling ties in general supply, storage, and seasoning yards; and, in the case of treated ties, also the cost of handling at treating plants and the cost of treatment. The cost of unloading, hauling over carrier's own lines and placing the ties in tracks, and of train service, other than that necessary in connection with loading or treatment, should not be included in this schedule. In these columns, "total cost" is to be reported in thousands.

Line No.	Class of ties (a)	CROSSTIES			SWITCH AND BRIDGE TIES			Remarks (h)
		Total number of ties applied (b)	Average cost per tie (c)	Total cost of crossties laid in new tracks during year (d)	Number of feet (board measure) laid in tracks (e)	Average cost per M feet (board measure) (f)	Total cost of switch and bridge ties laid in new tracks during year (g)	
1	T	32,774	\$ 16.03	\$ 525	154,051	\$ 416.92	\$ 64	
2								
3								
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20	Total	32,774	16.03	525	154,051	416.92	64	
21	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid					2.94		
22	Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid					4.52		

Road Income

Year 19 81 KANSAS CITY SOUTHERN LINES CONSOLIDATED

110

723. RAILS LAID IN REPLACEMENT

- (1) Furnish the requested information concerning rails laid in replacement.
- (2) The term "spot maintenance" in column (h) means repairs to track components during routine inspections, as opposed to programmed replacements aimed at upgrading the general condition of the tracks. "% of Spot Maintenance" refers to the percentage of total rails laid in replacement considered to be spot maintenance.

Line No.	Track category (a)	Miles of rail laid in replacement (rail-miles)				Total		Percent of spot maintenance (h)
		New rail		Relay rail		Welded rail (f)	Bolted rail (g)	
		Welded rail (b)	Bolted rail (c)	Welded rail (d)	Bolted rail (e)			
1	A	39.89	.30	6.09	14.61	45.98	14.91	23%
2	B	.03	.36	202.59	19.80	202.62	20.16	22%
3	C	.07			.50	.07	.50	100%
4	D		.05		.25		.30	100%
5	E	.01	.05	2.18	16.40	2.19	16.45	80%
6	F							
7	Potential Abandonments							
8	Other							
9	TOTAL	40.00	.76	210.86	51.56	250.86	52.32	25%

10 Average cost of rails laid in replacement. \$ 5.62 per ft

724. RAILS LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

Give particulars of all rails applied during the year in connection with the construction of new track.

In column (a) classify the kind of rail applied as follows:

- (1) New steel rails, Bessemer process.
- (2) New steel rails, open-hearth process.
- (3) New rails, special alloy (describe more fully in a footnote).
- (4) Relay rails.

Returns in columns (c) and (g) should be reported in whole numbers. Fractions of less than one-half should be disregarded, and fractions of one-half or more reckoned as one.

The returns in columns (d) and (h) should include the cost of loading at the point of purchase ready for shipment, the freight charges paid foreign lines, and the cost of handling rails in general supply and storage yards. The cost of unloading, hauling over carrier's own lines, and placing the rails in tracks, and of train service in connection with the distribution of the rails, should not be included in this schedule. In these columns, "total cost" is to be reported in thousands.

Line No.	Class of rail	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		Weight of Rail		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year	Average cost per ton (2,000 lb.)	Weight of Rail		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year	Average cost per ton (2,000 lb.)
		Pounds per yard of rail	Number of tons (2,000 lb.)			Pounds per yard of rail	Number of tons (2,000 lb.)		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	2	90				90	1		323.33
2	4	90				90	57	2	36.30
3	4	100				100	54	5	101.77
4	4	112	46	1	30.01	112	20	1	30.02
5	4	115	9		30.75	115	62	2	30.74
6	4	127				127	7	1	142.38
7	4	130				130			
8	4	131	169	43	252.00	131			
9	2	136	44	5	106.67	136			
10	4	136	17	1	33.80	136			
11	2	137				137	15	3	170.65
12									
13									
14									
15									
16	Total	X X X	285	50	173.62	X X X	216	14	64.79
17	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid								1.26
18	Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid								1.17
19	Track-miles of welded rail installed this year 98.13 : total to date								462.60

725. WEIGHT OF RAIL

Give the particulars below called for concerning the road and track operated by the respondent at the close of the year. Only the respondent's proportion of jointly-owned mileage should be included. Under "Weight of rail," the various weights of rails should

be given. Road and track occupied under trackage right or other form of license should not be included herein, but all road and track held under any form of lease (granting exclusive possession to the lessee) should be included.

Line No.	Weight of rails per yard (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
1	Pounds 70	19.13		
2	75	5.09		
3	80	11.20		
4	85	41.68		1.) Includes only 1/2 of 4.55 miles of
5	90	255.81		
6	100	7.12		track jointly owned.
7	112	165.29		
8	115	345.51		2.) All track standard gauge
9	127	364.96		
10	130	70.59		4 ft. 8 1/2 inch
11	131	10.12		
12	132	.37		
13	133	5.37		
14	136	236.36		
15	152	2.43		
16		1,541.03		

726. SUMMARY OF TRACK MAINTENANCE

1. Disclose the requested information concerning the summary of track maintenance.

2. In column (d), (f), and (i) give the percentage of replacements to total units of property at year end.

Line No.	Track category (a)	Ties				Rail		Ballast	Track surfacing	
		Number of ties replaced		Percent replaced		Miles of rail replaced (rail-miles) (c)	Percent replaced (f)	Cubic yards of ballast placed (g)	Miles surfaced (h)	Percent surfaced (i)
		Crossties (b)	Switch and Bridge Ties (Board Feet) (d)	Crosstie (e)	Switch and Bridge Ties (Board Feet) (f)					
1	A	113,251	246,732	1.65	N/A	60.89	1.32	49,727	390	16.94
2	B	195,619	741,016	2.85	N/A	222.78	4.84	131,503	1,031	44.80
3	C	7,869	27,979	.11	N/A	.57	.01	32,535	255	11.08
4	D	14,254	36,152	.21	N/A	.30	.01	8,499	67	2.91
5	E	49,250	290,675	.72	N/A	18.64	.40	102,114	801	34.80
6	F									
7	Potential abandonments									
8	Total	380,243	1342554	5.54	N/A	303.18	6.58	324,378	2,544	111

727. TEN-YEAR SUMMARY OF TRACK MAINTENANCE

1. Report in appropriate columns total numbers of replacements for all categories of track lines and the percentage of replacements to the units of property.

2. Explain in "Remarks" changes in track mileage due to acquisition, mergers, major abandonments and other disposals.

Line No.	Year (a)	Ties				Rail		Ballast	Track surfacing	
		Number of ties replaced		Percent replaced		Miles of rail replaced (rail-miles) (c)	Percent replaced (f)	Cubic yards of ballast placed (g)	Miles surfaced (h)	Percent surfaced (i)
		Crossties (b)	Switch and Bridge Ties (Board Feet) (d)	Crosstie (e)	Switch and Bridge Ties (Board Feet) (f)					
1	Current year	380,243	1342554	5.54	N/A	303.18	6.58	324,378	2,544	111
2	First preceding	334,042	739982	4.75	N/A	220.15	4.81	350,425	2,413	105
3	Second preceding	331,752	609861	4.43	N/A	205.36	4.48	247,963	2,487	109
4	Third preceding	287,204	677890	4.08	N/A	175.63	3.62	280,394	1,916	79
5	Fourth preceding	395,797	769232	5.62	N/A	173.26	3.57	284,273	1,347	56
6	Fifth preceding	453,113	682531	6.43	N/A	89.22	1.83	298,070	844	35
7	Sixth preceding	432,950	631252	6.15	N/A	57.18	1.17	256,161	617	25
8	Seventh preceding	424,862	897524	6.03	N/A	92.92	1.91	129,072	549	23
9	Eighth preceding	322,190	708231	4.57	N/A	33.40	.68	N/A	N/A	N/A
10	Ninth preceding	381,079	944967	5.41	N/A	90.99	1.87	N/A	N/A	N/A

REMARKS

113 KANSAS CITY SOUTHERN LINES CONSOLIDATED

Road Initials:

Year 1981

750. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

Show hereunder the amounts of the various kinds of fuel consumed by locomotive units and motors or other self-propelled rail cars in the service of the respondent during the year, and the number of kilowatt-hours for such tractive equipment as was propelled by electricity. The ton of 2,000 pounds should be used.

Kilowatt-hours, for entry in column (c) of section A, and column (h) of section B, are to be figures at high tension taps (point of production or point of purchase), and divided among the several classes of service, the division being made on the respondent's best estimate if actual figures are not available.

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	Diesel	Electric	Other (Steam, Gas Turbine, Etc.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight _____	31,436,350			
2	Passenger _____				
3	Yard switching _____	2,761,456			
4	Total _____	34,197,806			
5	Cost of Fuel* _____	\$ 34,768	\$	\$	\$
6	Work Train _____	4,954			

B. RAIL MOTORCARS

Line No.	Kind of locomotive service (f)	Diesel	Electric	Gasoline
		Diesel oil (gallons) (g)	Kilowatt-hours (h)	Gasoline (gallons) (i)
7	Freight _____			
8	Passenger _____			
9	Yard switching _____			
10	Total _____			
11	Cost of Fuel* _____	\$	\$	\$
12	Work Train _____			

*Show cost of fuel charged to train and yard service (Functions 67-Loco. Fuels and 68-Electric Power Purchased/Produced for Motive Power). 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. (Dollars in thousands)

755 Railroad Operating Statistics

Unit Train, Way Train, and Through data under Items 2, 3, 5, 7, and 13 shall be obtained from conductor's wheel reports (freight) or similar records. Unit Trains, for the purpose of this report, are defined as a solid train with a fixed, coupled consist operated continuously, in shuttle service under load from origin and delivered intact at destination, and returning empty for reloading at the same origin. Way Trains are defined as trains operated primarily to gather and distribute cars in road service and move them between way stations or way points. Through Trains are those trains operated between two or more major concentration or distribution points. Do not include unit train statistics in way and through train statistics. A transportation train is a train transporting revenue freight or passengers or moving with empty cars prior or subsequent to such revenue service. A work train is a train operated solely or preponderantly for the purpose of transporting company freight, work equipment or company employees. Statistics for work trains should be reported under Item 12 only. Statistics related to company equipment, company employees and company freight moving in transportation trains are not to be reported in Item 12, but are to be reported in Items 5-17, 7-04, 8-02, 8-03, and 9-04 through 9-07 as instructed in notes I, K, and L.

(A) Miles of road opened at close of year, excluding industrial tracks, yard tracks, and sidings. Compute data for columns (b) and (c) by averaging mileage for each quarter.

(B) A train-mile is the movement of a train a distance of one-mile. In computing train-miles, fractions representing less than one-half mile shall be disregarded and other fractions considered as one mile. Train miles-running shall be based on the actual distance run between terminals and/or stations and shall be computed from the official time tables or distance tables. Train-miles shall not be increased to cover the running of locomotives from shops to terminals, doubling hills, switching, or other work at way stations, or for the service of helper or pusher locomotives or of extra locomotives on double-head or triple-head trains. When the carrier's trains are detoured over foreign roads, the miles shall be computed on the basis of the miles actually run and in accordance with the service performed. Train-miles shall be kept separately for trains hauled by locomotives and trains moved by motorcars.

(C) A locomotive is a self-propelled unit of equipment designed solely for moving other equipment. A locomotive unit-mile is a movement of a locomotive unit one mile under its own power. Include miles made by all locomotive units. In spaces marked "type" indicate type of motive power (electric, etc.), accumulating unit-miles reported. Types making less than 2 percent of total miles for service need not be segregated. Exclude miles made by motorcars. Miles of locomotives in helper service shall be computed on the basis of actual distance run in such service.

(D) All locomotive unit-miles in road service shall be based on the actual distance run between terminals and/or stations. Follow instructions (B) regarding fractions and official time-tables for computing locomotive-miles.

(E) Train switching locomotive-miles shall be computed at the rate of six miles per hour for the time actually engaged in such service. Include miles allowed train locomotives for performing switching service at terminals and Way stations.

(F) Yard switching locomotive-miles shall be computed at the rate of six miles per hour for the time actually engaged in yard switching service. Include miles allowed yard locomotives for switching service in yards where regular switching service is maintained and in terminal switching and transfer service.

(G) A motorcar is a self-propelled unit of equipment designed to carry freight or passenger traffic, and is not considered a locomotive. Include miles of all motorcars and trailing units.

(H) Use car designations shown in Schedule 710. Report under Railroad owned and leased miles. Items 5-1 and 5-11 both foreign cars and respondents' own cars while on the line of the respondent railroad. Report in Items 5-13 and 5-15 miles for private-line cars (whether under railroad control or not) and shipper owned cars under the private-line category. A car-mile is a movement of a unit of car equipment a distance of one mile. Report miles made by flatcars carrying loaded highway trailers or empty highway trailers moving under revenue billings as loaded freight car-miles and miles made by flatcars carrying other empty highway trailers as empty freight car-miles. Exclude miles made by motorcars and report miles made by business cars of other than reporting carrier as sleeping car-miles in Item 6-03. Report mail, express baggage cars and combination cars other than 6-02 combination cars, in Item 6-05.

(I) Exclude from Items 5-01, 5-11, 5-13, and 5-15 Car-Miles of work equipment, cars carrying company freight and no-payment cars moving in transportation trains. Include such car-miles in Item 5-17 and 5-18. No payment car-miles are miles made by private-line cars (other than railroad controlled) and shipper-owned cars for which the railroad does not reimburse the owner on a loaded and/or empty mile basis. That is, if the payment for the loaded miles includes the empty miles, the loaded and empty miles should not be considered no-payment car miles.

(J) Report miles actually run by passenger-train cars in transportation service. Passenger-train car-miles include miles run by coaches and cars in which passengers are carried at regular tariff fares without extra charge for space occupied; miles run by combination passenger and baggage, passenger and mail, passenger and express; miles run by sleeping, parlor and other cars for which an extra fare is charged; miles run by dining, cafe, and other cars devoted exclusively to the serving of meals and other refreshments and by club, lounge, and observation cars; miles run by railway business cars operated for the transportation of the carriers officers and employees; miles run by other passenger-train cars where services are combined such as baggage, express and mail.

(K) Compute from conductors' or dispatchers' train reports or other appropriate source, weight in tons (2,000 pounds). Item 7-01 includes weight of all locomotive units moved one mile in transportation trains. Ton-miles of motorcars should be excluded. Items 7-02 and 7-03 represent tons behind locomotive units (cars and contents, cabooses) moved one mile in transportation trains (excluding non-revenue gross ton-miles). Non-revenue gross ton-miles in transportation trains include work equipment and cars carrying company freight (and their contents). Use 150 lbs. as the average weight per passenger, and 4 tons as the average weight of contents of each headend car.

(L) Compute from conductors' train reports or other appropriate source. Ton-miles represent the number of tons of revenue and non-revenue freight moved one mile in transportation train. Include net ton-miles in motorcar trains. Exclude local shipment of freight handled in mixed baggage express cars. Total Ton-Miles Revenue Freight, should correspond to the Ton-Miles reported on Form CBS.

(M) Road service represents elapsed time of transportation trains (both ordinary and light) between time of assignment at initial terminals and time of completion of work at final terminals including train switching at way stations and delays on road as shown by conductors' or dispatchers' train reports. Include time of motorcar service performed by train locomotives at terminals and way stations. Report in Item 9-02 train switching hours included in Item 9-01. Train switching is the time spent by the train while performing switching service initial, intermediate and final at terminals and way stations. A train hour is independent of the number of locomotives in the train.

755 Railroad Operating Statistics—Continued

(N) Yard switching hours expended in switching service performed by yard crews in yards where regular switching service is maintained, including terminal switching and transfer service in connection with the transportation of revenue and incidentally of company freight. Hours in yard switching are independent of the number of locomotives used.

(O) Work-train miles include the miles run by trains engaged in company service such as official inspection; inspection trains for railway Commissioners for which no revenue is received; trains running special with fire apparatus to save carrier's property from destruction; trains run for transporting the carrier's employees to and from work when no transportation charge is made; wrecking trains, trains run solely for the purpose of transporting company material; trains run for distributing material and supplies for use in connection with operations and all other trains used in work-train services. Exclude miles run by locomotives while engaged incidentally in switching company materials in company shops or material yards in connection with regular yard switching service or in switching equipment for repairs between yards and shops.

(P) The number of loaded freight cars shall be obtained from the conductors' wheel report and shall be the sum of all loaded cars handled by each train. For example, if a car moves loaded in: (1) a way train from the origination point; (2) in two through trains; and (3) in a way train to the destination point, the total count of loaded cars would be four—two counts for the movements in the way trains and two counts for the movement in through trains. Therefore, each car originated or received from a connecting carrier receives an initial count plus one count for each subsequent physical transfer between trains on respondent

lines. No additional count is given because of crew change or changes in track identification number unless there is a physical transfer of the car between trains. Each car moving under revenue billing shall be considered as loaded cars.

(Q) Report vehicles (TOFC trailers/containers, automobiles and trucks) loaded and unloaded to and from TOFC and multiple level freight cars when the work is performed at the railroad's expense.

(R) Report total number of loaded revenue trailers/containers picked up plus trailers/containers delivered, when the work is performed at the railroad's expense.

(S) Report under Marine Terminals, Item 16, the tons loaded onto and unloaded from marine vessels at the expense of the reporting railroad.

(T) Report the total number of foreign per diem cars on line. Foreign Per Diem Cars refers to freight cars other than cabooses owned by other railroads, whose interline rental is settled on a per diem basis under the code of per diem rules.

Carriers will be governed by local conditions in determining whether a car at an interchange point should be considered as "on line." Unserviceable cars include cars out of service in connection with repair work. It includes cars on repair tracks repaired and awaiting switching, cars on repair tracks undergoing or awaiting switching, cars awaiting movement to repair tracks held in train yard (excluding cars which are to be repaired in train yard without loss of time), cars moving empty in trains en route to shops, and cars stored awaiting disposition.

Surplus cars are cars which are in serviceable condition available for loading at the initial count on the last day of the year, but which have not been placed for loading within 48 hours. A record shall be made of all such cars on hand at 12:01 a.m. of the day following the last day of each year and a count of the same cars made 48 hours later to ascertain those still not placed for loading. The count of surplus cars shall include cars assembled in advance to meet loading requirements of more than one day, cars which have not been moved because of infrequent train service as on branch lines, cars set aside or stored for special or future loading such as perishables, grain, autos, rough freight, et cetera, cars stored because of seasonal decline in traffic, such as coal cars, ore cars, et cetera. The count of surplus cars shall not include cars out of service in connection with repairs, cars actually moving en route to owners, cars moving on car service order, cars in transit to loading points on holding road or to another road. The phrase "placed for loading" refers to (1) physical switching of a car into position for loading (2) physical switching of a car into possession of a shipper who will subsequently move it to loading position; and (3) physical switching onto tracks at a freighthouse, pier, et cetera, for the purpose of being loaded.

755 Railroad Operating Statistics

ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)	ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)
1 Miles of Road Operated (A)	1	1,664		5. Freight Car-Miles: (Thousands) (H)			
2 Train Miles Running (B)				5-01 RR Owned & Leased Cars-Loaded			
2-01 Unit Trains	2	541,651		5-010 Box-Plain 40-Foot	27	940	
2-02 Way Trains				5-011 Box-Plain 50-Foot & Longer	28	15,521	
2-020 Diesel Locomotives	3	411,097		5-012 Box-Equipped	29	10,053	
2-021 Other Locomotives	4	----		5-013 Gondola-Plain	30	4,165	
2-03 Through Trains				5-014 Gondola-Equipped	31	797	
2-030 Diesel Locomotives	5	2,649,851		5-015 Hopper-Covered	32	11,525	
2-031 Other Locomotives	6	----		5-016 Hopper-Open Top-General Service	33	8,878	
2-04 Total Train Miles (lines 2-6)	7	3,602,599		5-017 Hopper-Open Top-Special Service	34	2,626	
2-05 Motorcars	8	----		5-018 Refrigerator-Mechanical	35	420	
2-06 Total, All Trains (lines 7, 8)	9	3,602,599		5-019 Refrigerator-Non-Mechanical	36	1,251	
3 Locomotive Unit Miles: (C)				5-020 Flat-TOFC/COFC	37	1,059	
Road Service: (D)				5-021 Flat Multi-Level	38	1	
3-01 Unit Trains	10	2,434,204		5-022 Flat-General Service	39	374	
3-02 Way Trains				5-023 Flat-All Other	40	1,192	
3-020 Diesel	11	747,526		5-024 All Other Car Types-Total	41	1,850	
3-021 All Other (Type)	12	----		5-025 Total (lines 27-41)	42	60,652	
3-03 Through Trains				5-11 RR Owned & Leased Cars-Empty			
3-030 Diesel	13	8,309,008		5-110 Box-Plain 40-Foot	43	571	
3-031 All Other (Type)	14	----		5-111 Box-Plain 50-Foot & Longer	44	11,012	
3-04 Total (lines 10-14)	15	11,490,738		5-112 Box-Equipped	45	8,810	
Train Switching: (E)				5-113 Gondola-Plain	46	3,386	
3-11 Diesel	16	264,943		5-114 Gondola-Equipped	47	771	
3-12 A. Other (Type)	17	----		5-115 Hopper-Covered	48	13,044	
3-13 Total (lines 16, 17)	18	264,943		5-116 Hopper-Open Top-General Service	49	7,915	
Yard Switching: (F)				5-117 Hopper-Open Top-Special Service	50	2,944	
3-21 Diesel	19	1,700,854		5-118 Refrigerator-Mechanical	51	329	
3-22 All Other (Type)	20	----		5-119 Refrigerator-Non-Mechanical	52	948	
3-23 Total (lines 19, 20)	21	1,700,854		5-120 Flat-TOFC/COFC	53	405	
3-31 Total All Services (lines 15, 18, 21)	22	13,456,535		5-121 Flat-Multi-Level	54	0	
4 Motorcar Car-Miles: (Thousands) (G)				5-122 Flat-General Service	55	398	
4-01 Diesel	23	----		5-123 Flat-All Other	56	1,184	
4-02 Electric	24	----		5-124 All Other Car Types	57	2,061	
4-03 All Other	25	----		5-125 Total (lines 43-57)	58	53,778	
4-04 Total (lines 23-25)	26	----					

755 Railroad Operating Statistics—Continued

ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)	ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)
5-13 Private Line Cars-Loaded (II)				5-164 Tank-Under 22,000 Gallons	91	11,155	
5-130 Box-Plain 40-Foot	59	0		5-165 Tank-22,000 Gallons and Over	92	7,446	
5-131 Box-Plain 50-Foot & Longer	60	1,389		5-166 All Other Car Types	93	9,066	
5-132 Box-Equipped	61	0		5-167 Total (lines 77-93)	94	49,458	
5-133 Gondola-Plain	62	247		5-17 Work Equipment & No Payment Cars-Miles (I)			
5-134 Gondola-Equipped	63	2		5-170 Unit Trains	95	56,499,291 54,018	
5-135 Hopper-Covered	64	14,690		5-171 Way Trains	96	-----	
5-136 Hopper-Open Top-General Service	65	107		5-172 Through Trains	97	56,499,291 51,018	
5-137 Hopper-Open Top-Special Service	66	39		5-173 Total (lines 95-97)	98	56,499,291	
5-138 Refrigerator-Mechanical	67	22		5-18 Total Car-Miles by Train Type:			
5-139 Refrigerator-Non-Mechanical	68	1,167		5-180 Unit Trains	99	56,499,291 51,018	
5-140 Flat-TOFC/COFC	69	8,594		5-181 Way Trains	100	10,750,763	
5-141 Flat-Multi-Level	70	0		5-182 Through Trains	101	203,841,568	
5-142 Flat-General Service	71	79		5-183 Total (lines 99-101)	102	271,091,819	
5-143 Flat-All Other	72	967		5-19 Caboose Miles	103	3,586,975	3587
5-144 Tank-Under 22,000 Gallons	73	10,485		6. Passenger Car-Miles: (Thousands)(J)			
5-145 Tank-22,000 Gallons and Over	74	7,147		6-01 Coaches	104	-----	
5-146 All Other Car Types	75	3,289		6-02 Combination, Passenger Cars	105	-----	
5-147 Total (lines 59-75)	76	48,224		6-03 Sleeping and Parlor Cars	106	-----	
5-15 Private Line Cars-Empty (II)				6-04 Dining, Grill and Tavern Cars	107	-----	
5-150 Box-Plain 40-Foot	77	0		6-05 Head-end Cars (Other than 6-02)	108	-----	
5-151 Box-Plain 50-Foot & Longer	78	330		6-06 Total (lines 104-108)	109	-----	
5-152 Box-Equipped	79	1		6-07 Business Cars	110	-----	
5-153 Gondola-Plain	80	182		6-08 Crew Cars (Other than C cabooses)	111	-----	
5-154 Gondola-Equipped	81	6		7. Gross Ton-Miles: (Thousands)(K)			
5-155 Hopper-Covered	82	15,746		7-01 Road Locomotives	112	1,930,237	
5-156 Hopper-Open Top-General Service	83	108		7-02 Freight Trains, Crs., Cnts., and Caboose			
5-157 Hopper-Open Top-Special Service	84	44		7-020 Unit Trains	113	4,514,310	
5-158 Refrigerator-Mechanical	85	24		7-021 Way Trains	114	650,853	
5-159 Refrigerator-Non-Mechanical	86	1,195		7-022 Through Trains	115	13,333,895	
5-160 Flat-TOFC/COFC	87	2,971		7-03 Passenger-Trains, Crs., and Cnts.	116	-----	
5-161 Flat-Multi-Level	88	0		7-04 Non-Revenue	117	-----	
5-162 Flat-General Service	89	79		7-05 Total (lines 112-117)	118	20,429,295	
5-163 Flat-All Other	90	1,105					

755 Railroad Operating Statistics—Continued

ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)	ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)
8. Tons of Freight (Thousands)				14. TOFC/COFC-Number of Rev. Trailers & Containers Loaded & Unloaded (Q)	137	10,736	
8-01 Revenue	119	38,385,630		15. Multi-Level Cars-Number of Motor Vehi- cles Loaded & Unloaded (Q)	138	30,522	
8-02 Non-Revenue	120	690,689,828		16. TOFC/COFC Number of Rev. Trailers Picked Up and Delivered (R)	139	20,615	
8-03 Total (lines 119, 120)	121	39,075,458		17. Revenue Tons-Marine Terminals (S)			
9. Ton-Miles of Freight (Thousands)(L)				17-01 Marine Terminals-Coal	140		
9-01 Revenue-Road Service	122	9,880,350		17-02 Marine Terminals-Ore	141		
9-02 Revenue-Lake Transfer Service	123	-----		17-03 Marine Terminals-Other	142		
9-03 Total (lines 122, 123)	124	9,880,350		17-04 Total (lines 140-142)	143		
9-04 Non-Revenue-Road Service	125	99,321		18. Number of Foreign Per Diem Cars on Line (T)			
9-05 Non-Revenue-Lake Transfer	126	-----		18-01 Serviceable	144	2,535	
9-06 Total (lines 125, 126)	127	99,321		18-02 Unserviceable	145	52	
9-07 Total-Revenue & Non-Revenue (lines 124, 127)	128	9,979,671		18-03 Surplus	146	NONE	
10. Train Hours: (M)				18-04 Total Lines 144-146	147	2,587	
10-01 Road Service	129	138,869					
10-02 Train Switching	130	44,066					
11. Total Yard-Switching Hours (N)	131	283,478					
12. Train-Miles Work Trains: (O)							
12-01 Locomotives	132	30,533					
12-02 Motorcars	133	-----					
13. Number of Loaded Freight Cars: (P)							
13-01 Unit Trains	134	111,283					
13-02 Way Trains	135	52,430					
13-03 Through Trains	136	566,950					

Handwritten notes:
 2.6/11/81
 Call, please refer to page 1. Note
 are in figure 1. Note

800. CONTRACTS, AGREEMENTS, ETC.

1. Hereunder give a concise statement of each important contract, agreement, arrangement, etc., with other companies or persons, together with important revisions, modifications, terminations, and other changes thereof, which became effective during the year, and concerned in any way the rail transportation of persons or items at other than tariff rates, or the purchase of equipment under conditional sales plans without the issuance of securities by respondent, making such statements in the following order:

- (a) Freight or transportation companies or lines.
- (b) Other railway companies.
- (c) Steamboat or steamship companies.
- (d) Telegraph companies.
- (e) Telephone companies.
- (f) Equipment purchased under conditional sales contracts.
- (g) Routing traffic of affiliated companies.
- (h) Other contracts.

2. Under item 1(b), include particulars of joint facility arrangements entered into during the year by the respondent, including those maintained or operated by other carriers as well as those maintained or operated by respondent. For each joint facility, give a brief statement of the basis or bases on which revenues, expenses, taxes, interest on investment, and other items, if any, related to the facility are apportioned among the carriers using the facility or otherwise deriving benefit therefrom.

3. Under item 1(f), give particulars of conditional sales agreements, lease or rental contracts, and other similar instruments, entered into by respondent for the purchase of equipment, which provide for payment in installments and do not involve the issuance of securities by respondent. State the names of the parties to the contracts or agreements, the number of units of each class of equipment covered, and the terms and conditions of payment.

4. Under item 1(g), give particulars of arrangements, written or oral with affiliated companies for routing of traffic. Through route arrangements for handling of traffic interchanged with carrier affiliates should not be reported.

5. Under item 1(h), Other contracts, describe briefly the particulars of all contracts or agreements, including estimated amounts receivable, under which a government agency, or instrumentality thereof, seeks to assist respondent with grants or aid for providing passenger commuter or other passenger-train services.

6. Information concerning contracts of minor importance may be omitted. A contract of minor importance is defined as one involving receipts or payments of less than \$50,000 per year, and which, by its terms, is otherwise unimportant.

7. In lieu of giving abstracts, copies of contracts may be filed. Every copy of a contract furnished in connection with the foregoing requirement should be listed hereunder.

8. The basis for computing receipts and payments should be fully stated in the case of each such contract, agreement, or arrangement.

9. Compliance with the requirements of this schedule does not relieve the respondent of the duty placed upon common carriers by 49 U.S.C. 10764 of the revised, Interstate Commerce Act, which reads as follows:

(a)(1) A common carrier providing transportation subject to the jurisdiction of the Interstate Commerce Commission under subchapter I of chapter 105 of this title shall file with the Commission a copy of each arrangement related to transportation affected by this subtitle that the carrier has with another common carrier. The Commission may require other carriers and brokers subject to its jurisdiction under chapter 105 to file a copy of each arrangement related to transportation or service affected by this subtitle that they have with other persons.

(2) When the Commission finds that filing a class of arrangements by a carrier subject to its jurisdiction under subchapter I of that chapter is not necessary in the public interest, the Commission may except the class from paragraph (1) of this subsection.

(b) The Commission may disclose the existence or contents of an arrangement between a contract carrier and a shipper filed under subsection (a) of this section only if the disclosure is—

(1) limited to those parts of the arrangement that are necessary to indicate the extent of its failure to conform to a tariff then in effect under section 10762 of this title; or

(2) consistent with the public interest and made as a part of the record in a formal proceeding.

- 1 (F) Contract 28124 of November 15, 1980 between Metropolitan Life Insurance Co., United American Car Co. and Greenville Steel Car Co. covering purchase of 230 freight cars payable over 15 years to June, 1996.

Contract 28335 of November 30, 1981 Chemical Bank and General Motors Corporation covering purchase of 12 locomotives payable over 15 years to December, 1996.

- 1 (H) Various agreements dated in 1981 between Carland, Inc. and respondent for lease of equipment for terms of 3 and 5 years.

	DESCRIPTION	ANNUAL RENTAL
67	Cars and Trucks	\$ 827,900
22	Roadway Machines	391,935
130	Traction Motors	550,850
7	Locomotive Engines	115,700
140	Rolling Stock Equipment	1,300,500
	Miscellaneous Roadway Material	130,400
	Miscellaneous Equipment Material	136,400

VERIFICATION

The foregoing report shall be verified by the oath of the officer having control of the accounting of the respondent. This report shall also be verified by the oath of the president or other chief officer of the respondent, unless the respondent states that such officer has no control over the respondent's accounting and reporting.

OATH

(To be made by the officer having control of the accounting of the respondent)

State of Missouri
County of Jackson

T. A. Giltner makes oath and says that he is Vice President and Comptroller
(Insert here name of the affiant) (Insert here the official title of the affiant)
Of The Kansas City Southern 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 accounts of the respondent and to control the manner in which such books are kept; that he knows that such books have been kept in good faith during the period covered by this report; that he knows that the entries contained in this report relating to accounting matters have been prepared in accordance with the provisions of the Uniform System of Accounts for Railroads and other accounting and reporting directives of this Commission; that he believes that all other statements of fact contained in this report are true, and that this report is a correct and complete statement, accurately taken from the books and records, of the business and affairs of the above-named respondent during the period of time from and including

January 1, 1981, to and including December 31, 1981

T. A. Giltner
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 5th day of April, 1982
My commission expires September 21, 1985

Use an
L.S.
impression seal

JAMES J. BERKEBILE, JR.
Notary Public - State of Missouri
Commissioned in Jackson County
My Commission Expires September 21, 1985

James J. Berkebile, Jr.
(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of Missouri
County of Jackson

D. L. Graf makes oath and says that he is Vice President - Chief Financial Officer
(Insert here name of the affiant) (Insert here the official title of the affiant)
Of THE KANSAS CITY SOUTHERN 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 operations of its property during the period of time from and including

January 1, 1981, to and including December 31, 1981

Donald L. Graf
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 5th day of April, 1982
My commission expires September 21, 1985

Use an
L.S.
impression seal

JAMES J. BERKEBILE, JR.
Notary Public - State of Missouri
Commissioned in Jackson County
My Commission Expires September 21, 1985

James J. Berkebile, Jr.
(Signature of officer authorized to administer oaths)

MEMORANDA
(FOR USE OF COMMISSION ONLY)

CORRESPONDENCE

[illegible]

CORRECTIONS

[illegible]

EXPLANATORY REMARKS

INDEX

	Page No.		Page No.
Accruals—Railway tax	79	Freight-train cars	99-100
Agreements, contracts, etc.	126	Freight car-miles	120
Amortization of Defense projects	46	Fuel consumed by motive-power units	116
Analysis of Federal Income Taxes	78	Cost	116
Application of funds—Source and	14	Funded debt (see Debt)	
Assets—		Funds—Capital	13
Other	33	Insurance	13
Balance sheet	5-8	Other reserve	13
Capital Stock	13	Sinking	13
Capital improvements at year end	115	Gauge of track	112
Car, locomotive, and floating equipment—classification		Gasoline (see Fuel)	
of respondents	97-101	Grade crossing	123, 124
Changes in financial position	14-16	Grade separations	125
Changes in working capital	17	Guaranties and suretyships	83
Company service equipment	98	Highway motor-vehicle operations—Respondent's	105, 106
Compensating balances and short-term borrowing arrangements	84	Financial interest	107
Compensation of officers and directors	128	Identity of respondent	2
Competitive Bidding - Clayton Antitrust Act	127	Items in selected Income and Retained Earning Accounts	80
Consumption of fuel by motive-power units	116	Investments in Common Stocks of Affiliated Companies	25
Contingent assets and liabilities	82	Investments and advances affiliated companies	21, 22
Contracts—		Other	31, 32
Agreements, etc.	126	Controlled, through nonreporting subsidiaries	29, 30
Credits—Other deferred	55	Railway property used in transportation service	46, 47
Crossings—Grade	123, 124	Road and equipment	34-36
Added and eliminated during year	123, 124	Changes during year	34-36
Crossties (see Ties)		Temporary cash	19
Debt Holdings	87-89	Investments, other elements	48
Deferred Maintenance - Tracks	114	Leased lines—Investments made during the year in additions	
Depreciation base and rates—property used in other than carrier operations	31, 32	and betterments on	34-36
Road and equipment leased:		Leases	49-53
From others	39	Liabilities—Other	55
Improvements to	37, 38	Loans and notes payable	54
To others	44	Receivable	19
Owned and used	39	Locomotive equipment	97
Road and equipment leased:		Electric and other	97
From others	39	Consumption of fuel	116
Improvements to	40	Locomotive unit miles	120
To others	45	Mileage—Average of road operated	112
Owned and used	40	Changes during the year	94
Dividend appropriations	12	Of main tracks and weight of rail	112
Elections and voting powers	3	Of new tracks in which rails were laid	112
Electric locomotive equipment at close of year	97	Of new tracks in which ties were laid	112
Enterprises—Highway motor-vehicle	107	Of road constructed and abandoned	94
Equipment—Classified	97-107	Operated at close of year	91
Company service	98	By States and Territories	93
Floating	101	Owned and not operated at close of year	91
Freight-train cars	99, 100	Miscellaneous items in retained income accounts for the year	80
Inventory	97, 100	Miscellaneous rent income	75
Owned—Not in service of respondent	97, 100	Miscellaneous rents	76
Passenger-train cars	98	Motorcar car miles	120
Equipment—Leased, depreciation base and rate		Motor rail cars owned or leased	98
From others	39	Motor-vehicle enterprises, highway, in which respondent had	
Improvements to	37, 38	an interest during year	107
Reserve	41, 42	Motor vehicles, highway	105, 106
To others	44	Net income	10
Reserve	45	Oath	129
Equipment—Owned, depreciation base rates	39	Officers—	
Reserve	40	Compensation of	128
Expenses—		Operating expenses (see Expenses)	
Physical property used in other than carrier	31, 32	Revenues (see Revenues)	
Railway operating	56-62	Statistics (see Statistics)	
Extraordinary items	10	Ordinary income	9
Federal income taxes	78	Other assets and other deferred debits	32
Financial position—Changes in	14-16	Other long-term liabilities and other deferred credits	54
Floating equipment	101	Passenger car miles	121
Freight cars loaded	120	Pick-up and delivery services	96, 97
		Private line cars loaded	121
		Private line cars empty	121

INDEX—Continued

	Page No.		Page No.
Rail motor cars	116	Securities (see Investments)	
Rails		Separately operated properties—Profit or loss	77
Laid in replacement	111	Short-term borrowing arrangements—Compensating balances	
Charges to additions and betterments	111	and	84
Charges to operating expenses	111	Sinking Funds	13
Salvage value	111	Source and application of funds	14-16
Additional tracks, new lines, and extensions	112	Specialized service subschedule	69
Miles of new track in which rails were laid	112	Special funds and other investments	27, 28
Weight of	112	Statement of changes in financial position	14-16
Railway—Operating expenses	56-62	Statistics of rail-line operations	112
Operating Revenues	9	Stock outstanding	13
Remuneration From National Railroad Passenger Cor-		Changes during year	13
poration	70-74	Consideration received for issues	13
Rent for leased roads and equipment	64	Liability for conversion	13
Rent Income—Miscellaneous	75	Number of security holders	3, 4
Rents Payable—Miscellaneous	76	Total voting power	3, 4
Results of Operations	9, 10	Value per share	3, 4
Retained income—Appropriated	12	Voting rights	3, 4
Unappropriated	11	Suretyships—Guaranties and	83
Miscellaneous items in account for year	80	Temporary cash investments	17
Revenues—property used in other than carrier operations	31	Ties laid in replacement	109
Freight	9	Charges to additions and betterments	109
Passenger	9	Charges to operating expenses	109
Road and equipment—Investment in	34-36	Salvage	109
Leased from others—Depreciation base and rates	48	Ties—Additional tracks, new lines, and extensions	110
Improvements to leased property	37, 38, 42	Ties—Miles of new tracks in which ties were laid	110
Reserve	41, 43	Number in maintained tracks	109
Leased to others—Depreciation base and rates	44	Tracks operated at close of year (switching and terminal com-	
Reserve	45	panies)	91
Owned—Depreciation base and rates	39	Miles of, at close of year, by States and Territories	
Reserve	40	(switching and terminal companies)	91
Used—Depreciation base and rates	34	Track and traffic conditions	108
Reserve	40	Transfers from Government authorities	12
Road—Mileage Operated at close of year	93	Train Hours	121
By states and Territories	93	Train Miles	120
Road—Owned and not operated at close of year	102	Tons of freight	122
Roadway and Equipment—Deferred maintenance at year end	112	Ton miles of freight	122
Ties withdrawn	109	TOFC/COFC number of revenues trailers &	
		containers loaded & unloaded	122

RC-134500

KANSAS CITY SOUTHERN

1981

3/3

NOTES AND REMARKS

SUPPLEMENTARY SCHEDULES FOR ACCOUNT OF
THE KANSAS CITY SOUTHERN RAILWAY COMPANY
LOUISIANA & ARKANSAS RAILWAY COMPANY
THE ARKANSAS WESTERN RAILWAY COMPANY
FORT SMITH AND VAN BUREN RAILWAY COMPANY
CARLAND, INC.

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Asset</u>	\$	\$
1	701	Cash	(920)	(253)
2	702	Temporary Cash Investments (Sch. 300)	17,025	10,200
3	703	Special Deposits (Sch. 300)	30	32
		<u>Accounts Receivable</u>		
4	705	- Interline and Other Balances	1,819	1,166
5	706	- Customers	9,670	8,515
6	707, 704	- Other	3,655	2,945
7	709, 708	- Accrued Accounts Receivables	10,973	13,933
8	708.5	- Receivables from Affiliated Companies	276	191
9	709.5	- Less: Allowance for Uncollectible Accounts	(570)	(448)
10	710, 711, 714	Working funds prepayments deferred income tax debits (Sch. 300)	1,122	1,465
11	712	Materials and Supplies	22,655	25,744
12	713	Other Current Assets (Sch. 300)	130	294
13		Total Current Assets	65,865	63,784
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)	198	179
15	721, 721.5	Investments and Advances; Affiliated Companies (Sch. 310)	22,954	20,636
16	737, 738	Property used in other than Carrier Operations (less depreciation \$ 760). (Sch. 325)	4,447	4,564
17	739, 741	Other Assets (Sch. 329)	158	250
18	743, 744	Other Deferred Debits (Sch. 329)	4,553	4,451
19		Total Other Assets	32,310	30,080
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	124,653	111,867
21		Equipment	169,233	154,547
22		Unallocated Items	21,559	19,036
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(83,212)	(79,387)
24		Net road and Equipment	232,233	206,063
25		Total Assets	330,408	299,927

NOTES AND REMARKS

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

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Liabilities</u>	\$	\$
26	751	Loans and Notes Payable (Sch. 370)		
27	752	Accounts Payable; Interline and Other Balances	1,084	1,656
28	753, 754	Other Accounts Payable	19,022	23,317
29	755, 756	Interest and Dividends Payable	1,798	1,735
30	757	Payables to Affiliated Companies	206	206
31	759	Accrued accounts Payable (Sch. 370)	25,130	21,575
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 370)	3,510	4,157
33	763	Other Current Liabilities (Sch. 370)	6,739	9,822
34	764	Equipment obligations and other long-term debt due within one year	10,130	8,828
35		Total Current Liabilities	67,619	71,296
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured	27,941	27,950
37	766	Equipment obligations	56,544	40,786
38	766.5	Capitalized Lease Obligations	15,688	19,556
39	768	Debt in default		
40	769	Accounts payable; Affiliated Companies	996	747
41	770.1, 770.2	Unamortized debt premium	27	36
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	35,262	32,080
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)	6,817	9,939
46		Total Noncurrent Liabilities	143,275	131,094
		<u>Shareholders' Equity</u>		
47	791, 792	Capital Stock: (Sch. 230)		
48		Common Stock	36,000	36,000
49		Preferred Stock	21,000	21,000
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)		
		Retained Earnings:		
52	797	Appropriated (221)	600	600
53	798	Unappropriated (220)	61,954	39,977
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock	(40)	(40)
56		Net Stockholders Equity	119,514	97,537
57		Total Liabilities and Shareholders Equity	330,408	299,927

NOTES AND REMARKS

210. RESULTS OF OPERATIONS

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.

2. Report total operating expenses from Schedule 410 of this report. Any disparities in expense amounts shown in this schedule and expense amounts reported in Schedule 410 must be fully explained.

3. List dividends from investments accounted for under the

cost method on the appropriate line for Account No. 513, "Dividend income." List dividends accounted for by the equity method on the appropriate dividend line under the "Income from Affiliated Companies" subsection of this schedule.

4. All contra entries hereunder should be indicated in parenthesis.

5. Dollars in thousands.

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
	ORDINARY ITEMS				
	OPERATING INCOME				
	Railway Operating Income				
1	(101) Freight **	\$ 189,353	\$ 171,470	\$ 189,353	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching	7,032	6,612	7,032	
5	(105) Water Transfers				
6	(106) Demurrage	2,613	4,462	2,613	
7	(110) Incidentals	582	391	582	
8	(121) Joint Facility-Credit				
9	(122) Joint Facility-Debit				
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	199,580	182,935	199,580	
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (lines 10-12)	199,580	182,935	199,580	
14	(531) Railway operating expenses	173,367	162,171	173,367	
15	*Net revenue from railway operations	26,213	20,764	26,213	
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations	719	740		
17	(510) Miscellaneous rent income	444	397		
18	(512) Separately operated properties-Profit				
19	(513) Dividend Income	16,300	4,300		
20	(514) Interest income	2,746	1,488		
21	(516) Income from sinking and other funds	18	41		
22	(517) Release of premiums on funded debt	9	9		
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	597	725		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)				
27	Total other income (lines 16-26)	20,833	7,700		
28	Total income (lines 15, 27)	47,046	28,464		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations	409	362		
30	(535) Taxes on property used in other than carrier operations	7	5		
31	(543) Miscellaneous rent expense	260	313		
32	(544) Miscellaneous taxes				
33	(545) Separately operated properties-Loss				
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges	752	451		
37	(553) Uncollectible accounts	125	120		
38	Total miscellaneous deductions (lines 29-37)	1,553	1,251		
39	Income available for fixed charges (lines 28, 38)	45,493	27,213		

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
	FIXED CHARGES	\$	\$
(546) Interest on funded debt:			
40 (a) Fixed interest not in default		9,270	5,268
41 (b) Interest in default			
42 (547) Interest on unfunded debt		1	2
43 (548) Amortization of discount on funded debt		21	19
44 Total fixed charges (lines 40-43)		9,292	5,289
45 Income after fixed charges (lines 39, 44)		36,201	21,924
	OTHER DEDUCTIONS		
(546) Interest on funded debt:			
46 (c) Contingent interest			
	UNUSUAL OR INFREQUENT ITEMS		
47 (555) Unusual or infrequent items (debit) credit			
48 Income (loss) for continuing operations (before income taxes)		36,201	21,924
	PROVISIONS FOR INCOME TAXES		
(556) Income taxes on ordinary income:			
49 Federal income taxes	(32)		3,337
50 State income taxes			683
51 Other income taxes	42		25
52 (557) Provision for deferred taxes	3,182		556
53 Income from continuing operations	33,009		17,323
	DISCONTINUED OPERATIONS		
54 (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
55 (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			
56 Income before extraordinary items			
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES		
57 (570) Extraordinary items (Net)			
58 (590) Income taxes on extraordinary items			
59 (591) Provision for deferred taxes - Extraordinary items			
60 Total extraordinary items (lines 57-59)			
61 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			
62 Net income		33,009	17,323
	*Reconciliation of net railway operating income (NROI)		
63 Net revenues from railway operations			
64 (556) Income taxes on ordinary income			
65 (557) Provision for deferred income taxes			
66 Income from lease of road and equipment			
67 Rent for leased roads and equipment			
68 Net railway operating income			
	**Report hereunder the charges to the revenue accounts representing payments made to others for--		
69 Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$			
(a) Of the amount reported for "Net revenue from railway operations", % (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one): Actual () Estimated ()			
70 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 \$			
Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates):			
71 (a) Payments for transportation of persons \$			
72 (b) Payments for transportation of freight shipments \$			
NOTE.—Gross charges for protective us to perishable freight, without deduction for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal companies):			
73 Charges for service for the protection against heat \$			
74 Charges for service for the protection against cold \$			

220. RETAINED EARNINGS-UNAPPROPRIATED

1. Show hereunder the items of Retained Earnings 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.

4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 26, column (b), Schedule 210. The total of columns (b) and (c), lines 3 and 7, should agree with line 62, column (b), Schedule 210.

6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c). (Dollars in thousands)

Line No.	Item	Retained earnings—Unappropriated	Equity in undistributed earnings (losses) of affiliated companies
	(a)	(b)	(c)
1	Balances at beginning of year _____	\$ 39,977	\$ *
2	(601.5) Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3	(602) Credit balance transferred from income _____	33,009	
4	(603) Appropriations released _____	600	
5	(606) Other credits to retained earnings _____		
6	Total _____	33,609	
	DEBITS		
7	(612) Debit balance transferred from income _____		
8	(616) Other debits to retained earnings _____		
9	(620) Appropriations for sinking and other funds _____	600	
10	(621) Appropriations for other purposes _____		
11	(623) Dividends: Common stock _____	10,192	
12	Preferred stock ¹ _____	840	
13	Total _____	11,632	
14	Net increase (decrease) during year (Line 6 minus line 13) _____	21,977	
15	Balances at close of year (Lines 1, 2 and 14) _____		
16	Balance from line 15(c) _____		xxxxxx
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	61,954	xxxxxx
	REMARKS		
	Amount of assigned Federal income tax consequences:		
18	Account 606 _____		xxxxxx
19	Account 616 _____		xxxxxx

¹ If any dividends have not been declared on cumulative preferred stock give cumulative undeclared dividends at beginning of year and end of year.

* Refer to Consolidated Schedule Page 11.

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital funds"; 721, "Investments and advances affiliated companies"; and 717, "

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 20, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) 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.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19__ to 19__." Abbreviations in common use in standard financial publications may be used to conserve space.

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds)	Extent of control
	(a)	(b)	(c)	(d)	(e)
1	715	B-1	VII	Series C First Mortgage 3-1/4% Bonds	
2					
3	716	B-3	IX	Deposits for destroyed equipment	
4				Voting Trust Certificates	
5				Chemical Bank Trustee - Cash	
6				Chemical Bank Purchase Agreement	
7					
8				Total Account 716	
9					
10	721			Investments in Affiliated Companies	
11		A-1	VII	The Arkansas Western Railway Co.	100 %
12				Kansas City Terminal Railway Co.	8-1/3 %
13				Joplin Union Depot Co.	33-1/3 %
14				Louisiana & Arkansas Railway Co.	
15				Common Stock	100 %
16				Preferred Stock	100 %
17				Prior Preferred Stock	100 %
18				Fort Smith and Van Buren Railway Co.	100 %
19				The Pullman Co.	
20				Trailer Train Co.	3 %
21		A-3	VI	Southern Development Co.	100 %
22				Total Class A	
23					
24		A-1	VII	Trailer Train Co.	
25				1-1-67 Due 4-17-97	3 %
26				1-1-67 Due 1-01-99	3 %
27				Total Notes	
28				Advances	
29		E-1	VII	Joplin Union Depot Co.-Reserve for adjustment	33-1/3 %
30		E-1	VII	Fort Smith and Van Buren Ry. Co.	100 %
31				Kansas City Terminal Ry. Co.	8-1/3 %
32				Joplin Union Depot Co.	33-1/3 %
33				Kansas City Southern Transport Co., Inc.	100 %
34			VI	Southern Development Co.	100 %
35				Kansas City Southern Industries, Inc.	3 %
36					
37				Total Advances	
38					
39				Total Account 721	
40					

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Continued

column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. If any advances reported are pledged, give particulars in a footnote.

8. Investments in companies in which neither the original cost or present equity in total assets is less than \$10,000 may be combined in one figure.

9. Also included should be investments in unincorporated entities such as lessee organizations (exclusive of amounts nominally settled on a current basis).

10. This schedule should not include securities issued or assumed by respondent.

11. For affiliates which do not report to the Interstate Commerce Commission, and are jointly owned, give names and extent of control of other entities by footnote.

12. Dollars in thousands.

Investments and advances				Disposed of; Profit (loss)	Adjustments Account 721.5	Dividends or interest credited to income	Line No.
Opening balance	Additions	Deductions (if other than sale explain)	Closing balance				
(f)	(g)	(h)	(i)	(j)	(k)	(l)	
\$ 10	\$ 1	\$	\$ 11	\$	\$	\$	1
7			7				2
6			6				3
	559	559					4
	11,224	11,224					5
							6
13	11,783	11,783	13				7
							8
							9
828			828				10
183			183				11
10			10				12
							13
4,072			4,072			16,000	14
2,000			2,000			120	15
2,715			2,715			180	16
142			142				17
1			1				18
99			99				19
10			10				20
10,060			10,060			16,300	21
							22
							23
77			77			5	24
77			77			6	25
154			154			11	26
							27
(40)			(40)				28
101			101				29
3,035	522	429	3,128				30
178			178				31
595			595				32
3,778			3,778				33
2,775	9,139	6,914	5,000			604	34
							35
10,422	9,661	7,343	12,740			604	36
							37
20,636	9,661	7,343	22,954			16,915	38
							39
							40

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

1. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (e) and (f) show the depreciation base used in computing the depreciation charges 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 23 and 36 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 and account Nos. 31-22-00, 31-23-00, 31-25-00, 31-21-00, 35-21-00, 35-23-00, 35-22-00, and 35-25-00. 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. 32-21-00, 32-22-00, 32-23-00, 32-25-00, 36-21-00, 36-22-00, 36-23-00, and 36-25-00, 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 composite 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 Nos. 31-11-00, 31-12-00, 31-13-00, 31-21-00, 31-22-00, and 31-23-00, inclusive.

4. If the depreciation base for accounts 1, 3, 4, 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) effected.

6. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

Line No.	(Dollars in thousands) 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 (c)		At beginning of year (e)	At close of year (f)	
	ROAD	\$	\$	%	\$	\$	%
1	(1) Engineering	1,667	1,791	.68	5	5	.23
2	(3) Grading	16,496	19,040	.13	28	28	.12
3	(4) Other right-of-way expenditures	172	172	2.00			
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts	12,197	12,641	1.13	7	7	3.45
6	(7) Elevated structures						
7	(13) Fences, snowsheds, and signs	330	330	2.00	1	1	2.00
8	(16) Station and office buildings	5,758	5,684	2.17			
9	(17) Roadway buildings	296	322	2.86			
10	(18) Water stations	52	52	3.33			
11	(19) Fuel stations	1,984	2,058	2.86			
12	(20) Shops and enginehouses	12,208	12,524	2.22			
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	496	496	3.96			
17	(26) Communications systems	1,342	1,335	4.45			
18	(27) Signals and interlockers	8,070	9,492	2.45			
19	(29) Power plants	3	3	2.00			
20	(31) Power transmission systems	351	351	1.82			
21	(35) Miscellaneous structures	176	176	2.86			
22	(37) Roadway machines	2,191	2,191	3.17			
23	(39) Public improvements—Construction	2,134	2,165	2.10	4	4	4.28
24	(44) Shop machinery	2,356	2,414	2.80			
25	(45) Power plant machinery	130	130	2.80			
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road	68,409	73,367	2.01	45	45	1.07
	EQUIPMENT						
29	(52) Locomotives	46,192	57,333	4.27			
30	(53) Freight-train cars	107,112	110,911	4.62			
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	896	872	9.00			
35	(58) Miscellaneous equipment	21	13	15.83			
36	Total equipment	154,221	169,129	4.56			
37	GRAND TOTAL	222,630	242,496	3.84	45	45	1.07

335. ACCUMULATED DEPRECIATION - ROAD AND EQUIPMENT - OWNED AND USED

1. Disclose the required information in regard to credits and debits to Account No. 735, "Accumulated depreciation: road and equipment property," during the year relating to owned and used road and equipment. Include entries for depreciation of equipment owned but not used when the resulting rents are included in the "Lease Rentals - Credit - Equipment" accounts and Other Rents - Credit - Equipment" accounts. Exclude any entries for depreciation of equipment that is used but not owned when the resulting rents are included in "Lease Rental - Debit - Equipment" account and "Other Rents - Debit - Equipment" accounts (See Schedule 342 for the accumulated depreciation relating to road and equipment owned but not used by respondent.)

2. If any data are included in columns (d) or (f), explain the entries in detail.

3. A debit balance in columns (b) or (g) for any primary account should be designated "Dr."

4. 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.

5. Enter amounts representing amortization under an authorized amortization program other than for defense projects on line 27.

6. Past excess or under depreciation accruals which are being amortized in accordance with Commission authorization should be reported on line 37.

7. Dollars in thousands.

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)	
	ROAD						
1	(1) Engineering	445	11		7		449
2	(3) Grading	227	23		13		237
3	(4) Other, right-of-way	104	4				108
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts	3,817	141		22		3,936
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	199	7		1		205
8	(16) Station and office buildings	1,741	231		46		1,926
9	(17) Roadway buildings	169	9		1		177
10	(18) Water stations	47	2				49
11	(19) Fuel stations	255	57		2		310
12	(20) Shops and enginehouses	2,534	277		7		2,804
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	84	20		3		101
17	(26) Communication systems	745	60		4		801
18	(27) Signals and interlockers	2,628	220		308		2,540
19	(29) Power plants	2					2
20	(31) Power-transmission systems	137	6				143
21	(35) Miscellaneous structures	65	5				70
22	(37) Roadway machines	1,206	260				1,466
23	(39) Public improvements—Construction	1,155	45				1,200
24	(44) Shop machinery	848	66				914
25	(45) Power-plant machinery	103	3				106
26	All other road accounts						
27	Amortization (other than defense projects)	(770)	37				(733)
28	Total road	15,741	1,484		414		16,811
	EQUIPMENT						
29	(52) Locomotives	20,393	2,211				22,604
30	(53) Freight-train cars	40,677	5,328		4,759		41,246
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	537	78		49		566
35	(58) Miscellaneous equipment	20	2		8		14
36	Total equipment	61,627	7,619		4,816		64,430
37	* Depreciation Adjustment Equip.	1,559	(120)				1,439
38	GRAND TOTAL	78,927	8,983		5,230		82,680

* Amortization per ICC letter 7-16-1980

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Asset</u>		
1	701	Cash	\$ (830)	\$ 773
2	702	Temporary Cash Investments (Sch. 300)	1,000	900
3	703	Special Deposits (Sch. 300)		
		Accounts Receivable		
4	705	- Interline and Other Balances	735	757
5	706	- Customers	5,482	4,874
6	707, 704	- Other	1,319	1,093
7	709, 708	- Accrued Accounts Receivables	7,429	7,472
8	708.5	- Receivables from Affiliated Companies	18	18
9	709.5	- Less: Allowance for Uncollectible Accounts	(444)	(294)
10	710, 711, 714	Working funds prepayments deferred income tax debits (Sch. 300)	391	204
11	712	Materials and Supplies		
12	713	Other Current Assets (Sch. 300)	(5)	47
13		Total Current Assets	15,095	15,844
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)	2	2
15	721, 721.5	Investments and Advances: Affiliated Companies (Sch. 310)	10,144	9,755
16	737, 738	Property used in other than Carrier Operations (less depreciation \$ 29). (Sch. 325)	207	209
17	739, 741	Other Assets (Sch. 329)	210	244
18	743, 744	Other Deferred Debits (Sch. 329)	2,305	2,991
19		Total Other Assets	12,868	13,201
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	53,894	51,063
21		Equipment	72,773	74,213
22		Unallocated Items	2,991	2,675
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(17,120)	(14,095)
24		Net road and Equipment	112,538	113,856
25		Total Assets	140,501	142,901

NOTES AND REMARKS

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

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Begin- ning of Year (c)
		<u>Current Liabilities</u>	\$	\$
26	751	Loans and Notes Payable (Sch. 370)		
27	752	Accounts Payable; Interline and Other Balances	218	269
28	753, 754	Other Accounts Payable	(5,348)	(10,893)
29	755, 756	Interest and Dividends Payable	1,374	1,479
30	757	Payables to Affiliated Companies	75	75
31	759	Accrued accounts Payable (Sch. 370)	5,262	4,782
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 370)	965	1,818
33	763	Other Current Liabilities (Sch. 370)	5,442	6,566
34	764	Equipment obligations and other long-term debt due within one year	3,953	3,943
35		<u>Total Current Liabilities</u>	<u>11,941</u>	<u>8,039</u>
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured		
37	766	Equipment obligations	43,573	47,334
38	766.5	Capitalized Lease Obligations	3,921	4,210
39	768	Debt in default		
40	769	Accounts payable; Affiliated Companies		
41	770.1, 770.2	Unamortized debt premium		
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	12,897	8,552
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)	4,043	3,701
46		<u>Total Noncurrent Liabilities</u>	<u>64,434</u>	<u>63,797</u>
		<u>Shareholders' Equity</u>		
47	791, 792	Capital Stock: (Sch. 230)		
48		Common Stock	4,000	4,000
49		Preferred Stock	5,000	5,000
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)	267	267
		Retained Earnings:		
52	797	Appropriated (221)		
53	798	Unappropriated (220)	54,859	61,798
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock		
56		<u>Net Stockholders Equity</u>	<u>64,126</u>	<u>71,065</u>
57		<u>Total Liabilities and Shareholders Equity</u>	<u>140,501</u>	<u>142,901</u>

NOTES AND REMARKS

210. RESULTS OF OPERATIONS

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.

2. Report total operating expenses from Schedule 410 of this report. Any disparities in expense amounts shown in this schedule and expense amounts reported in Schedule 410 must be fully explained.

3. List dividends from investments accounted for under the

cost method on the appropriate line for Account No. 513, "Dividend income." List dividends accounted for by the equity method on the appropriate dividend line under the "Income from Affiliated Companies" subsection of this schedule.

4. All contra entries hereunder should be indicated in parenthesis.

5. Dollars in thousands.

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
	ORDINARY ITEMS				
	OPERATING INCOME				
	Railway Operating Income				
1	(101) Freight **	\$ 105,103	\$ 88,846	\$ 105,103	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching	3,649	2,930	3,649	
5	(105) Water Transfers				
6	(106) Demurrage	878	1,535	878	
7	(110) Incidental	304	234	304	
8	(121) Joint Facility-Credit				
9	(122) Joint Facility-Debit				
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	109,934	93,545	109,934	
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (lines 10-12)	109,934	93,545	109,934	
14	(531) Railway operating expenses	92,958	76,885	92,958	
15	*Net revenue from railway operations	16,976	16,660	16,976	
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations	15	10		
17	(510) Miscellaneous rent income	338	308		
18	(512) Separately operated properties-Profit				
19	(513) Dividend Income	387	356		
20	(514) Interest income	358	221		
21	(516) Income from sinking and other funds		212		
22	(517) Release of premiums on funded debt				
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	366	511		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)				
27	Total other income (lines 16-26)	1,464	1,618		
28	Total income (lines 15, 27)	13,440	18,278		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations	3	4		
30	(535) Taxes on property used in other than carrier operations	1			
31	(543) Miscellaneous rent expense				
32	(544) Miscellaneous taxes				
33	(545) Separately operated properties-Loss				
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges	115	123		
37	(553) Uncollectible accounts	125	120		
38	Total miscellaneous deductions (lines 29-37)	244	247		
39	Income available for fixed charges (lines 28, 38)	13,196	18,031		

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
	FIXED CHARGES	\$	\$
(546) Interest on funded debt:			
40 (a) Fixed interest not in default		4,963	5,329
41 (b) Interest in default			
42 (547) Interest on unfunded debt		3	4
43 (548) Amortization of discount on funded debt		18	16
44 Total fixed charges (lines 40-43)		4,984	5,349
45 Income after fixed charges (lines 39, 44)		13,212	12,682
	OTHER DEDUCTIONS		
(546) Interest on funded debt:			
46 (c) Contingent interest			
	UNUSUAL OR INFREQUENT ITEMS		
47 (555) Unusual or infrequent items (debit) credit			
48 Income (loss) for continuing operations (before income taxes)		13,212	12,682
	PROVISIONS FOR INCOME TAXES		
(556) Income taxes on ordinary income:			
49 Federal income taxes		(493)	1,125
50 State income taxes			495
51 Other income taxes			
52 (557) Provision for deferred taxes		4,344	1,313
53 Income from continuing operations		9,361	9,749
	DISCONTINUED OPERATIONS		
54 (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
55 (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			
56 Income before extraordinary items			
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES		
57 (570) Extraordinary items (Net)			
58 (590) Income taxes on extraordinary items			
59 (591) Provision for deferred taxes - Extraordinary items			
60 Total extraordinary items (lines 57-59)			
61 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			
62 Net income		9,361	9,749
	*Reconciliation of net railway operating income (NROI)		
63 Net revenues from railway operations			
64 (556) Income taxes on ordinary income			
65 (557) Provision for deferred income taxes			
66 Income from lease of road and equipment			
67 Rent for leased roads and equipment			
68 Net railway operating income			
	**Report hereunder the charges to the revenue accounts representing payments made to others for--		
69 Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$			
(a) Of the amount reported for "Net revenue from railway operations", (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one): Actual (). Estimated ().			
70 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 \$			
Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates):			
71 (a) Payments for transportation of persons \$			
72 (b) Payments for transportation of freight shipments \$			
NOTE. -Gross charges for protective services to perishable freight, without deduction for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal companies):			
73 Charges for service for the protection against heat \$			
74 Charges for service for the protection against cold \$			

220. RETAINED EARNINGS-UNAPPROPRIATED

1. Show hereunder the items of Retained Earnings 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.

4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 26, column (b), Schedule 210. The total of columns (b) and (c), lines 3 and 7, should agree with line 62, column (b), Schedule 210.

6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c). (Dollars in thousands)

Line No.	Item	Retained earnings—Unappropriated	Equity in undistributed earnings (losses) of affiliated companies
	(a)	(b)	(c)
1	Balances at beginning of year _____	\$ 61,798	\$ *
2	(601.5) Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3	(602) Credit balance transferred from income _____	9,361	
4	(603) Appropriations released _____		
5	(606) Other credits to retained earnings _____		
6	Total _____	9,361	
	DEBITS		
7	(612) Debit balance transferred from income _____		
8	(616) Other debits to retained earnings _____		
9	(620) Appropriations for sinking and other funds _____		
10	(621) Appropriations for other purposes _____		
11	(623) Dividends: Common stock _____	16,000	
12	Preferred stock ¹ _____	300	
13	Total _____	16,300	
14	Net increase (decrease) during year (Line 6 minus line 13) _____	(6,939)	
15	Balances at close of year (Lines 1, 2 and 14) _____	54,859	
16	Balance from line 15(c) _____		x x x x x
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	54,859	x x x x x
	REMARKS		
	Amount of assigned Federal income tax consequences:		
18	Account 606 _____		x x x x x
19	Account 616 _____		x x x x x

¹ If any dividends have not been declared on cumulative preferred stock give cumulative undeclared dividends at beginning of year and end of year.

* Refer to Consolidated Schedule Page 11.

230. CAPITAL STOCK

PART I. CAPITAL STOCK

1. Disclose in column (a) the particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.
2. Present in column (b) the par or stated value of each issue. If none, so state.
3. Disclose in columns (c), (d), (e) and (f) the required information concerning the number of shares authorized, issued, in treasury and outstanding for the various issues.
4. For the purposes of this report, capital stock and other securities are considered to be nominally issued when certificates are signed and sealed and placed with the proper officer for

sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be actually issued when sold to a bona fide purchaser who holds them free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding. If reacquired by or for the respondent, and not canceled or retired, they are considered to be nominally outstanding.

5. Dollars in thousands.

Line No.	Class of Stock (a)	Par Value (b)	Number of Shares				Book Value at End of Year	
			Authorized (c)	Issued (d)	In Treasury (e)	Outstanding (f)	Outstanding (g)	In Treasury (h)
1	Common	Non-Par	210,000	160,000		160,000	4,000	
2								
3								
4	Preferred 6% Series	50	40,000	40,000		40,000	2,000	
5	4% Series	50	29,724	None		None		
6	Prior Preferred 6% Cumulative	50	80,000	60,000		60,000	3,000	
7								
8								
9								
10	TOTAL	XXXXX	359,724	260,000		260,000	9,000	

PART II. SUMMARY OF CAPITAL STOCK CHANGES DURING YEAR

1. The purpose of this part is to disclose capital stock changes during year.
2. Column (a) presents the items to be disclosed.
3. Columns (b), (d) and (f) require disclosures of the number of preferred, common and treasury stock, respectively, applicable to the items presented in column (a).
4. Columns (c), (e) and (g) requires the applicable disclosure of the book values of preferred, common and treasury stock.

5. Disclose in column (h) the additional paid-in capital realized from changes in capital stock during year.
6. Unusual circumstances arising from changes in capital stock changes shall be fully explained in footnotes to this schedule.
7. Report dollars in thousands.

Line No.	Items (a)	Preferred Stock		Common Stock		Treasury Stock		Additional Capital (h)
		Number of Shares (b)	Amount (c)	Number of Shares (d)	Amount (e)	Number of Shares (f)	Amount (g)	
11	Balance at beginning of year		\$		\$		\$	\$
12	Capital Stock Sold ¹							
13	Capital Stock Reacquired							
14	Capital Stock Canceled							
15	Stock Dividends							
16	Balance at Close of Year							

¹ By footnote state the purpose of the issue and authority.

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos. 715, "Sinking funds"; 716, "Capital funds"; 721, "Investments and advances affiliated companies"; and 717, "

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 20, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) 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.

4. Give totals for each class and for each subclass and a grand total for each account.

5. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation mature serially, the date in column (d) may be reported as "Serially 19__ to 19__." Abbreviations in common use in standard financial publications may be used to conserve space.

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given in

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds)	Extent of control
	(a)	(b)	(c)	(d)	(e)
1					
2	721			Investments in Affiliated Companies	
3					
4				Capital Stock	
5					
6	A-1	VII		The Kansas City Southern Railway Co.	
7				Preferred Stock	2.6 %
8				Common Stock	3 %
9				Louisiana Arkansas & Texas	
10				Transportation Co.	100 %
11				Landa Motor Lines	100 %
12				The Pullman Co.	---
13					
14				Total Class A-1	
15					
16	A-3	VI		Tolmak, Inc.	100 %
17		X		Kansas City Southern Industries, Inc.	
18				Preferred Stock 4% non-Cumulative	
19					
20				Total Class A-3	
21					
22				Total Class A	
23					
24				Investment Advances	
25					
26	E-1	VII		Landa Motor Lines	100 %
27				Louisiana Arkansas & Texas	
28				Transportation Co.	100 %
29					
30				Total Class E-1	
31					
32	E-3	VI		Tolmak, Inc.	100 %
33					
34				Total Advances	
35					
36				Total Account 721	
37					
38					
39					
40					

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Continued

column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.

7. If any advances reported are pledged, give particulars in a footnote.

8. Investments in companies in which neither the original cost or present equity in total assets is less than \$10,000 may be combined in one figure.

9. Also included should be investments in unincorporated entities such as lessee organizations (exclusive of amounts nominally settled on a current basis).

10. This schedule should not include securities issued or assumed by respondent.

11. For affiliates which do not report to the Interstate Commerce Commission, and are jointly owned, give names and extent of control of other entities by footnote.

12. Dollars in thousands.

Investments and advances				Disposed of: Profit (loss)	Adjustments Account 721.5	Dividends or interest credited to income	Line No.
Opening balance	Additions	Deductions (if other than sale explain)	Closing balance				
(f)	(g)	(h)	(i)	(j)	(k)	(l)	
\$	\$	\$	\$	\$	\$	\$	1
							2
							3
							4
							5
							6
350			350			22	7
2,195			2,195			317	8
							9
10			10				10
20			20				11
1			1				12
							13
2,576			2,576			339	14
							15
1,239			1,239				16
							17
1,038			1,038			48	18
							19
2,277			2,277			48	20
							21
4,853			4,853			387	22
							23
							24
							25
194			194				26
							27
600			600				28
							29
794			794				30
							31
4,108	1,420	1,031	4,497				32
							33
4,902	1,420	1,031	5,291				34
							35
9,755	1,420	1,031	10,144			387	36
							37
							38
							39
							40

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

1. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (e) and (f) show the depreciation base used in computing the depreciation charges 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 28 and 36 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 and account Nos. 31-22-00, 31-23-00, 31-25-00, 31-21-00, 35-21-00, 35-23-00, 35-22-00, and 35-25-00. 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. 32-21-00, 32-22-00, 32-23-00, 32-25-00, 36-21-00, 36-22-00, 36-23-00, and 36-25-00, 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 composite 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 Nos. 31-11-00, 31-12-00, 31-13-00, 31-21-00, 31-22-00, and 31-23-00, inclusive.

4. If the depreciation base for accounts 1, 3, 4, 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) effected.

6. Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of total road owned or total equipment owned, respectively.

Line No.	(Dollars in thousands) 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 (c)		At beginning of year (e)	At close of year (f)	
	ROAD	\$	\$	%	\$	\$	%
1	(1) Engineering	724	747	.82			
2	(3) Grading	129	129				
3	(4) Other right-of-way expenditures	122	123	2.00			
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts	6,613	6,824	2.04			
6	(7) Elevated structures						
7	(13) Fences, snowsheds, and signs	228	228	2.00			
8	(16) Station and office buildings	3,245	3,260	2.50			
9	(17) Roadway buildings	39	39	2.86			
10	(18) Water stations	49	49	3.33			
11	(19) Fuel stations	304	389	3.33			
12	(20) Shops and enginehouses	1,134	1,134	2.86			
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	289	292	4.00			
17	(26) Communications systems	832	832	3.92			
18	(27) Signals and interlockers	1,025	1,671	2.80			
19	(29) Power plants	23	23	1.25			
20	(31) Power transmission systems	343	343	3.85			
21	(35) Miscellaneous structures	76	76	4.00			
22	(37) Roadway machines	241	241				
23	(39) Public improvements—Construction	856	865	3.72			
24	(44) Shop machinery	111	111	2.80			
25	(45) Power plant machinery	33	33	2.80			
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road	16,416	17,409	2.45			
	EQUIPMENT						
29	(52) Locomotives	20,355	20,355	4.27			
30	(53) Freight-train cars	53,579	52,288	4.62			
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	278	278	9.00			
35	(58) Miscellaneous equipment	2	2	15.83			
36	Total equipment	74,214	72,923	4.20			
37	GRAND TOTAL	90,630	90,332	3.36			

335. ACCUMULATED DEPRECIATION - ROAD AND EQUIPMENT - OWNED AND USED

1. Disclose the required information in regard to credits and debits to Account No. 735, "Accumulated depreciation: road and equipment property," during the year relating to owned and used road and equipment. Include entries for depreciation of equipment owned but not used when the resulting rents are included in the "Lease Rentals - Credit - Equipment" accounts and Other Rents - Credit - Equipment" accounts. Exclude any entries for depreciation of equipment that is used but not owned when the resulting rents are included in "Lease Rental - Debit - Equipment" account and "Other Rents - Debit - Equipment" accounts (See Schedule 342 for the accumulated depreciation relating to road and equipment owned but not used by respondent.)

2. If any data are included in columns (d) or (f), explain the entries in detail.

3. A debit balance in columns (b) or (g) for any primary account should be designated "Dr."

4. 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.

5. Enter amounts representing amortization under an authorized amortization program other than for defense projects on line 27.

6. Past excess or under depreciation accruals which are being amortized in accordance with Commission authorization should be reported on line 37.

7. Dollars in thousands.

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)
	ROAD						
1	(1) Engineering	330	6		3		333
2	(3) Grading	129			2		127
3	(4) Other, right-of-way	35	2				37
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts	3,160	137		21		3,276
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	125	5				130
8	(16) Station and office buildings	1,333	81		(1)		1,415
9	(17) Roadway buildings	32	1				33
10	(18) Water stations	38	2				40
11	(19) Fuel stations	53	11				64
12	(20) Shops and enginehouses	597	32				629
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	140	12				152
17	(26) Communication systems	433	33				466
18	(27) Signals and interlockers	434	40		94		380
19	(29) Power plants	9					9
20	(31) Power-transmission systems	159	13				172
21	(35) Miscellaneous structures	11	3				14
22	(37) Roadway machines	239					239
23	(39) Public improvements—Construction	466	32				498
24	(44) Shop machinery	86	3				89
25	(45) Power-plant machinery	23	1				24
26	All other road accounts						
27	Amortization (other than defense projects)	(1,439)	68				(1,371)
28	Total road	6,393	482		119		6,756
	EQUIPMENT						
29	(52) Locomotives	4,965	938				5,903
30	(53) Freight-train cars	7,725	2,153		1,202		8,676
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	293	17				310
35	(58) Miscellaneous equipment	1					1
36	Total equipment	12,984	3,108		1,202		14,890
37	* Depreciation Adjustments Equip.	(5,300)	757				(4,543)
38	GRAND TOTAL	14,077	4,347		1,321		17,103

* Amortization per ICC Letter 7-16-1980

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Begin- ning of Year (c)
		<u>Current Asset</u>		
1	701	Cash	\$ (10)	\$ 1
2	702	Temporary Cash Investments (Sch. 300)		
3	703	Special Deposits (Sch. 300)		
		Accounts Receivable		
4	705	- Interline and Other Balances	14	14
5	706	- Customers	10	7
6	707, 704	- Other	20	
7	709, 708	- Accrued Accounts Receivables	192	63
8	708.5	- Receivables from Affiliated Companies		
9	709.5	- Less: Allowance for Uncollectible Accounts		
10	710, 711, 714	Working funds prepayments deferred income tax debits (Sch. 300)		
11	712	Materials and Supplies		
12	713	Other Current Assets (Sch. 300)		
13		Total Current Assets	226	85
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)		
15	721, 721.5	Investments and Advances: Affiliated Companies (Sch. 310)		
16	737, 738	Property used in other than Carrier Operations (less depreciation \$). (Sch. 325)		
17	739, 741	Other Assets (Sch. 329)		
18	743, 744	Other Deferred Debits (Sch. 329)		
19		Total Other Assets		
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	503	510
21		Equipment		
22		Unallocated Items	197	4
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(50)	(48)
24		Net road and Equipment	650	466
25		Total Assets	876	551

NOTES AND REMARKS

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

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Liabilities</u>	\$	\$
26	751	Loans and Notes Payable (Sch. 370)		
27	752	Accounts Payable: Interline and Other Balances	7	16
28	753, 754	Other Accounts Payable	1,116	855
29	755, 756	Interest and Dividends Payable		
30	757	Payables to Affiliated Companies		
31	758	Accrued accounts Payable (Sch. 370)	3	3
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 370)	9	16
33	763	Other Current Liabilities (Sch. 370)	12	8
34	764	Equipment obligations and other long-term debt due within one year		
35		Total Current Liabilities	1,147	898
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured		
37	766	Equipment obligations		
38	766.5	Capitalized Lease Obligations		
39	768	Debt in default		
40	769	Accounts payable: Affiliated Companies	1,065	1,065
41	770.1, 770.2	Unamortized debt premium		
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	38	
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)	22	28
46		Total Noncurrent Liabilities	1,125	1,093
		<u>Shareholders' Equity</u>		
47	791, 792	Capital Stock: (Sch. 230)		
48		Common Stock	650	650
49		Preferred Stock		
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)	4,262	4,262
		<u>Retained Earnings:</u>		
52	797	Appropriated (221)		
53	798	Unappropriated (220)	(6,308)	(6,352)
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock		
56		Net Stockholders Equity	(1,396)	(1,440)
57		Total Liabilities and Shareholders Equity	876	551

NOTES AND REMARKS

210. RESULTS OF OPERATIONS

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.

2. Report total operating expenses from Schedule 410 of this report. Any disparities in expense amounts shown in this schedule and expense amounts reported in Schedule 410 must be fully explained.

3. List dividends from investments accounted for under the

cost method on the appropriate line for Account No. 513, "Dividend income." List dividends accounted for by the equity method on the appropriate dividend line under the "Income from Affiliated Companies" subsection of this schedule.

4. All contra entries hereunder should be indicated in parenthesis.

5. Dollars in thousands.

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
ORDINARY ITEMS					
OPERATING INCOME					
Railway Operating Income					
1	(101) Freight **	\$ 389	\$ 383	\$	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching				
5	(105) Water Transfers				
6	(106) Demurrage				
7	(110) Incidental				
8	(121) Joint Facility-Credit				
9	(122) Joint Facility-Debit				
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	389	383		
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (lines 10-12)	389	383		
14	(531) Railway operating expenses	310	286		
15	*Net revenue from railway operations	79	97		
OTHER INCOME					
16	(506) Revenue from property used in other than carrier operations				
17	(510) Miscellaneous rent income	3	3		
18	(512) Separately operated properties-Profit				
19	(513) Dividend Income				
20	(514) Interest income				
21	(516) Income from sinking and other funds				
22	(517) Release of premiums on funded debt				
23	(518) Contributions from other companies				
24	(519) Miscellaneous income				
Income from affiliated companies:					
25	Dividends				
26	Equity in undistributed earnings (losses)				
27	Total other income (lines 16-26)	3	3		
28	Total income (lines 15, 27)	82	100		
MISCELLANEOUS DEDUCTIONS FROM INCOME					
29	(534) Expenses of property used in other than carrier operations				
30	(535) Taxes on property used in other than carrier operations				
31	(543) Miscellaneous rent expense				
32	(544) Miscellaneous taxes				
33	(545) Separately operated properties-Loss				
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges				
37	(553) Uncollectible accounts				
38	Total miscellaneous deductions (lines 29-37)				
39	Income available for fixed charges (lines 28, 38)	82	100		

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
FIXED CHARGES			
	(546) Interest on funded debt:	\$	\$
40	(a) Fixed interest not in default		
41	(b) Interest in default		
42	(547) Interest on unfunded debt		
43	(548) Amortization of discount on funded debt		
44	Total fixed charges (lines 40-43)		
45	Income after fixed charges (lines 39, 44)	82	100
OTHER DEDUCTIONS			
	(546) Interest on funded debt:		
46	(c) Contingent interest		
UNUSUAL OR INFREQUENT ITEMS			
47	(555) Unusual or infrequent items (debit) credit		
48	Income (loss) for continuing operations (before income taxes)	82	100
PROVISIONS FOR INCOME TAXES			
	(556) Income taxes on ordinary income:		
49	Federal income taxes		44
50	State income taxes		4
51	Other income taxes		
52	(557) Provision for deferred taxes	38	
53	Income from continuing operations	44	52
DISCONTINUED OPERATIONS			
54	(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)		
55	(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)		
56	Income before extraordinary items		
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES			
57	(570) Extraordinary items (Net)		
58	(590) Income taxes on extraordinary items		
59	(591) Provision for deferred taxes - Extraordinary items		
60	Total extraordinary items (lines 57-59)		
61	(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)		
62	Net income	44	52
*Reconciliation of net railway operating income (NROI)			
63	Net revenues from railway operations		
64	(556) Income taxes on ordinary income		
65	(557) Provision for deferred income taxes		
66	Income from lease of road and equipment		
67	Rent for leased roads and equipment		
68	Net railway operating income		
**Report hereunder the charges to the revenue accounts representing payments made to others for-			
69	Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$		
	(a) Of the amount reported for "Net revenue from railway operations", (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one): Actual (), Estimated ().		
70	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 \$		
	Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates):		
71	(a) Payments for transportation of persons \$		
72	(b) Payments for transportation of freight shipments \$		
	NOTE.-Gross charges for protective us to perishable freight, without deduction for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal companies):		
73	Charges for service for the protection against heat \$		
74	Charges for service for the protection against cold \$		

220. RETAINED EARNINGS-UNAPPROPRIATED

1. Show hereunder the items of Retained Earnings 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.

4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 26, column (b), Schedule 210. The total of columns (b) and (c), lines 3 and 7, should agree with line 62, column (b), Schedule 210.

6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c). (Dollars in thousands)

Line No.	Item	Retained earnings—Unappropriated	Equity in undistributed earnings (losses) of affiliated companies
	(a)	(b)	(c)
1	Balances at beginning of year _____	\$ (6,352)	\$
2	(601.5) Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3	(602) Credit balance transferred from income _____	44	
4	(603) Appropriations released _____		
5	(606) Other credits to retained earnings _____		
6	Total _____	44	
	DEBITS		
7	(612) Debit balance transferred from income _____		
8	(616) Other debits to retained earnings _____		
9	(620) Appropriations for sinking and other funds _____		
10	(621) Appropriations for other purposes _____		
11	(623) Dividends: Common stock _____		
12	Preferred stock ¹ _____		
13	Total _____		
14	Net increase (decrease) during year (Line 6 minus line 13) _____	44	
15	Balances at close of year (Lines 1, 2 and 14) _____	(6,308)	
16	Balance from line 15(c) _____		xxxxx
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	(6,308)	xxxxx
	REMARKS		
	Amount of assigned Federal income tax consequences:		
18	Account 606 _____		xxxxx
19	Account 616 _____		xxxxx

¹ If any dividends have not been declared on cumulative preferred stock give cumulative undeclared dividends at beginning of year and end of year.

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
<u>Current Asset</u>				
1	701	Cash	\$ 1	\$ 1
2	702	Temporary Cash Investments (Sch. 300)		
3	703	Special Deposits (Sch. 300)		
<u>Accounts Receivable</u>				
4	705	- Interline and Other Balances		
5	706	- Customers		
6	707, 704	- Other		
7	709, 708	- Accrued Accounts Receivables	173	108
8	708.5	- Receivables from Affiliated Companies		
9	709.5	- Less: Allowance for Uncollectible Accounts		
10	710, 711, 714	Working funds prepayments deferred income tax debits (Sch. 300)		
11	712	Materials and Supplies		
12	713	Other Current Assets (Sch. 300)		
13		Total Current Assets	174	109
<u>Other Assets</u>				
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)		
15	721, 721.5	Investments and Advances: Affiliated Companies (Sch. 310)		
16	737, 738	Property used in other than Carrier Operations (less depreciation	97	97
		\$). (Sch. 325)		
17	739, 741	Other Assets (Sch. 329)		
18	743, 744	Other Deferred Debits (Sch. 329)		
19		Total Other Assets	97	97
<u>Road and Equipment</u>				
20	731, 732	Road (Sch. 330 & 330A)	457	457
21		Equipment		
22		Unallocated Items	60	60
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(29)	(27)
24		Net road and Equipment	488	490
25		Total Assets	759	696

NOTES AND REMARKS

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

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
<u>Current Liabilities</u>			\$	\$
26	751	Loans and Notes Payable (Sch. 370)		
27	752	Accounts Payable: Interline and Other Balances		
28	753, 754	Other Accounts Payable	393	367
29	755, 756	Interest and Dividends Payable		
30	757	Payables to Affiliated Companies		
31	759	Accrued accounts Payable (Sch. 370)		
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 370)	16	8
33	763	Other Current Liabilities (Sch. 370)	(3)	(3)
34	764	Equipment obligations and other long-term debt due within one year		
35		Total Current Liabilities	406	372
<u>Non Current Liabilities</u>				
36	765, 767	Funded debt unamortized		
37	766	Equipment obligations		
38	766.5	Capitalized Lease Obligations		
39	768	Debt in default		
40	769	Accounts payable: Affiliated Companies	101	101
41	770.1, 770.2	Unamortized debt premium		
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	13	
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)	15	15
46		Total Noncurrent Liabilities	129	116
<u>Shareholders' Equity</u>				
47	791, 792	Capital Stock: (Sch. 230)		
48		Common Stock	12	12
49		Preferred Stock		
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)	286	286
		Retained Earnings:		
52	797	Appropriated (221)		
53	798	Unappropriated (220)	(74)	(90)
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock		
56		Net Stockholders Equity	224	208
57		Total Liabilities and Shareholders Equity	759	696

NOTES AND REMARKS

210. RESULTS OF OPERATIONS

1. Disclose requested information for the respondent pertaining to the results of operations for the year.

2. Report total operating expenses from Schedule 410 of this report. Any disparities in expense amounts shown in this schedule and expense amounts reported in Schedule 410 must be fully explained.

3. List dividends from investments accounted for under the

cost method on the appropriate line for Account No. 513, "Dividend income." List dividends accounted for by the equity method on the appropriate dividend line under the "Income from Affiliated Companies" subsection of this schedule.

4. All contra entries hereunder should be indicated in parenthesis.

5. Dollars in thousands.

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
	ORDINARY ITEMS				
	OPERATING INCOME				
	Railway Operating Income				
1	(101) Freight **	\$ 224	\$ 295	\$ 224	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching				
5	(105) Water Transfers				
6	(106) Demurrage				
7	(110) Incidental				
8	(121) Joint Facility-Credit				
9	(122) Joint Facility-Debit				
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	224	295	224	
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (lines 10-12)	224	295	224	
14	(531) Railway operating expenses	200	210	200	
15	*Net revenue from railway operations	24	85	24	
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations				
17	(510) Miscellaneous rent income	1	1		
18	(512) Separately operated properties-Profit				
19	(513) Dividend Income				
20	(514) Interest income				
21	(516) Income from sinking and other funds				
22	(517) Release of premiums on funded debt				
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	3	1		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)				
27	Total other income (lines 16-26)	4	2		
28	Total income (lines 15, 27)	28	87		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations				
30	(535) Taxes on property used in other than carrier operations				
31	(543) Miscellaneous rent expense				
32	(544) Miscellaneous taxes				
33	(545) Separately operated properties-Loss				
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges				
37	(553) Uncollectible accounts				
38	Total miscellaneous deductions (lines 29-37)				
39	Income available for fixed charges (lines 28, 38)	28	87		

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
	FIXED CHARGES	\$	\$
(546) Interest on funded debt:			
40 (a) Fixed interest not in default			
41 (b) Interest in default			
42 (547) Interest on unfunded debt			
43 (548) Amortization of discount on funded debt			
44 Total fixed charges (lines 40-43)		28	87
45 Income after fixed charges (lines 39, 44)			
	OTHER DEDUCTIONS		
(546) Interest on funded debt:			
46 (c) Contingent interest			
	UNUSUAL OR INFREQUENT ITEMS		
47 (555) Unusual or infrequent items (debit) credit		28	87
48 Income (loss) for continuing operations (before income taxes)			
	PROVISIONS FOR INCOME TAXES		
(556) Income taxes on ordinary income:			38
49 Federal income taxes			4
50 State income taxes			
51 Other income taxes		12	
52 (557) Provision for deferred taxes		16	45
53 Income from continuing operations			
	DISCONTINUED OPERATIONS		
54 (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
55 (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			
56 Income before extraordinary items			
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES		
57 (570) Extraordinary items (Net)			
58 (590) Income taxes on extraordinary items			
59 (591) Provision for deferred taxes - Extraordinary items			
60 Total extraordinary items (lines 57-59)			
61 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)		16	45
62 Net income			
	*Reconciliation of net railway operating income (NROI)		
63 Net revenues from railway operations			
64 (556) Income taxes on ordinary income			
65 (557) Provision for deferred income taxes			
66 Income from lease of road and equipment			
67 Rent for leased roads and equipment			
68 Net railway operating income			
	**Report hereunder the charges to the revenue accounts representing payments made to others for--		
69 Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$			
(a) Of the amount reported for "Net revenue from railway operations", (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one): Actual (), Estimated ().			
70 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 \$			
Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates):			
71 (a) Payments for transportation of persons \$			
72 (b) Payments for transportation of freight shipments \$			
NOTE.-Gross charges for protective us to perishable freight, without deduction for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal companies):			
73 Charges for service for the protection against heat \$			
74 Charges for service for the protection against cold \$			

220. RETAINED EARNINGS-UNAPPROPRIATED

1. Show hereunder the items of Retained Earnings 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.

4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 26, column (b), Schedule 210. The total of columns (b) and (c), lines 3 and 7, should agree with line 62, column (b), Schedule 210.

6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c). (Dollars in thousands)

Line No.	Item	Retained earnings-Unappropriated	Equity in undistributed earnings (losses) of affiliated companies
	(a)	(b)	(c)
1	Balances at beginning of year _____	\$ (90)	\$
2	(601.5) Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3	(602) Credit balance transferred from income _____	16	
4	(603) Appropriations released _____		
5	(606) Other credits to retained earnings _____		
6	Total _____	16	
	DEBITS		
7	(612) Debit balance transferred from income _____		
8	(616) Other debits to retained earnings _____		
9	(620) Appropriations for sinking and other funds _____		
10	(621) Appropriations for other purposes _____		
11	(623) Dividends: Common stock _____		
12	Preferred stock ¹ _____		
13	Total _____		
14	Net increase (decrease) during year (Line 6 minus line 13) _____	16	
15	Balances at close of year (Lines 1, 2 and 14) _____	(74)	
16	Balance from line 15(c) _____		xxxxx
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	(74)	xxxxx
	REMARKS		
	Amount of assigned Federal income tax consequences:		
18	Account 606 _____		xxxxx
19	Account 616 _____		xxxxx

¹ If any dividends have not been declared on cumulative preferred stock give cumulative undeclared dividends at beginning of year and end of year.

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Asset</u>		
1	701	Cash	\$ (73)	\$ (1)
2	702	Temporary Cash Investments (Sch. 300)	171	131
3	703	Special Deposits (Sch. 300)		
		Accounts Receivable		
4	705	- Interline and Other Balances		
5	706	- Customers	34	86
6	707, 704	- Other		
7	709, 708	- Accrued Accounts Receivables		
8	708.5	- Receivables from Affiliated Companies		
9	709.5	- Less: Allowance for Uncollectible Accounts		
10	710, 711, 714	Working funds prepayments deferred income tax debits (Sch. 300)		
11	712	Materials and Supplies		
12	713	Other Current Assets (Sch. 300)		
13		Total Current Assets	132	216
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)		
15	721, 721.5	Investments and Advances: Affiliated Companies (Sch. 310)	1,041	512
16	737, 738	Property used in other than Carrier Operations (less depreciation \$). (Sch. 325)		
17	739, 741	Other Assets (Sch. 329)	8	14
18	743, 744	Other Deferred Debits (Sch. 329)		
19		Total Other Assets	1,049	526
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	9,329	9,151
21		Equipment	33,425	24,565
22		Unallocated Items		
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(25,451)	(20,559)
24		Net road and Equipment	17,303	13,157
25		Total Assets	18,484	13,899

NOTES AND REMARKS

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

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Liabilities</u>	\$	\$
26	751	Loans and Notes Payable (Sch. 370)		
27	752	Accounts Payable: Interline and Other Balances		
28	753, 754	Other Accounts Payable	295	27
29	755, 756	Interest and Dividends Payable	32	39
30	757	Payables to Affiliated Companies		
31	759	Accrued accounts Payable (Sch. 370)	43	22
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 370)	10	25
33	763	Other Current Liabilities (Sch. 370)	31	31
34	764	Equipment obligations and other long-term debt due within one year	5,468	2,900
35		Total Current Liabilities	5,879	3,044
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured	10,928	9,247
37	766	Equipment obligations		
38	766.5	Capitalized Lease Obligations		
39	768	Debt in default		
40	769	Accounts payable: Affiliated Companies		
41	770.1, 770.2	Unamortized debt premium		
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	(11)	(10)
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)		
46		Total Noncurrent Liabilities	10,917	9,237
		<u>Shareholders' Equity</u>		
47	791, 792	Capital Stock: (Sch. 230)		
48		Common Stock	10	10
49		Preferred Stock		
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)		
		Retained Earnings:		
52	797	Appropriated (221)		
53	798	Unappropriated (220)	1,678	1,608
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock		
56		Net Stockholders Equity	1,688	1,618
57		Total Liabilities and Shareholders Equity	18,484	13,899

NOTES AND REMARKS

210. RESULTS OF OPERATIONS

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.

2. Report total operating expenses from Schedule 410 of this report. Any disparities in expense amounts shown in this schedule and expense amounts reported in Schedule 410 must be fully explained.

3. List dividends from investments accounted for under the

cost method on the appropriate line for Account No. 513, "Dividend income." List dividends accounted for by the equity method on the appropriate dividend line under the "Income from Affiliated Companies" subsection of this schedule.

4. All contra entries hereunder should be indicated in parenthesis.

5. Dollars in thousands.

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
	ORDINARY ITEMS				
	OPERATING INCOME				
	Railway Operating Income				
1	(101) Freight **	\$	\$	\$	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching				
5	(105) Water Transfers				
6	(106) Demurrage				
7	(110) Incidental				
8	(121) Joint Facility-Credit				
9	(122) Joint Facility-Debit				
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)				
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (lines 10-12)				
14	(531) Railway operating expenses	7,874	4,766		
15	*Net revenue from railway operations	(7,874)	(4,766)		
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations				
17	(510) Miscellaneous rent income	10,759	6,330		
18	(512) Separately operated properties-Profit				
19	(513) Dividend income				
20	(514) Interest income				
21	(516) Income from sinking and other funds				
22	(517) Release of premiums on funded debt				
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	303	200		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)				
27	Total other income (lines 16-26)	11,062	6,530		
28	Total income (lines 15, 27)	3,188	1,764		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations				
30	(535) Taxes on property used in other than carrier operations				
31	(543) Miscellaneous rent expense				
32	(544) Miscellaneous taxes				
33	(545) Separately operated properties-Loss				
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges				
37	(553) Uncollectible accounts				
38	Total miscellaneous deductions (lines 29-37)				
39	Income available for fixed charges (lines 28, 38)	3,188	1,764		

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
	FIXED CHARGES	\$	\$
(546) Interest on funded debt:			
40 (a) Fixed interest not in default		2,952	1,417
41 (b) Interest in default			
42 (547) Interest on unfunded debt			
43 (548) Amortization of discount on funded debt			
44 Total fixed charges (lines 40-43)		2,952	1,417
45 Income after fixed charges (lines 39, 44)		236	347
	OTHER DEDUCTIONS		
(546) Interest on funded debt:			
46 (c) Contingent interest			
	UNUSUAL OR INFREQUENT ITEMS		
47 (555) Unusual or infrequent items (debit) credit			
48 Income (loss) for continuing operations (before income taxes)			
	PROVISIONS FOR INCOME TAXES		
(556) Income taxes on ordinary income:			
49 Federal income taxes		47	(226)
50 State income taxes		13	13
51 Other income taxes			
52 (557) Provision for deferred taxes			
53 Income from continuing operations		176	560
	DISCONTINUED OPERATIONS		
54 (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
55 (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			
56 Income before extraordinary items			
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES		
57 (570) Extraordinary items (Net)			
58 (590) Income taxes on extraordinary items			
59 (591) Provision for deferred taxes - Extraordinary items			
60 Total extraordinary items (lines 57-59)			
61 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			
62 Net income		176	560
	* Reconciliation of net railway operating income (NROI)		
63 Net revenues from railway operations			
64 (556) Income taxes on ordinary income			
65 (557) Provision for deferred income taxes			
66 Income from lease of road and equipment			
67 Rent for leased roads and equipment			
68 Net railway operating income			
	** Report hereunder the charges to the revenue accounts representing payments made to others for--		
69 Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$			
(a) Of the amount reported for "Net revenue from railway operations", \$ (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one): Actual (), Estimated ().			
70 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 \$			
Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates):			
71 (a) Payments for transportation of persons \$			
72 (b) Payments for transportation of freight shipments \$			
NOTE. -Gross charges for protective as to perishable freight, without deduction for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal companies):			
73 Charges for service for the protection against heat \$			
74 Charges for service for the protection against cold \$			

210. RETAINED EARNINGS—UNAPPROPRIATED

1. Show hereunder the items of Retained Earnings 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.

4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.

5. Line 3 (line 7 if debit balance), column (c), should agree with line 26, column (b), Schedule 210. The total of columns (b) and (c), lines 3 and 7, should agree with line 62, column (b), Schedule 210.

6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c). (Dollars in thousands)

Line No.	Item	Retained earnings—Unappropriated	Equity in undistributed earnings (losses) of affiliated companies
	(a)	(b)	(c)
1	Balances at beginning of year _____	\$ 1,602	\$ #
2 (601.5)	Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3 (602)	Credit balance transferred from income _____	176	
4 (603)	Appropriations released _____		
5 (606)	Other credits to retained earnings _____		
6	Total _____	176	
	DEBITS		
7 (612)	Debit balance transferred from income _____		
8 (616)	Other debits to retained earnings _____		
9 (620)	Appropriations for sinking and other funds _____		
10 (621)	Appropriations for other purposes _____		
11 (623)	Dividends: Common stock _____	100	
12	Preferred stock ¹ _____		
13	Total _____	100	
14	Net increase (decrease) during year (Line 6 minus line 13) _____		
15	Balances at close of year (Lines 1, 2 and 14) _____	1,678	
16	Balance from line 15(c) _____		XXXXX
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	1,678	XXXXX
	REMARKS		
	Amount of assigned Federal income tax consequences:		
18	Account 606 _____		XXXXX
19	Account 616 _____		XXXXX

¹ If any dividends have not been declared on cumulative preferred stock give cumulative undeclared dividends at beginning of year and end of year.

Restated.

135. ACCUMULATED DEPRECIATION - ROAD AND EQUIPMENT - OWNED AND USED

1. Disclose the required information in regard to credits and debits to Account No. 735, "Accumulated depreciation: road and equipment property," during the year relating to owned and used road and equipment. Include entries for depreciation of equipment owned but not used when the resulting rents are included in the "Lease Rentals - Credit - Equipment" accounts and Other Rents - Credit - Equipment" accounts. Exclude any entries for depreciation of equipment that is used but not owned when the resulting rents are included in "Lease Rental - Debit - Equipment" account and "Other Rents - Debit - Equipment" accounts (See Schedule 342 for the accumulated depreciation relating to road and equipment owned but not used by respondent.)

2. If any data are included in columns (d) or (f), explain the entries in detail.

3. A debit balance in columns (b) or (g) for any primary account should be designated "Dr."

4. 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.

5. Enter amounts representing amortization under an authorized amortization program other than for defense projects on line 27.

6. Past excess or under depreciation accruals which are being amortized in accordance with Commission authorization should be reported on line 37.

7. Dollars in thousands.

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)
	ROAD						
1	(1) Engineering						
2	(3) Grading						
3	(4) Other, right-of-way						
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts						
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs						
8	(16) Station and office buildings	1,039	65		54		1,050
9	(17) Roadway buildings						
10	(18) Water stations						
11	(19) Fuel stations						
12	(20) Shops and enginehouses	3	7				10
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	94	99				193
17	(26) Communication systems	377	128				505
18	(27) Signals and interlockers						
19	(29) Power plants						
20	(31) Power-transmission systems						
21	(35) Miscellaneous structures						
22	(37) Roadway machines	4,324	832		362		4,794
23	(39) Public improvements—Construction						
24	(44) Shop machinery	23	36				59
25	(45) Power-plant machinery						
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road	5,860	1,167		416		6,611
	EQUIPMENT						
29	(52) Locomotives	4,612	3,134		8		7,738
30	(53) Freight-train cars	3,601	711		1,018		3,294
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	1,194	679		52		1,821
35	(58) Miscellaneous equipment	5,292	1,715		1,024		5,983
36	Total equipment	14,699	6,239		2,102		18,836
37	Depreciation Adjustments						
38	GRAND TOTAL	20,559	7,406		2,518		25,447