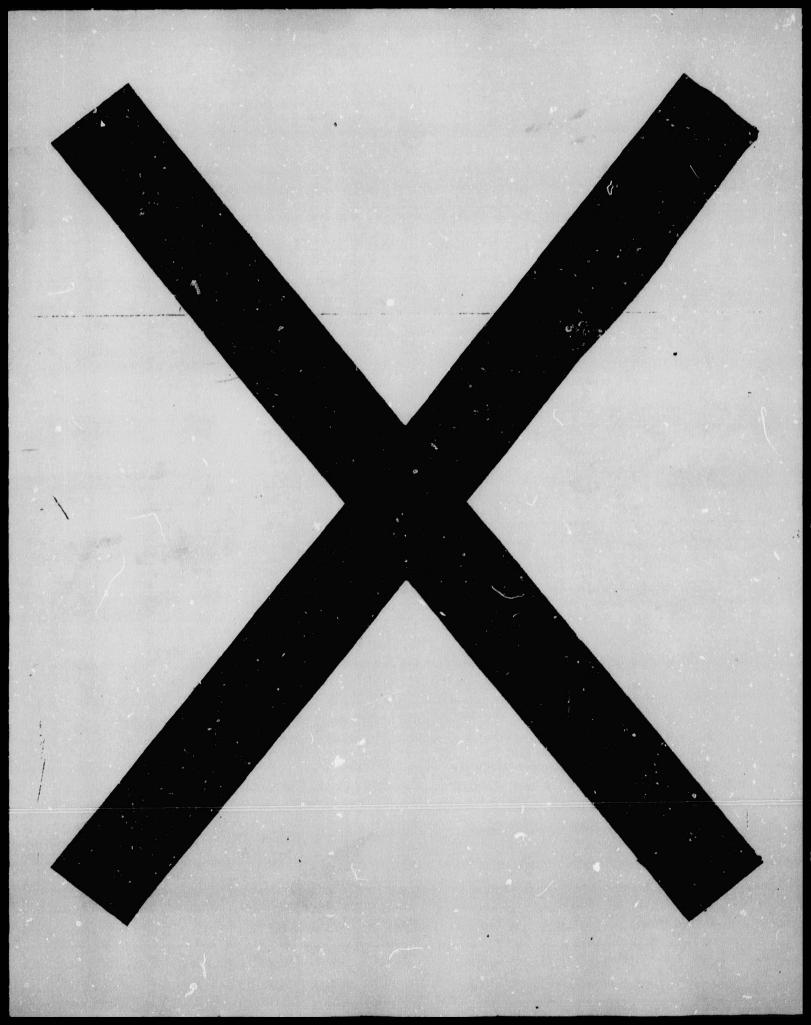
RC-134500 KANSAS CITY SOUTHERN





134500

ACAA-R1 APPROVED BY OMB 2140-0009 EXPIRES 11-30-2000

Class I Railroad Annual Report

RCD00352

R186

Kansas City Southern Railway Company 114 West 11th Street Kansas City, Missouri 64105

Correct name and address if different than shown

Full name and address of reporting carrier.
(Use mailing label on original, copy on duplicate.)



To The

Surface Transportation Board

For The Year Ended December 31, 1999

NOTICE

- 1. This report is required for every class I railroad operating within the United States. Three copies of this Annual Report should be completed. Two of the copies must be filed with the Surface Transportation Board, Office of Economics, Environmental Analysis, and Administration, The Mercury Building, 1925 K St. N.W., Suite 500, Washington, DC 20423, by March 31 of the year following that for which the report is made. One copy should be retained by the carrier.
- 2. Every inquiry must be definitely answered. Where the word "none" truly and completely states the fact, it should be given as the answer. If any inquiry is inapplicable, the words "not applicable" should be used.
- 3. Wherever the space provided in the schedules in insufficient to permit a full and complete statement of the requested information, inserts should be prepared and appropriately identified by the number of the schedule.
- 4. All entries should be made in a permanent black ink or typed. Those of a contrary character must be indicated in parenthesis. Items of an unusual character must be indicated by appropriate symbols and explained in footnotes.
- 5. 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 that \$1,000 should be raised to the nearest thousand dollars, and amounts of less that \$500 should be lowered.
- 6. Except where the context clearly indicates some other meaning, the following terms when used in this Form have the following meanings:
- a) Board means Surface Transportation Board.
- b) Respondent means the person or corporation in whose behalf the report is made.
- c) Year means the year ended December 31 for which the report is being made.
- d) Close of the Year means the close of business on December 3! for the year in which the report is being made. If the report is made for a shorter period that one year, it means the close of the period covered by the report.
- e) Beginning of the Year means the beginning of business on January 1 of the year for which the report is being made. If the report is made for a shorter period than one year, it means the beginning of that period.
- f) Preceding Year means the year ended December 31 of the year preceding the year for which the report is made.
- g) The Uniform System of Accounts for Railroad Companies means the system of accounts in Part 1201 of Title 49, Code of Federal Regulation, as amended.
- The ICC Termination Act of 1995 abolished the Interstate Commerce Commission and replaced if
 with the Surface Transportation Board. Any references to the Interstate Commerce Commission or
 Commission contained in this report refer to the Surface Transportation Board.
- Any references to the Bureau of Accounts or the Office of Economics contained in this report refer to the Office of Economics, Environmental Analysis, and Administration of the Surface Transportation Board.

For Index, See Back of Form

ANNUAL REPORT

OF

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

TO THE

SURFACE TRANSPORTATION BOARD

FOR THE

YEAR ENDED DECEMBER 31, 1999

(Street and number, city, State, and ZIP code)

THIS PAGE LEFT BLANK INTENTIONALLY

TABLE OF CONTENTS

	SCHEDULE	PAGE
Schedules Omitted by Respondent	Α	1
Identity of Respondent	В	2
Voting Powers and Elections	С	3
Comparative Statement of Financial Position	200	5
Results of Operations	210	16
Retained Earnings - Unappropriated	220	19
Capital Stock	230	20
Statement of Changes in Financial Position	240	21
Working Capital Information	245	23
Investments and Advances - Affiliated Companies	310	26
Investments in Common Stocks of Affiliated Companies	310A	30
Road Property and Equipment and Improvements to Leased Property and Equipment	330	32
Depreciation Base and Rates - Road and Equipment Owned and Used and Leased from Others	332	34
Accumulated Depreciation - Road and Equipment Owned and Used	335	35
Accrued Liability - Leased Property	339	36
Depreciation Base and Rates - Improvements to Road and Equipment Leased from Others	340	37
Accumulated Depreciation - Improvements to Road and Equipment Leased from Others	342	38
Depreciation Base and Rates - Road and Equipment Leased to Others	350	40
Accumulated Depreciation - Road and Equipment Leased to Others	351	41
Investment in Railroad Property Used in Transportation Service (By Company)	352A	42
Investment in Railroad Property Used in Transportation Service (By Property Accounts)	352B	43
Railway Operating Expenses	410	45
Way and Structures	412	52
Rents for Interchanged Fraight Train Cars and Other Freight Carrying Equipment	414	53
Supplemental Schedule - Equipment	415	56
Supplemental Schedule - Road	416	58
Specialized Service Subschedule - Transportation	417	60
Supplemental Schedule - Capital Leases	418	61
Analysis of Taxes	450	63
tems in Selected Income and Retained Earnings Accounts for the Year	460	65
Guaranties and Suretyships	501	66
Compensating Balances and Short-Term Borrowing Arrangements	502	67
Separation of Debtholdings between Road Property and Equipment	510	69
Transactions Between Respondent and Companies or Persons Affiliated With Respondent for Services Received or Provided	512	72
Milage Operated at Close of Year	700	74
Miles of Road at Close of Year - By States and Territories (Single Track)	702	75
nventory of Equipment	710	78
Unit Cost of Equipment Installed During the Year	710S	84
Fies Laid in Replacement	721	86
Fies Laid in Additional Tracks and in New Lines and Extensions	722	87
Rails Laid in Replacement	723	88
Rails Laid in Additional Tracks and in New Lines and Extensions	724	89
Weight of Rail	725	90
Summary of Track Replacements	726	91
Consumption of Diesel Fuel	750	91
Railroad Operating Statistics	755	94
/erification		98
Aemoranda		99
ndex		100

SPECIAL NOTICE

Docket No. 38559 Railroad Classification Index, served January 20, 1983, modified the reporting requirements for class II, III and all Switching and terminal companies. These carriers will notify the Board only if the calculation results in a different revenue level than its current classification.

The dark border on the schedules represents data that are captured for processing by the Surface Transportation Board.

It is estimated that an average of 800 burden hours per response are required to complete this collection of information. This estimate includes time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Comments concerning the accuracy of this burden estimate or suggestions for reducing this burden should be directed to the Office of the Secretary, Surface Transportation Board, and the Office of Information and Regulatory Affairs, Office of Management and Budget.

A. SCHEDULES OMITTED BY RESPONDENT

- 1. The respondent, at its option, may unit 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
12 - 15	200	Comparative Statement of Financial Position Explanatory Notes Blank Pages
	Ą	

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 full 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. If the report is for a consolidated group, pursuant to Special Permission from the Board, indicate such fact on line 1 below and list the consolidated group on page 4.
- 2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filling certificate of organizations; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date which such receivership or other possession began. If a partnership, give date of formation and also names in full of present partners.
- 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
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 Revived 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
	N/A
	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.
	Two copies will be submitted(date)
X	No finnual report to stockholders is prepared.

C. VOTING POWERS AND ELECTIONS

- 1. State the par value of each share of stock: Common, \$ No Par per share; first preferred, \$ 350,000 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 porportional 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 ______Stock book was not closed In 1999. Last closed April 3, 1981

7	. State the total voting power of all security hold	lers of the res	pondent at the date	of such closing,	if within one year of the	a date of such filing; i
ot	state as of the close of the year. 9,840,057 v	otes, as of	December 31, 19	999		
			(Date)			

- 8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. ____1 __ stockholder.
- 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 to which he was entitled, which 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			Number of votes to which security holder	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
No.	Name of security holder	address of security holder	was entitled		Stock		Line No.
					PREFERRED		1
	(a)	(b)	(c)	C⊚mmon (d)	Second (e)	First (f)	
1	Kansas City Southern	114 West 11th Street		c.			
	Lines, Inc.	Kansas City, Missouri 64105	9,840,057	9,840,000		57	1
2							2
3							3
4		lil Kalausai jamaan ja kapa kapa ja k					4
5							5
6			RESERVATION DE LA COMPANION DE				6
7							7
8	makakanan cabadi Mahabadan gani						8
9							9
10	对于东西的国际公司的		Marine Marine				10
11							11
12							12
13							13
14							14
15							15
16	对对我们的关系,	de l'accomingnation de la company de la comp					16
17							17
18							18
19							19
20	到原则是4000000000000000000000000000000000000						20
21		。					21
22							22
23	高级和国民党等 他的总定人 之前是最后的是 有政策	a managan kangan ka					23
24		izi nantanak kashatranananan meneri					24
25							25
26			KARAMATA I		对处果没有注意		26
27			<i>"</i>				27
28							28
29							29
30	A STATE OF THE STA						30

•	VETING	POMEDO	ANDE	COTIONS	Cantinus
C.	VUIING	POWERS	ANDE	LECTIONS	- Continue

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 9,840,057 votes cast.

11. Give the date of such meeting. May 6, 1999

12. Give the place of such meeting. Kansas City, Missouri 64105

SCHEDULE 200 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

(DOLLARS IN THOUSANDS)

No.	Cross Check	Account	Title (a)	Balance at close of year (b)	Balance at Begin- ning of year (c)	Line No
			Current Assets			
1		701	Cash	3,834	(557)	1
2		702	Temporary Cash Investments			2
3		703	Special Deposits	33	38	3
			Accounts Receivable			
4		704	- Loan and Notes	232	300	4
5		705	- Interline and Other Balances	3,007	3,829	5
6		706	- Customers	60,081	67,520	6
7		707	- Other	14,119	8,539	7
8		709, 708	- Accrued Accounts Receivables	40,676	42,124	8
9		708.5	- Receivables from Affiliated Companies			9
10		709.5	- Less: Allowance for Uncollectible Accounts	(2,005)	(3,563)	10
11		710, 711, 714	Working Funds Prepayments Deferred Income Tax Debits	7.908	8,264	11
12		712	Materials and Supplies	37,759	43,609	12
13		713	Other Current Assets			13
14			TOTAL CURRENT ASSETS	165,644	170,103	14
15		715, 716, 717	Other Assets Special Funds			15
16		721, 721.5	Investments and Advances Affiliated Companies (Schedule 310 & 310A)	55,609	32,416	16
17		722, 723	Other Investments and Advances	134	3	17
18		724	Allowances for Net Unrealized Loss on Noncurrent Marketable Equity Securities-Cr.			18
19		737, 738	Property Used in Other than Carrier Operation (less Depreciation) \$317	2,399	2,185	19
20		739, 741	Other Assets	(1)	2	20
21		743	Other Deferred Debits	54,435	29,518	21
22		744	Accumulated Deferred Incon. a Tax Debits	,		22
23			TOTAL OTHER ASSETS	112,576	64,124	23
24		731, 732	Road and Equipment Road (Schedule 330) L-30 Col. h & b	1,283,396	1,238,562	24
25		731, 732	Equipment (Schedule 330) L-39 Col. h & b	274,920	279,556	25
26		731, 732	Unallocated Items	96,553	68,296	26
27		733, 735	Accumulated Depreciation and Amortization (Schedules 335, 342, 351)	(520,827)	(481,439)	27
28			Net Road and Equipment	1,134,042	1,104,975	28
29			TOTAL ASSETS	1,412,262	1,339,202	29

SCHEDULE 200 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - LIABILITIES AND SHAREHOLDERS' EQUITY (DOLLARS IN THOUSANDS)

No.	Cross Check	Account	Title	Balance at close of year	Balance at Begin ning of year	- Lin No
			(a)	(b)	(c)	
30		751	Current Liabilities			T
31		752	Loans and Notes Payable			30
32		753	Accounts Payable: Interline and Other Balances	25,572	26,977	31
33			Audited Accounts and Wages	41,715	31,743	32
34		754	Other Accounts Payable	3,673	(1,059)	33
35		755, 756	Interest and Dividends Payable	828	966	34
_		757	Payables to Affiliated Companies			35
36	-	759	Accrued Accounts Payable	109,502	108,594	36
37		760, 761, 761.5, 762	Taxes Accrued	9,674	(3,759)	37
38	-	763	Other Current Liabilities	83	183	38
39		764	Equipment Obligations and Other Long-Term Debt due Within One Year	10,092	10,181	39
40			TOTAL CURRENT LIABILITIES	201,139	173,826	40
41		765, 767	Non-Current Liabilities Funded Debt Unmatured			41
42		766	Equipment Obligations	54,938	64,691	42
43		766.5	Capitalized Lease Obligations	3,613	3,958	43
44		768	Debt in Default	5,015	3,956	44
45		769	Accounts payable: Affiliated Companies	394,271	276 074	
46		770.1, 770.2	Unamortized Debt Premium	334,271	376,871	45
47	7	781	Interest in Default			46
48	7	783	Deferred Revenues-Transfers from Government Authorities			48
49	7	786	Accumulated Deferred Income Tax Credits	280,923	272.644	
50		771, 772, 774, 775, 782, 784	Other Long-Term Liabilities and Deferred Credits		273,641	49
51			TOTAL NONCURRENT LIABILITIES	71,760 805,505	72,471 791,632	50 51
T			Shareholders' Equity	003,303	791,032	51
52	7	91, 792	Total Capital Stock: (Schedule 230) (L 53 & 54)	57 504	57.504	
53			Common Stock	57,504	57,504	52
54			Preferred Stock	36,504	36,504	53
55			Discount on Capital Stock	21,000	21,000	54
6	7		Additional Capital (Schedule 230)	76,907	67,105	55 56
	,		Retained Earnings:	70,007	07,103	30
8	AMERICAN AND PROPERTY.	97 98	Appropriated			57
9	-	-	Unappropriated (Schedule 220)	274,994	252,922	58
OFFICE ADDRESS.	-	98.1	Net Unrealized Loss on Noncurrent Marketable Equity Securities			59
0		98.5	Less Treasury Stock	(3,787)	(3,787)	60
1			Net Stockholders Equity	405,618	373,744	61
2	THE PARK AND ADDRESS.		TOTAL LIABILITIES AND SHAREHOLDERS EQUITY			8099000

SCHEDULE 200 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES (Dollars in Thousands)

The notes listed below are provided to disclose supplementary information on matters which have an important effect on the financial condition of the carrier. The carrier shall give the particulars called for herein and where the a 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 it 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.

other funds pursuant to provisions of reorganization plans, mortgages, deeds of trust, or other contracts	\$ None
2. Estimated amount of future earnings which can be realized before paying Federal income taxes becauperating loss carryover on January 1 of year following that for which the report is made	
3. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current indicating whether or not consistent with the prior year In 1980 the Company implemented a	
Plan. The amount to be charged to income each year is the amount to be deposited	l under the plan.
(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits Not Applicable	s over the total of the pension fund
(c) Is any part of pension plan funded? Specify. Yes No	
(i) If funding is by insurance, give name of insuring company	
If funding is by trust agreement, list trustee(s)	
Date of trust agreement or latest amendment	
M	
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 the agreement	basis for allocating charges under
(d) List affiliated companies which are included in the pension plan funding agreement and describe	
(d) List affiliated companies which are included in the pension plan funding agreement and describe the agreement	
(d) List affiliated companies which are included in the pension plan funding agreement and describe the agreement Not (e) (i) Is any part of the pension plan fund invested in stock or other securities of the respondent or a Yes No	ny of its affiliates? Specify.
(d) List affiliated companies which are included in the pension plan funding agreement and describe the agreement Not (e) (i) Is any part of the pension plan fund invested in stock or other securities of the respondent or a Yes No 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 Not Applicable 4. State whether a segregated political fund has been established as provided by the Federal Election CYes NoX	Not Applicable No If yes, who determines how stock sampaign Act of 1971 (18 U.S.C. 610).
(d) List affiliated companies which are included in the pension plan funding agreement and describe the agreement Not Not No 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 Not Applicable Not Applicable No	Not Applicable No If yes, who determines how stock sampaign Act of 1971 (18 U.S.C. 610).
(d) List affiliated companies which are included in the pension plan funding agreement and describe the agreement Not (e) (i) Is any part of the pension plan fund invested in stock or other securities of the respondent or a Yes No 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 Not Applicable 4. State whether a segregated political fund has been established as provided by the Federal Election CYes NoX	Not Applicable No If yes, who determines how stock sampaign Act of 1971 (18 U.S.C. 610).

8

SCHEDULE 200 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES

7. 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 amounts of the respondent.

Disclose the nature and amount of contingency that is material.

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. Additional pages may be added if more space is needed. (Explain and/or reference to the following pages.)

Litigation:

The Company is involved as plaintiff or defendant in various legal actions arising in the normal course of business. While the ultimate outcome of the various legal proceedings involving the Company cannot be predicted with certainty, it is the opinion of management, after consultation with legal counsel, that these legal actions currently are not material to the financial position of the Company. Based upon information currently available, the Company believes that its litigation reserves are adequate. The following outlines two significant ongoing cases:

Duncan Case

In 1998, a jury in Beauregard Parish, Louisiana returned a verdict against KCSR in the amount of \$16.3 million. This Louisiana state case arose from a railroad crossing accident which occurred at Oretta, Louisiana on September 11, 1994, in which three individuals were injured. Of the three, one was injured fatally, one was rendered quadriplegic and the third suffered less serious injuries.

Subsequent to the verdict, the trial court held that the plaintiffs were entitled to interest on the judgement from the date the suit was filed, dismissed the verdict against one defendant and reallocated the amount of that verdict to the remaining defendants. The resulting total judgment aginst KCSR, together with interest, was \$27.0 million as of December 31, 1999.

On November 3, 1999, the Third Circuit Court of Appeals in Louisiana affirmed the judgment. Review is now being sought in the Louisiana Supreme Court. On March 24, 2000, the Louisiana Supreme Court granted KCSR's Application for Writ of Review regarding the case. Independent trial counsel has expressed confidence to KCSR management that the Louisiana Supreme Court will set aside the district court and court of appeals judgments in this case. KCSR management believes it has meritorious defenses in this case and that it will ultimately prevail in appeal. If the verdict were to stand, however, the judgment and interest are in excess of existing insurance coverage and could have an adverse effect on KCSR's results of operations and financial position.

Bogalusa Cases

In July 1996, the Company was named as one of twenty-seven defendants in various lawsuits in Lousisiana and Mississippi arising from the explosion of a rail car loaded with chemicals in Bogalusa, Louisiana on October 23, 1995. As a result of the explosion, nitrogen dioxide and oxides of nitrogen were released into the atmosphere over parts of that town and the surrounding area causing evacuations and injuries. Approximately 25,000 residents of Louisiana and Mississippi have asserted claims to recover damages allegedly caused by exposure to the chemicals.

The Company neither owned nor leased the rail car or the rails on which it was located at the time of the explosion in Bogalusa. The Company did, however, move the rail car from Jackson to Vicksburg, Mississippi, where it was loaded with chemicals, and back to Jackson where the car was tendered to the Illinois Central Railroad Company ("IC"). The explosion occurred more than 15 days after the Company last transported the rail car. The car was loaded by the shipper in excess of its standard weight when it was transported by the Company to interchange with the IC.

The trial of a group of twenty plaintiffs in the Mississippi lawsuits arising from the chemical release resulted in a jury verdict and judgment in favor of KCSR in June 1999. The jury found that KCSR was not negligent and that the plaintiffs had failed to prove that they were damaged. The trial of the Louisiana class action is scheduled to commence on June 11, 2001. No date has been scheduled for the trial of the additional plaintiffs in Mississippi.

KCSR believes that its exposure to liability in these cases is remote. If, however, KCSR were to be found liable for punitive damages in these cases, such a judgment could have a material adverse effect on the results of operations and financial position of the Company.

Environmental Matters:

The Company is subject to extensive regulation under environmental protection laws concerning, among other things, discharges to waters and the generation, handling, storage, transportation and disposal of waste and other materials where environmental risks are inherent. In particular, the Company is subject to various laws and certain legislation including, among others, the Federal Comprehensive Environmental Response, Compensation and Liability Act ("CERCLA," also known as the Superfund law), the Toxic Substances Control Act, the Federal Water Pollution Control Act, and the Hazardous Materials Transportation Act. This legislation generally imposes joint and several liability for clean up and enforcement costs, without regard to fault or legality of the original conduct, on current and predecessor owners and operators of a site. The Company does not foresee that compliance with the requirements imposed by the environmental legislation will impair its competitive capability or result in any material additional capital expenditures, operating or maintenance costs. As part of serving the petroleum and chemicals industry, the Company transports hazardous materials and has a Shreveport, Louisiana-based hazardous materials emergency team available to handle environmental issues which might occur in the transport of such materials. Additionally, the Company performs ongoing review and evaluation of the various environmental issues that arise in the Company's operations, and, as necessary, takes actions to limit the Company's exposure to potential liability.

The Company has recorded liabilities with respect to various environmental issues, which represent its best estimates of remediation and restoration costs that may be required to comply with present laws and regulations. At December 31, 1999, these recorded liabilities were not material. Although these costs cannot be predicted with certainty, management believes that the uitimate outcome of identified matters will not have a material adverse effect on the Company's consolidated results of operations or financial condition.

SCHEDULE 200 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES

Labor Negotiations:

Approximately 84% of KCSR's employees are covered under various collective bargaining agreements. In 1996, national labor contracts governing the KCSR (with the exception of the Midsouth employees) were negotiated with all major railroad unions, including the United Transportation Union, the Brotherhood of Locomotive Engineers, the Brotherhood of Maintenance of Way Employees and the International Association of Machinists and Aerospace workers. The provisions of the various labor agreements, which extend to December 31, 1999, generally include periodic general wage increases, lump-sum payments to workers in lieu of wage increases and greater work rule flexibility, among other provisions. Settlement of these labor issues did not have a material effect on the Company's consolidated results of operations or financial position.

Labor agreements related to employees of the former Midsouth covered by collective bargaining agreements reopened for negotiations in 1996. These agreements entail eighteen separate groups of employees and are not included in the national labor contracts. KCSR management is currently in the process of meeting with these unions representing its employees. While these discussions are ongoing, the Company does not anticipate that this process or the resultant labor agreements will have a material impact on the results of operations, financial position or cash flow.

- (a) Changes in Valuation Accounts
- 8. Marketable Equity Securities.

		Cost	Market	Dr. (Cr) to Income	Dr. (Cr) to Stockholders Equity
Current Yr.)	Current Portfolio	dinimata barangangsama			N/A
as of / /	Noncurrent Portfolio	BANKAN SERVERSINEN	Elocational interests	N/A	<u> </u>
(Previous Yr.)	Current Portfolio	CARROLL CONTRACTOR	EN 4 STEERS AND STREET	N/A	N/A
as of / /	Noncurrent Portfolio			N/A	N/A

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

Current Noncurrent	s	
	ne sale of marketable equity securities was included in net income for	(year

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

(date) Balance sheet date of reported year unless specified as previous year.

SCHEDULE 200 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY - Continued NOTES TO FINANCIAL STATEMENTS

In the fourth quarter of 1999, Kansas City Southern Lines, Inc., ϵ Delaware corporation, acting pursuant to Section 228 of the Delaware General Corporation Law, and the sole stockholder of Rice-Carden Corporation, Southern Development Company, KCS Transportation Company, Mid-South Microwave, Inc., Caymex Transportation, Inc., and The Kansas City Northern Railway Company transferred all the capital stock of each company to KCSR.

Also in the fourth quarter of 1999, Kansas City Southern Lines, Inc., acting pursuant to Section 141 (f) of the Delaware General Corporation Law, transferred its' interest in Mexrail, Inc., the parent of the Texas Mexican Railway Company to KCSR.

Southern Group, Inc. and Carland Inc., wholly owned subsidiaries of KCSR, were desolved and merged into KCSR in the fourth quarter of 1999.

KCSR recorded additional cost in the fourth quarter of 1999 of \$12.1 million for facility and project closures, employee separations, labor and personal injury related issues.

Of the \$12.1 million, \$5.6 million were non-operating expenses and \$6.5 million were operating expenses.

SCHEDULE 200 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY - Concluded NOTES TO FINANCIAL STATEMENTS

SCHEDULE 210 - RESULTS OF OPERATIONS

(Dollars in Thousands)

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

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 on page 18.

3. List dividends from investments accounted for under the cost method on the appropriate line No. 19 for Account No. 513. "Dividend Income." List dividends accounted for by the equity method on the appropriate dividend line No. 25 under the "Income from Affiliated Companies" subsection of this schedule. 4. All contra entries hereunder should be indicated in parentheses.

5. Cross-checks

Schedule 210 Schedule 210

Line 15, column (b) = Line 62, column (b)

Line 47 plus 48 plus 49, column (b) = Line 63, column (b)

Line 50, column (b) = Line 64, column (b) Schedule 410

Line 14, column (b) = Line 620, column (h)
Line 14, column (d) = Line 620, column (f)
Line 14, column (e) = Line 620, column (g)

Line No.	Cross Check	Item (a)	Amount for current year	Amount for preceding year	Freight- related revenue & expenses (d)	Passenger- related revenue & expenses (e)	Line No.
		ORDINARY ITEMS OPERATING INCOME Railway Operating Income					
1		(101) Freight	521,065	526,544	521,065		1
2		(102) Passenger	32.1,033	323,311			2
3		(103) Passenger-Related					3
4		(104) Switching	12.654	12,237	12,654		4
5		(105) Water Transfers					5
6		(106) Demurrage	8,311	8,292	8,311		6
7		(110) Incidental	2,803	2,843	2,803		7
8		(121) Joint Facility-Credit	2,000	2,010	2,000		8
9		(122) Joint Facility-Debit					9
10		(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	544,833	549,916	544,833		10
11		(502) Railway operating revenues-Transfers from Government Authorities for current operations			57,1,550		11
12		(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	544,833	549,916	544,833		13
14		(531) Railway operating expenses	473,838	439,488	473,838		14
15		Net revenue from railway operations	70,995	110,428	70,995		15
16		OTHER INCOME (506) Revenue from property used in other than carrier operations	152	197		1	16
17		(510) Miscellaneous rent income	2,728	2,229			17
18		(512) Separately operated properties-Profit					18
19		(513) Dividend Income (cost method)					19
20		(514) Interest Income	56	10			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt					22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	680	8,442			24
25		Income from affiliated companies: 519 a. Dividends (equity method)					25
26		b. Equity in undistributed earnings (losses)	(1,704)	2,222			26
27		TOTAL OTHER INCOME (lines 16-26)	1,912	13,100			27
28		TOYAL INCOME (lines 15, 27)	72,907	123,528			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations	72	152			29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income Transferred under contracts nad agreements					33
34		(551) Miscellaneous income charges	745	453			34
35		(553) Uncollectible accounts	262	360			35
36		TOTAL MISCELLANEOUS DEDUCTIONS (lines 29-35)	1,079	965			36
37		Income available for fixed charges (lines 28, 36)	71,828	122,563			37

SCHEDULE 210 - RESULTS OF OPERATIONS - Continued (Dollars in Thousands)

No.	Cross Check	item (a)	Amount for current year (b)	Amount for preceding year (c)	Line
		FIXED CHARGES			+-
		(546) Interest on funded debt:			
38		(a) Fixed interest not in default	33,256	34,962	38
39		(b) Interest in default		04,002	39
40		(547) Interest on unfunded debt	119	621	40
41		(548) Amortization of discount on funded debt	56	57	41
42		TOTAL FIXED CHARGES (lines 38-41)	33,431	35,640	42
43		Income after fixed charges (lines 37, 42)	38,397	86,923	43
44		OTHER DEDUCTIONS (546) Interest on funded debt: (c) Contingent interest			
45		UNUSUAL OR INFREQUENT ITEMS (555) Unusual or infrequent items (debit) credit			44
46		Income (Loss) from continuing operations (before income taxes)	20.207	22.000	45
		PROVISIONS FOR INCOME TAXES (556) Income taxes on ordinary income:	38,397	86,923	46
47		(a) Federal income taxes	5,797	2,025	47
48		(b) State income taxes	1,479	594	48
49		(c) Other income taxis		2	49
50		(557) Provision for deferred taxes	9,022	31,261	50
51		TOTAL PROVISIONS FOR INCOME TAXES (lines 47-50)	16,298	33,882	51
52		Income from continuing operations (lines 46-51)	22,099	53,041	52
53	(DISCONTINUED OPERATIONS 560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
54	(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$			53
55		Income before extraordinary items (lines 52 + 53 + 54)	22,099	50.044	54
56	(EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES 570) Extraordinary items (Net)	22,099	53,041	55
57	(590) Income taxes on extraordinary items			56
58		591) Provision for deferred taxes-Extraordinary items			57
59		TOTAL EXTRAORDINARY ITEMS (lines 56-58)			58
60	(!	592) Cumulative effect of changes in accounting principles (less applicable tax of \$\circ\$)			59
61		Net income (Loss) (lines 55 + 59 + 60)	22,099	52.044	60
	R	econciliation of net railway operating income (NROI)	22,099	53,041	61
52		Net revenues from railway operations	70,995	440 400	
53	(8	556) Income taxes on ordinary income (-)	7,276	110,428	62 63
64		557) Provision for deferred taxes (-)	9,022	2,621	-
35		Income from lease of road and equipment (-)	(248)	31,261	64
66		Rent for leased roads and equipment (+)	1,736	164	65
37		Net railway operating income (loss)	56.681	1,788 78,170	66 67

See footnote on page 10.

NOTES AND REMARKS FOR SCHEDULES 210 AND 220

Railroad Annual Report R-1

SCHEDULE 220 - RETAINED EARNINGS

(Dollars in Thousands)

- 1. Show below 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 shown in parentheses.
- 3. Show under "Remarks" the amount of assigned Federal income tax consequences for 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 61 column (b), Schedule 210.
- 6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c).

No.	Cross	ltem (a)	Retained earnings- Unappropriated	Equity in undis- tributed earnings (losses) of affil- iated companies	Line No.
		(a)	(b)	(c)	_
1		Salances at beginning of year	247,875	5,047	1
2		(601.5) Prior period adjustments to beginning retained earnings CREDITS			2
3		(602) Credit balance transferred from income	23,803		3
4		(603) Appropriations released			4
5		(606) Other credits to retained earnings	373		5
6		TOTAL	24,176		6
7		DEBITS (S12) Debit balance transferred from income		1.704	7
8		(616) Other debits to retained earnings	27	373	8
9		(620) Appropriations for sinking and other funds			9
10		(621) Appropriations for other purposes			10
11		(623) Dividends: Common stock			11
12		Preferred stock*			12
13		TOTAL	27	2,077	13
14		Net increase (decrease) during Year (Line 6 minus line 13)	24,149	(2,077)	14
15		Balances at close of year (lines 1, 2, and 14)	272,024	2,970	15
16		Balances from line 15 (c)	2,970	N/A	16
17		Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end (798) of year	274,994	N/A	17
18		(797) Total appropriated retained earnings:			18
19		Credits during year \$			19
20		Debits during year \$			20
21		Balance at Close of year \$			21
22		Amount of assigned Federal income tax consequences: Account 606 \$			
23	$\neg \uparrow$	Account 616 \$			22
		ASSOCIATION OF THE PROPERTY OF		的复数自然的 医克里克氏 医克里克氏	23

^{*} If any dividends have not been declared on cumulative preferred stock, give cumulative undeclared dividends at beginning of year and end of year.

- 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 cancelled or retired, they are considered to be nominally outstanding.

				Number of	shares		Book Value at	End of Year	
Line No.	Class of Stock (a)	Par Value (b)	Authorized (c)	(d)	In Treasury (e)	Outstanding (f)	Outstanding (g)	In Treasury (h)	Line No.
1	Common	Non-Par	10,140,000	10,140,000	300,000	9,840,000	33,767	2,737	1
2									2
3									3
4	Preferred	\$350,000	60	60	3	57	19,950	1,050	4
5							国企业企业		5
6									6
7									7
8									8
9									9
10	TOTAL	- /	10,140,060	10,140,060	300,003	9,840,057	\$53,717	\$3,787	10

PART II. SUMMARY OF CAPITAL STOCK CHANGES DURING YEAR

(Dollars in Thousands)

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

		Preferred Stock		Common Stock		Treasury Stock			
Line No.	items (a)	Number of Shares (b)	Amount \$ (c)	Number of Shares (d)	Amount \$ (e)	Number of Shares (f)	Amount \$ (g)	Additional Capital \$\frac{\pi}{\pi}\$ (h)	Line No.
11	Balance at beginning of year	60	\$21,000	10,140,000	\$36,504	300,003	\$3,787	\$67,105	11
12	Capital Stock Sold 1								12
13	Capital Stock Reacquired								13
14	Capital Stock Canceled			在自己的特殊的社会的特别。					14
15	Capital Contribution From Parent (KCSL)							\$9,802	15
16	Capital Contribution - Intercompany			美国政策的			AND THE RESIDENCE		16
17	Balance at close of year	60	\$21,000	10,140,000	\$36,504	300,003	\$3,787	\$76,907	17

By footnote on page 17 state the purpose of the issues and authority.

ailroad Annual Report I

SCHEDULE 240 - STATEMENT OF CASH FLOWS

(Dollars in Thousands)

Give the information as requested concerning the cash flows during the year. Either the direct or indirect method can be used. The direct method shows as its principal components operating cash receipts and payments, such as cash received from customers as cash paid to suppliers and employees, the sum of which is net cash flow from operating activities. The indirect method starts with net income and adjusts it for revenue and expense items that were not the result of operating cash transactions in the current period to reconcile it to net cash flow from operating activities. If direct method is used complete lines 1 - 41: indirect method complete lines 10 - 41. Cash for the purpose of this schedule shall include cash and cash equivalents which are short-term, highly liquid investments readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Information about all investing and financing activities which do not directly affect cash shall be separately disclosed in footnotes to this schedule. They shall clearly relate the cash (if any) and non cash aspects of transactions. Examples of noncash investing and transactions include converting debt to equity acquiring assets by assuming directly related liabilities, such as purchasing a building by incurring a mortgage to the seller; obtaining an asset by entering into a capital lease; and exchanging noncash assets or liabilities for other noncash assets or liabilities. Some transactions are part cash and part noncash; only the cash portion shall be reported directly in the statement of cash flows. Refer to FAS Statement No. 95, Statement of Cash Flows, for further details.

		CASH FLOWS FROM OPERATING ACT	IVITIES		
Line No.	Cross Check	Description (a)	Current Year (b)	Prior Year (c)	Line No
1.		Cash received form operating revenues			1.
2.		Dividends received from affiliates			2.
3.		Interest received			3.
4.		Other Income			4.
5.		Cash paid for operating expenses		//	5.
6.		Interest paid (net of amounts capitalized)			6.
7.		Income taxes paid			7.
8.		Othernet			8.
9.		NET CASH PROVIDED BY OPERATING ACTIVITIES (LINES 1 - 8)			9.
RECO	NCILIAT	ION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Line	Cross	Description	Current Year	Prior Year	Line
No.	Check	(a)	(b)	(c)	No
10.		Income from continuing operations	22,099	53,041	10
ADJUS	STMENT	S TO RECONCILE INCOME FROM CONTINUING OPERATIONS TO NET CASH	PROVIDED BY OPERATING A	CTIVITIES	
Line	Cross	Description	Current Year	Prior Year	Lin
No.	Check	(a)	(b)	(c)	No
11.		Loss (gain) on sale or disposal of tangible property and investments	5,273	(2,135)	11
12.		Depreciation and amortization expenses	50,125	50,511	12
13.		Increase (decrease) in provision for Deferred Income Taxes	8,263	41,264	13
14.		Net decrease (increase) in undistributed earnings (losses) of affiliates	1,704	(2,222)	14
15.		Decrease (increase) in accounts receivable	2,639	(10,346)	15
16.		Decrease (increase) in materials and supplies, and other current assets	5,230	(3,143)	16
17.		Increase (decrease) in current liabilities other than debt	49,441	(33,005)	17
18.		Increase (decrease) in othernet 1	(16,632)	(19,900)	18
19.		Net cash provided from continuing operations (Lines 10-18)	128,142	74,065	19
20.		Add (subtract) cash generated (paid) by reason of discontinued operations and extraordinary items			20
21.		NET CASH PROVIDED FROM OPERATING ACTIVITIES (Lines 19 & 20)	128,142	74,065	21
		CASH FLOWS FROM INVESTING ACTI	VITIES		
Line No.	Cross Check	Description (a)	Current Year (b)	Prior Year (c)	Line No
22.		Proceeds from sale of property	(6,266)	3,988	22
23.		Capital expenditures	(78,413)	(47,197)	23
24.		Net change in temporary cash investments not qualifying as cash equivalents			24
25.		Proceeds from sale/repayment of investment and advances	4,128	5,000	25
26.		Purchase price of long-term investment and advances	(620)	(1,019)	26
27		Net decrease (increase) in sinking and other special funds			27
28.		Othernet			28
29.		NET CASH USED IN INVESTING ACTIVITIES (Lines 22-28)	(81,171)	(39,228)	29

(Continued on next page)

SCHEDULE 240 - STATEMENT OF CASH FLOWS (Concluded) (Dollars in Thousands)

CASH FLOWS FROM FINANCING ACTIVITIES

Line	Cross	Description	Current Year	Prior Year	Line
No.	Check	(a)	(b)	(c)	No.
30.		Proceeds from issuance of long-term debt	463,099	467,190	30.
31.		Principal payments of long-term debt	(505,652)	(501,520)	31.
32.		Proceeds from issuance of capital stock			32.
33.		Purchase price of acquiring treasury stock			33.
34.		Cash dividends paid			34.
35.		Othernet	(27)		35.
36.		NET CASH FROM FINANCING ACTIVITIES (Lines 30-35)	(42,580)	(34,330)	36.
37.		NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (LINES 21, 29 & 36)	4,391	507	37.
38.		Cash and cash equivalents at beginning of the year	(557)	(1,064)	38.
39.		CASH AND CASH EQUIVALENTS AT END OF THE YEAR (Lines 37 & 38)	3,834	(557)	39.
40.		Footnotes to Schedule 240 Cash paid during the year for: Interest (net of amount capitalized)*	7,404	8,413	40.
41.		Income taxes (net)*	(39,268)	(69,867)	41.

*Only applies if indirect method is adopted.

NOTES AND REMARKS

NONCASH ITEMS:

Reclass Accounts Payable to Intercompany Advances	21,698	36,808
Capital Contribution	9,802	7,686

SCHEDULE 245 - WORKING CAPITAL

(Dollars in Thousands)

- 1. This schedule should include only data pertaining to railway transportation services.
- 2. Carry out calculation of lines 9, 10, 20, and 21, to the nearest whole number.

Line No.	Item	Source	Amount	Line No.
	(a)		(b)	
	CURRENT OPERATING ASSETS			
1	Interline and Other Balances (705)	Schedule 200, line 5, column b	3,007	1
2	Customers (706)	Schedule 200, line 6, column b	60,081	2
3	Other (707)	Note A	14,119	3
4	TOTAL CURRENT OPERATING ASSETS	Line 1 + 2 + 3	77,207	4
	OPERATING REVENUE			
5	Railway Operating Revenue	Schedule 210, line 13, column b	544,833	5
6	Rent income	Note B	29,512	6
7	TOTAL OPERATING REVENUES	Lines 5 + 6	574,345	7
8	Average Daily Operating Revenues	Line 7 / 360 days	1,595	8
	Days of Operating Revenue in			
9	Current Operating Assets	Line 4 / line 8	48	9
10	Revenue Delay Days Plus Buffer	Line 9 + 15 days	63	10
	CURRENT OPERATING LIABILITIES			
11	Interline and Other Balances (752)	Schedule 200, line 31, column b	25,572	1
12	Audited Accounts and Wages Payable (753)	Note A	41,715	12
13	Accounts Payable Other (754)	Note A	3,673	13
14	Other Taxes Accrued (761.5)	Note A	4,171	14
15	TOTAL CURRENT OPERATING LIABILITIES	Sum of lines 11 to 14	75,131	15
16	OPERATING EXPENSES Railway Operating Expenses	Schedule 210, line 14, column b	473,838	16
17	Depreciation	Schedule 410, line 136, 137, 138, 213, 232, 317, column h	50,056	17
18	Cash Related Operating Expenses	Line 16 + line 6 - line 17	453,294	18
19	Average Daily Expenditures	Line 18 / 360 days	1,259	19
	Days of Operating Expenses in Current			
20	Operating Liabilities	Line 15 / line 19	60	20
21	Days of Working Capital Required	Line 10 - line 20 (Note C)	3	21
22	Cash Working Capital Required	Line 21 * line 19	3,777	22
23	Cash and Temporary Cash Balance	Schedule 200, line 1 + line 2, column b	3,834	23
24	Cash Working Capital Allowed	Lesser line 22 and line 23	3,777	24
28	MATERIALS AND SUPPLIES Total Material and Supplies (712)	Note A	37,759	2
26	Scrap and Obsolete Material included in Acct. 712	Note A	1,066	26
27	Materials and Supplies held for Common Carrier Purposes	Line 25 - line 26	36,693	27
28	TOTAL WORKING CAPITAL	Line 24 + line 27	40,470	28

Notes:

- (A) Use common carrier portion only. Common carrier refers to railway transportation service.
- (B) Rent Income is the sum of Schedule 410, column h, lines 121, 122, 123, 127, 128, 129, 133, 134, 135, 208, 210, 212, 227, 223, 231, 312, 314, and 316. Rent income is added to railway operating revenues to produce total revenues. Rent income is also added to total operating expenses to exclude the rent revenue items from operating expense.
- (C) If result is negative, use zero.

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 310, 310A

- 1. Schedule 310 should give partic liars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of affiliated companies held by respondent at close of year. A 30, 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
1	Agriculture, forestry, and fisheries
11	Mining
III	Construction
IV	Manufacturing
٧	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 Surface Transportation Board and are jointly owned, disclose in footnotes the name and extent of control of the other controlling entities.

SCHEDULE 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, "Other Funds"

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 18, 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

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	Line No.
	(a)	(b)	(c)	(d)	(e)	
1	721			Investment in Affiliated Companies		1
2						2
3		A - 1	VI	Rice-Carden Corporation	100.0%	3
4			VI	Southern Development Company	100.0%	4
5			VII	Caymex Transportation , Inc.	100.0%	5
6			VII	Joplin Union Depot Company	33.3%	6
7			VII	Kansas City Terminal Railway Company	8.3%	7
8			VII	KCS Transportation Company	100.0%	8
9			VII	Mexrail, Inc.	49.0%	9
10			VII	Trailer Train Company	0.5%	10
11			X	Mid-South Microwave, Inc.	100.0%	11
12			X	Southern Group, Inc.	100.0%	12
13			X	Southern Capital Corporation	50.0%	13
14				Total Class A		14
15						15
16						16
17						17
18						18
19				Advances		19
20						20
21		A - 1	VII	Trailer Train Company		21
22				1-1-67 due 4-01-99	0.5%	22
23					River and the second	23
24						24
25				Total Notes		25
26					第八次的	26
27		的现在分词 医动物		。 第一种中国的特别的特别的第一种自己的特别的特别的特别的特别的特别的		27
28		E - 1	VII	Joplin Union Depot Company	49.0%	28
29			VII	Kansas City Terminal Railway Company	0.5%	29
30						30
31						31
32				Total E-1		32
33				· 图像是对各种证明的图像是不是一种通知的。这种通知的企业,在		33
34		E-3	X	Carland Advances to its Affiliates		34
35			And the party of the			35
36	第二种体验的			Total Advances		36
37	Talayan Talayan	WATER TO SEE				37
38						38
39				Total Account 721		39
40						40

SCHEDULE 310 - INVESTMENTS AND ADVANCES AFFILIATED COMPANIES--Continued (Dollars in Thousands)

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 shown in 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 are 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 footnotes.

1		Investments and Advances						
Line No.	Opening Balance	Additions	Deductions (if other than sale, explain) (h)	Closing Balance	Disposed of: profit (loss)	Adjustments Account 721.5	Dividends or Interest credited to Income	Line No.
_	(f)	(g)	(h)	(i)	(j)	(k)	(1)	1
1 2								1 1
3	_	29,091		29,091				3
4		3,847		3,847				4
5		(37,021)	~	(37,021)				5
6	10	(01,021)		10				6
7	183			183				7
8		12,703		12,703				8
9		14,036		14,036				9
10	20			20				10
11		5,880		5,880				11
12	2,789		2,789					12
13	20,056	620	57	20,619				13
14	23,058	29,156	2,846	49,368				14
15								15
16							WENT TO SERVICE S	16
17			建长的路线用设设				网络拉拉斯斯 拉拉斯斯斯	17
18								18
19								19
20								20
21								21
22	77		77					22
23								23
24								24
25	77		77					25
26								26
27								27
28	127			127				28
29	3,144			3,144				29
30								30
31	2.274			0.074				31
32	3,271			3,271				32
	062		000					33
35	963		963					34
36	4,311		1,040	3,271			WALKER TO THE RESERVE	35 36
37	4,311		1,040	3,2/1				36
38	~~ ~							38
39	27,369	29,156	3,886	52,639				39
40	21,000	20,100	3,566	32,039				40

SCHEDULE 310 - INVESTMENTS AND ADVANCES AFFILIATED COMPANIES--Continued

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	Line No.
	(a)	(b)	(c)	(d)	(e)	
1						1
2						2
3						3
4						4
5						5
6		-				6
7						7
8						8
9						9
10						10
11						11
12						12
13				COMPLETED	ļ	13
14				COMPLETED		14
15				ONDACES		15
16				ON PAGES	 	16
18				26 8 27		17
19				26 & 27		18
20	+					19
21						NAME AND POST OFFICE ADDRESS OF THE OWNER, WHEN
22						21
23						22
24						23
25						25
26			***			26
27		Management (1997)				27
28			The state of the s			28
29						29
30	-					30
31						31
32						32
33						33
34						34
35						35
36						36
37						37
38						38
39						39
40						40

SCHEDULE 310 - INVESTMENTS AND ADVANCES AFFILIATED COMPANIES--Continued (Dollars in Thousands)

			s and Advances					
No.	Opening Balance	Additions	Deductions (if other than sale, explain) (h)	Closing Balance	Disposed of: profit (ioss)	Adjustments Account 721.5	Dividends or Interest credited to Income	Line No
1	(f)	(g)	(h)	(i)	0)	(k)	(1)	_
2			1					2
3								3
4		法以在 1000年1月1日						4
5								5
6								6
7							13.00	7
8								8
9								9
10								10
12								11
13								12
14				COMPLETED				13
15			 	COMPLETED				14
16				ON PAGES				15
17				OHTAGES				16 17
18				26 & 27				18
19								19
20								20
21								21
22								22
23								23
24								24
25								25
26								26
27								27
28					100.000			28
30								29
31	——— >							30
32								31
33								32
34								33
35								34
36								35 36
37								37
38								38
39		National Contracts						39
10	10/10/2015		人 国的国际中国					40

SCHEDULE 310A - INVESTMENTS IN COMMON STOCKS OF AFFILIATED COMPANIES

(Dollars in Thousands)

Undistributed Earnings From Certain Investments in Affiliated Companies

- 1. Peport 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.

Line No	Name of issuing company and description of security held (a)	Balance at beginning of year (b)	Adjustments for investments equity method (c)	Equity in un- distributed earn- ings (losses) during year (d)	Amortization during year (e)	Adjustment for investments disposed of or written down during year	Balance at close of year (g)	Line No
	Carriers: (List specifics for each company)							
1	Southern Group, Inc.	469		(96)		(373)		1
2	Southern Capital Corporation	4,578		2,890			7,468	2
3	Rice-Carden Corporation		KN HALLESSEE	417			417	3
4	Southern Development Company			40			40	4
5	Cayrnex Transportation , Inc.	经 国际的基础是不是包含		(5,408)	•		(5,408)	5
6	KCS Transportation Company			752			752	
7	Mid-South Microwave, Inc.			5			5	7
8	Mexrail, Inc.			(304)			(304)	8
9								9
10								10
11	国际政策等,实际政策等的人对众,这个政策的政策等。							11
12								12
13	Total	5,047		(1,704)		(373)	2,970	

Noncarrier (List specifics for each company)

	14
and the control of th	15
	16
ingle-kalangan akang-kalangan pangkangan pangkang Pangkangan pangkangan pangkangkan pangkangan pangkangan pangkangan pangkangan pangkangan pang	17
	18
ti kan kan ing panggangan kan manggang panggan panggan panggang panggang panggang panggang panggang	19
	20
BED AND BUILDING TO THE THEORY OF THE PROPERTY	21
	22
ALIANA MARAMALAN PERPERBERAN PERBERAN PERBERANA PERBERANA PERBERANA PERBERAN PERBERA	23
BOXING PARTILLA SERVICIO DE LA CALLEGA D	24
	25
	26
APPARATOR AND	27

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 330

- 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 Rallroad Companies. 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 (g) should be the net of the amounts in columns (c) through (f). 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 column (c) and (e) should be included all entries covering expenditures for additions and betterments, as defined, whether or not replacing other property.
- 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 29 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 Board.
- 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 termini 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 \$2,000 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.

SCHEDULE 330 - ROAD PROPERTY AND EQUIPMENT AND IMPROVEMENTS TO LEASED PROPERTY AND EQUIPMENT (Dollars in Thousands)

Line No.	Cross Check	Account	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, reorganizations, etc.	Line No.
		(a)	(b)	(c)	(d)	
1		(2) Land for transportation purposes	24,446	是 Explain (1) (1)		1
2		(3) Grading	118,381			2
3		(4) Other right-of-way expenditures	749			3
4		(5) Tunnels and subways	36			4
5		(6) Bridges, trestles, and culverts	143,051			5
6		(?) Elevated structures				6
7		(8) Ties	27.,518			7
8		(9) Rail and other track material	426,849			8
9		(11) Ballast	95,558			9
10		(13) Fences, snowsheds, and signs	760			10
11		(16) Stration and office buildings	18,543			11
12		(17) Roadway buildings	443			12
13		(18) Water stations	84			13
14		(19) Fuel stations	4,756			14
15		(20) Shops and enginehouses	31,700			15
16		(22) Storage warehouses				16
17		(23) Wharves and docks				17
18		(24) Coal and ore wharves				18
19		(25) TOFC/COFC terminals	16,612			19
20		(26) Communication systems	12,403			20
21		(27) Signals and interlockers	34,814			21
22		(29) Power plants	23			22
23		(31) Power-transmission systems	791			23
24		(35) Miscellaneous structures	470			24
25		(37) Roadway machines	24,386			25
26		(39) Public improvements - Construction	5,693			26
27		(44) Shop machinery	4,321			27
28		(45) Power-plant machinery	175			28
29		Other (specify and explain)				29
30		TOTAL EXPENDITURES FOR ROAD	1,238,562			30
31		(52) Locomotives	90,763			31
32		(53) Freight-train cars	141,315			32
33		(54) Passenger-train cars				33
34		(55) Highway revenue equipment				34
35		(56) Floating equipment				35
36		(57) Work equipment	18,903	为而以外,以外		36
37		(58) Miscellaneous equipment	13,533			37
38		(59) Computer systems and word processing equipment	15,042		MARKET SERVICE	38
39		TOTAL EXPENDITURES FOR EQUIPMENT	279,556			39
40		(76) Interest during construction	2,160			40
41		(80) Other elements of investment	5,1,00			41
42		(90) Construction in progress	66,136			42
43		GRAND TOTAL	1,586,414			43

330 - ROAD PROPERTY AND EQUIPMENT AND IMPROVEMENTS TO LEASED PROPERTY AND EQUIPMENT - Continued (Dollars in Thousands)

Line No.	Cross Check	Expenditures for additions during the year (e)	Credits for property retired during the year	Net changes during the year (g)	Balance at close of year (h)	Lin No
1		373	45	328	24,774	1
2		2,078	34	2,044	120,425	2
3		8		8	757	3
4					36	4
5		6,996	378	6,618	149,669	<u>_</u>
6						_
7		16,930	4,078	12,852	286,370	
8		8,995	586	3,409	435,258	
9		4,186	1,125	3,061	98,619	9
10		7		7	767	1
11		21		21	18,564	1
12		4		4	84	1
13		15		15	4,771	1
14		941	7	934	32,634	1
16		941		354	32,034	1
17						1
18						1
19		3,286		3,286	19,898	1
20		297		297	12,700	2
21		1,073	6	1,067	35,881	2
22					23	2
23					791	2
24		sinan () makan kanasan pin			470	2
25		1,796	179	1,617	26,003	2
26		247	,3	244	5,937	2
27		4,023	1	4,022	8,343	2
28					175	2
29						2
30		51,276	6,442	44,834	1,283,396	3
31		466	1,937	(1,471)	89,292	3
32		(2,207)	340	(2,547)	138,768	
33						3
34						3
35						3
36		(11,582)	547	(12,129)	6,774	3
37		9,402	520	8,882	22,415	3
38		2,629		2,629	17,671	3
39		(1,292)	3,344	(4,636)	274,920	3
40			3	(3)	2,157	4
41						4
42		28,260		28,260	94,396	4
43		78,244	9,789	68,455	1,654,869	4

SCHEDULE 332 - DEPRECIATION BASE AND RATES--ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS (Dollars in Thousands)

- 1. Show in columns (b) and (e), for each primary account, the depreciation base used to compute the depreciation charges for the month of January, and in columns (c) and (f) show the depreciation base used to compute the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment used, but not owned, when the rents therefore 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, 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, 32-23-00, 36-23-00, and 36-25-00, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Board, 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 Lessor property, when the rent therefore is included in Account Nos. 31-11-00, 31-12-00, 31-12-00, 31-22-00, and 31-23-00, inclusive.
- 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) effected.
- 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.

		01	WNED AND USED		LEASED	FROM OTHERS		
		Depreciati		Annual	Depred	iation base	Annual	1
No.	Account (a)	1/1 At beginning of year (b)	12/1 At close of year (c)	composite rate (percent) (d)	At beginning of year (e)	At close of year (f)	composite rate (percent) (g)	No
	ROAD							
1	(3) Grading	117,879	118,686	0.84				1
2	(4) Other, right-of-way expenditures	749	757	1.63				2
3	(5) Tunnels and subways	36	36	0.93				3
4	(6) Bridges, trestles, and culverts	142,286	144,393	1.29				4
5	(7) Elevated structures	070.015	661 167					5
6	(8) Ties	270,015	281,127	4.57				6
7	(9) Rail and other track material	425,145	418,403	3.21				7
8	(11) Ballast	94,945	97,601	5.56		-		8
9	(13) Fences, snow sheds, and signs	760	767	0.57		4		9
10	(16) Station and office buildings	18,311	18,332	2.35				10
11	(17) Roadway buildings	443	447	3.17				11
12	(18) Water stations	84	84	6.43				12
13	(19) Fuel stations	4,756	4,772	2.88				13
14	(20) Shops and enginehouses	31,700	32,634	1.99				14
15	(22) Storage warehouses					1		15
16	(23) Wharves and docks							16
17	(24) Coal and ore wharves							17
18	(25) TOFC/COFC terminals	16,612	18,431	3.53				18
19	(26) Communication systems	12,403	12,529	2.56				19
20	(27) Signals and interlockers	34,530	34,462	2.23				20
21	(29) Power plants	23	23	3.60				21
22	(31) Power-transmission systems	791	791	1.09				22
23	(35) Miscellaneous structures	470	470	1.48				23
24	(37) Roadway machines	23,350	24,967	3.61				24
25	(39) Public improvements-Construction	5,693	5,936	1.45				25
26	(44) Shop machinery	4,321	8,343	2.31				26
27	(45) Power-plant machinery	175	175	1.91				27
28	All other road accounts							28
29	Amortization (Adjustments)							29
30	TOTAL ROAD	1,205,477	1,224,166	3.17				30
	EQUIPMENT				AUGUSTA SECTION SECTION			1
31	(52) Locomotives	87,934	86,465	2.08				31
-	(53) Freight-train cars	141,313	138,766	3.24				32
	(54) Passenger-train cars	0	0					33
	(55) Highway revenue equipment	Ö	0					34
-	(56) Floating equipment	0	0					35
-	(57) Work equipment	18,768	6,640	0.50				36
_	(58) Miscellaneous equipment	13,412	22,294	4.93		+		37
-	(59) Computer systems and word							+
	processing equipment	15,026	17,654	18.71				38
39	TOTAL EQUIPMENT	276,453	271,819	3.95				39
	GRAND TOTAL	1,481,930	1,495,985	N/A			N/A	40

Railroad Annual Report R-1

SCHEDULE 335 - ACCUMULATED DEPRECIATION--ROAD AND EQUIPMENT OWNED AND USED (Dollars in Thousands)

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 351 for the accountulated depreciation to road and equipment owned and leased to others.)

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 authourized amortization program other than for defense projects on lines 29 and 39.

				CREDITS TO During th		DEBITS TO I			
Line No.	Cross Check	k	Balance at beginning of year	Charges to operating expenses **	Other credits	Retirements	Other debits	Balance at close of year	Line
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	
		ROAD							
1		(3) Grading	18,075	992	-	24		19,043	1
2		(4) Other, right-of-way expenditures	364	12		-	-	376	2
3		(5) Tunnels and subways	- 2	-				2	3
4		(6) Bridges, trestles, and culverts	18,570	1,865		378	-	20,057	4
5		(7) Elevated structures	101 005	10 101	-		-	109,177	5
6		(8) Ties	101,805	12,491	-	5,119			7
7		(9) Rail and other track material	97,893	13,502		3,521		107,874	-
8		(11) Ballast	54,544	5,354		1,126		58,772 543	9
9		(13) Fences, snow sheds, and signs	530	13					10
10		(16) Station and office buildings	6,898	373	17			7,288	11
11		(17) Roadway buildings	332 77	10				78	12
12		(18) Water stations	The second secon	134				1,896	13
13		(19) Fuel stations	1,762 12,083	595		7		12,671	14
14		(20) Shops and enginehouses		393				12,071	15
15		(22) Storage warehouses	 	-					16
16		(23) Wharves and docks							17
17		(24) Coal and ore wharves (25) TOFC/COFC terminals	4,442	615	333			5,390	18
18	-	(26) Communication systems	3,443	285	333	1		3,727	19
19		A CONTRACTOR OF THE PARTY OF TH	10,776	816		5		11,587	20
21		(27) Signals and interlockers (29) Power plants	22	1				23	21
22		(31) Power-transmission systems	598	14		"	-	612	22
23		(35) Miscellaneous structures	221	10		1	-	230	23
24		(37) Roadway machines	19,020	1,201	870	179	-	20,912	24
25		(39) Public improvementsConstruction	2,757	84	-	3	-	2,838	25
26		(44) Shop machinery *	2,611	110	3,810	(1)	-	6,532	26
27		(45) Power-plant machinery	164	1	-	-		165	27
28		All other road accounts				-	-		28
29		Amortization (Adjustments)	(314)	105	(2)		-	(211)	29
30		YOTAL ROAD	356,675	38,584	5,028	10,363	-	389,924	30
30	-	EQUIPMENT							
31		(52) Locomotives	31,712	2,050	(651)	91	- 1	33,020	31
32	 	(53) Freight-train cars	61,298	4,416	(1,724)	308	-	63,682	32
33	 	(54) Passenger-train cars	0.,200	1,1,0	- (1)	-	-		33
34		(55) Highway revenue equipment	 			-	-		34
35	 	(56) Floating equipment	T						35
36	 	(57) Work equipment	13,768	795	(10,317)	500	(411)	4,157	
37	1	(58) Miscellaneous equipment	6,739	847	7,822	515	- 1	14,893	
38		(59) Computer systems and word							
		processing equipment	9,911	2,933	149			12,993	38
39	1	Amortization Adjustments		-					39
40		TOTAL EQUIPMENT	123,428	11,041	(4,721)	1,414	(411)	128,745	40
41		GRAND TOTAL	480,103	49,625	307	11,777	(411)	518,669	41

¹ Column F pertains to the reclassification of non-railroad property to railroad property.

To be reported with equipment expenses rather than W & S expenses.

Depreciation Exp. is calculated using the remaining life method for KCSR.

^{***} Reclassification of railroad property.

SCHEDULE 339 - ACCRUED LIABILITY -- LEASED PROPERTY (Dollars in Thousands)

- 1. Disclose the required information relating to credits and debits of Account 772, "Accrued Liability Leased Property," during the year concerning road and equipment leased from others.
- 2. In column (c), enter amounts charged to operating expenses; in column (e), enter debits to account arising from retirements; in column (f), enter amounts paid to lessor.
- Any inconsistencies between credits to account, charges to operating expenses and payments to lessors should be fully explained.
 Required disclosure may be omitted if leased road and equipment property represents 5% or less of total property owned and used.
- 5. If settlement for depreciation is made currently between lessee and lessor, and no debits or credits to Account No. 772 are made by the accounting company, show in column (c) the charges to operating expenses, and in column (f) show payments made to the lessor in settlement thereof.

				CREDITS TO	RESERVE	DEB	ITS TO RESE	RVE	
				During t	he year	During the year			7
Line No.	Cross Check		Balance at beginning of year (b)	Charges to operating expenses (c)	Other credits	Retirements (e)	Other debits	Balance at close of year (g)	Line No
		ROAD	-		///	 			+
1		(3) Grading						1.	1
2		(4) Other, right-of-way expenditures							2
3		(5) Tunnels and subways							3
4		(6) Bridges, trestles, and culverts						1	4
5		(7) Elevated structures				1			5
6		(8) Ties						1	6
7		(9) Rail and other track material							7
8		(11) Ballast							8
9		(13) Fences, snow sheds, and signs							9
10		(16) Station and office buildings							10
11		(17) Roadway buildings							11
12	THE RESIDENCE OF THE PERSON NAMED IN	(18) Water stations							12
13	STREET, SQUARE, SQUARE, CARLON SANS	(19) Fuel stations							13
14		(20) Shops and enginehouses							14
15		(22) Storage warehouses							15
16	THE REAL PROPERTY AND ADDRESS OF THE PERSON NAMED IN	(23) Wharves and docks							16
17		(24) Coal and ore wharves							17
18		(25) TOFC/COFC terminals							18
19		(26) Communication systems							19
20		(27) Signals and interlockers	1					1	20
21	THE RESERVE AND ADDRESS OF	(29) Power plants							21
22		(31) Power-transmission systems							22
23		(35) Miscellaneous structures							23
24		(37) Roadway machines	1						24
25		(39) Public improvementsConstruction							25
26	CHARLES AND RESIDENCE OF THE PERSON NAMED IN	(44) Shop machinery*	1						26
27	THE REAL PROPERTY.	(45) Power-plant machinery							27
28	SCHOOLSENGE CHARLES	All other road accounts	1						28
29	MARKET MARKET MARKET PARTY AND ADDRESS OF THE	Amortization (Adjustments)							29
30		TOTAL ROAD							30
Ţ		EQUIPMENT							
31		(52) Locomotives							31
32		(53) Freight-train cars						Side and the side of	32
33		(54) Passenger-train cars							33
34		(55) Highway revenue equipment				PROPERTY OF		Market Charles	34
35		(56) Floating equipment	PERSONAL PROPERTY.	斯勒克斯安斯尼美斯				ENDESCRIPTION OF	35
36		(57) Work equipment							36
37		(58) Miscellaneous equipment				Section and E			37
38		(59) Computer systems and word processing equipment							38
39		Amortization Adjustments			THE REAL PROPERTY.				39
40		TOTAL EQUIPMENT							40
41		GRAND TOTAL	NONE					NONE	41

* To be reported with equipment expenses rather than W & S expenses.

SCHEDULE 340 - DEPRECIATION BASE AND RATES-IMPROVEMENTS TO ROAD AND EQUIPMENT LEASED FROM OTHERS (Dollars in Thousands)

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 30 and 40 of these columns show the composite percentage of 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 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 Board 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 charges 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.

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.

4. Disclosures in the respective sections of this schedule may be ornitted 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. However, line 41, Grand Total, should be completed.

		Depreciation	n base	Annual composite	
No.	Account (a)	At beginning of year	At close of year (c)	rate (percent) (d)	No.
	ROAD				
1	(3) Grading	502	502	1.00	1
2	(4) Other, rig ':t-of-way expenditures				2
3	(5) Tunnels and subways				3
4	(6) Bridges, trestles, and culverts	765	776	1.13	4
5	(7) Elevated structures			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	5
6	(8) Ties	3,503	3,714	4.41	6
7	(9) Rail and other track material	1,704	1,708	2.63	7
8	(11) Ballast	613	710	6.62	8
9	(13) Fences, snow sheds, and signs				9
10	(16) Station and office buildings	231	231	2.17	10
11	(17) Roadway Buildings				11
12	(18) Water stations				12
13	(19) Fuel stations				13
14	(20) Shops and enginehouses				14
15	(22) Storage warehouses				15
16	(23) Wharves and docks				16
17	(24) Coal and ore wharves				17
18	(25) TOFC/COFC terminals				18
19	(26) Communication systems		171	0.00	19
20	(27) Signals and interlockers	284	284	2.45	20
21	(29) Power plants			斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯	21
22	(31) Power-transmission systems				22
23	(35) Miscellaneous structures				23
24	(37) Roadway machines	1,036	1,036	3.17	24
25	(39) Public improvementsConstruction				25
26	(44) Shop machinery *				26
27	(45) Power-plant machinery				27
28	All other road accounts				28
29	Amortization (Adjustments)				29
30	TOTAL ROAD	8,638	9,132	3,43	30
	EQUIPMENT				
31	(52) Locomotives	2,828	2,827	2.07	31
32	(53) Freight-train cars	2	2	0.00	32
33	(54) Passenger-train cars				33
34	(55) Highway revenue equipment			MARINE REPORT AND PROPERTY.	34
35	(56) Floating equipment			经产业的 工作的 (1984年)	35
36	(57) Work equipment	135	135	7.67	36
37	(58) Miscellaneous equipment	121	121	13.28	37
38	(59) Computer systems and word	17	17	0.00	38
20	processing equipment			0.00	39
39	Amortization Adjustments				
40	TOTAL EQUIPMENT	3,103	3,102	2.74	40
41	GRAND TOTAL	11,741	12,234	3.26	41

* To be reported with equipment expense rather than W & S expenses.

SCHEDULE 342 - ACCUMULATED DEPRECIATION-IMPROVEMENTS TO ROAD AND EQUIPMENT LEASED FROM OTHERS (Dollars in Thousands)

1. Enter the required information concerning to 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 on page 39. 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 on page 35.

4. Show in column (e) the debits to the reserve arising from retirements. These debits should not exceed investment, etc.

5. Details 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. However, line 39, Grand Total, should be completed.

				CREDITS TO	RESERVE	DEBITS TO	RESERVE		
				During th	e year	During th	e year		1
Line No.	Cross Check		Balance at beginning of year (b)	Charges to operating expenses (c)	Other credits	Retirements (e)	Other debits	Balance at close of year (g)	Lin. No
			(0)	(c)	(0)	(6)	(1)	(9)	-
1		ROAD (3) Grading	32	5				37	1
2		(4) Other, right-of-way expenditures	32					- 31	2
3		(5) Tunnels and subways						-	3
4		(6) Bridges, trestles, and culverts	38	9				47	4
5		(7) Elevated structures	- 50					1	5
6		(8) Ties	454	151			THE RESERVE ASSESSED.	605	6
7		(9) Rail and other track materia!	200	45				245	7
8	METALON PROPERTY.	(11) Ballast	170	45				215	8
9		(13) Fences, snow sheds, and signs	1					1	9
10		(16) Station and office buildings	30	5				35	10
11		(17) Roadway buildings							11
12		(18) Water stations						1	12
13		(19) Fuel stations							13
14		(20) Shops and enginehouses							14
15		(22) Storage warehouses						1	15
16		(23) Wharves and docks							16
17		(24) Coal and ore wharves							17
18		(25) TOFC/COFC terminals							18
19		(26) Communication systems 1			171			171	19
20		(27) Signals and interlockers	14	7				21	20
21		(29) Power plants							21
22		(31) Power-transmission systems							22
23		(35) Miscellaneous structures					··		23
24		(37) Roadway machines	47	33				80	24
25		(39) Public improvementsConstruction							25
26		(44) Shop machinery*							26
27	CHI PRICING AND MARKET	(45) Power-plant machinery					(-		27
28	1(00)	All other road accounts							28
29		TOTAL ROAD	985	300	171			1,456	29
		EQUIPMENT	†********** †					1	
30		(52) Locomotives	(41)	104		(224)		287	30
31	CONTRACTOR OF STREET	(53) Freight-train cars	2			\		2	31
32	MACHINE MACHINE AND ADDRESS OF THE PARTY NAMED IN	(54) Passenger-train cars	1						32
33	AND DESCRIPTION OF REAL PROPERTY.	(55) Highway revenue equipment							33
34	THE OWNERS NAMED IN	(56) Floating equipment							34
35	AND REPORTED AND PARTY.	(57) Work equipment	58	11				69	35
36	AND DESCRIPTION OF THE PERSON NAMED IN	(58) Miscellaneous equipment	41	17				58	36
37	WHEN PERSON NAMED AND ADDRESS OF THE OWNER, WHEN PERSON NAMED AND POST OFFI THE OWNER, WHEN PERSON NAMED AND PO	(59) Computer systems and word processing equipment	17					17	37
38		TOTAL EQUIPMENT	77	132		(224)		433	38
39		GRAND TOTAL	1,062	432	171	(224)		1,889	39

^{*} To be reported with equipment expenses rather than W & S expenses.

NOTES AND REMARKS FOR SCHEDULE 342

¹ Column D pertains to reclassification of owned property to leased property.

Railroad Annual Report R-1

SCHEDULE 350 - DEPRECIATION BASE AND RATES--ROAD AND EQUIPMENT LEASED TO OTHERS (Dollars in Thousands)

- 1. This schedule is to be used in cases where the related depreciation reserve is carried in the accounts of the respondent and the rent therefrom is included in Accounts 32-11-00, 32-12-00, 32-13-00, 32-21-00, 32-22-00, and 32-23-00.
- 2. Show in columns (b) and (c) for each primary account, the depreciation base used in computing the depreciation for the months of January and December, respectively, with respect to road and equipment owned by the respondent but leased to others, the depreciation charges for which are not includible in operating expenses of the respondent, but for which the depreciation reserve is recorded in the accounts of the respondent. If the base for road is other than the original cost or estimated original cost as found by the Board's Office of Economic and Environmental Analysis brought to a current date by the respondent from its Order No. 3 records and accounts, or is other than ledger value for equipment, a full explanation should be given.
- 3. In column (d) show the composite rates used to compute the depreciation for the month of December and on lines 29 and 38 of this column show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary accounts composite rates to the depreciation base used to compute the depreciation for Phocember and dividing the total also computed by the depreciation base.
- 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. If total road leased to others is less than 5% of total road owned; omit. If total equipment leased to others is less than 5% of total equipment owned; omit. However, Line 39, Grand Total, should be completed.

		Depreciat	ion base	Annual composite	
No.	Account (a)	At beginning of year (b)	At close of year (c)	rate (percent) (d)	No
1	ROAD (3) Grading				1
2	(4) Other, right-of-way expenditures				2
3	(5) Tunnels and subways				3
4	(6) Bridges, trestles, and culverts			Control of the second of the s	4
5	(7) Elevated structures				5
6	(8) Ties				6
7	(9) Rail and other track material				7
8	(11) Ballast			The sale of the sa	8
9	(13) Fences, snow sheds, and signs				9
10	(16) Station and office buildings				10
11	(17) Roadway Buildings				11
12	(18) Water stations				12
13	(19) Fuel stations				13
14	(20) Shops and enginehouses				14
15	(22) Storage warehouses				15
16	(23) Wharves and docks				16
17	(24) Coal and ore wharves				17
18	(25) TOFC/COFC terminals				18
19	(26) Communication systems		and the second s		19
20	(27) Signais and interlockers				20
21	(29) Power plants				21
22	(31) Power-transmission systems				22
24	(35) Miscellaneous structures				23
25	(37) Roadway machines (39) Public improvementsConstruction				24
26	(44) Shop machinery				25
27	(45) Power-plant machinery		- Maria House - Constitution - Const		26
28	All other road accounts				28
29	TOTAL ROAD	1	- The state of the		29
2.5	EQUIPMENT			3	1 20
30	(52) Locomotives				30
31	(53) Freight-train cars	1			30
32	(54) Passenger-train cars				32
33	(55) Highway revenue equipment				33
34	(56) Floating equipment				34
35	(57) Work equipment			519	35
36	(58) Miscellaneous equipment	ILI MARINERARAN BARAN PARAMENTAN M		N/A	36
37	(59) Computer systems and word processing equipment				37
38	TOTAL EQUIPMENT				38
39	GRAND TOTAL	NONE	NONE		39

SCHEDULE 351 - ACCUMULATED DEPRECIATION--ROAD AND EQUIPMENT LEASED TO OTHERS (Dollars in Thousands)

1. This schedule is to be used in cases where the depreciation reserve is carried in the accounts of the respondent and the rent therefrom is included in Accounts 32-11-00, 32-12-00, 32-13-00, 32-21-00, 32-22-00, and 32-23-00.

2. Disclose credits and debits to Account 735, "Accumulated Depreciation--Road and Equipment Property," during the year relating to road and equipment leased to others, the department charges for which are not includible in operating expenses of the respondent. (See Schedule 330 for the reserve relating to road and equipment owned and used by the respondent).

3. If any entries are made for "Other Credits" and "Other Debits" state the facts occasioning such entries. A debit balance in columns (b) or (g) for any primary account should be shown in parenthesis or designated "Dr."

4. Details in the respective sections of this schedule may be omitted if either total road leased to others or total equipment leased from others represents less than 5% of the total road owned or total equipment owned, respectively. However, line 39, Grand Total, should be completed.

				CREDITS TO	RESERVE	DEBITS TO	RESERVE		T^-
				During t	the year	During th	-	1	
Line No.	Cross Check	cross at beginn of year	Balance at beginning of year	Charges to operating expenses	Other credits	Retirements	Other debits	Balance at close of year	Line
		(a)	(b)	(c)	(d)	(e)	(1)	(g)	
1		ROAD (3) Grading							1
2		(4) Other, right-of-way expenditures						 	2
3		(5) Tunnels and subways							3
4		(6) Bridges, trestles, and culverts						 	4
5		(7) Elevated structures				 		†	5
6		(8) Ties							6
7		(9) Rail and other track material							7
8		(11) Ballast							8
9		(13) Fences, snow sheds, and signs							9
10		(16) Station and office buildings							10
11		(17) Roadway buildings							11
12		(18) Water stations							12
13		(19) Fuel stations							F209 PAYOS CONTRACTOR
14		(20) Shops and enginehouses							13
15		(22) Storage warehouses							14
16	-	(23) Wharves and docks							15
17		(24) Coal and ore wharves							16
18		(25) TOFC/COFC terminals							-
19		(26) Communication systems							18
20		(27) Signals and interlockers							20
21		(29) Power plants							21
22		(31) Power-transmission systems							THE PERSON NAMED IN COLUMN
23		(35) Miscelianeous structures							22
24		(37) Roadway machines							23
25		39 ublic improvementsConstruction			`				25
26	(44) Shop machinery*							TANK MICHIGAN
27	(45) Power-plant machinery							26
28	1	All other road accounts							27
29		TOTAL ROAD							28
-		EQUIPMENT						T _a	29
30	1	52) Locomotives				i i			
31	STREET, SQUARE, SQUARE	53) Freight-train cars							30
32		54) Passenger-train cars							31
33		55) Highway revenue equipment							32
34		56) Floating equipment							33
35		57) Work equipment							34
16	CARRIED THE PERSON NAMED IN	58) Miscellaneous equipment							35
37	-	59) Computer systems and word processing equipment							36
8		TOTAL EQUIPMENT			To the last				37
9	T	GRAND TOTAL	NONE					NONE	39

SCHEDULE 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, track, or bridges (including equipment or other railway property covered by the contract). Equipment leased to others under separate operating and lessor railroads) used by the respondent when the lease is for exclusive use or control of roads, tracks, or bridges (including equipment of other 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 column (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 in column (d) and (e). 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. Report miles in whole numbers.

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 24, 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 or 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.

Line No.	Class (See Ins. 2) (a)	Name of company (b)	Miles of road used (See Ins. 4) (whole number) (c)	Investments in property (See Ins. 5) (d)	Depreciation and amortization of defense projects (See Ins. 6) (e)	Line No.
1	R	Kansas City Southern Railway Company	2,541	1,642,635	518,669	1
2		732 - 733 Improvements on Leased Property		12,234	1.889	OR OTHER DESIGNATION OF THE PERSON NAMED IN
3		736 Amortization			269	
5					Planting by the property	4
6						5
7						6
8						7
9						8
10						9
11						10
12						11
13						12
14						13
15						14
16						15
17	+					16
18						17
19						18
20						19
21						20
22						21
23						22
24						23
25						24
26						25
27						26 27
28		Action (1972) and of the property of the prope				28
29						
30						29 30
31		TOTAL	2,541	1,654,869	520,827	31

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

(Dollars in Thousands)

- 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 44 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 29 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 on page 37 methods of estimating value of property of non-carriers or property of other carriers.
- 4. Report on line 30 amounts not includible in the accounts shown, or in line 29. The items reported should be briefly identified and explained. Also include here those items after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

Line No.	Cross Check	Account	Respondent	Lessor railroads	Inactive (proprie- tary companies)	Other Leased properties	Line No.
		(a)	(b)	(c)	(d)	(e)	
1		(2) Land for Transportation purposes	24,774				1
2		(3) Grading	120,425				2
3		(4) Other, right-of-way expenditures	757				3
4		(5) Tunnels and subways	36				4
5		(6) Bridges, trestles, and culverts	149,669				5
6		(7) Elevated structures		after a content of			6
7		(8) Ties	286,370				7
8		(9) Rail and other track material	435,258				8
9		(11) Ballast	98,619				9
10		(13) Fences, snow sheds, and signs	767			State Secretary	10
11		(16) Station and office buildings	18,564				11
12		(17) Roadway buildings	447				12
13		(18) Water stations	84				13
14		(ii) Fuel stations	4,771		国家建筑等3000000000000000000000000000000000000		14
15		(20) Shops and enginehouses	32,634				15
16		(22) Storage warehouses					16
17		(23) Wnarves and docks					17
18		(24) Coal and ore wharves					18
19		(25) TOFC/COFC terminals	19,898				19
20		(26) Communication systems	12,700				20
21		(27) Signals and interlockers	35,881				21
22		(29) Power plants	23				22
23		(31) Power-transmission systems	791				23
24		(35) Miscellaneous structures	470				24
25		(37) Roadway machines	26,003				25
26		(39) Public improvementsConstruction	5,937				26
27		(44) Shop machinery	8,343				27
28		(45) Power-plant machinery	175				28
29		Leased property capitalized rentals (explain)					29
30		Other (specify and explain)					30
31		TOTAL ROAD	1,283,396				31
32		(52) Locomotives	89,292				32
33		(53) Freight-train cars	138,768				33
34		(54) Passenger-train cars					34
35	$\neg \neg$	(55) Highway revenue equipment					35
36		(56) Floating equipment					36
37		(57) Work equipment	6,774				37
38		(58) Miscellaneous equipment	22,415				38
39		(59) Computer systems and word					
		processing equipment	17,671				39
40		TOTAL EQUIPMENT	274,920				40
41	-	(76) Interest during construction	2,157				41
42	-+	(80) Other elements of investment					42
43		(90) Construction work in progress	94,396				43
44		GRAND TOTAL	1,654,869				44

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 410

Cross-checks

Schedule 410

Schedule 210

Line 620, column (h)		Line 14, column (b)
Line 620, column (f)	-	Line 14, column (d)
Line 620, column (g)	•	Line 14, column (e)

Schedule 412

Lines 136 thru 138 column (f)	-	Line 29, column (b)
Lines 118 thru 123, and 130 thru 135	=	Line 29, column (c)
column 16.		, , , , , , , , , , , , , , , , , , , ,

Schedule 414

Line 231, column (f)	-	Line 19, columns (b) thru (d)
Line 230, column (f)	-	Line 19, columns (e) thru (g)

Schedule 415

Lines 207, 208, 211, 212, column (f)	=	Lines 5, 38, column (f)
Lines 226, 227, column (f)	=	Lines 24, 39, column (f)
Lines 311, 312, 315, 316, column (f)	=	Lines 32, 35, 36, 37, 40, 41, column (f)
		And
		Schedule 414
		Minus line 24, columns (b) thru (d) plus
		line 24, columns (e) thru (a)

Schedule 415

Line 213, column (f)	=	Lines 5, 38, columns (c) and (d)
Line 232, column (f)	-	Lines 24, 39, columns (c) and (d)
Line 317, column (f)		Lines 32, 35, 36, 37, 40, 41, columns (c) and (d)
Lines 202, 203, 216, column (f) (equal		Lines 5 38 column (h)

Lines 202, 203, 216, column (f)	(equal
to or greater than, but variance	connot
exceed line 216, column (f)	

Lines 24, 39, column (b)

Lines 221, 222, 235, column (f) (equal to or greater than, but variance connot exceed line 235, column (f)

Lines 32, 35, 36, 37, 40, 41, column (b)

Linus 302 thru 307 and 320, column (f) (equal to or greater than, but variance connot exceed line 320, column (f)

Schedule 417

Line 507, column (f)	•	Line 1, column (j)
Line 508, column (f)		Line 2, column (i)
Line 509, column (f)	•	Line 3, column (i)
Line 510, column (f)		Line 4, column (j)
Line 511, column (f)	51.31 =	Line 5, column (j)
Line 512, column (f)		Line 6, column (i)
Line 513, column (f)		Line 7, column (j)
Line 514, column (f)		Line 8, column (j)
Line \$15, column (f)		Line 9, column (j)
Line 516, column (f)		Line 10, column (j)
Line 517, column (f)		Line 11 column (i)

Schedule 450

Schedule 210

e 4, column b = Line 47, column	colum	lumi
---------------------------------	-------	------

SCHEDULE 410 - RAILWAY OPERATING EXPENSES

(Doilars in Thousands)

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 operation expense in accordance with the commission's rules governing the separation of such expenses between freight and passenger services.

					Freight					T
Line No.	Cross Check	Name of railway operating expense account (a)	Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased Services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total	Line No.
		WAY AND STRUCTURES								t
.		ADMINISTRATION	0.474							
-		Track	3,174	437	404	213	4,228		4,228	1
2		Bridge and building			9	2	11		11	2
3		Signal	554	48	39	14	655		655	3
4		Communication	177	23	1	9	210		210	14
5		Other REPAIR AND MAINTENANCE	490	36	246	44	816		816	5
6		Roadway - Running	541	105	1,762		2,408	Charles	2,408	6
7		Roadway - Switching	36	2	130		168		168	7
8		Tunnels and Subways - Running							100	8
9		Tunnels and Subways - Switching								9
10		Bridges and Culverts - Running	652	74	249	91	1,066		1,066	10
11		Bridges and Culverts - Switching	15				15		15	11
12		Ties - Running	(35)	394	32	(1,145)	(754)		(754)	12
13		Ties - Switching	51	45	1	(22)	75		75	13
14		Rail and other track material - Running	2,491	839	753	(86)	3,997		3,997	14
15		Rail and other track material - Switching	718	26	22	(12)	754		754	15
16		Ballast - Running	1,531	(136)	49		1,444		1,444	16
17		Ballast - Switching	76	1	1		78		78	17
18		Road Property Damaged - Running	225	188			413		413	18
19		Road Property Damaged - Switching	116	43			159		159	19
20		Road Property Damaged - Other			568		568		568	20
21		Signals and Interlockers - Running	884	1,010	739	209	2,842		2,842	21
22		Signals and Interlockers - Switching			6		6		6	22
23		Communications Systems		31	2,701		2,732		2,732	23
24		Power Systems							2,102	24
25		Highway Grade Crossings - Running	943	73	140		1,156		1,156	25
26		Highway Grade Crossings - Switching	13		1		14		14	26
27		Station and Office Buildings		4	580	Refusion de la Company	584		584	27
28		Shop Building - Locomotives	1	6	80		87		87	28
29		Shop Building - Freight Cars		2	48		50	N/A	50	29
30		Shop Building - Other Equipment			34		34		34	30

SCHEDULE 410 - RAILWAY OPERATING EXPENSES -- Continued

					Freight	The second secon			The second secon	T
Line No.	Cross Check	Mame of railway operating expense account (a)	Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased Services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total	Line No.
101		REPAIR AND MAINTENANCE - Continued Locomotive Servicing Facilities		4	46		50		50	101
102		Miscellaneous Buildings and Structures	38	14	36	1	89		89	102
103		Coal Terminals								103
104		Ore Terminals								104
105		Other Marine Terminals								105
106		TOFC/COFC - Terminals		211	186		397		397	106
107	1	Motor Vehicle Loading and Distribution Facilities							337	107
108		Facilities for Other Specialized Service Operations								108
109		Roadway Machines	964	1,949	774	42	3,729		3,729	108
110		Small Tools and Supplies		1,627	98		1,725		1,725	110
111		Snow Removal	5				5		1,725	111
112		Fringe Benefits - Running	N/A	N/A	N/A	(3,086)	(3,086)		(3,086)	-
113		Fringe Benefits - Switching	N/A	N/A	N/A	(42)	(42)		(42)	112
114		Fringe Benefits - Other	N/A	N/A	N/A	9.535	9,535		9,535	114
115		Casualties and Insurance - Running	N/A	N/A	N/A	793	793		793	115
116		Casualties and Insurance - Switching	N/A	N/A	N/A	49	49		49	116
117		Casualties and Insurance - Other	N/A	N/A	N/A	731	731		731	THE OWNERS OF
118		Lease Rentals - Debit - Running	N/A	N/A	307	N/A	307		307	117
119		Lease Rentals - Debit - Switching	N/A	N/A	96	N/A	96		96	118
120		Lease Rentals - Debit - Other	N/A	N/A	3.095	N/A	3,095		3,095	120
121		Lease Rentals - [Credit] - Running	N/A	N/A		N/A	3,055		3,095	121
122		Lease Rentals - [Credit] - Switching	N/A	N/A		N/A				122
123		Lease Rentals - [Credit] - Other	N/A	N/A		N/A				123
124		Joint Facility Rent - Debit - Running	N/A	N/A	151	N/A	151		151	
125		Joint Facility Rent - Debit - Switching	N/A	N/A	270	N/A	270		270	124
126		Joint Facility Rent - Debit - Other	N/A	N/A	1	N/A	1		1	125
127		Joint Facility Rent - [Credit] - Running	N/A	N/A	(356)	N/A	(356)			126
128		Joint Facility Rent - [Credit] - Switching	N/A	N/A	(49)	N/A	(49)		(356)	127
129		Joint Facility Rent - [Credit] - Other	N/A	N/A	(4.5)	N/A	(49)		(49)	128
130		Other Rents - Debit - Runring	N/A	N/A		N/A				129
131		Other Rents - Debit - Switching	N/A	N/A		N/A				130
132		Other Rents - Debit - Other	N/A	N/A	246	N/A	246			131
133	$\neg \neg$	Other Rents - [Credit] - Kunning	N/A	N/A	240	N/A	246		246	132 133

Railroad Annual Report R-1

KANSAS CITY SOUTHERN RAILWAY CONSOLIDATED

SCHEDULE 410 - RAILWAY OPERATING EXPENSES -- Continued

(Dollars in Thousands)

					Freight					
ine No.	Cross Check	Name of railway operating expense account (a)	Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased Services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Lin No
		REPAIR AND MAINTENANCE - Continued								T
134		Other Rents - [Credit] - Switching	N/A	N/A		N/A				13
135		Other Rents - [Credit] - Other	N/A	N/A		N/A				13
136		Depreciation - Running	N/A	N/A	N/A	31,161	31,161		31,161	13
137		Depreciation - Switching	N/A	N/A	N/A	4,167	4,167		4,167	13
138		Depreciation - Other	N/A	N/A	N/A	3,422	3,422		3,422	13
139		Joint Facility - Debit - Running	N/A	N/A	470	N/A	470		470	13
140		Joint Facility - Debit - Switching	N/A	N/A	788	N/A	788		788	14
141		Joint Facility - Debit - Other	N/A	N/A	1	N/A	1		1	14
142		Joint Facility - [Credit] - Running	N/A	N/A	(1,839)	N/A	(1,839)		(1,839)	14
143		Joint Facility - [Credit] - Switching	N/A	N/A	(31)	N/A	(31)		(31)	1
144		Joint Facility - [Credit] - Other	N/A	N/A		N/A				1
145		Dismantling Retired Road Property - Running	6				6	想是是自己的	6	1
146		Dismantling Retired Road Property - Switching	4				4		4	1
147		Dismantling Retired Road Property - Other								1
148		Other - Running	(906)	4		201	(701)		(701)	1
149		Other - Switching	(5)		3		(2)		(2)	1
150		Other - Other	1,530	203	2,004	7,633	11,370		11,370	1
151		TOTAL WAY AND STRUCTURES	1-1,289	7,263	14,892	53,924	90,368		90,368	1
201		EQUIPMENT LOCOMOTIVES Administration	730	39	34	57	860		860	2
202		Repair and Maintenance	4,408	13,281	2,437	214	20,340		20,340	2
203		Machinery Repair		23	24		47		47	2
204		Equipment Damaged			1,740		1,740		1,740	2
205		Fringe Benefits	N/A	N/A	N/A	2,175	2,175		2,175	2
206		Other Casualties and Insurance	N/A	N/A	N/A	988	988		988	2
207		Lease Rentals - Debit	N/A	N/A	13,232	N/A	13,232		13,232	2
208		Lease Rentals - [Credit]	N/A	N/A		N/A				12
209		Joint Facility Rent - Debit	N/A	N/A		N/A				12
210		Joint Facility Rent - [Credit]	N/A	N/A		N/A				12
211		Other Rents - Debit	N/A	N/A	4,236	N/A	4,236		4,236	12
212		Other Rents - [Credit]	N/A	N/A	(172)	N/A	(172)		(172)	2
213		Depreciation	N/A	N/A	N/A	2,196	2,196		2,196	2
214		Joint Facility - Debit	N/A	N/A	129	N/A	129		129	12
215	-	Joint Facility - [Credit]	N/A	N/A	(924)	N/A	(924)		(924)	-
216		Repairs Billed to Others - [Credit]	N/A	N/A	(024)	N/A	(02-4)			2

SCHEDULE 410 - RAILWAY OPERATING EXPENSES -- Continued (Dollars in Thousands)

		A CONTRACTOR OF THE PARTY OF TH			Freight	In Chemistry				
Line No.	Cross Check	Name of railway operating expense account (a)	Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased Services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	7.
		LOCOMOTIVES - Continued								1
217		Dismantling Retired Property								2
218		Other		43	60		103		103	2
219		TOTAL LOCOMOTIVES	5,138	13,386	20,796	5,630	44,950		44,950	2
220		FREIGHT CARS Administration	985	32	51	68	1,136		1,136	2
221		Repair and Maintenance	3,959	8,227	7,566	101	19,853		19,853	2
222		Machinery Repair		5	3		8		8	2
223		Equipment Damaged	131	268	859	3	1,261		1,261	12
224		Fringe Benefits	N/A	N/A	N/A	2,235	2,235		2,235	Annual Miles
225		Other Casualties and Insurance	N/A	N/A	N/A	4,729	4,729		4,729	
226		Lease Rentals - Debit	N/A	N/A	25,756	N/A	25,756		25,756	AND THE REST
227		Lease Rentals - [Credit]	N/A.	N/A	(248)	N/A	(248)		(248)	ALC: NAME OF TAXABLE PARTY.
228		Joint Facility Rent - Debit	N/A	N/A		N/A				2
229		Joint Facility Rent - [Credit]	N/A	N/A		N/A				12
230		Other Rents - Debit	N/A	N/A	42,180	N/A	42,180		42,180	SECURIOR PRO
231		Other Rents - [Credit]	N/A	N/A	(24,783)	N/A	(24,783)		(24,783)	or the same to
232		Depreciation	N/A	N/A	N/A	4,489	4,489		4,489	CASE DIRECTOR P.
233		Joint Facility - Debit	N/A	N/A		N/A				2
234		Joint Facility - Credit]	N/A	N/A		N/A				2
235		Repairs Billed to Others - [Credit]	N/A	N/A	(11,252)	N/A	(11,252)		(11,252)	2
236		Dismantling Retired Property								2
237		Other		3	63	(7)	59		59	2
238		TOTAL FREIGHT CARS	5,075	8,535	40,195	11,618	65,423		65,423	12
301		OTHER EQUIPMENT Administration	222		201	5	428		428	T
302		Repair and Maintenance Trucks, Trailers, and Containers - Revenue Service		8	3,543		3,551		3,551	3
303		Floating Equipment - Revenue Service								3
304		Passenger and Other Revenue Equipment								3
305		Computer systems and word processing equipment		3	394		397		397	3
306		Machinery		13	2		15		15	3
307		Work and Other Non-Revenue Equipment		26	957		983		983	3
308		Equipment Damaged			172		172		172	3
309		Fringe Benefits	N/A	N/A	N/A	71	71		71	13
310		Other Casualties and Insurance	N/A	N/A	N/A	211	211		211	13
311		Lease Rentals - Debit	N/A	N/A	6,931	N/A	6,931		5,931	13
312		Lease Rentals - [Credit]	N/A	N/A		N/A				13

SCHEDULE 410 - RAILWAY OPERATING EXPENSES -- Continued (Dollars in Thousands)

Line Comm							T			
Line No.	Cross Check	Name of railway operating expense account (a)	Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased Services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total	Line No
		OTHER EQUIPMENT - Continued					***************************************	- "		╁
313		Joint Facility Rent - Debit	N/A	N/A		N/A	`			313
314		Joint Facility Rent - [Credit]	N/A	N/A		N/A				314
315		Other Rents - Debit	N/A	N/A	7,773	N/A	7,773		7,773	31
316		Other Rents - [Credit]	N/A	N/A	(3,904)	N/A	(3,904)		(3,904)	31
317		Depreciation	N/A	N/A	N/A	4,621	4,621		4,621	31
318		Joint Facility - Debit	N/A	N/A		N/A				31
319		Joint Facility - [Credit]	N/A	N/A		N/A				31
320		Repairs Billed to Others - [Credit]	N/A	N/A	(1,134)	N/A	(1,134)		(1,134)	32
321		Dismantling Retired Property							(11154)	32
322		Other	1				1		1	32:
323		TOTAL OTHER EQUIPMENT	223	50	14,935	4,908	20,116		20,116	32
324		TOTAL EQUIPMENT	10,436	21,971	75,926	22,156	130,489		130,489	32
401		TRANSPORTATION: TRAIN OPERATIONS Administration	3,063	589	1,392					
402		Engine Crews	24,555	208	1,392	2,880	5,736		5,736	40
403		Train Crews	26,594	84	3	CONTRACTOR OF SHARE AND ADDRESS OF SHARE AND ADDRES	27,644		27,644	40
404		Dispatching Trains	3,926	84	THE PERSON NAMED IN COLUMN 2 IS NOT THE OWNER, THE PERSON NAMED IN COLUM	3,804	30,485		30,485	40
405		Operating Signals and Interlockers	217		81	30	4,037		4,037	40
406	-	Operating Drawbridges	41		148		365		365	40
407		Highway Crossing Protection	41		1		42		42	400
408		Yrain Inspection and Lubrication	1,875	4	6		10		10	40
409		Locomotive Fuel	248	30,061	3		1,879		1,879	408
410	+	Electric Power Purchased or Produced for Motive Power	246	30,061	12		30,321		30,321	409
411		Servicing Locomotives	718	1044						410
112		Freight Lost or Damaged - Solely Related	A/A	1,644	15		2,377		2,377	411
413	-+	Clearing Wrecks	TAIA	N/A	N/A	474	474		474	412
414	-	Fringe Benefits	II/A	N/A	2,032	00.400	2,032		2,032	413
415	-	Other Casualties and Insurance	N/A	N/A	N/A	22,130	22,130		22,130	414
416		Joint Facility - Debit	N/A	N/A	N/A	12,078	12,078		12,078	415
417	-	Joint Facility - [Credit]	N/A	N/A	2,227	N/A	2,227		2,227	416
418		Other	N/A	N/A	(191)	N/A	(191)		(191)	417
419		TOTAL TRAIN OPERATIONS	64.000	292	291	(71)	512		512	418
119		YARD OPERATIONS	61,237	32,883	6,021	42,017	142,158		142,158	419
420		Administration	1,070	235	123	27	1 455			
421		Switch Crews	17,189	45	31	10	1,455		1,455 17,275	420

SCHEDULE 410 - RAILWAY OPERATING EXPENSES -- Continued (Dollars in Thousands)

					Freight					T
Line No.	Cross Check	Name of railway operating expense account (a)	Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased Services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		YARD OPERATIONS - Continued					-			t
422		Controlling Operations	1,366		170		1,536		1,536	422
423		Yard and Terminal Clerical	2,274	68	188		2,530		2,530	MARKET STREET
424		Operating Switches, Signals, Retarders and Humps			6		6		6	THE PERSONNEL PROPERTY.
425		Locomotive Fuel	130	2,537			2,667		2,667	42
426		Electric Power Purchased or Produced for Motive Power								426
427		Servicing Locomotives	342	5	6		353		353	427
428		Freight Lost or Damaged - Sclely Related	N/A	N/A	N/A	55	55		55	428
429		Clearing Wrecks	4		45		49		49	429
430		Fringe Benefits	N/A	N/A	N/A	8,744	8,744		8,744	430
431		Other Casualties and Insurance	N/A	N/A	N/A	545	545		545	431
432		Joint Facility - Debit	N/A	N/A	607	N/A	607		607	432
433		Joint Facility - [Credit]	N/A	N/A	(2,854)	N/A	. (2,854)		(2,854)	433
434		Other		24	84	349	457		457	434
435		TOTAL YARD OPERATIONS	22,375	2,914	(1,594)	9,730	33,425		33,425	435
501		TRAIN AND YARD OPERATIONS COMMON Cleaning Car Interiors	18		781	N/A	799		799	501
502		Adjusting and Transferring Loads		6	187	N/A	193		193	502
503		Car Loading Devices and Grain Doors				N/A			199	503
504		Freight Lost or Damaged - all other	N/A	N/A	N/A	315	315		315	504
505		Fringe Benefits	N/A	N/A	N/A	330	330		330	505
506		TOTAL TRAIN AND YARD OPERATIONS COMMON	18	6	968	645	1,637	CONTRACTOR OF THE PARTY OF THE	1,637	506
507		SPECIALIZED SERVICE OPERATIONS Administration							1,037	507
508		Pickup and Delivery and Marine Line Haul						***************************************		508
509		Loading and Unloading and Local Marine		178	6,555		6,733		6,733	509
510		Protective Services		56	- 0,000		56		56	510
511		Freight Lost or Damaged - Solely Related	N/A	N/A	N/A	2	2		2	511
512		Fringe Benefits	N/A	N/A	N/A	1	1		1	512
513		Casualties and Insurance	N/A	N/A	N/A					513
514		Joint Facility - Debit	N/A	N/A		N/A				514
515		Joint Facility - [Credit]	N/A	N/A		N/A				-
516		Other			3		3		3	515
517		TOTAL SPECIALIZED SERVICES OPERATIONS		234	6,558	3	6,795		6,795	516 517

Railroad Annual Report R-1

RC-134500 KANSAS CITY SOUTHERN

SCHEDULE 410 - RAILWAY OPERATING EXPENSES -- Continued (Dollars in Thousands)

					Freight					
Line No.	Cross Check	Name of railway operating expense account (a)	Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased Services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total	Line No.
		ADMINISTRATIVE SUPPORT OPERATIONS								
518		Administration	1,644	55	159	266	2,124		2,124	51
519		Employees Performing Clerical and Accounting Functions	6,321	206	1,047	54	7,628		7,628	51
520		Communications Systems Operation			14		14		14	52
521		Loss and Damage Claims Processing	235	3	23	11	272		272	52
522		Fringe Benefits	N/A	N/A	N/A	2,693	2,693		2,693	52
523		Casualties and Insurance	N/A	N/A	N/A					52
524		Joint Facility - Debit	N/A	N/A		N/A				52
525		Joint Facility - [Credit]	N/A	N/A		N/A				5
526		Other								5
527		TOTAL ADMINISTRATIVE SUPPORT OPERATIONS	8,200	264	1,243	3,024	12,731		12,731	5
528		TOTAL TRANSPORTATION	91,830	36,301	13,196	55,419	196,746		196,746	5
		GENERAL AND ADMINISTRATIVE								1
601	<i>f</i>	Officers - General Administration	1,763	182	2,104	482	4,531		4,531	6
602		Accounting, Auditing, and Finance	2,562	103	950	165	3,780		3,780	and the same
603		Management Services and Data Processing	2,230	208	6,320	300	9,058		9,058	-
604		Marketing	2,504	127	477	791	3,899		3,899	_
605		Sales	978	16	60	315	1,369		1,369	_
606		Industrial Development	379	3	6	41	429		429	-
607		Personnel and Labor Relations	1,284	167	202	413	2,066		2,066	-
608		Legal and Secretarial	608	29	6,440	53	7,130		7,130	-
609		Public Relations and Advertising		3	113	17	133		133	-
610		Research and Development								13
611		Fringe Benefits	N/A	N/A	N/A	6,400	6,400		6,400	-
612		Casualties and Insurance	N/A	N/A	N/A	562	562		562	1
613		Writedown of Uncollectible Accounts	N/A	N/A	N/A					6
614		Property Taxes	N/A	N/A	N/A	9,050	9,050		9,050	_
615		Other Taxes Except on Corporate Income or Payrolls	N/A	N/A	N/A	5,575	5,575		5,575	_
616		Joint Facility - Debit	N/A	N/A	85	N/A	85		85	-
617		Joint Facility - [Credit]	N/A	N/A	(10)	N/A	(10)		(10)	_
618		Other	758	189	433	798	2,178		2,178	
619		TOTAL GENERAL AND ADMINISTRATIVE	13,066	1,027	17,180	24,962	56,235		56,235	9
620		TOTAL CARRIER OPERATING EXPENSES	129,621	66,562	121,194	156,461	473,838		473,838	

SCHEDULE 412 - WAY AND STRUCTURES (Dollars in Thousands)

1. Report freight expenses only.

- 2. The total depreciation expense reported in column (b), line 29, should balance to the sum of the depreciation expense reported in schedule 410, column (f) lines 136, 137, and 138.
- 3. Report in column (c) the lease/rentals for the various property categories of Way and Structures. The total net lease/rental reported in column (c), line 29 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 to the depreciation bases for all categories of depreciable leased property. Use schedule 352B of this report for obtaining the depreciation bases of the categories of leased property.

- 4. Amortization adjustment of each road property type which is included in column (b) shall be repeated in column (d) as a debit or credit to the appropriate line item; the net adjustment on line 29 shall equal the adjustment reported on line 29 of schedule 335.
- 5. Report on line 28 all other lease rentals not apportioned to any category listed on lines 1 27.
- 6. Line 11, Account 16, should not include computer and data processing equipment reported on line 37 of schedule 415.

Line No.	Cross Check	Property account	Category (a)	Depreciation (b)	Lease/Rentals (net) (c)	Amortization adjustment during year (d)	Line No.
1		2	Land for transportation purposes	N/A	17		1
2		3	Grading	997	80		2
3		4	Other right-of-way expenditures	12			3
4		5	Tunnels and subways	0			4
5		6	Bridges,trestles and culverts	1,861		(13)	5
6		7	Elevated structures				6
7		8	Ties	12,642	191		7
8		9	Rail and other track material	13,547	291		8
9		11	Ballast	5,399	66		9
10		13	Fences, snowsheds and signs	5		(8)	10
11		16	Station and office buildings	435	1,038	57	11
12		17	Roadway buildings	14		4	12
13		18	Water stations	5		4	13
14		19	Fuel stations	137		3	14
15		20	Shops and enginehouses	642		47	15
16		22	Storage warehouses				16
17		23	Wharves and docks				17
18		24	Coal and ore wharves				18
18		25	TOFC/COFC terminals	615	6		19
20		26	Communications systems	319	1,503	34	20
21		27	Signals and interlockers	782	307	(41)	21
22		29	Power plants	1		1	22
23		31	Power transmission systems	9		(5)	23
24		35	Miscellaneous structures	7		(3)	24
25		37	Roadway machines	1,234	246		25
26		39	Public improvements; construction	84	1 1 1 1 1 1 1 1 1	国际发展	26
27		45	Power plant machines	3		2	27
28		-	Other lease/rentals	N/A		N/A	28
29		_	TOTAL	38,750	3,744	82	29

SCHEDULE 414 - RENTS FOR INTERCHANGED FREIGHT TRAIN CARS AND OTHER FREIGHT-CARRYING EQUIPMENT (Dollars in Thousands)

- 2. Report in this supporting schedule rental information by car type and other freight-carrying equipment relating to the interchange of railroad, owned or leased equipment and privately owned equipment (reporting for leased equipment covers equipment that carrier on railroad markings).
- 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 Schdule 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 (basis per diem). Include railroad owned per diem tank cars on line 17. NOTES: Mechanical designations for each car type are shown in Schedule 710.

			GROS	S AMOUNTS RECEIVA Per diem basis	BLE	GROS	S AMOUNTS PAYABI Per diem basis	Æ	T
	Cross Check	Type of equipment (a)	Private line cars (b)	Mileage (c)	Time (d)	Private line cars (e)	Mileage (f)	Time	Line
1		CAR TYPES Box-Plain 40 Foot						(8)	+
2		Box-Plain 50 Foot and Longer		6	21	1,052	262	1 100	1
3		Box-Equipped		4,280	11,581	1,002	1,894	1,480	-
4		Gondola-Plain		1	4	98	37	7,498 160	3
5		Gondola-Equipped		93	272	- 50	193	945	_
6		Hopper-Covered		500	1,754	943	1,100	Marian Commission of Street, Street, or other Designation of the last of the l	-
7		Hopper-Open Top-General Service		2	6	8	243	4,465	7
8		Hopper-Open Top-Special Service		48	287		23	349	-
9		Refrigerator-Mechanical					54	349	8
10		Refrigerator-Non-Mechanical		9	17	1	126	662	-
11		Flat TOFC/COFC		743	2,194	4,344	446	1,689	10
12		Flat Multi-Level		1	2	104	14		11
13		Flat-General Service				3	7	36	12
14		Flat-Other Flat-Other		184	926	1,482	295	12	13
15		Tank-Under 22,000 Gallons				3,552	9	1,332	14
16		Tank-22,000 Gallons and Over			4	5,926		18 60	15
17		All Other Freight Cars		51	1,797	0,525	22		16
18		Auto Racks						134	17
19		TOTAL FREIGHT TRAIN CARS		5,918	10.005	47.540			
20		OTHER FREIGHT-CARRYING EQUIPMENT Refrigerated Trailers		5,918	18,865	17,513	4,726	19,941	19
21		Other Trailers			3,457	4,407			20
22		Refrigerated Containers			3,437	4,407		1,432	21
23		Other Containers							22
24	•	TOTAL TRAILERS AND CONTAINERS			3,457	4.407			23
25		GRAND TOTAL (LINES 19 AND 24)		5,918	SERVICE SERVICE PROPERTY OF THE	4,407		1,432	24
				5,918	22,322	21,920	4,726	21,373	25

NOTES AND REMARKS

GENERAL INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 415

- 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, purchased services and general)
- 3. Report in column (b) net repair expense excluding the cost to repair damaged equipment.
 - Schedule 415, column (b), will balance to Schedule 410, column (f), as follows:
- (a) Locomotives, line 5 plus line 38 compared to the sum of Schedule 410, lines 202, 203 plus 216 (excluding wreck repairs). Do not report in Schedule 415, Equipment Damaged from Schedule 410, line 204.
- (b) Freight Cars, line 24 plus line 39 compared to the sum of Schedule 410, lines 221, 222 plus 235 (excluding wreck repairs). Do not report in Schedule 415, Equipment Damaged from Schedule 410, line 223.
- (c) 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), plus Work and Other Non-Revenue Equipment (line 41 compared to Schedule 410, the sum of lines 302 through 307, inclusive, plus line 320 (excluding wreck repairs). Do not report in Schedule 415.

 Equipment Damaged from Schedule 410, line 308.

Note: Lines 216, 235 and 320 of Schedule 410 are credit amounts.

The allocation of freight car repair expense reportable on Schedule 415 by car types shall be in accordance with Instruction 2-21, Freight train repair costing 49 CFR 1201.

4. Depreciation expense for each class of equipment by car type shall be reported in columns (c) and (d). For improvements on leased property, Accounts 732 and 733, use a supplementary Schedule 415, which will relate to Schedules 340 and 342.

Depreciation charges reported on columns (c) and (d) will balance to Schedule 410, column (f), as follows:

- a. Locomotives, line 5 plus 38 compared to Schedule 410, line 213
- b. Freight Cars, line 24 plus line 39 compared to Schedule 410, line 232
- c. 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. Amortization adjustment of each equipment type which is included in column (c) shall be reported in column (e) as a debit or credit to the appropriate line item; the net adjustment on line 43 shall equal the equipment amortization adjustment applicable to equipment used in freight service included in line 38, column (c), schedule 335.
- 6. Lease/Rentals reported in column (f) should balance to column (f) of Schedule 410 as follows:
 - a. Locomotives, line 5 plus 38 compared with Schedule 410, lines 207, 208, 211 and 212.
- b. 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).
- (c) 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 and 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 and Container rentals reported in Schedule 414.
- 7. Investment base by types of equipment shall be reported in columns (g) and (h) and should not include the cost of Equipment Used But Not Owned when the rents therefore are included in the rent for equipment and Account Nos. 31-21-00, 31-22-00, 31-23-00, 35-21-00, 35-22-00 and 35-23-00. It should include the Cost of Equipment Owned and Leased to Others when the rents are included in the rent for Equipment Account Nos. 32-21-00, 32-23-00, 36-21-00, 36-21-00, 36-22-00 and 36-23-00.

Property Used But Not Owned should also be included when the rent is included in Account Nos. 31-12-00, 31-13-00, 31-22-00 and 31-23-00, inclusive.

The grand total of each equipment account in column (h) of Schedule 330 should equal the totals of line items constituting the equipment account totals of columns (g) and (h), of schedule 415.

8. Accumulated depreciation for each class of equipment shall be reported in columns (i) and (j). The grand total of each equipment reserve account in column (g), Schedule 335, shall equal the combined aggregate total accumulated depreciation for line items constituting the corresponding equipment accounts reported in columns (i) and (j), on Schedule 415.

SCHEDULE 415 - SUPPORTING SCHEDULE--EQUIPMENT

				Depreci	ation	Amortization	
No.	Cross Check	Types of equipment (a)	Repairs (net expense) (b)	Owned (c)	Capitalized lease (d)	Adjustment net during year (e)	Lin No
1		LOCOMOTIVES Diesel Locomotive-Yard	1.670				1
2		Diesel Locomotive-Road	1,672	7			1
3		Other Locomotive-Yard	18,668	2,043			2
4		Other Locomotive-Road					3
5	•	TOTAL	00.040				4
		FREIGHT TRAIN CARS	20,340	2,050			5
6		Box-Plain 40 Foot		8			1.
7		Box-Plain 50 Foot and Longer	26	723			6
8		Box-Equipped	5,361	1,874			7
9		Gondola-Plain	22	1,874	143		8
10		Gondola-Equipped	330	2			9
11		Hopper-Covered	720	583	198 77		10
i2		Hopper-Open Top-General Service	95	507			11
13		Hopper-Open Top-Special Service	507	83			12
14		Refrigerator-Mechanical	10	- 03			13
15		Refrigerator-Nonmechanical					14
16		Flat TOFC/COFC	523				15
17		Flat Multi-level	1			***************************************	16 17
18		Flat-General Service	1				A/Resident
19		Flat-Other	178	174			18
20		All Other Freight Cars	813	43			19
21		Cabooses	14	45			20
22		Auto Racks					21
23		Miscellaneous Accessories					22
24	•	TOTAL FREIGHT TRAIN CARS OTHER EQUIPMENT-REVENUE FREIGHT HIGHWAY EQUIPMENT Refrigerated Trailers	8,601	3,998	418		23
26		Other Trailers	2,417				25
27		Refrigerated Containers	2,417				26
28	7	Other Containers					27
29		Bogies					28
30		Chassis					29
31		Other Highway Equipment (Freight)					30
32	•	TOTAL HIGHWAY EQUIPMENT	2,417				31
33		FLOATING EQUIPMENT-REVENUE SERVICE					
34		Marine Line-Haul					33
35		Local Marine TOTAL FLOATING EQUIPMENT				and the second	34
1		OTHER EQUIPMENT Passenger and Other Revenue Equipment					35
36		(Freight Portion)					36
37		Computer systems and word processing equip.	397	2,933			37
38		Machinery-Locomotives 1	47	42		8	38
39	chapproposition on	Machinery-Freight Cars 2	8	73		15	39
40	TO ALCOHOLD	Machinery-Other Equipment 3	15	18			40
41		Work and Other Non-revenue Equipment TOTAL OTHER EQUIPMENT	983	1,642 4,708			41
42					CONTRACTOR OF THE PERSON NAMED IN CONTRA	23	42

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 portion 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.

SCHEDULE 415 - SUPPORTING SCHEDULE-EQUIPMENT-Continued (Dollars in Thousands)

		的。这种是一种的大学的基础的	Investment base	as of 12/31	Accumulated deprecia	ition as of 12/31	
No.	Cross Check	Lease and rentals (net) (f)	Owned (g)	Capitalized lease (h)	Owned (i)	Capitalized lease	Lir
1		1,422	781		781		1
2		15,874	85,674		32,239		2
3							3
4							4
5		17,296	86,455		33,020		5
6			60		16		6
7		2,321	26,816		14,806		7
8		7,679	52,887		16,724		8
9		1,555	1,123	2,582	950	1,937	9
10		657	180	2,970	148	1,039	10
11		5,165	23,937	1,157	9,974	684	11
12		177	5,750		4,710		12
13		2,552	8,423		5,665		13
14							14
15			36		36		15
16		1,546	29		19		16
17						-	17
18			287		287		18
19		1,509	9,758		4,721		19
20		1,134	2,708		1,909		20
21	-+		63		57		21
22	-+	1,213					22
23 24	-+	25,508	132,057	6,709	60,022	3,660	23
24		20,000	132,037	0,709	60,022	3,000	2.4
25							25
26		3,599					26
27							27
28					阿尔 斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯斯		28
29							29
30							30
31							31
32	\dashv	3,599					32
33	_						33
34 35	-+						35
35	一十						33
36							36
37		3,298	17,654		12,993		37
38			3,037		2,378	的复数化性性 化甲基苯甲基	38
39			5,218		4,085		39
40			88		69		40
41		1,521	28,933		19,050		41
42		4,819	54,930		38,575		42
43		51,222	273,442	6,709	131,617	3,660	43

¹ The data to be reported on lines 38, 39 and 40 in columns (g) and (h) is the investment recorded in Property Account 44, allocated to Locomotives, Freight Cars, and Other Equipment.

² 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, and then adding or subtracting the adjustment reported in column (e). This calculation should equal the amount shown in column (c), Schedule 335.

SCHEDULE 415 - SUPPORTING SCHEDULE--EQUIPMENT (Improvements on Leased Property) (Dollars in Thousands)

				District State of the Control of the	eciation	Amortization	1
No.	Cross Check	Types of equipment (a)	Repairs (net expense) (b)	Owned (c)	Capitalized lease (d)	Adjustment net during year (e)	Lin No
		LOCOMOTIVES					T
1		Diesel Locomotive-Yard			6		1
2		Diesel Locomotive-Road			98		2
3		Other Locornotive-Yard					3
4		Other Locomotive-Road					4
5	•	TOTAL			104		5
		FREIGHT TRAIN CARS					T
6		Box-Plain 40 Foot					6
7		Box-Plain 50 Foot and Longer					7
8		Box-Equipped					8
9		Gondola-Plain					9
10		Gondola-Equipped					10
11		Hopper-Covered					11
12		Hopper-Open Top-General Service					12
13		Hopper-Open Top-Special Service					13
14		Refrigerator-Mechanical					14
15		Refrigerator-Nonmechanical					15
16		Flat TOFC/COFC					16
17		Flat Multi-level					17
18		Flat-General Service					18
19		Flat-Other				***************************************	19
20		All Other Freight Cars					20
21		Cabooses					21
22		Auto Racks					22
23		Miscellaneous Accessories			 		23
24		TOTAL FREIGHT TRAIN CARS					24
		OTHER EQUIPMENT-REVENUE FREIGHT HIGHWAY EQUIPMENT					Γ
25		Refrigerated Trailers					25
26		Other Trailers					26
27		Refrigerated Containers		**************************************			27
28		Other Containers					28
29		Bogies					29
30		Chassis					30
31		Other Highway Equipment (Freight)					31
32	-	TOTAL HIGHWAY EQUIPMENT FLOATING EQUIPMENT-REVENUE SERVICE					32
33		Marine Line-Haul					33
34		Local Marine					34
35		TOTAL FLOATING EQUIPMENT					35
		OTHER EQUIPMENT Passenger and Other Revenue Equipment		A A			
36		(Freight Portion)					36
37	•	Computer systems and word processing equip.			A STATE OF THE STA		37
38	•	Machinery-Locomotives 1					38
39	•	Machinery-Freight Cars 2					39
40	•	Machinery-Other Equipment 3					40
41	•	Work and Other Non-revenue Equipment		Service Services	28		41
42		TOTAL OTHER EQUIPMENT TOTAL ALL EQUIPMENT (FREIGHT PORTION)			28 132		42

¹ 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.
2 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 portion of line 235.
3 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.

415 - SUPPORTING SCHEDULE--EQUIPMENT--Continued (Improvements on Leased Property) (Dollars in Thousands)

			Investment b	ase as of 12/31	Accumulated dep	reciation as of 12/31	
Line No.	Cross Check	Lease and rentals (net)	Owned	Capita!ized lease	Owned	Capitalized lease	Lir No
		(f)	(g)	(h)	(1)	Ø	_
1				193		15	١,
2				2,644		273	2
3							1
4							
5				2,837		288	1
							T
6							L
7							Ľ
8							L
9							_
10							1
11	-+						1
12			NA				1
13 14	-+						1
15							1
16	-+						1
17	+						1
18		porturiario della compositiona della					1
10				2		2	1
20							2
21							2
22							2
23							2
24	-+			2		2	2
25							2
26							2
27					利斯· 拉德基斯斯斯克克		2
28							2
29			Andrew Parket and Company				2
30							3
31							3
32							3
33						Kalanda and	3
34							3
35							3
36							3
37				16		17	3
38			特别的人的			STATE OF STA	3
39					公共中央企业共享	haddynamika (ik	3
40							4
41				256		127	4
42				272		144	4
43				3,111		434	4

¹ The data to be reported on lines 38, 39 and 40 in columns (g) and (h) is the investment recorded in Property Account 44, allocated to Locomotives, Freight Cars, and Other Equipment.

² 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, and then adding or subtracting the adjustment reported in column (e). This calculation should equal the amount shown in column (c), Schedule 335.

SCHEDULE 416 - SUPPORTING SCHEDULE - ROAD (Dollars in Thousands)

			0	whed and used		Improvem	ents to leased p	property		Capitalized lease	S	TOT	AL	
Line No	Density category (Class)	Account No.	Inv. Base	Accum. depr.	Depr. rate %	Inv. Base	Accum. depr.	Depr. rate %	Inv. Base	Current year amort.	Accum. Amort.	Inv. Base	Accum. depr. & Amort.	Line No
	(a)	(b)	(c)	(d)	(e)	(1)	(g)	(h)	(i)	(i)	(k)	(1)	(m)	
1	1	3	23,687	11,958	0.84							23,687	11,958	1
2		8	65,611	33,555	5.71							65,611	33,635	2
3		9	116,027	38,873	4.28							116,027	38,873	3
4		11	24,810	22,903	5.81							24,810	22,903	4
5	SUB-TOTAL		230,135	107,289		0	0					230,135	107,289	5
6	11	3	73,148	5,299	0.84	502	37	1.00				73,650	5,336	6
7		8	173,188	56,374	4.54	3,668	593	4.30				176,856	56,967	7
8		9	264,639	56,454	2.85	674	116	3.16				265,313	56,570	8
9		11	57,042	27,747	5.55	691	210	6.67				57,733	27,957	9
10	SUB-TOTAL		568,017	145,874		5,535	956					573,552	146,830	10
11	III	3		N/A	N/A		N/A	N/A		N/A	N/A	0		11
12		8		N/A	N/A		N/A	N/A		N/A	N/A	0		12
13		9		N/A	N/A		N/A	N/A		N/A	N/A	0		13
14		11		N/A	N/A		N/A	N/A		N/A	N/A	0		14
15	SUB-TOTAL			N/A	N/A		N/A	N/A		N/A	N/A	0		15
16	IV	3	23,088	1,786	0.84							23,088	1,786	16
17		8	43,857	19,248	3.96	46	12	3.77				43,903	19,260	17
18		9	52,884	12,547	2.20	1,034	129	2.32				53,918	12,676	18
19		11	16,058	8,122	4.60	18	5	5.00				16,076	8,127	19
20	SUB-TOTAL		135,887	41,703		1,098	146					136,985	41,849	20
21	٧	3												21
22		8							w					22
23		9			TATAL TO SERVICE STATE OF THE									23
24		11										3		24
25	SUB-TOTAL		0	0		0	0							25
26	GRAND T	OTAL	934,039	294,866	N/A	6,633	1,102	N/A				940,672	295,968	26

Railroad Annual Report R-1

⁽¹⁾ Columns (c) + (f) + (i) = Column 12

Columns (d) + (g) + (k) = Column 1/3 (2) The base grand total for owned and used, improvements to leased property and capitalized leases should equal the sum of Accounts 3, 8, and 11 shown at year end on Schedule 330 and Schedule 330A.

NOTES AND REMARKS

SCHEDULE 417 - SPECIALIZED SERVICE SUBSCHEDULE -- TRANSPORTATION

(Dollars in Thousands)

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, purchases 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 railraod 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. See schedule 755, note R.

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 (total 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.

Line No.	Cross Check		TOFC/COFC terminal (b)	Floating equipment (c)	Coal marine terminal (d)	Ore marine terminal (e)	Other marine terminal (f)	Motor vehicle load and distribution (g)	Protective services refrigerator car (h)	Other special services	Total columns (b-i)	Line No.
1		Administration										1
2		Pick up and delivery, marine line haul							N/A			2
3		Loading and unloading and local marine	6,732						N/A	1	6,733	3
4		Protective services, total debit and credits							56		56	4
5		Freight lost or damaged-solely related	2								2	5
6		Fringe benefits	1					\	5		1	6
7		Canualty and insurance					X-100 Company					7
8		Join facility - Debit					A CONTRACTOR					8
9		Joint facility - Credit										0
10		Other								3	3	10
11		TOTAL	6,735				-		56	4	6,795	11

Schedule 418

Instruction:

This schedule will show the investment in capitalized leases in road and equipment by primary account.

Column

- (a) = primary account number and title for which capital lease amounts are included therein.
- (b) = the total investment in that primary account.
- (c) = the investment in capital leases at the end of the year.
- (d) = the current year amortization.
- (e) = the accumulated amortization relating to the leased properties.

SCHEDULE 418 - SUPPORTING SCHEDULE -- CAPITAL LEASES (Dollars in Thousands)

			Capital Leases	
Primary Account No. & Title (a)	Total Investment At End of Year (b)	Investment At End of Year (c)	Current Year Amort. (d)	Accum. Amort. (e)
53 - Freight Cars	138,768	6,709	418	3,660
				* /
		4		

NOTES AND REMARKS

SCHEDULE 450 - ANALYSIS OF TAXES

(Dollars in Thousands)

A. Railway Taxes.

No No	Cross Check	Kind of tax (a)	Amount (b)	Line No
1		Other than U.S. Government Taxes	16,105	1
2		U.S. Government Taxes Income Taxes: Normal Tax and Surtax	5,797	2
3		Excess Profits		3
4	•	Total - Income Taxes L 2 + 3	5,797	4
5		Railroad Retirement	28,920	5
6		Hospital Insurance	2,203	6
7		Supplemental Annuities	1,454	7
8		Unemployment Insurance	435	8
9		All Other United States Taxes		9
10		Total - U.S. Government Taxes	38,809	10
11		Total - Railway Taxes	54,914	11

B. Adjustments to 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 (Specify), 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 (Specify).

 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

- 4. Indicate in column (d) and 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 19 in columns (c) and (d) should agree with the total of the contra charges (credits) to Account 557, Provisions for Deferred Taxes, and Acocunt 591, Provisions 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.

Line No.	Particulars (a)	Beginning of year balance (b)	Net credits (charges) for current year (c)	Adjustments (d)	End of year balance (e)	Line No.
1	Accelerated depreciation, Sec. 167 I.R.C.: Guidelines lives pursuant to Rev. Proc. 62-21.	319,355	9,425		328,780	1
2	Accelerated amortization of facilities, Sec. 168 I.R.C.					2
3	Accelerated amortization of rolling stock, Sec. 184 I.R.C.					3
4	Amortization of rights of way, Sec. 185 I.R.C.					4
5	Other (specify)					5
6	Reserve for Claims	(21,859)	(634)		(22,493)	6
7	Future Benefits of Capitalized Leases	1,486	36		1,522	7
8	Provisions for Contingencies	(33,250)	(166)	(449)	(33,865)	8
9	Asset Dispositions	1,632	47		1,679	9
10						10
11						11
12						12
13						13
14						14
15						15
16						16
17						17
18	Investment tax credit*					18
19	TOTALS	267,364	8,708	(449)	275,623	19

SCHEDULE 450 - ANALYSIS OF TAXES - Continued

(Dollars in Thousands)

*Footnotes

If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit	\$	
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	\$	
2. Estimated amount of future earnings which can be realized before paying Federal income taxes because of		
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	S	NON

SCHEDULE 460 - ITEMS IN SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS FOR THE YEAR (Dollars in Thousands)

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 6'her 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 the account and any other items in excess of 10% of net income.

Line No	Account No	Item	Debits	Credits	Line No
	(a)	(b)	(c)	(d)	
1	519	Miscellaneous Income		680	1
2	551	Miscellaneous Income Charges	745		2
3	555	Unusual or Infrequent items	NONE		3
4	560	Operations of Discontinued Segments	NONE		4
5	562	Disposal of Discontinued Segments		NONE	5
6	570	Extraordinary Items	NONE		6
7	590	Income Taxes on Extraordinary Items		NONE	7
8	592	Changes in Accounting Principles	NONE		8
9	603	Appropriations Released		NONE	9
10	606	Other Credits to Retained Earnings		NONE	10
11	616	Other Debits to Retained Earnings	NONE		11
12	620	Appropriations for Sinking Funds	NONE		12
13	621	Appropriations for Other Purposes	NONE		13
14					14
15					15
16					16
17					17
18			sandagad property days a salah ba		18
19					19
20					20
21					21
22					22
23					23
24					24
25					25
26					26
27					27
28					28
29					29
30					30

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS

SCHEDULE 501 - GUARANTIES AND SURETYSHIPS

(Dollars in Thousands)

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 the date of issue. Items of less
than \$50,000 may be shown as one total.

Line No.	Names of all parties principally and primarily liable (a)	Description (b)	Amount of contingent Liability (c)	Sole or joint contingent liability (d)	Line No.
1					1
2		NONE	Norsen Bereichte der Gereichte der Bei		2
3					3 4
4					4
5					5
6					6
7					7
8					8
9					9
10					10
11					11
12					12
13					13
14					14
15					15
16			Product and Christophysical Christophysical III		16
17					17
18					18
19					19
20				THE PROPERTY OF THE PROPERTY O	20
21					21
22					21
23					23
24					24
25	***************************************				25
26					26
27					27
28					28
29					29
30					30
31		######################################			31
32					32
33					33
34					34
35					35
36	·				36
37					37
38					38

2. If any corporation or other associations was under obligation as guarantor or surety for the performance by the respondent of any agreement or obligation, show the particulars called for hereunder for each such contract of guaranty or suretyship 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, nor does it include ordinary surety bonds or undertakings on appeals in court proceedings.

Line No	Finance Docket number, title aturity date and concise description of agreement or obligation (a)	Names of all guarantors and sureties (b)	Amount contingent liability of guarantors (c)	Sole or joint contingent liability (d)	Line No
1					1
2					2
3					3
4	The course of the second second second				4
5					5
6					6
7			26 的现在分词形式的影响的影响		7
8				《新聞》。	8
9	White chart with the state of the	AND STREET, STATE OF THE STATE			9

SCHEDULE 502 - COMPENSATING BALANCES AND SHORT-TERM BORROWING ARRANGEMENTS

(Dollars in Thousands)

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.

- 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.
- 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, the fact should be disclosed along with stated and possible sanctions whenever such possible sanctions may be immediate (not vague or unpredictable) and material.

The Company maintains a \$5 million uncollaterized revolving credit facility with Deposit Guaranty National Bank under which no borrowings were outstanding at December 31, 1999.

NOTES AND REMARKS

SCHEDULE 510 - SEPARATION OF DEBTHOLDINGS BETWEEN ROAD PROPERTY AND EQUIPMENT

(Dollars in Thousands)

The principal use of this schedule is to determine the average embedded rate of debt capital.

I. Debt Outstanding at End of Year:

Line #	Account No.	Title	Source	Balance Close of Year
1	751	Loans and Notes Payable	Sch. 200, L. 30	
2	764	Equipment Obligations and Other Long Term Debt due Within One Year	Sch. 200, L. 39	10,092
3	765/767	Funded Debt Unmatured	Sch. 200, L. 41	
4	766	Equipment Obligations	Sch. 200, L. 42	54,938
5	766.5	Capitalized Lease Obligations	Sch. 200, L. 43	3,613
6	768	Debt in Default	Sch. 200, L. 44	
7	769	Accounts Payable; Affiliated Companies	Sch. 200, L. 45	394,271
8	770.1/770.2	Unamortized Debt Premium	Sch. 200, L. 46	
9		Total Debt	Sum L. 1-8	462,914
10		Debt Directly Related to Road Property	Note 1.	294,733
11		Debt Directly Related to Equipment	Note 1.	95,898
12		Total Debt Directly Related to Road & Equipment	Sum L. 10 and L. 11	390,631
13		Percent Directly Related to Road	L. 10 div. by L. 12 Whole % + 2 decimals	75.45%
14		Percent Directly Related to Equipment	L. 11 div. by L. 12 Whole % + 2 decimals	24.55%
15		Debt Not Directly Related to Road or Equipment	L. 9 - L. 12	72,283
16		Road Property Debt (Note 2)	(L. 13 X L. 15) + L. 10	349,271
17		Equipment Debt (Note 2)	(L. 14 X L. 15) + L. 11	113,643

II. Interest Accrued During the Year:

Line #	Account No.	Title	Source	Balance Close of Year
18	546-548	Total Interest and Amortization (Fixed Charges)	Sch. 210, L. 42	33,431
19	546	Contingent Interest on Funded Debt	Sch. 210, L. 44	
20	517	Release of Pramiums on Funded Debt	Sch. 210, L. 22	
21		Total Interest	(L. 18 + L. 19) - L. 20	33,431
22		Interest Directly Related to Road Property Debt	Note 4.	21,233
23		Interest Directly Related to Equipment Debt	Note 4.	8,344
24	**	Interest Not Directly Related to Road or Equipment Property Debt	L. 21 - (L. 22 + L. 23)	3,854
25		Interest Road Property Debt	L. 22 + (L. 24 X L. 13)	24,141
26		Interest Equipment Debt	L. 23 + (L. 24 X L. 14)	9,290
27		Embedded Rate of Debt Capital - Road Property	L. 25 div. by L. 16	6.91%
28		Embedded Rate of Debt Capital - Equipment	L. 26 div. by L. 17	8.17%

Note 1. Directly related means the purpose which the funds were used when the debt was issued.

Note 2. Line 16 plus Line 17 must equal Line 9.

Note 3. Line 21 includes interest on debt in Account 789--Account Payable; Affiliated companies.

Note 4. This interest relates to debt reported in Lines 10 and 11, respectively. Note 5. Line 25 plus Line 26 must equal Line 21.

NOTES AND REMARKS

Railroad Annual Report R-1

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 512

1. Furnish the information called for below between the respondent and the affiliated companies or persons affiliated with the respondent, including officers, directors, stockholders, owners, partners or their wives and other close relatives, or their agents. Examples of transactions are, but are not restricted to, management, legal, accounting, purchasing or other type of service including the furnishing of materials, supplies, purchase of equipment, leasing of structures, land and equipment, and aigreements relating to allocation of officers' salaries and other common costs between affiliated companies.

To be excluded are payments for the following types of services:

- (a) Lawful tariff charges for transportation services
- (b) Payments to or from other carriers for interline services and interchange of equipment
- (c) Payment to or from other carriers which may reasonably be regarded as ordinarily connected with routine operation or maintenance, but any special or unusual transactions should be reported.
- (d) Payments to public utility companies for rates or charges fixed in conformity with government authority.
- 2. In column (a) enter the name of the affiliated company, person, or agent with which respondent received or provided services aggregating \$50,000 or more for the year. If an affiliated company provides services to more than one affiliate, and the aggregate compensation amounts to \$50,000 or more for the year, list all the affiliates included in the agreement and describe the allocation of charges. If the respondent provides services to more than one affiliate, and the aggregate compensation amounts to \$50,000 or more for the year, reference to this fact should be made and the detail as to the allocation of charges should be stated. For those affiliates providing services to the respondent, also enter in column (a) the percent of affiliate's gross income derived from transactions with respondent.

The respondent may be required to furnish as an attachment to Schedule 512 a balance sheet and income statement for each affiliate with which respondent carrier had reportable transactions during the year, or alternatively, attach a "Pro forma" balance sheet and income statement for that portion or

entity of each affiliate which furnished the agreed to services, equipment, or other reportable transaction. The statements, if required, should be prepared on a calendar year basis in conformity with the prescribed schedules for the balance sheet and income statement in Annual Report Form R-1, and should be noted (1) to indicate the method used for depreciating equipment or other property furnished the carrier, and (2) whether the affiliate's Federal income tax return for the year was filed on a consolidated basis with the respondent carrier.

- 3. In column (b) indicate nature of relationship or control between the respondent and the company or person identified in column (a) as follows:
- (a) If respondent directly controls affiliate, insert the word "direct"
- (b) If respondent controls through another company, insert the word "indirect"
- (c) If respondent is under common control with affiliate, insert the word "common"
- (d) If respondent is controlled directly or indirectly by the company listed in column (a), insert word "controlled"
- (e) If control is exercised by other means such as a management contract or other arrangement of whatever kind, insert the word "other" and footnote to describe such arrangements.
- 4. In column (c) fully describe the transactions involved such as management fees, lease of building, purchase of material, etc. When the affiliate listed in column (a) provides more than one type of service in column (c), list each type of service separately and show total for the affiliate. When services are both provided and received between the respondent and an affiliate they should be listed separately and the amounts shown separately in column (e).
- 5. In column (d) report the dollar amounts of transaction shown and the effect of any change in the method of establishing the terms from that used in the preceding period.
- 6. In column (e) report the dollar amounts due from or to related parties and, if not otherwise apparent, the terms and manner of settlement. Insert (P) paid and (R) received by the amount in column (e).

2.4 25

Line No	Name of company or related party with percent of gross income (a)	%	Nature of relationship	Description of transaction (c)	Dollar amounts of transactions (in thousands) (d)	Amount due from or to related parties (e)	Line No
1	MID-SOUTH MICROWAVE, INC.		Direct	Rent	873		1
2				Maintenance	1,163		2
3				Real Estate Taxes	56		3
4							4
5							5
6	SOUTHERN DEVELOPMENT COMPANY		Direct	Rental of Buildings	952	86	6
7							7
8							8
9	RICE-CARDEN CORPORATION		Direct	Rental - Various	1,944		9
10				Maintenance on Leases	1,524	426	10
11				Joint Agency Rental	313		11
12				Maintenance on Locomotive Radios	408		12
13							13
14							14
15							15
16							16
17							17
18							18
19							19
20							20
21							21
142212	结块是3000000000000000000000000000000000000				CONTRACTOR	THE RESERVE THE PERSON NAMED IN COLUMN 1	-

512 - TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILLIATED WITH RESPONDENT FOR SERVICES RECEIVED OR PROVIDED

	100
1	0
1	2
í	
ı	-
ł	4
ł	Ø
ł	ø
ı	Resed

Line No	Name of company or related party with percent of gross income (a)	%	Nature of relationship	Description of transaction (c)	Dollar amounts of transactions (in thousands) (d)	Amount due from or to related parties (e)	Line
1	SUPERIOR TIE & TIMBER COMPANY		Direct	Cross & Switch Ties	4,758		1
2							2
3				BILLINGS			3
4				Locomotive Lease	11		4
5				Ties & Lumber Sold	23		5
6				Pipeline Crossing	1		6
7				Insurance	111		7
8			<u> </u>				8
9							9
10	TOLMAK, INC.		Direct	Track Rental & Maintenance	385		10
11							11
12				BILLINGS			12
13				Building Repair	5		13
14				Track Repair, Mat'l & Construction	41		14
15				 			15
16		+		<u> </u>			16
17				-			17
18							18
19		 	 	-			19
20		+					20
21							21
23							22
24							23
25	/	+					24
25			L				25

Line No	Name of company or related party with percent of gross income (a)	%	Nature of relationship	Description of transaction (c)	Dollar amounts of transactions (in thousands) (d)	Amount due from or to related parties (e)	Line No
1	GATEWAY WESTERN RAILWAY		Common	Lift & TOFC Charges	613		1
2				Inventory Material	1,002		2
3				Payroll	682		3
4				Computer Usage	305		4
5				Health Insurance	44		5
6				Locomotive Repairs	254		6
7				Car Lease	158		7
8							8
9							9
10	SOUTHERN CAPITAL CORPORATION		Common	Lease of Locomotives	13,205		10
11				Lease of Freight Cars	13,842		11
12							12
13							13
14							14
15							15
16							16
17							17
18							18
19							19
20							20
21							21
22							22
23							23
24						是表现的图	24
25							25

Line No	Name of company or related party with percent of gross income (a)	%	Nature of relationship	Description of transaction (c)	Dollar amounts of transactions (in thousands) (d)	Amount due from or to related parties (e)	Line No
1	KANSAS CITY SOUTHERN LINES, INC.		Controlled	Payroll	704		1
2				Plane Expense	17		2
3				Management Separation	81		3
4				DST & M&D Support Charges	115		4
5				Price Waterhouse	75		5
6				Outside Legal	75		6
7				Miscellaneous	3		7
8							8
9				BILLINGS			9
10				Auto Expense	1		10
11				Houston Project	334		11
12				Health & Vision Insurance	187		12
13				Airfare	120		13
14				Panama	1,386		14
15				Business Car	11		15
16				Plane Expense	588		16
17				Employee Expenses	6		17
18				Payroil	2		18
19				Telephone & Cellular	2		19
20				Insurance	7		20
21				Miscellaneous	5		21
22							22
23							23
24					A DESCRIPTION OF THE PARTY OF T		24
25							25

Line No	Name of company or related party with percent of gross income (a)	%	Nature of relationship	Description of transaction (c)	Dollar amounts of transactions (in thousands) (d)	Amount due from or to related parties (e)	Line
1	KANSAS CITY SOUTHERN INDUSTRIES, INC.		Controlled	Insurance Premiums	689		+,
2				Employee Stock Option Plan	4,599		2
3				Employee Expenses	8		3
4				DST & M&D Support Charges	567		+ -
5				Office Supplies	6		5
6				PAC	2		6
7				Miscellaneous	3		7
8							8
9				BILLINGS			9
10				Plane Expense	74		-
11				Postage	3		10
12				Health & Vision Insurance	130		11
13				Auto Expense	9		12
14				Stock Options	1,809		13
15				Credit Card Expense	3		14
16				A. Tre	2		15
17				Mark Park Charles September 2010 1980			16
18					 		17
19							18
20					 		19
21					 		.20
22					 		21
23							2.2
24							23
25							24 25

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 700

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

- (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. 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 materail 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.

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 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 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.

	г		SCHEDULE 7	ARTICLE STREET, STREET			OF TEAR			Т
Line No	Class	Proportion owned or leased by Respondent (b)	Miles of road	Miles of second main track (d)	Miles of all other main tracks (e)	Miles of pass- ing tracks, cross-overs, and turnouts (f)	Miles of way switching tracks (g)	Miles of yard switching tracks (h)	TOTAL	Lin No
1	1	100 %	2,541	8	0	290	250	459	3,548	1
2										2
3	1J	50 %	0	4	0	1	3	77	85	3
5	13	33 %	0	0	0	0	1	1	2	5
6							Make Cale and 124			6
7	3A	100 %	0	0	0	0	20	20	40	7 8
8	3B	100 %	3	0	0	0	4	0	7	9
10										10
11	5	100 %	212	10	2	6	16	7	253	11
12 13		****								12
14										14
15										15
16 17			-							16
18										18
19										19
20 21										20 21
22										22
23										23
24 25										24 25
26			+							26
27										27
28										28 29
29 30	-									30
31										31
32										32 33
33 34										34
35										35
36										36 37
37										38
38 39										39
40										40
41 42										41
43										43
44										44
45 46			-							45 46
47										47
48										48
49 50										49 50
51										51
52										52
53 54			-						\longrightarrow	53 54
55										55
56										56
57	//	TOTAL	2,756	22	2	297	294	564	3,935	57
58	M	illes of electrified road track included in ecceding grand total	N/A							58

SCHEDULE 702 - MILES OF ROAD AT CLOSE OF YEAR - BY STATES AND TERRITORIES (SINGLE TRACK)

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), (d), or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned, not operated, should be shown in column (h), as may be appropriate. Mileage which has been permanently abandoned should not be included in column (h).

Mileage should be reported to the nearest WHOLE mile adjusted to accord with footings; i.e. counting che-half mile and over as a whole mile and disregarding and fraction less than one-half mile.

					MILES	OF ROAD OPER	ATED BY RESPON	IDENT			
Line No	Cross Check	State or territory	Line owned	Line of proprie- tary companies	Line operated under lease	Line operated under contract, etc.	Line operated under trackage rights	Total mileage operated	Line owned not operated by respondent	New line constructed during year	Line No 1 2 3 4 5 6
		(a)	(b)	(c)	(d)	(e)	(1)	(g)	(h)	(i)	
1		Missouri	187					187			1
2											2
3		Kansas	18					18			3
4											4
5		Arkansas	213				4	217			5
6											6
7		Oklahoma	156				1	157			7
8											8
9		Louisiana	851		***************************************		65	916			9
10											10
11		Texas	334				47	381			11
12											12
13		Tennessee	5				16	21			13
14											14
15		Mississippi	698				38	736			15
16			70								16
17		Alabama	79				44	123			17
18							,				18
19 20											19
21								***************************************			20
22											22
23											23
24											24
25								***************************************			25
26										******	26
27											27
28		The same production and the same section and the sa									28
29				祖是是提供是世							29
30								Walter State			30
31											31
32		TOTAL MILEAGE (single track)	2,541				215	2,756			32

NOTES AND REMARKS

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 710

- 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 (I). 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 solel, 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 operation at terminals.
- 5. A "self-Propelled car" is a rail motor car propelled by electric motors receiving power from a 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 or whether power may at times be supplied from an 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 a 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.

9. Cross-checks

Schadule 710	Schedule 710
Line 5, column (j)	= Line 11, column (i)
Line 6, column (j)	= Line 12, column (I)
Line 7, column (j)	= Line 13, column (I)
Line 8, column (j)	= Line 14, column (I)
Line 9, column (j)	= Line 15, column (I)
Line 10, column (i) = Line 16, column (i)

When data appear in column (j) lines 1 thru 8, column (k) should have data on same lines. When data appear in columns (k) or (l) lines 36 thru 53, and 55, column (m) should have data on same lines.

SCHEDULE 710 - INVENTORY OF EQUIPMENT UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

					Changes D	uring the Year			Units at Close of Year						
					Units	installed									
Line No	Cross Check	Type or design of units (a)	Type or design of units (a) Locomotive Units	Units in service of respondent at beginning of year (b)	Mew units purchased or built (c)	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts (6)	All other units including re- classification and second hand units purchased or leased from others (f)	Units retired from service of respondent whether owned or leased, including reclassification (9)	Owned and used (n)	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 (I)	Line No
	 	Locomotive Units										(H.P.)		T	
1		Diesel-freight units	366		50		21	2	11/2	323	435	1,349,650		1	
2		Diesel-passenger units												2	
3		Diesel-multiple purpose units												3	
4		Diesel-switching units	52							52	52	75,900		4	
5		TOTAL (lines 1 to 4) units	418		50		21	2	112	375	487	1,425,550		5	
6		Electric-locomotives												6	
7	•	Other self-powered units)										7	
8		TOTAL (lines 5,6, and 7)	418		50		21	2	112	375	487	1,425,550		8	
9	•	Auxiliary units	8				8	8	8		8	N/A		9	
10	•	TOTAL LOCOMOTIVE UNITS (lines 8 and 9)	426		50		29	10	120	375	495	N/A		10	

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

7.0				Between	Between	Between	Between			During cale	ender year			
Line No	Cross Check		Before Jan.1, 1975 (b)	Jan.1, 1975 and Dec. 31, 1979 (c)	Jan.1, 1980 and Dec. 31, 1984 (d)	Jan.1, 1985 and Dec. 31, 1989 (e)	Jan.1, 1990 and Dec. 31, 1994 (f)	1995 (g)	1996 (h)	1997 (i)	1998 (i)	1999 (k)	Total (I)	Line No
11		Diesel	313	58	19	11	36					50	487	11
12	•	Electric												12
13		Other self-powered units												13
14		TOTAL (lines 11 to 13)	313	58	19	11	36	\times				50	487	14
15	•	Auxiliary units	8										8	15
16	:	TOTAL LOCOMOTIVE UNITS (lines 14 and 15)	321	58	19	11	36				•	50	495	16

ailroad Annual Report

SCHEDULE 710 - INVENTORY OF EQUIPMENT - CONTINUED UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS

					Changes [During the Year				Ur	its at Close of	rear r		T
					Units	installed	Parket Albert							1
Line No	Cross C∂eck	Type or design of units (a)	Units in service of respondent at beginning of year (b)	New units purchased or built (c)	New units leased from others (d)	Rebuilt units acquired and rebuilt units rewritten into property accounts (e)	All other units including re- classification and second hand units purchased or leased from others (f)	Units retired from service of respondent "whether owned or leased, in- cluding re- classification (q)	Owned and used (h)	Leased from others (i)	Total in service of respondent (col. (h)&(i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others	Line No
17		PASSENGER-TRAIN CARS Non-Self-Propelled	-								<i>"</i>		W	
1/		Coaches {PA, PB, PBO} Combined cars												17
18		[All class C, except CSB]												4.0
19		Parlor cars [PBC, PC, PL, PO]												18 19
2.0		Sleeping cars [PS, PT, PAS, PDS]												20
21		Dining, grill and tavern cars [All class D, PD]										N/A		21
22		Non-passenger-carrying cars [All class B, CSB, M, PSA, IA]										N/A		22
23		TOTAL (lines 17 to 22)												23
24	5.	Self-Propelled Electric passenger cars [EP, ET]												
25		Electric combined cars [EC]												24
26		Internal combustion rail motorcars [ED, EG]												25 26
27		Other self-propelled cars (Specify types)												27
28		TOTAL (lines 24 to 27)												28
29		TOTAL (lines 23 to 28)												
30		COMPANY SERVICE CARS Business cars [PV]	3				2		5		5	N/A		29
31		Board outfit cars [M\VX]	5				7		12		12	N/A N/A		30
32		Derrick and snow removal cars [MWU, MWV, MWW, MWK]	7						7		7	N/A		31
33		Dump and ballast cars (MWB, MWD)	1				11		12		12	N/A		33
34		Other maintenance and service equipment cars	135					17	118		118	N/A		34
35		TOTAL (lines 30 to 34)	151			1	20	17	154		154	N/A		35

55

SCHEDULE 710 - INVENTORY OF EQUIPMENT - CONTINUED

Instruction 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, INCLU	DED IN INVE	SIMENIAC	COUNT, AN	D LEASED F	ROM OTHERS		
			Units in servi	ce of respon-		Chan	ges during the year		
			dent at begin	ning of year			Units installed		1
Line No	Cross Check	Class of equipment and car designations (a)	Time-mileage cars	All others	New units purchased or built (d)	New or rebuilt units leased from others (e)	Rebuilt units acquired and rebuilt units rewritten into property accounts (f)	All other units, including reclassification and second hand units purchased or leased from others (g)	Line No
		FREIGHT TRAIN CARS							
36		Plain box cars - 40' (B1, B2)	10					1	36
37		Plain box cars - 50' and longer (B3_0-7, B4_0-7, B5, B6, B7, B8)	1,693	1					37
38		Equipped box cars (All Code A, Except A_5_)	6,952						38
39		Plain gondola cars (All Codes G & J _ 1, J _ 2, J _ 3, J _ 4)	628						39
40		Equipped gondola cars (All Code E)	251						40
41	7	Covered hopper cars (C1, C2, C3, C4)	2,229						41
42		Open top hopper cars-general service (All code H)	396					30	42
43		Open top hopper cars-special service (J0, and All Codes K)	1,150					66	43
44		Refrigerator carsmechanical (R_5_, R_6_, R_7_, R_8_, R_9_)							44
45		Refrigerator carsnon mechanical (R_0_, R_1_, R_2_)	2						45
46		Flat carsTOFC/COFC (All Code P, Q and S, Except Q8)	695						46
47		Flat carsmulti-level (/:il Code V)	<i>(</i>			201			47
48		Flat carsgeneral service (F10_, F20_, F30_)	35						48
49		Flat cars-other (F_1_, F_2_, F_3_, F_4_, F_5_, F_6_, F_8_, F40_)	900					14	49
50		Tank cars22,000 gallons (T0, T1, T2, T3, T4, T5)	53						50
51		Tank cars22,000 gallons and over (T6, T7, T8, T9)	39						51
52		All other freight cars (A_5_, F_7_, All Code I and Q8)	658						52
53	•	TOTAL (lines to 52)	15,691			201		111	53
		Caboose (All Code M-930)	N/A	12	NEEDE VERSE VERSE			4	54

15,691

TOTAL (lines 53, 54)

12

201

115 55

SCHEDULE 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 agreement, 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.

		Changes during year			Units a	at close of year			
		(concluded)			Total in service (col. (i)				
Line No	Cross Check	Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Time-mileage cars	Ail other	Aggregate capacity of units reported in col. (k) & (l) (see ins. 4)	Leased to others	Line No
		(h)	(i)	(j)	(k)	(1)	(m)	(n)	
36			11		11		602		36
37		20	1,095	578	1,673		153,717		37
38		338	903	5,711	6,614		648,909		38
39		30	28	570	598		63,445		39
40			38	213	251		25,100		40
41		187	654	1,388	2,042		204,850		41
42		11	362	53	415		36,207		42
43		2	341	873	1,214		104,053		43
44									44
45			2		2		110		45
46		41	2	652	654		49,542		46
47				201	201		10,653		47
48			35		35		1,844		48
49		-	558	356	914		100,199		49
50		2	18	33	51		3,927		50
51		2	37		37		3,157		51
52		33	80	545	625		46,875		52
53		666	4,164	11,173	15,337		1,453,190		53
54 55		670	12 4,176	11,173	N/A 15,337	12	N/A 1,453,190		54 55

SCHEDULE 710 - INVENTORY OF EQUIPMENT - Continued

			Units in servi	ce of respon-		Chai	nges during the year		
			dent at begin	ning of year			Units installed		1
Line No	Cross Check	Class of equipment and car designations (a)	Per diem (b)	All others	New units purchased or built (d)	New units leased from others (e)	Rebuilt units acquired and rebuilt units rewritten into property accounts (f)	All other units, including reclassification and second hand units purchased or leased from others	Line No
56		FLOATING EQUIPMENT Self-propelled vessels [Tugboats, car ferries, etc.]	N/A						56
57		Non-self-propelled vessels {Car floats, lighters, etc.}	N/A						57
58		TOTAL (lines 56 and 57)	N/A						58
59		HIGHWAY REVENUE EQUIPMENT Chassis Z1, Z67_, Z68_, Z69_	129						59
60		Dry van U, Z, Z6_, 1-6	1,820						60
61		Flat bed U3, Z3	6						61
62		Open bed U4, Z4							62
63		Mechanical refrigerator U5, Z5							63
64		Bulk hopper U0, Z0							64
65		Insulated U7, Z7							65
66		Tank ¹ Z0, U6							66
67		Other trailer and container (Special Equipped Dry Van U9, Z8, Z9)							67
68		Tractor							68
69		Truck							69
70		TOTAL (lines 59 to 69)	1,955						70

NOTES AND REMARKS

¹ Must have fitting code "CN" to qualify for tank otherwise it is a bulk hopper.

			SCHEDULE 71						
			OWNED, INCLUE	DED IN INVESTI		Market Street, Square, Street,	D FROM OTHERS		
		Changes during year (concluded)			THE RESERVE AND PERSONS ASSESSMENT OF THE PE	at close of year		T	1
	1	(concluded)	+		Total in service				
		Units retired from service of respondent			(col. (i)		Aggregate capacity		
No No	Cross Check	whether owned or leased, including reclassification (h)	Owned and used (i)	Leased from others	Per diem (k)	All other	of units reported in col. (k) & (i) (see ins. 4) (m)	Leased to others (n)	Line No
56					N/A				56
57					N/A				
	\dashv	- SV							57
58	_				N/A				58
59		2		127	127				59
60		590		1,230	1,230				60
61				6	6				61
62									62
63									63
64									64
65									65
66									66
67									67
68									68
69									69
70		592		1,363	1,363				70

NOTES AND REMARKS

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

(Dollars in Thousands)

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 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) including units acquired through capitalized leases (L).

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 aluminum-covered hopper car (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 and 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 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.

NEW UNITS

Line No	Class of equipment	Number of units	Total weight (tons)	Total cost	Method of acquisition (see instruction)	Line
	(a)	(b)	(c)	(d)	(e)	"
1						1
2						2
3						3
4						4
5						5
6						6
7						7
8		A-1-			4	8
9						9
10						10
11	and the state of t					11
12						12
13						13
14		-				14
15						15
16						16
17						17
18						18
19						19
20						20
21						21
22						22
23						23
24						24
25	TOTAL	0	N/A	0	N/A	25
26 T		REBUILT UNI	rs			26
26 27						27
28						28
29						29
30						30
31						31
32						32
33						33
34						34
35						35
36						36
37			X 10 X			37
38	TOTAL	0	N/A	0	N/A	38
39	GRAND TOTAL	0	N/A	0	N/A	39

GENERAL INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULES 720, 721, 723, AND 726

- For purposes of these schedules, the track categories are defined as follows: Track category 1
 - A Freight density of 20 million or more gross ton-miles per track mile per year (include passing tracks, turnouts and crossovers),
 - B Freight density of less than 20 million gross ton-miles per track mile per year, but at least 5 million (include passing tracks, turnouts and crossovers).
 - C Freight density of less than 5 million gross tori-miles per track mile per year, but at least 1 million (include passing tracks, turnouts and crossovers).
 - D Freight density of less than 1 million gross ton-miles per track mile per year (include passing tracks, turnouts and crossovers).
 - E Way and yard switching tracks (include passing tracks, turnouts and crossovers shall be included in category A, B, C, D, F, and Potential abandonments, as appropriate).
 - F. Track over which any passenger service is provided (other than potential abandonments). Mileage should be included within track categories A through E unless there is dedicated entirely to passenger service F.

Potential abandonments - Route segments identified by railroads as potentially subject to abandonment as required by Section (0904 of the Interstate Commerce Act.

- 2. This schedule should include all class 1, 2, 3, or 4 track from schedule 700 that is maintained by the respondent (class 5 is assumed to be maintained by others).
- 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 2nd year.
- 4. Traffic density related to passenger service shall not be included in the determination of the track category of a line segment.

SCHEDULE 720 - TRACK AND TRAFFIC CONDITIONS

1. Disclose the requested information pertaining to track and traffic conditions.

No.	Track category (a)	Mileage of tracks at end of period (whole numbers) (b)	Average annual traffic density in millions of gross ton-miles per track-mile * (use two decimal places) (c)	Average running speed limit (use two decimal places) (d)	Track miles under slow orders at end of period (e)	Line No.
1	Α	788	27.90	47.29	144.80	1
2	В	1,072	18.72	47.50	434.10	2
3	С	793	2.55	24.03	112.50	3
4	D	191	0.63	20.78	77.00	4
5	E	838	xxxxxxxx	xxxxxxx		5
6	TOTAL	3,682	15.54	39.10	768.40	6
7	F	建 各级发展的	xxxxxxx	xxxxxxx		7
8	Potential abandonments					8

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

SCHEDULE 721 - TIES LAID IN REPLACEMENT

1. Furnish the requested information concerning ties laid in replacement.

2. In column (j), report the total board feet of switch and bridge ties 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. "Percent of spot maintenance" refers to the percentage of total ties or board feet laid in replacement considered to be spot maintenance.

In No. 9, the average cost per tie should include 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 treating 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.

					rossties laid in re	placement					Crossties switch and	
Line	Treaty automas		New	-			Second-hand ties			Switch and	bridge ties	
No		Wood	-	Concrete	Other	Wor	oden	Other	Total	bridge ties	Percent of spot	Line
	(a)	Treated (Untreated (c)	(d)	(e)	Treated (f)	Untreated (g)	(h)	(i)	(board feet) (j)	maintenance (k)	No
1	A	59,998							59,998	50,682	5%	1
2	В	178,212							178,212	237,235	5%	2
3	С										5%	
4	D	1,299							1,299	11,162	5%	
5	E	5,304							5,304	23,903	5%	
6	TOTAL	244,813						***************************************	244,813	322,982	5%	6
7	F								244,010	322,302	576	-
8	Potential abandonments											7
9	Average cost per crosstie	\$33.45	and switcht	ie (MBM)	\$860.00							8

SCHEDULE 722 - TIES LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

(Dollars in Thousands)

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) show 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 yard. In the case of treated ties, also show 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.

			CROSSTIES		SW	TTCH AND BRIDGE	TIES		$\neg \neg$
Line No	Class of ties (a)	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)	Remarks (h)	Line
1	T	25,577	\$ 33.42	\$ 855	21,270	\$ 800.00	\$ 17		1
2									2
3									3
4									4
1									5
6									6
7									17
8									8
9									9
10									10
11									11
12									12
13									13
14									14
15									15
16									16
17									17
18									18
19									19
20	TOTAL	25,577	33.42	855	21,270	800.00	17		20
21 N	umber of miles of ne	w running tracks, pas	ssing tracks, cross-ov	ers, etc. in which ties	were laid		7.87		21
22 N	umber of miles of ne	w yard, station, team	, industry, and other s	switching tracks in whi	ch ties were laid		0.70		22

SCHEDULE 723 - RAILS LAID IN REPLACEMENT

1. Furnish the requested information concerning rails laid in replacement.

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. "Percent of spot maintenance" refers to the percentage of total rails laid in replacement considered to be spot maintenance.
 In No. 9, the average cost of new and relay rail 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 rails should not be included in this

			Miles of rail laid in repla	cement (rail-miles)		Tot	al [T
Line		New ra		Relay i	rail	Welded	Bolted	Percent of	Line
No	Track category (a)	Welded rail (b)	Bolted rail (c)	Welded rail (d)	Bolted rail (e)	rail (f)	rail (g)	spot maintenance (h)	No
1	A	22.59	0.06	24.09	0.34	46.68	0.40	10%	1
2	В	7.97	0.26	10.97	5.16	18.94	5.42	5%	2
3	С	0.00	0.00	0.00	0.00	0.00	0.00	0%	3
4	D	0.04	0.07	0.16	0.20	0.20	0.27	0%	4
5	E	1.02	0.04	1.61	0.6/1	2.63	0.64	1%	5
6	TOTAL	31.62	0.43	36.83	6.30	68.45	6.73	16%	6
7	F				经验证证据				7
8	Potential Abandonments								8
9	Average cost of new and relay	rail laid in replacement per	gross ton	New \$	572.64	Relay	\$ 227.03	Market Con	9

SCHEDULE 724 - RAILS LAID IN ADDITIONAL TRACKS AND IN NEW LINES AND EXTENSIONS

(Dollars in Thousands)

- 1. 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 should be counted as one.
- 3. 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 rail should not be included in this schedule.

		R		N RUNNING TRACKS, PA KS, CROSS-OVERS, ETC		RAIL		ARD, STATION, TEAM, II ER SWITCHING TRACKS		
		Weig	ht of rail			Weig	ht of rail	Total cost of rail ap-	T	1
Line No	Class of rail	Pounds per yard of rail	Number of tons (2,000 lb)	Total cost of rail ap- plied in running tracks, passing tracks, cross- overs, etc., during year	Average cost per ton (2,000 lb)	Pounds per yard of rail	Number of tons (2,000 lb)	plied in yard, station, team, industry, and other switching tracks during year	Average cost per ton (2,000 lb)	Lin
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	4
1	4	112	3.17	\$ 1	\$ 402.33					1
2	4	115	4.81	1 100	208.11			NONE		2
3	4	127	358.14	123	343.87					3
4	4	130	345.52	93	270.59					4
5	4	136	15.10	2	151.00					5
6	4	137	24.34	7	307.31					6
7	2	137	980.98	573	582.61					7
8										8
9										9
10										10
11										11
12										12
13										13
14										14
15										15
16		.,								16
17										17
18										18
19										19
20										20
21					建设是					21
22								RESPECTATION OF THE PARTY OF TH		22
23						Amb !				23
24				4 / /						24
25										25
26										26
27					aller schoolstern					27
28										28
29										29
30										30
31									era filma Rossan	31
32		40								32
	TOTAL	N/A	1,732.06	\$ 800	\$ 462.67	N/A		s -	\$ -	33
				passing tracks, cross-over		s were laid	-		7.40	34
35	Number of	miles of new	yard, station, te	am, industry, and other sw	vitching tracks in wh	nich rails were	laid	() () () () () () () () () ()		35
36	Social Property of Spagements and		ORDINATION DE LA CONTRACTION DEL CONTRACTION DE LA CONTRACTION DE	system this year	25.81		total to date	2,067.20		36

SCHEDULE 725 - WEIGHT OF RAIL

Give the particulars called for below 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 com- panies (miles of main track) (b)	Switching and ter- minal companies (miles of all tracks) (c)	Remarks (d)	Line
	Pounds				
1	152	1.06		Gauge of Track - 4 Feet 8 1/2 Inches	1
2	136	817.78			2
3	133	5.37		in the state of th	3
4	132	63.50			4
5	131	0.85		и (_/	5
6	130	1.62		"	6
7	127	13.32			7
8	119	17.85		Maria de la companya	8
9	115	646.83			9
10	112	213.69		managara da	10
11	110	32.74		"	. 11
12	105	4.04			12
13	100	64.54			13
14	90	545.27			14
15	85	111.26		19	15
16	80	13.24		"	16
17	75	0.55		n .	17
18	60	0.11		"	18
19					19
20					20
21					21
22					22
23					23
24					24
25					25
26					26
27					27
28					28
29					29
30					30
31					31
32					32
33					33
34					34
35		通过的			35
36					36
37					37
38	A STATE OF THE STA				38
39		医线线性性线性			39
40					40
41					41
42		December 1			42
43					43
44	Total Control				44
45					45
46					46
47					47
48	TOTAL	2,553.62			48

SCHEDULE 726 - SUMMARY OF TRACK REPLACEMENTS

- 1. Furnish the requested information concerning the summary of track replacements.
- 2. In columns (d), (e), (g), and (j) give the percentage of replacements to units of property in each track category at year end.

			TIE	S		R	ail	Ballast	Track s	urfacing	T	
		Number of to	ies replaced	Percent	replaced						1	
No.	Track category	Crossties	Switch and bridge ties (board feet)	Crossties	Switch and bridge ties (board feet)	Miles of rail replaced Percentage replaced (rail-miles)		(rail-miles)	ed Cubic yards of ballast placed	Miles surfaced	Percent surfaced	Lin No
	(a)	(b)	(c)	(d)	(e)	(1)	(9)	(h)	(1)	0)		
1	A	59 998	50,682	2.30	2.25	47.08	1.55	78,644	181.0	22.97	1	
2	В	178,212	237,235	5.11	6.50	24.36	0.76	162,622	246.0	22.95	1 2	
3	С	0	0	0.00	0.00	0.00	0.00	73,192	182.0	22.95	3	
4	D	1,299	11,162	0.21	1.16	0.47	0.11	11,970	44.0	23.04	-	
5	E	5,304	23,903	0.19	0.30	3.27	0.13	9,319	193.0	23.03	LANGE STREET, SHORTER	
6	TOTAL	244,813	322,982	2.05	2.18	75.18	0.59	335,747	846.0	22.98		
7	F			AND 1888				333,147	040.0	22.50	7	
8	Potential Abandonments										8	

SCHEDULE 750 - CONSUMPTION OF DIESEL FUEL (Dollars in Thousands) LOCOMOTIVES Diesel Kind of locomotive service Line Line No. Diesel oil (gallons) No. (a) (b) Freight 59,413,728 2 Passenger 3 Yard switching 4,578,655 3 TOTAL 63,992,383 Cost of fuel \$(000) 32,988 Work Train

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 755

Unit Train, Way Train, and through Train data under items 2,3,4, 6, and 12 shall be obtained from conductor's wheel reports (freight) or similar records. Unit train service is a specialized scheduled shuttle type service in equipment (Railroad or privately owned) dedicated to such service, moving between origin and destination. The applicable tariffs and/or contracts generally require that a specific minimum tonnage or quantity of carloads be tendered as a unit for shipment on one bill of lading or other shipping document in a solid train for movement between origin and destination. Such tariffs and/or contracts generally contain restricted detention provisions and are subject to time-volume requirements which reflect the approximate capacity of the unit trains for the stated period. 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 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 11 only. Statistics related to company equipment, company employees and company freight moving in transportation trains are not to be reported in item 11, but are to be reported in Items 4-17, 6-04, 7-02, and 8-04 and 8-05 as instructed in notes, I, K, and L.

- (A) Report miles of road operated at close of year, excluding industrial tracks, yard tracks, and sidings.
- (B) A train-mile is the movement of a train a distance of 1 mile. In computing train-miles, fractions representing less than one-half mile shall be disregarded and other fractions considered as 1 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 motorcar is a self-propelled unit of equipment designed to carry freight or passenger traffic, and is not considered a locomotive.
- (D) A locomotive is self-propelled unit of equipment designed solely for moving other equipment. A locomotive unit-mile is a movement of a locomotive unit a distance of 1 mile under its own power. Include miles made by all locomotive units. Exclude miles made by motorcars. Miles of locomotives in helper service shall be computed on the basis of actual distance run in such service.
- (E) All locomotives 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.
- (F) Train switching locomotive-miles shall be computed at the rate of 6 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.
- (G) Yard switching locomotive-miles shall be computed at the rate of 6 miles per hour for the time actually engaged in yard switching service. Include miles allowed to yard locomotives for ewitching service in yards where regular switching service is maintained and in terminal switching and transfer service.
- (H) Use car designations shown in Schedule 710. Under Railroad Owned and Leased cars, Items 4-01 and 4-11, report both foreign cars and respondents' own cars while on the line of the respondent railroad. In Items 4-13 and 4-15 report the private-line categories, miles for private-line cars (whether or not under railroad control) and shipper-owned cars. A car-mile is a movement of a unit of car equipmen, a distance of 1 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 5-03. Report mail, express baggage cars and combination cars other than 5-02 combination cars, in Item 5-05.
- (I) Exclude from Item 4-01, 4-11, 4-13, and 4-15 car-miles of work equipment, cars carrying company freight and no-payment cars moving in transportation trains. Include such car-miles in Item 4-17, 4-18, and 4-19. 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 miles basis. 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; and miles run by other passenger-train cars where where services are combined such as baggage, express and mail.
- (K) From conductors' or dispatchers' train reports or other appropriate source, compute weight in tons, 2,000 pounds. Item 6-01 includes weight of all iocomotive units moved 1 mile in transportation trains. Ton miles of motorcars should be excluded, Items 6-02 and 6-03 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 ibs. as the average weight per passenger, and 4 tons as the average weight of contents of each head-end car.
- (L) From conductors' train reports or other appropriate source, compute ton-miles of freight. 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 I.C.I. 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 the time of leaving the initial terminals and the time at the final terminals, including trains switching at way stations and delays on road as shown by conductors' or dispatchers' train reports. Include time of motor-car 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 purforming switching service at terminals and way stations where no regular yard service is maintained. A train hour is independent of the number of locomotives in the train.

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 755 - CONCLUDED

- (N) Yard switching hours are hours expended in switching service performed by yard crews in yards where regular switching service is maintained, including 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 inside 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 properly 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 in 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 (1) in a way train from the origination points, (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 movements 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 respondents 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 a loaded car.
- (Q) Report vehicle (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 the number of loaded revenue trailers/containers picked up, plus revenue trailers/containers delevered in TOFC/COFC and in highway interchange service, when the work is performed at the railroads' expense. (Performed at railroads's expense means that railroad employees perform the service or that the railroad hires a subsidiary or outside contractor to perform the service). Do not include those trailer/containers which are picked up or delivered by shipper or motor carrier etc. when a tariff provision requires the shipper-motor carrier etc. and not the railroad perform that service. Note: The count should reflect the trailer/containers for which expenses is reported in Schedule 417 Line 2 Column (b).
 - (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 railroad cars on line at the end of the year (except surplus cars, see below). Foreign railroad cars refers to freight cars owned by other railroads whose interline rental is settled on time (by hour) and actual line-haul mileage charges under the Code of Car Hire Rules.

Carriers will be governed by local conditions in determining whether a car at an interchange point, should be considered "on line". Unserviceable cars include cars on repair tracks undergoing or awaiting repairs. They include cars on repair tracks repaired and awaiting switching, cars on repair tracks undergoing or awaiting repairs switching, cars awaiting movement to repair tracks held in train yard (Excluding cars which are to be repaired in train and without loss of time), car moving empty in trains en route to shop, and cars stored awaiting disposition.

Surplus cars are cars which are in serviceable condition for loading on the last day of the year, but have not been placed for loading within 48 hours. This count can be an annual average based on weekly count of cars that have not been placed for loading within 48 hours.

SCHEDULE 755 - RAILROAD OPERATING STATISTICS

Line No.	Cross Check	Item Description (a)	Freight train (b)	Passenger train (c)	Line No.
1		Miles of Road Operated (A)	2,756	· · · · · · · · · · · · · · · · · · ·	1
		2. Train Miles - Running (B)	xxxxxx	XXXXXX	
2		2-01 Unit Trains	1,217,045	XXXXXX	2
3		2-02 Way Trains	1,132,729	XXXXXX	3
4		2-03 Through Trains	4,956,596		4
5		2-04 TOTAL TRAIN MILES (lines 2-4)	7,306,370		5
6		2-05 Motorcars (C)			6
7		2-06 TOTAL, ALL TRAINS (lines 5,6)	7,306,370		7
		Locomotive Unit Miles (D)	XXXXXX	XXXXXX	
		Road Service (E)	xxxxxx	XXXXXX	
8		3-01 Unit Trains	3,812,326	XXXXXX	8
9		3-02 Way Trains	2,344,684	XXXXXX	9
10		3-03 Through Trains	13,031,795		10
11		3-04 TOTAL (lines 8-10)	19,188,805		11
12		3-11 Train Switching (F)		XXXXXX	12
13		3-21 Yard Switching (G)	1,697,590		13
14		3-31 TOTAL ALL SERVICES (lines 11,12,13)	20,886,395		14
		Freight Car-Miles (thousands) (H)	XXXXXX	XXXXXX	
		4-01 RR Owned and Leased Cars-Loaded	xxxxxx	XXXXXX	
15		4-010 Box-Plain 40-Foot		XXXXXX	15
16		4-011 Box-Plain 50-Foot and Longer	2,618	XXXXXX	16
17		4-012 Box-Equipped	43,436	XXXXXX	17
18		4-013 Gondol - Plain	326	XXXXXX	18
19		4-014 Gondol - Equi, ped	3,961	XXXXXX	19
20		4-015 Hopper-Covered	20,817	XXXXXX	20
21		4-016 Hopper-Open Top-General Service	1,806	XXXXXX	21
22		4-017 Hopper-Open Top-Special Service	3,043	XXXXXX	22
23		4-018 Refrigerator-Mechanical	209	XXXXXX	23
24		4-019 Refrigerator-Non-Mechanical	1,033	XXXXXX	24
25		4-020 Flat-TOFC/COFC	9,853	XXXXXX	25
26		4-021 Flat-Multi-Level	178	XXXXXX	26
27	Í	4-022 Flat-General Service	45	XXXXXX	27
28		4-023 Flat-All Other	4,657	XXXXXX	28
29		4-024 All Other Cer Types-Total	3,452	XXXXXX	29
30		4-025 TOTAL (lines 15-29)	95,434	XXXXXX	30

SCHEDULE 755 - RAILROAD OPERATING STATISTICS - Continued

No.	Cross Check	Item Description (a)	Freight train (b)	Passenger train (c)	Line No.
		4-11 RR Owned and Leased Cars-Empty	XXXXXX	XXXXXX	
31		4-110 Box-Plain 40-Foot		XXXXXX	31
32		4-111 Box-Plain 50-Foot and Longer	1,509	XXXXXX	32
33		4-112 Box-Equipped	31,233	XXXXXX	33
34		4-113 Gondola-Plain	340	XXXXXX	34
35		4-114 Gondola-Equipped	4,314	XXXXXX	35
36		4-115 Hopper-Covered	21,310	XXXXXX	36
37		4-116 Hopper-Open Top-General Service	1,785	XXXXXX	37
38		4-117 Hopper-Open Top-Special Service	3,743	XXXXXX	38
39		4-118 Refrigerator-Mechanical	194	XXXXXX	39
40		4-119 Refrigerator-Non-Mechanical	1,019	XXXXXX	40
41		4-120 Flat-TOFC/COFC	3,138	XXXXXX	41
42		4-121 Flat-Multi-Level	66	XXXXXX	42
43		4-122 Flat-General Service	33	XXXXXX	43
44		4-123 Flat-All Other	4,645	XXXXXX	44
45		4-124 All Other Car Types-Total	3,683	XXXXXX	45
46		4-125 TOTAL (lines 31-45)	77,012	XXXXXX	46
		4-13 Private Line Cars - Loaded (H)	xxxxxx	XXXXXX	
47		4-130 Box-Plain 40-Foot		XXXXXX	47
48		4-131 Box-Plain 50-Foot and Longer	1,221	XXXXXX	48
49		4-132 Box-Equipped	49	XXXXXX	49
50		4-133 Gondola-Plain	453	λ (XXXX	50
51		4-134 Gondola-Equipped	1,445	XXXXXX	51
52		4-135 Hopper-Covered	35,776	XXXXXX	52
53		4-136 Hopper-Open Top-General Service	279	XXXXXX	53
54		4-137 Hopper-Open Top-Special Service	247	XXXXXX	54
55		4-138 Refrigerator-Mechanical	4	XXXXXX	55
56		4-139 Refrigerator-Non-Mechanical	5	XXXXXX	56
57		4-140 Flat-TOFC/COFC	24,197	XXXXXX	57
58		4-141 Flat-Multi-Level	1,132	XXXXXX	58
59		4-142 Flat-General Service	13	XXXXXX	59
60		4-143 Flat-All Other	3,152	XXXXXX	60
61		4-144 Tank Under 22,000 Gallons	11,588	XXXXXX	61
62		4-145 Tank-22,000 Gallons and Over	21,487	XXXXXX	62
63		4-146 All Other Car Types	280	XXXXXX	63
64		4-147 TOTAL (lines 47-63)	101,328	XXXXXX	64

KANSAS CITY SOUTHERN RC-134500

SCHEDULE 755 - RAILROAD OPERATING STATISTICS - Continued

No.	Cross Check	Item Description (a)	Freight train (b)	Passenger train (c)	Line No.
		4-15 Private Line Cars-Empty (H)	xxxxxx	XXXXXX	\dashv
65		4-150 Box-Plain 40-Foot		XXXXXX	65
66		4-151 Box-Plain 50-Foot and Longer	259	XXXXXX	66
67		4-152 Box-Equipped	53	XXXXXX	67
68		4-153 Gondola-Plain	531	XXXXXX	68
69		4-154 Gondola-Equipped	1,806	XXXXXX	69
70		4-155 Hopper-Covered	37,797	XXXXXX	70
71		4-156 Hopper-Open Top-General Service	299	XXXXXX	71
72		4-157 Hopper-Open Top-Special Service	260	XXXXXX	72
73		4-158 Refrigerator-Mechanical	4	XXXXXX	73
74		4-159 Refrigerator-Non-Mechanical	9	XXXXXX	74
75		4-160 Flat-TOFC/COFC	6,169	XXXXXX	75
76		4-161 Flat-Multi-Level	462	XXXXXX	76
77		4-162 Flat-General Service	7	XXXXXX	77
78		4-163 Flat-Ail Other	2,182	XXXXXX	78
79		4-164 Tank Under 22,000 Gallons	12,079	XXXXXX	79
80		4-165 Tank-22,000 Gallons and Over	22,122	XXXXXX	80
81		4-166 All Other Car Types	373	XXXXXX	81
82		4-167 TOTAL (lines 65-81)	84,413	XXXXXX	82
83		4-17 Work Equipment and Company Freight Car-Miles	1,930	XXXXXX	83
84		4-18 No Payment Car-Miles (I)*	131,953	XXXXXX	84
		4-19 Total Car-Miles by Train Type (Note)	XXXXXX	XXXXXX	
85		4-191 Unit Trains	140,981	XXXXXX	85
86		4-192 Way Trains	38,986	XXXXXX	86
87		4-193 Through Trains	312,103	XXXXXX	87
88		4-194 TOTAL (lines 85-87)	492,070	XXXXXX	88
89		4-20 Caboose Miles	14	XXXXXX	89

* Total number of loaded miles _____ and empty miles _____ by roadrailer reported above.

Note: Line 88 total car miles is equal to the sum of Lines 30,46,64,82,83 and 84. Accordingly, the car miles reported on Lines 83 and 84 are to be allocated to Lines 85,86 and 87 and included in the total shown on Line 88.

SCHEDULE 755 - RAILROAD OPERATING STATISTICS - Continued

No.	Cross Check	Item Description (a)	Freight train (b)	Passenger train (c)	No.
		6. Gross Ton-Miles (thousands) (K)	XXXXXX	XXXXXX	
98		6-01 Road Locomotives	3,419,224		98
	• 1	6-02 Freight Trains, Crs., Cnts., and Caboose	XXXXX	XXXXXX	
99		6-020 Unit Trains	11,528,910	XXXXXX	99
100		6-021 Way Trains	2,813,691	XXXXXX	100
101		6-022 Through Trains	25,224,400	XXXXXX	10
102		6-03 Passenger-Trains, Crs., and Cnts.			10
103		6-04 Non-Revenue	172,457	XXXXXX	10:
104		6-05 TOTAL (lines 98-103)	43,158,682		104
		7. Tons of Freight (thousands)	XXXXXX	XXXXXX	
105		7-01 Revenue	65,113	XXXXXX	10
106		7-02 Non-Revenue	1,016	XXXXXX	100
107		7-03 TOTAL (lines 105,106)	66,129	XXXXXX	107
		8. Ton-Miles of Freight (thousands) (L)	XXXXXX	XXXXXX	
108		8-01 Revenue-Road Service	22,225,657	XXXXXX	108
109		8-02 Revenue-Lake Transfer Service		XXXXXX	109
110		8-03 TOTAL (lines 108,109)	22,225,657	XXXXXX	110
111		8-04 Non-Revenue-Road Service	124,464	XXXXXX	111
112		8-05 Non-Revenue-Lake Transfer Service		XXXXXX	112
113		8-06 TOTAL (lines 111,112)	124,464	XXXXXX	113
114		8-07 TOTAL-REVENUE AND NON-REVENUE (lines 110,113)	22,350,121	XXXXXX	114
		9. Train Hours (M)	XXXXXX	XXXXXX	
115		9-01 Road Service	431,803	XXXXXX	115
116		9-02 Train Switching		XXXXXX	116
117		10. TOTAL YARD-SWITCHING HOURS (N)	193,051	XXXXXX	117
		11. Train-Miles Work Trains (O)	xxxxxx	XXXXXX	
118		11-01 Locomotives	13,978	XXXXXX	118
119		11-02 Motorcars		XXXXXX	119
		12. Number of Loaded Freight Cars (P)	XXXXXX	XXXXXX	
120		12-01 Unit Trains	260,021	XXXXXX	120
121		12-02 Way Trains	456,104	XXXXXX	121
122		12-03 Through Trains	832,495	XXXXXX	122
123		13. TOFC/COFC-No. Rev Trirs & Critnrs Load & Unload(Q)	370,912	XXXXXX	123
124		14. Multi-Level Cars-No. Motor Vhics Load & Unioau(Q)		XXXXXX	124
125		15. TOFC/COFC-No. of Rev. Trirs Picked Up and Divrd(R)		XXXXXX	125
		16. Revenue Tons-Marine Terminal (S)	XXXXXX	XXXXXX	-
126		16-01 Marine Terminals-Coal		XXXXXX	126
127		16-02 Marine-Terminals-Ore		XXXXXX	127
128		16-03 Marine Terminals -Other		XXXXXX	128
129		16-04 TOTAL (lines 12)-128)		XXXXXX	129
_		17. Number of Foreign Per Diem Cars on Line (T)	XXXXXX	XXXXXX	+15
130		17-01 Serviceable	4,175	XXXXXX	130
131		17-02 Unserviceable	22	XXXXXX	131
132		17-03 Surplus	4,197	XXXXXX	132

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.

		(To be made	e by the officer having co	ATH	no of the respondent)
State of	MISSOURI	(10 be made	o by the officer flaving co	nuoi or une account	ny or the respondent)
County of	JACKSON				
	KENNETH L. S		makes oath and say	s that he is AS	SST VICE PRESIDENT - GENERAL ACCOUNTING
	(Insert here name of th				(Insert here the official title of the affiant)
Of .			THE KANSAS CITY S (Insert here the exact		
matters have this Commit	have been kept in goo we been prepared in acc ssion; that he believes	d faith during the pe cordance with the pe that all other statem	of accounts of the responderiod covered by this report rovisions of the Uniform ments of fact contained in	dent and to control to ort; that he knows to System of Account this report are true.	the manner in which such books are kept; that he knows that that the entries contained in this report relating to accounting s for Railroads and other accounting and reporting directives and that this is a correct and complete statement, accurately uring the period of time from and including
JANU	ARY 1	, 19 99	to and including	DECEM	BER 31 . 19 99
				9	Cenneth I Smith (Signature of affiant)
Subscribe	d and sworn to before i	ne, a	NOTARY PUBLIC	in an	d for the state and
county abov	re named, this	30 th	day of	March	, 20 <u></u>
My commi	ssion expires		9/28/	01	
U	se an		0	,	
	s.		1	(m ()
impres	sion seal	<	Darba	(signature of office	r authorized to administer oaths)
State of	MISSOURI	(B ₁	SUPPLEME y the president or other of	NTAL OATH hief officer of the re-	spondent)
County of _	JACKSON				
	LOUIS G. VAN H		makes oath and says	that he is	VICE PRESIDENT & COMPTROLLER (Insert here the official title of the affiant)
Of `	moore notes have or and		HE KANSAS CITY S	DITHERN PAIL	
Ŭ -			(Insert here the exact le		
hat he has correct and cand including	complete statement of the	oregoing report; tha ne business and aff	at he believes that all stat fairs of the above - name	ements of fact conta d respondent and th	ained in the said report are true, and that the said report is a le operations of its property during the period of time from
JANUA	RY 1	, 19 99	to and including	DECEMB	ER 31 , 19 99
			_	Jan	Our Hor (Signature of affiant)
Subscribed	and sworn to before m	e, a	NOTARY PUBLIC	in and	I for the state and
ourity above	named, this	30 th	day of	March	, 20 <u>00</u>
My commis	sion expires		9/28/01		
Us	e an		2		
L	.s.		1,	110	\circ $($
impres	sion seal	<	Darche	ray	la thouse
				(signature of officer	authorized to administer oaths)

MEMORANDA (FOR USE OF COMMISSION ONLY) CORRESPONDENCE

											-	nswer	
Office Ad	Idressed		te of Le		Subject		Answer needed	Da	ite of let	ter	File num- ber of		
Name	Title	Month	Day	Year		P	age			Month Da	Day	Year	letter or telegram
				-	+	+-	\vdash	4	<u> </u>				
					-	+		+	+				
						二							
					-	-			*				
					+	+	H	+	 	\vdash			
					\top	\dagger		_					
		-			+	-	-	+					
		$\dashv \dashv$			\dashv	+		+					
					1	1		\dashv	1				

CORRECTIONS

								Authority							
	Date correction		Page				Letter of gram of		Officer sending lette	Officer sending letter or telegram					
Month	Day	Year					Month	Day	Year	Name	Title	file number	tion		
			+-	-	-	\vdash	4								
\dashv			+					-			 				
- 1			+-	-		\vdash									
			+			\forall			\vdash						
			7 -									A STATE OF THE STA			

EXPLANATORY REMARKS

INDEX

	Page No.		Page No.
Accumulated depreciation		Leases	61
Road and equipment leased		Locomotive equipment	78
From others	38	Electric and other	78
Improvements to	38	Consumption of fuel diesel	91
To others	41	Locomotive unit miles	94
Owned and used	35	Mileage-Average of road operated	85
Accruals-Railway tax	63	Of main tracks	
Analysis of taxes	63	Of new tracks in which rails were laid	88
Application of funds-Source	21	Of new tracks in which ties were laid	87
Balance sheet Capital stock	5-9 20	Miscellaneous items in retained income accounts for the year	65 94
Car, locomotive, and floating equipment-Classification	78-83	Motorcar car miles Motor rail cars owned or leased	79
Changes in financial position	21-22	Net income	17
Company service equipment	79	Oath	98
Compensating balances and short-term borrowing		Operating expenses (see Expenses)	
arrangements	67	Revenues (see Revenues)	
Consumption of fuel by motive-power units	91	Statistics (see Statistics)	
Contingent assets and liabilities	8	Ordinary income	16
Crossties (see Ties)		Private line cars loaded	95
Debt holdings	69	Private line cars empty	95
Depreciation base and rates		Rails	
Road and equipment leased		Laid in replacement	88
From others	34	Charges to operating expenses	45
Improvements to	32-33	Additional tracks, new lines, and extensions	89
To others	40	Miles of new track in which rails were laid	88
Owned and used	34	Weight of	89
Electric locomutive equipment at close of year	68 78-83	Railway - Operating expenses	45-53 16
Equipment-classified	79	Railway - Operating revenues	16-17
Company service Floating	82-83	Results of Operations Retained income unappropriated	19
Freight-train cars	80-81	Miscellaneous items in accounts for year	65
Highway revenue equipment	82-83	Revenues	
Passenger-train cars	78-79	Freight	16
Inventory	78-83	Passenger	16
Owned-Not in service of respondent	78	Road and equipment - Investment in	32-33
Equipment-Leased, depreciation base and rate		Improvements to leased property	32-33
From others	34	Reserve	38
Improvements to	37	Leased to others - Depreciation base and rates	40
Reserve	38	Reserve	41
To others	40	Owned - Depreciation base and rates	34
Reserve	41	Reserve	35 34
Equipment-Owned, depreciation base rates	34 35	Used - Depreciation base and rates	35
Reserve Politural controlling	45-53	Reserve Road - Mileage operated at close of year	74
Expenses - Railway operating Extraordinary items	17	By States and Territories	75
Federal income taxes	63	Securities (see Investments)	
Financial position - Changes in	21-22	Short-term borrowing arrangements - Compensating	
Floating equipment	82-83	balances and	67
Freight cars loaded	94	Sinking funds	7
Freight-train cars	80-81	Source and application of working capital	21-22
Freight car-miles	94	Specialized service subschedule	60
Fuel consumed diesel	91	Statement of changes in financial position	21-22
Cost	91	Stock outstanding	20
Funded debt (see Debt holdings)		Changes during year	20
Guaranties and suretyships	66	Number of security holders	3
Identity of respondent	2	Total voting power	3-4
Items in selected income and retained earning accounts	65	Value per share	3
Investments in common stocks of affiliated companies	30	Voting rights	50 57
Investments and advances of affiliated companies	26-29	Supporting schedule - Road Supporting Supporting and	56-57 66
Railway property used in transportation service	42-43 32-33	Suretyships - Guaranties and Ties laid in replacement	86
Road and equipment Changes during year	32-33	Ties - Additional tracks, new lines, and extensions	87
Leased property-improvements made during the year	32-33	Tracks operated at close of year	74

INDEX - Continued

	Page No.		Page No.
Miles of, at close of year	75	Ton-miles of freight	97
Track and traffic conditions	85	TOFC/COFC number of revenue trailers and containers	
Train hours, yard switching	97	loaded and unloaded	97
Train miles	94	Voting powers and elections	3
Tons of freight	97	Weight of rail	90

THIS PAGE LEFT BLANK INTENTIONALLY