

ANNUAL REPORT 1972 CLASS 1

115500

LEIGH VALLEY RAILROAD CO.

3 OF 3

581. CONTRACTS, AGREEMENTS, ETC

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

- (a) Express companies.
- (b) Mail.
- (c) Sleeping, parlor, and dining-car companies.
- (d) Freight or transportation companies or lines.
- (e) Other railway companies.
- (f) Steamboat or steamship companies.
- (g) Telegraph companies.
- (h) Telephone companies.
- (i) Equipment purchased under conditional sales contracts.
- (j) Routing traffic of affiliated companies.
- (k) Other contracts.

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

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

ber of units of each class of equipment covered, and the terms and conditions of payment.

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

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

6. Information concerning contracts of minor importance may be omitted. A contract of minor importance is defined as one involving receipts or payments of less than \$25,000 per year, and which, by its terms, is otherwise unimportant.

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

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

9. Compliance with the requirements of this schedule does not relieve the respondent of the duty placed upon common carriers by section 6(5), Part I, of the Interstate Commerce Act, which reads as follows:

"Every common carrier subject to this part shall also file with said Commission copies of all contracts, agreements, or arrangements with other common carriers in relation to any traffic affected by the provisions of this part to which it may be a party. Provided, however, that the Commission, by regulations, may provide for exceptions from the requirements of this paragraph in the case of any class or classes of contracts, agreements, or arrangements, the filing of which, in its opinion, is not necessary in the public interest."

1 (a) thru (c) - None

1 (e) Interstate Commerce Commission Service Order 1094 dated March 1972, effective 12:01 April 1, 1972, and subsequent orders, permitted the Lehigh Valley Railroad Company to operate the tracks and facilities of the Lehigh & Susquehanna Railway lines in Pennsylvania, formerly operated by the Central Railroad Company of New Jersey.

All joint facility and other agreements covering operations applicable and in existence as of April 1, 1972, were assumed by the Lehigh Valley Railroad due to the above mentioned Service Order, and are as follows:

- Reading Co. - Trackage Rights over Allentown Terminal Railroad and L&S tracks for movement of Reading Co. "Star Trains".
- Reading Co. - Joint use of Allentown, Pa. yard - Maintenance & Operation.
- Reading Co. - Repair of Cars at Allentown Yard.
- Reading Co. - Repair, Servicing and fueling Reading Company Locomotives Bethlehem, Pa. Engine Terminal.

No new agreements have been executed.

The Interstate Commerce Commission Finance Docket No. 26659, dated May 26, 1972 provided that Lehigh Valley grant trackage rights to Reading Company between Allentown, Pa. and Phillipsburg, N.J. to effect an interchange of through train movements. Operations began August 12, 1972 at an agreed per loaded car charge of \$6.00.

Locomotive run through agreement, dated April 28, 1972 between Norfolk & Western Railway Company and the Lehigh Valley Railroad Company provides for an exchange of locomotive units between Bellevue, Ohio and Sayre, Pa., billing based on excess horse-power hours and fuel consumption.

1 (f) thru (h) - None

1 (i) Lease Agreement dated Feb. 7, 1972 with the United States Railway Equipment Company covering 100 40'-6"-55 ton box cars numbered LV 65400-LV65499 for 10 years at \$2.80 per car per day.

Lease Agreement dated Feb. 7, 1972 with the United States Railway Equipment Company (See Page 127-1)

591. CHANGES DURING THE YEAR

Hereunder state the matters called for. Make the statements explicit and precise, and number them in accordance with the inquiries; each inquiry should be fully answered, and if the word "none" truly states the fact it may be used in answering any particular inquiry. Changes in mileage should be reported by classes and stated to the nearest hundredth of a mile.

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

- (Class 1) Line owned by respondent.
- (Class 2) Line owned by proprietary companies.
- (Class 3) Line operated under lease for a specified sum.
- (Class 4) Line operated under contract or agreement for contingent rent.
- (Class 5) Line operated under trackage rights.

2. For changes in miles of road, give dates of beginning or abandonment of operations. If any changes reportable in this schedule occurred

under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (18) to (22) of section 1 of the Interstate Commerce Act or otherwise, specific reference to such authority should in each case be made by Docket number or otherwise, as may be appropriate.

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

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

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

INCREASES IN MILEAGE

Line No.	Class	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				Miles of way switching tracks		Miles of yard switching tracks		Total		Remarks			
			Miles of road		Miles of second main track									Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs	
			(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)				
1	I	M	80	23	57	73		4	54	14	34	100	39	257	23	
2	I	B	45	04		22			43	38	89		09	84	67	
3																
4																
5																
6																
7																
8																
9																
10																
11																
12																
13	TOTAL	0	125	27	57	95		4	97	53	23	100	48	341	90	

DECREASES IN MILEAGE

21	1	M		15 63		88	46	70	17 67			
22	1	B	78 34	41 61		5 26	18 05	3 72	146 98			
23												
24												
25												
26												
27												
28												
29												
30												
31												
32	TOTAL DECREASE	0	78 34	57 24		6 14	18 51	4 42	164 65			

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

Owned by respondent:

Miles of road constructed _____ Miles of road abandoned 21.07

Owned by proprietary companies:

Miles of road constructed _____ Miles of road abandoned _____

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

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

0 Increase 125.27 Mileage adjusted to include L&S R.R. (former C.N.J.) Pa. Trackage -April 1, 1972 under I.C.C. Service Order No. 1092.

Decrease 0.92 Remove tracks, Cayon Point Branch, N.J. under Finance Docket 26462, Dtd. 7/14/71.
 3.48 Remove tracks, Hazleton Branch, Pa., under Finance Docket 26457, dated 4/30/71.
 1.62 Remove portion Free and Branch, Pa., and entire South Heberton Branch, Pa., under Finance Docket 26616, dated 11/9/71.
 3.10 Remove track, Seneca Falls Branch, N.Y. under Finance Dkt. 26481, Dtd. 5/21/71.
 9.28 Remove track, Auburn & Ithaca Branch, N.Y. under Finance Dkt. 26481, Dtd. 5/21/71.
 (See Page 126)

1 (i) Continued -

covering 200 40'-6" - 55 ton box cars numbered LV 66180-LV66379 for 10 years at \$2.80 per car per day.

The above two (2) agreements were entered into on authority of Order No. 83 signed by Judge J. P. Fullam, March 7, 1972, in the United States District Court for the Eastern District of Pennsylvania.

Lease Agreement dated Sept. 5, 1972 with the United States Railway Equipment Company covering 200 40'-6"-55 ton box cars numbered LV 65070-LV65124 and LV66380 - LV 66524 for 10 years at \$2.80 per car per day.
Agreement entered into on authority of Order No. 142 signed by Judge J. P. Fullam, December 21, 1972.

Lease Agreement dated Sept. 6, 1972 with Electro-Motive Division of General Motors Corporation and XTRA, Inc. covering 12 EMD GP 38-2 2000 H.P. Diesel Electric locomotive units numbered LV 314 - LV 325 for an initial term of five (5) years at 35¢ per day per \$1,000 of value.
Agreement entered into on authority of Order No. 106 signed by Judge J. P. Fullam, July 13, 1972.

Lease Agreement dated Sept. 29, 1972 with Bangor and Aroostook Railroad Company covering two (2) EMD GP-7 1500 H.P. Diesel Electric locomotive units numbered BAR 61 and 65 to end on or about Feb. 1, 1973 at \$100 per locomotive per day.

Lease Agreement dated Oct. 12, 1972 with Bangor and Aroostook Railroad Company covering three (3) EMD SW-9 1200 H.P. Diesel Electric locomotive units numbered BAR 30, 31, and 32 to end on or about Mar. 15, 1973 at \$75 per locomotive per day.

Lease Agreement dated July 14, 1972 with the Pittsburg & Shawmut Railroad Company covering two (2) EMD SW-9 1200 H.P. Diesel Electric locomotive units numbered P & S 233 and 236, subject to cancellation by either party upon ten (10) days notice, at \$75 per locomotive per day.

Lease Agreement dated Apr. 1, 1972 with the Norfolk & Western Railway Company covering three (3) EMD F-7A 1500 H.P. Diesel Electric locomotive units numbered N&W 3689, 3697 and 3717, subject to cancellation by either party upon ten (10) days notice, at \$80 per locomotive per day. Cancelled as of Nov. 24, 1972.

Lease Agreement dated Mar. 29, 1972 with the Central Railroad Company of New Jersey covering four (4) Diesel Electric locomotive units numbered CNJ 14, 1604, 1614 and 1615, subject to cancellation by either party upon ten (10) days notice, at \$80 per locomotive per day. Units 1604, 1614 and 1615 returned Oct. 1, 1972 and unit 14 on Nov. 12, 1972.

Lease Agreement dated Nov. 2, 1972 covering one (1) new Raygo Wagner Model PC 90 Piggy Packer Serial #7205 at monthly rental of \$5,000.00 for a minimum period of six (6) months and thereafter until the equipment is returned to Lessor.

1 (j) None

1 (k) Lease, dated September 7, 1972, from the Lehigh Coal and Navigation Company granting to the Lehigh Valley Railroad Company the right to operate the Lehigh & Susquehanna Railroad, in Pennsylvania, effective April 1, 1972, continuing to May 8, 1998 unless terminated under specific provisions. Annual rent of \$585,000 for the first lease year and \$575,000 in each lease year thereafter, in quarterly payments beginning August 1, 1972.

This image shows a single sheet of white paper with horizontal blue or grey ruling lines. The lines are evenly spaced and run across the width of the page. There is no handwriting or printed text on the paper.

VERIFICATION

The foregoing report must be verified by the oath of the officer having control of the accounting of the respondent. It should be verified, also, by the oath of the president or other chief officer of the respondent, unless the respondent states on the last preceding page of this report that such chief officer has no control over the accounting of the respondent. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken.

OATH

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

State of Pennsylvania

County of Northampton

ss:

M. Dobes

she

makes oath and says that she is

Controller

(Insert here the name of the affiant)

John F. Nash and Robert C. Haldeman, Trustees

(Insert here the official title of the affiant)

of

For The Property of The Lehigh Valley Railroad Company

(Insert here the exact legal title or name of the respondent)

that it is his duty to have supervision over the books of account of the respondent and to control the manner in which such books are kept; that he knows that such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and other orders of the Interstate Commerce Commission, effective during the said period; that he has carefully examined the said report and to the best of his knowledge and belief the entries contained in the said report have, so far as they relate to matters of account, been accurately taken from the said books of account and are in exact accordance therewith; that he believes that all other statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent during the period of time from and including

January 1

, 19 72,

to and including

December 31

, 19 72

[Signature]

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public

in and for the State and

county above named, this 30th day of March, 19 73

My commission expires

January 22, 1977

Use an
L. S.
Impression seal

[Signature]
(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of Pennsylvania

County of Northampton

ss:

J. W. McDonnell

makes oath and says that he is

Vice President, Secretary & Treasurer

(Insert here the name of the affiant)

John F. Nash and Robert C. Haldeman, Trustees

(Insert here the official title of the affiant)

of

For The Property of The Lehigh Valley Railroad Company

(Insert here the exact legal title or name of the respondent)

that he has carefully examined the foregoing report; that he believes that all statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent and the operations of its property during the period of time from and including

January 1

, 19 72,

to and including

December 31

, 19 72

[Signature]
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public

in and for the State and

county above named, this 30th day of March, 19 73

My commission expires

January 22, 1977

Use an
L. S.
Impression seal

[Signature]
(Signature of officer authorized to administer oaths)

MEMORANDA
(FOR USE OF COMMISSION ONLY)

CORRESPONDENCE

[illegible]

CORRECTIONS

[illegible]

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ANNUAL REPORT 1972 CLASS I

LEIGH VALLEY RAILROAD CO.

1 OF 3

115500

115500

8

ORIGINAL

Railroad
Annual Report Form A

(Class I Line haul and Switching and Terminal Companies)

OMB No. 60-R0098

Batch 62

Report mailed 3/30/73

ANNUAL REPORT

OF

CORRECT NAME AND ADDRESS IF DIFFERENT THAN SHOWN.

FULL NAME AND ADDRESS OF REPORTING CARRIER.
(USE MAILING LABEL ON ORIGINAL, COPY IN FULL ON DUPLICATE.)

JOHN F. NASH & ROBERT C. HALDEMAN, TRUSTEES FOR THE PROPERTY OF THE
LEHIGH VALLEY RAILROAD COMPANY

125000155LEHIGH VALLEY 1
CHIEF ACCOUNTING OFFICER
LEHIGH VALLEY R.R. CO.
425 BRIGHTON ST.
BETHLEHEM, PA 18015

115500

FORM A



TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1972

155

ANNUAL REPORT

OF

John F. Nash and Robert C. Haldeman, Trustees for the Property of

The LEHIGH VALLEY RAILROAD COMPANY

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1972

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

(Name) Miss M. Dobes (Title) Controller

(Telephone number) 215 863-1461

(Area code) (Telephone number)

(Office address) 425 Brighton Street Bethlehem, Pennsylvania 18015

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

SPECIAL NOTICE

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

All pages of this report form have been renumbered in sequence. See revised Index on pages 131 and 132.

- Page 4: Schedule 104, Relationship of Respondent with Affiliated Companies**
Schedule 104A, Companies Controlled by Respondent
Schedule 104B, Companies Indirectly Controlled by Respondent
Schedule 104C, Companies Under Common Control with Respondent
Schedule 104D, Companies Controlling Respondent

These schedules revise and amend former Schedules 104A and 104B, to reflect relationship of affiliated companies.

- Pages 10 and 11: Schedules 200A and 200L, Comparative General Balance Sheet - Assets, and Liabilities and Shareholders' Equity**

Columns for reporting opening balances data have been moved to right side of respective schedules.

- Pages 12 and 13: Comparative General Balance Sheet - Explanatory Notes**

The Explanatory Notes have been revised to reflect affiliated company transactions and the Revenue Act of 1971.

- Page 41: Schedule 211-I, Unit Cost of Equipment Installed During the Year**

Instructions have been amended to require reporting of TOFC/COFC equipment.

- Page 83: Schedule 351, Reconciliation of Reported Net Income with Taxable Income for Federal Income Taxes**

This is a new schedule provided to show a reconciliation of Federal tax net income with net income reported in Schedule 300.

- Page 84: Schedule 352, Computation of Federal Income Taxes**

This is a new schedule principally requiring the breakdown of taxes paid on ordinary income and those paid on capital gains.

- Page 85: Schedule 353, Consolidated Federal Income Tax Information**

This is a new schedule to disclose income and tax liability information with respect to carrier and noncarrier affiliates.

- Page 93: Schedule 397, Statement of Changes in Financial Position**

This is a new schedule provided for reporting the source and application of funds during the year.

- Pages 100-105: Schedule 417, Inventory of Equipment**

Car type codes on pages 102 and 103 revised to reflect changes in AAR car type codes.

Provision has been made for reporting of highway revenue equipment on pages 104 and 105.

- Page 120: Schedule 562, Compensation of Officers, Directors, etc.**

Minimum dollar amount has been increased to \$40,000 and instructions clarified as to what compensation must be reported.

- Page 121: Schedule 563, Payments for Services Rendered by Other Than Employees and Affiliates**

Minimum dollar amounts will be increased to \$50,000 and \$100,000, respectively. Instruction 4 modified to require only the total amount paid for other management services.

- Pages 122: Schedule 564, Transactions Between Respondent and Companies or Persons Affiliated With Respondent for Services Received or Provided**
Schedule 565, Other Transactions Between Respondent and Companies or Persons Affiliated With Respondent

- Schedule 566A, Transactions Between Noncarrier Subsidiaries of Respondent and Other Affiliated Companies or Persons for Services Received or Provided

- Schedule 566B, Other Transactions Between Noncarrier Subsidiaries of Respondent and Other Affiliated Companies or Persons

These are new schedules provided for reporting transactions among affiliated companies.

- Page 127: Schedule 581, Contracts, Agreements, etc.**

Instructions revised to exclude through route arrangements for the handling of traffic between the reporting carrier and carrier affiliates.

191. 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 or 5 on this page have taken place during the year covered by this report, they should be explained in detail on page 128.

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" (p. 129). If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision.

2. If incorporated under a special charter, give date of passage of the act; if under a general law, give date of filing certificate of organization; if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date when such receivership or other

possession began. If a partnership, give date of formation and also names in full of present partners.

3. Give specific reference to laws of each State or Territory under which organized, citing chapter and section. Include all grants of corporate powers by the United States, or by Canada or other foreign country; also, all amendments to charter.

4. Give specific reference to special or general laws under which each consolidation or merger or combination of other form was effected, citing chapter and section. Specify Government, State, or Territory under the laws of which each company consolidated or merged or otherwise combined into the present company was organized; give reference to the charters of each and to all amendments of them.

5. 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 John F. Nash and Robert C. Haldeman, Trustees for the property of the Lehigh Valley Railroad Company. (See note below).

2. Date of incorporation Dated 9/20/1847; Date of Reorganization 7/24/1970.

3. Under laws of what Government, State, or Territory organized? If more than one, name all. Give specific reference to each charter or statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receiver or trustees.

Commonwealth of Pennsylvania - See Annual Report for the year 1947.

In bankruptcy in United States District Court for the Eastern District of Pennsylvania as of July 24, 1970 - Trustees appointed August 12, 1970

4. If the respondent was formed as the result of a consolidation or merger during the year, name all constituent and all merged companies

No change during 1972

5. If respondent was reorganized during the year, give name of original corporation and state the occasion for the reorganization

No change during 1972

6. State whether or not the respondent during the year conducted any part of its business under a name or names other than that shown in response to inquiry No. 1, above; if so, give full particulars

No

7. Class of switching and terminal company
(See section No. 7 on inside of front cover)

Not applicable

NOTE FOR NO. 1 - Letters patent dated Sept. 20, 1847 (Incorporated by Act of April 21, 1846, under name of Delaware, Lehigh, Susquehanna & Schuyl. R.R. Co. - name changed by Act of January 7, 1853).

NOTES AND REMARKS

1. Give particulars of the various directors and officers of the respondent at the close of the year.

2. State in column (e) of schedule No. 102 and column (d) of schedule No. 103, the number of voting shares of the respondent, other than directors' qualifying shares, that were beneficially owned, directly or indirectly, by each director or principal general officer at the close of the year. This includes shares owned of record, shares owned through holding companies, trusts or other mediums, and shares owned but held in the names of brokers or other nominees. Insert the word "None" where applicable.

3. In schedule No. 103 give the title, name, and address of the principal general officers having system jurisdiction by department, as follows: Executive, Legal, Fiscal and Accounting, Purchasing, Operating, and Traffic. If there are receivers, trustees, or committees, who are recognized as in the controlling management of the road or of some department of it, give also their names and titles, and the location of their offices, separately, grouped and identified.

4. If the duties of an officer extend to more than one department, or if his duties are not in accordance with the customary acceptance of his given title, state briefly the facts in a footnote.

102. DIRECTORS

Line No.	Name of director (a)	Office address (b)	Date of beginning of term (c)	Date of expiration of term (d)	Number of voting shares actually or beneficially owned (e)	Remarks (f)
1	Iristan Antell	New York, N.Y. 10004	4/14/70		None	And
2	W. D. Carr	Warrenton, Va.	"		"	until
3	A. J. Greenough	New York, N.Y. 10017	"		"	their
4	E. M. Lavino	Philadelphia, Pa. 19102	"		"	successors
5	Baldwin Maull	Princeton, N.J. 08540	"		"	have
6	C. E. Oakes	Allentown, Pa. 18101	"		"	been
7	P. T. Sharples	Philadelphia, Pa. 19109	"		"	elected.
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						

21. Give the names and titles of all officers of the Board of Directors in control of the respondent at the close of the year:

Chairman of board None Secretary (or clerk) of board J. W. McDonnell

22. Name the members of the executive committee of the Board of Directors of the respondent at the close of the year (naming first the chairman), and state briefly the powers and duties of that committee:

P. T. Sharples, W. D. Carr (See note below)

Acts with the powers of the Board when that body is not in session or lacks a quorum.

103. PRINCIPAL GENERAL OFFICERS OF CORPORATION, RECEIVER, OR TRUSTEE

Line No.	Title of general office (a)	Department or departments over which jurisdiction is exercised (b)	Name of person holding office at close of year (c)	Number of voting shares actually or beneficially owned (d)	Office address (e)
GENERAL OFFICERS OF CORPORATION					
31	Trustee & Chief Operating Officer		J. F. Nash	225	Bethlehem, Pa.
32	Trustee		R. C. Haldeman	None	"
33	Vice President	Operations	W. C. Wieters	None	"
34	Vice President	Traffic	C. P. O'Rourke	None	"
35	Vice President	Sales	T. E. Williams	None	New York, N.Y.
36	Secretary	Secretarial	J. W. McDonnell	None	Bethlehem, Pa.
37	Vice Pres.-Treas.	Financial	J. W. McDonnell	None	Bethlehem, Pa.
38	Vice Pres.-Admin.	Legal	T. J. Smith	None	New York, N.Y.
39	Controller	Accounting	M. Dobes	50	Bethlehem, Pa.
40	Manager-Purchases	Purchasing	C. J. Brannick	None	Bethlehem, Pa.
41	Purchasing Agent	Purchasing	G. W. Kaswinkel	None	Bethlehem, Pa.
42	General Counsel	Legal	R. D. Lalanne	None	New York, N.Y.
43	Chief Engineer	Engineering	J. H. Fitzpatrick	None	Bethlehem, Pa.
44	Dir. Real Estate & Ind. Develop.	Real Estate	L. M. Noseworthy	None	Bethlehem, Pa.
45	Land Taxes	Ind. Develop.			
46	Dir. Lab. Rel. & Pers.	Personnel	M. W. Midgley	None	Bethlehem, Pa.
47					
48					
49					
50					
51	NOTE: The properties of this Company are now operated by Trustees in Bankruptcy.				
52					
53					
54					

104. RELATIONSHIP OF RESPONDENT WITH AFFILIATED COMPANIES

Enter below in the appropriate schedule, No. 104A through 104D, the names of all companies, corporate and noncorporate, which are affiliated with the respondent and submit the information requested in each schedule. Control for the purpose of these schedules shall be construed to include sole or jointly held control, whether maintained or exercised through or by reason of the method of or circumstances surrounding organization or operation, through or by common directors, officers, or stockholders a voting trust or trusts, a holding or investment company or companies, or through or by any other direct or indirect means; and to include the power to exercise control. For the purposes of these schedules, forms of control shall include the following (among others):

1. Right through ownership of securities, an agreement of some character or through some other source to name the majority of the board of directors, managers, or trustees of the controlled company.
 2. Right to foreclose a first lien upon all or a major part in value of the tangible property of the controlled company.
 3. Right to secure control in consequence of advances made for construction of the operating property of the controlled company.
- Right to control only in a specific respect the action of the controlled company or a lessee interest in the property of a company is not to be classed as a form of control over the lessor company.

104 A. COMPANIES CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled solely or jointly by the respondent. If the respondent obtained control over a company during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of each company listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control of the respondent in the controlled company. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter names of other companies, if any, that jointly control the companies listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	If Jointly Controlled Name Other Parties to the Agreement (e)
1	Abalan Corporation	Real Estate Holding Company	Stock Ownership	100%	
2	Consolidated Real Estate Company	" " " "	" "	100%	
3	United Real Estate Company	" " " "	" "	100%	
4	Black Diamond Transport Company	Motor Vehicle Carrier	" "	100%	
5	Bay Shore Connecting Railroad Co.	Railroad	" "	50%	Central Railroad of New Jersey
6	Buffalo Creek Railroad Company	Railroad	" "	50%	Erie Lackawanna Railway
7	Ironton Railroad Company	Railroad	" "	50%	Reading Company
8	Owasco River Railway	Railroad	" "	50%	Penn Central Transportation Co.
9	Lessees Buffalo Creek Railroad Co.	Railroad	" "	50%	Erie Lackawanna Railway
10	Lessees Ironton Railroad Company	Railroad	" "	50%	Reading Company
11	Niagara Junction Railway Company	Railroad	" "	25%	Penn Central & Erie Lackawanna
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					

104 B. COMPANIES INDIRECTLY CONTROLLED BY RESPONDENT

1. Enter in column (a) the names of all companies which are controlled through intermediary companies. If control was obtained during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In Column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter the names of intermediate companies through which control is exercised over companies listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	Name of Intermediary Through Which Control Exists (e)
1	None				
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					

104 C. COMPANIES UNDER COMMON CONTROL WITH RESPONDENT

1. Enter in column (a) the names of all companies which are controlled by the same interest that control the respondent.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised over companies listed in column (a).
4. In column (d) indicate the extent of the control over companies listed in column (a). If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.
5. In column (e) enter the name of companies controlling those listed in column (a).

Line No.	Name of Company Controlled (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)	Name of Controlling Company or Individual (e)
1	None				
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					

104 D. COMPANIES CONTROLLING RESPONDENT

1. Enter in column (a) the names of all companies controlling the respondent. Commence with the company which is most remote followed by the company immediately controlled by it. If control over the respondent or control over an intermediary through which respondent is controlled has changed during the year, indicate by footnote the date and manner in which control was established such as exchange of stock, exchange of assets for stock, cash purchase, etc.
2. In column (b) indicate the principal business activity of the companies listed in column (a) such as transportation, manufacturing, investments, etc.
3. In column (c) indicate the form of control exercised by the company immediately controlled by it.
4. In column (d) indicate the extent of control. If control cannot be expressed by percentage of voting stock ownership, explain in detail by footnote.

Line No.	Name of Controlling Company or Individual (a)	Principal Business Activity (b)	Form of Control (c)	Extent of Control (d)
1	Penn Central Transportation Co.	Transportation	Stock Ownership	97.33%
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
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19				
20				

108 STOCKHOLDERS REPORTS

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

Check appropriate box:

☐ Two copies are attached to this report.

☐ Two copies will be submitted _____
(date)

☒ No annual report to stockholders is prepared.

FOOTNOTES

109. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ No per share; first preferred, \$ None per share; second preferred, \$ None per share; debenture stock, \$ None per share.
2. State whether or not each share of stock has the right to one vote; if not, give full particulars in a footnote Yes.
3. Are voting rights proportional to holdings? Yes. If not, state in a footnote the relation between holdings and corresponding voting rights.
4. Are voting rights attached to any securities other than stock? No. If so, name in a footnote each security, other than stock, to which voting rights are attached (as of the close of the year), and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent showing the contingency.
5. Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method? No. If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
6. Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing Stock books do not close.
7. State the total voting power of all security holders of the respondent at the date of such closing, if within one year of the date of such filing; if not, state as of the close of the year. 1,516,123 votes, as of December 31, 1970.
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. (Date) 674 stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information on page 13, the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No	Name of security holder	Address of security holder	Number of votes in which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
				Common	PREFERRED		Other securities with voting power
	(a)	(b)	(c)	(d)	Second (e)	First (f)	(g)
1	Penn Central Transp. Co.	Philadelphia, Pa.	1,475,561	Same as Column (c)			
2	Armand Maccheavelli	Sacramento, Calif.	3,500				
3	Reich & Co., Inc.	New York, N.Y.	2,100				
4	Milton Motland	Montclair, N.J.	1,800				
5	Theresa Callan	Ft. Lauderdale, Fla.	1,800				
6	Annie Isok	New York, N.Y.	1,500				
7	Filor, Bullard & Smyth	New York, N.Y.	1,456				
8	Stephen D. Reynolds	West Palm Beach, Fla.	1,170				
9	McCann & Company	Poughkeepsie, N. Y.	1,400				
10	Joseph N. Nathanson	New York, N.Y.	800				
11	Rose P. Felman	Belle Harbor, N.Y.	877				
12	Merrill Lynch, Pierce,						
13	Fenner & Smith, Inc.	New York, N.Y.	653				
14	Laurence A. Lawler	Chicago, Ill.	500				
15	Randall Motland	Mt. Kisco, N.Y.	500				
16	Charles Novotny	Smithtown, L.I., N.Y.	500				
17	Abraham Wezekowitz	Brooklyn, N.Y.	500				
18	Joseph Kukura	Milwaukee, Wisc.	500				
19	Harris, Upham & Co.	New York, N.Y.	423				
20	E. F. Hutton & Co., Inc.	New York, N.Y.	400				
21	Hirsch & Co.	New York, N.Y.	350				
22	Bache & Co.	New York, N.Y.	304				
23	Cohen Simonson & Bea, Inc.	New York, N.Y.	300				
24	Fahnestock & Co.	New York, N.Y.	300				
25	Irving Garber	Reilrose, N.Y.	300				
26	Piper, Jaffray & Hopwood	Minneapolis, Minn.	300				
27	Shearson, Hammill & Co.	New York, N.Y.	300				
28	Joseph Siegel & Carolyn	Brooklyn, N.Y.	300				
29	Stephen D. Reynolds, Jr.	Delray Beach, Fla.	300				
30	Marlowe & Company	Ft. Lee, N. J.	300				
	C. A. England & Co.	New York, N.Y.	400				

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 1,475,641 votes cast

11. Give the date of such meeting April 14, 1970

12. Give the place of such meeting Bethlehem, Pennsylvania

110. GUARANTIES AND SURETYSHIPS

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

during the year, the particulars called for hereunder.

This inquiry does not cover the case of ordinary commercial paper maturing on demand or not later than 2 years after date of issue.

Line No.	Names of all parties principally and primarily liable (a)	Finance Docket number, title, maturity date and concise description of agreement or obligation (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	The Buffalo Creek Railroad Co.	Finance Docket No. 15085. First Mtg.		
2		3% Bonds, Series B, due 11/1/95		
3		Guaranty with Erie Lackawanna Railway		
4		Co. of principal, interest and sinking		
5		fund.	1,927,000	Joint
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
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38				

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

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

Line No.	Finance Docket number, title, maturity date and concise description of agreement or obligation (a)	Names of all guarantors and sureties (b)	Amount of contingent liability of guarantors (c)	Sole or joint contingent liability (d)
41		None		
42				
43				
44				
45				
46				
47				
48				
49				
50				
51				

200A. COMPARATIVE GENERAL BALANCE SHEET—ASSETS

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the account-

ing requirements followed in column (b). The entries in the short column (a2) should be deducted from those in column (a1) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT ASSETS			
1	(701) Cash.....	615 477	1 348 195
2	(702) Temporary cash investments (p. 15).....	1 505 000	2 721 388
3	(703) Special deposits (p. 15).....	768 902	723 441
4	(704) Loans and notes receivable (p. 15).....		
5	(705) Traffic and car-service balances—Debit.....		
6	(706) Net balance receivable from agents and conductors.....	1 958 111	2 015 541
7	(707) Miscellaneous accounts receivable.....	1 457 650	1 677 411
8	(708) Interest and dividends receivable.....	18 404	20 805
9	(709) Accrued accounts receivable (p. 15).....	3 474 696	1 925 257
10	(710) Working fund advances.....	28 466	28 466
11	(711) Prepayments (p. 15).....	301 714	335 830
12	(712) Material and supplies.....	1 598 199	1 896 532
13	(713) Other current assets (p. 15).....	88 323	63 302
14	Total current assets.....	11 814 942	12 161 168
SPECIAL FUNDS			
	(a1) Total book assets at close of year	(a2) Respondent's own issues included in (a1)	
15	(715) Sinking funds (pp. 16 and 17).....	4,051,130	None
16	(716) Capital and other reserve funds (pp. 16 and 17).....	277,891	None
17	(717) Insurance and other funds (pp. 16 and 17).....		
18	Total special funds.....	4 329 021	2 221 421
INVESTMENTS			
19	(721) Investments in affiliated companies (pp. 20-23).....	3 954 231	4 370 750
20	(722) Other investments (pp. 20-23).....	1 254 446	838 647
21	(723) Reserve for adjustment of investment in securities—Credit (p. 19, Instruction 9).....	(759 905)	(615 327)
22	Total investments (accounts 721, 722 and 723).....	4 448 772	4 594 070
PROPERTIES			
23	(731) Road and equipment property (pp. 30-32).....	191 931 406	201 740 024
24	Road.....	141 414 117	
25	Equipment.....	41 852 866	
26	General expenditures.....	8 664 423	
27	Other elements of investment.....		
28	Construction work in progress.....		
29	(732) Improvements on leased property (pp. 30-32).....	46 039	32 114
30	Road.....	20 961	
31	Equipment.....	25 078	
32	General expenditures.....		
33	Total transportation property (accounts 731 and 732).....	191 977 445	201 772 138
34	(735) Accrued depreciation—Road and Equipment (pp. 36 and 38).....	(49 580 080)	(52 395 864)
35	(736) Amortization of defense projects—Road and Equipment (p. 39).....	(517 042)	(1 442 025)
36	Recorded depreciation and amortization (accounts 735 and 736).....	(50 097 122)	(53 844 889)
37	Total transportation property less recorded depreciation and amortization (line 33 less line 36).....	141 880 323	147 927 249
38	(737) Miscellaneous physical property (pp. 44 and 45).....	1 424 088	1 456 600
39	(738) Accrued depreciation—Miscellaneous physical property (pp. 44 and 45).....	(302 248)	(324 904)
40	Miscellaneous physical property less recorded depreciation (account 737 less 738).....	1 121 840	1 131 696
41	Total properties less recorded depreciation and amortization (line 37 plus line 40).....	143 002 163	149 058 945
OTHER ASSETS AND DEFERRED CHARGES			
42	(741) Other assets (p. 46).....	1 606 281	876 008
43	(742) Unamortized discount on long-term debt.....	17 851	21 198
44	(743) Other deferred charges (p. 46).....	1 925 309	1 997 092
45	Total other assets and deferred charges.....	3 549 441	2 894 298
46	TOTAL ASSETS.....	167 144 339	170 929 902

NOTE.—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

2901. COMPARATIVE GENERAL BALANCE SHEET—LIABILITIES AND SHAREHOLDERS' EQUITY

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Railroad Companies. The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. The entries in column (c) should be restated to conform with the accounting requirements followed

in column (b). The entries in short column (a) should reflect total book liability at close of year. The entries in the short column (a) should be deducted from those in column (a) in order to obtain corresponding entries for column (b). All contra entries hereunder should be indicated in parenthesis.

Line No.	Account or item (a)	Balance at close of year (b)	Balance at beginning of year (c)
CURRENT LIABILITIES			
47	(751) Loans and notes payable (p. 55)	1 028 930	1 364 894
48	(752) Traffic and car-service balances—Credit	2 130 839	1 107 879
49	(753) Audited accounts and wages payable	380 229	422 021
50	(754) Miscellaneous accounts payable	2 705	2 705
51	(755) Interest matured unpaid		
52	(756) Dividends matured unpaid	171 626	191 045
53	(757) Unmatured interest accrued		
54	(758) Unmatured dividends declared		
55	(759) Accrued accounts payable (p. 55)	6 385 357	6 729 514
56	(760) Federal income taxes accrued (p. 56)		
57	(761) Other taxes accrued (p. 56)	493 983	483 344
58	(763) Other current liabilities (p. 55)	1 696 323	540 697
59	Total current liabilities (exclusive of long-term debt due within one year)	12 289 992	10 842 099
LONG-TERM DEBT DUE WITHIN ONE YEAR			
	(a1) Total issued (a2) Held by or for respondent		
60	(764) Equipment obligations and other debt (pp. 48-51)	822 395	829 602
LONG-TERM DEBT DUE AFTER ONE YEAR			
	(a1) Total issued (a2) Held by or for respondent		
61	(765) Funded debt unmatured		
62	(766) Equipment obligations	6 566 135	7 402 945
63	(767) Receivers' and Trustees' securities		
64	(768) Debt in default	94 829 000	32 831 250
65	(769) Amounts payable to affiliated companies (p. 54)	30 080 013	24 594 814
66	Total long-term debt due after one year	98 643 898	93 995 509
RESERVES			
67	(771) Pension and welfare reserves (p. 57)	720 376	889 981
68	(772) Insurance reserves (p. 57)	158 357	18 027
69	(774) Casualty and other reserves (p. 57)	3 047 908	2 386 893
70	Total reserves	3 926 641	3 294 901
OTHER LIABILITIES AND DEFERRED CREDITS			
71	(781) Interest in default (p. 50)	6 148 662	3 930 041
72	(782) Other liabilities (p. 57)	8 681 820	7 829 941
73	(783) Unamortized premium on long-term debt		
74	(784) Other deferred credits (p. 57)	4 975 118	811 354
75	(785) Accrued depreciation—Leased property (p. 37)	9 771	7 394
76	Total other liabilities and deferred credits	19 815 371	12 628 730
SHAREHOLDERS' EQUITY			
<i>Capital stock (Par or stated value)</i>			
	(a1) Total issued (a2) Held by or for company		
77	(791) Capital stock issued—Total	60 760 756	60 760 756
78	Common stock (p. 59)	60 760 756	
79	Preferred stock (p. 59)	None	None
80	(792) Stock liability for conversion (p. 60)		
81	(793) Discount on capital stock		
82	Total capital stock	60 760 756	60 760 756
<i>Capital surplus</i>			
83	(794) Premiums and assessments on capital stock (p. 61)		
84	(795) Paid-in surplus (p. 61)		
85	(796) Other capital surplus (p. 61)		
86	Total capital surplus		
<i>Retained income</i>			
87	(797) Retained income—Appropriated (p. 61)	(29 114 714)	(11 421 695)
88	(798) Retained income—Unappropriated (p. 61)	(29 114 714)	(11 421 695)
89	Total retained income	31 646 042	49 339 061
90	Total shareholders' equity		
91	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	167 144 339	170 929 902

NOTE—See page 12 for explanatory notes, which are an integral part of the Comparative General Balance Sheet.

200. COMPARATIVE GENERAL BALANCE SHEET-EXPLANATORY NOTES

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

1. Show hereunder the estimated accumulated tax reductions realized during current and prior years under section 168 (formerly section 124-A) and under section 167 of the Internal Revenue Code because of accelerated amortization of emergency facilities and accelerated depreciation of other facilities and also depreciation deductions resulting from the use of the new guideline lives, since December 31, 1961, pursuant to Revenue Procedure 62-21 in excess of recorded depreciation. The amount to be shown in each case is the net accumulated reductions in taxes realized less subsequent increases in taxes due to expired or lower allowances for amortization or depreciation as a consequence of accelerated allowances in earlier years. Also, show the estimated accumulated net income tax reduction realized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962. In the event provision has been made in the accounts through appropriations of surplus or otherwise for the contingency of increase in future tax payments, the amounts thereof and the accounting performed should be shown.

(a) Estimated accumulated net reduction in Federal income taxes since December 31, 1949, because of accelerated amortization of emergency facilities in excess of recorded depreciation under section 168 (formerly section 124-A) of the Internal Revenue Code ----- \$ 7,399,066

(b) Estimated accumulated savings in Federal income taxes resulting from computing book depreciation under Commission rules and computing tax depreciation using the items listed below ----- \$ None

—Accelerated depreciation since December 31, 1953, under section 167 of the Internal Revenue Code.

—Guideline lives since December 31, 1961, pursuant to Revenue Procedure 62-21.

—Guideline lives under Class Life System (Asset Depreciation Range) since December 31, 1970, as provided in the Revenue Act of 1971.

(c)(i) Estimated accumulated net income tax reduction utilized since December 31, 1961, because of the investment tax credit authorized in the Revenue Act of 1962, as amended ----- \$ None

(ii) "Carrier elected, as provided in the Revenue Act of 1971, to account for the investment tax credit under the deferral method, indicate the total deferred investment tax credit in account 784, other deferred credits, at beginning of year ----- \$ None

Add investment tax credits applied to reduction of current year's tax liability but deferred for accounting purposes ----- \$ None

Deduct deferred portion of prior year's investment tax credit used to reduce current year's tax accrual ----- \$ None

Other adjustments (indicate nature such as recapture on early disposition) ----- \$ None

Total deferred investment tax credit in account 784 at close of year ----- \$ None

(d) Estimated accumulated net reduction in Federal income taxes because of accelerated amortization of certain rolling stock since December 31, 1969, under provisions of Section 184 of the Internal Revenue Code ----- \$ None

(e) Estimated accumulated net reduction in Federal income taxes because of amortization of certain rights-of-way investments since December 31, 1969, under the provisions of Section 185 of the Internal Revenue Code ----- \$ None

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

Description of obligation	Year accrued	Account No.	Amount
General Consolidated	1968	782	795,309
Mortgage Bonds, Series	1969	782	795,309
"D", "E" and "F"	1970	782	795,308
	1971	782	795,309
	1972	782	795,309
			\$ 3,976,544

3. As a result of dispute concerning the recent increase in per diem rates for use of freight cars interchanged, settlement of disputed amounts has been deferred awaiting final disposition of the matter. The amounts in dispute for which settlement has been deferred are as follows:

As recorded on books				
Item	Amount in dispute	Account Nos.		Amount not recorded
		Debit	Credit	
Per diem receivable-----	\$ 262,970	741		\$
Per diem payable-----				
Net amount-----	\$ 262,970	XXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXX	\$ None

Continued on following page

200. COMPARATIVE GENERAL BALANCE SHEET-EXPLANATORY NOTES-Continued

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

5. Estimated amount of future earnings which can be realized before paying Federal income taxes because of unused and available net operating loss carryover on January 1 of the year following that for which the report is made (As of 1/1/72)-----\$ 37,315,692

6. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year-----

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

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

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

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

Date of trust agreement or latest amendment-----

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

See
Notes
Below

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

(e)(i) Is any part of the pension plan fund invested in stock or other securities of the respondent or any of its affiliates? Specify.

Yes----- No--X-----

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

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

6. NOTES:

The Lehigh Valley has two Pension Plans.

1. A non-contributory Supplemental Pension Plan, effective June 1, 1944, for employees not covered by labor agreements, providing additional benefits over and above those that accrue under the Railroad Retirement Act. This Plan was discontinued as of Aug. 31, 1962. However, all employees covered continue to receive their monthly benefits out of current operating funds. This liability is reflected in the accounts as follows:

743. Deferred Pensions 642,500 Dr.

(Reflects actuarial liability to be booked in future years)

771. Pending Pension Liability 668,434 Cr.

(Reflects actuarial costs to be paid in future years)

2. On September 1, 1962 a contributory Supplemental Pension Plan was set up in conjunction with the Penn Central Transportation Company, with the Lehigh Valley Railroad Company contributing an amount equivalent to members contribution. October 1, 1972 the Company assumed full liability, thus it ceased to be contributory as of that date. These amounts are funded through the Girard Trust Company of Philadelphia, Pa. The Lehigh Valley also pays to fund at retirement such amounts as may be required to cover past service liability for the member retired.

Using actuarial statistics the Company will have amortized this past service liability in its expenses by 1976. The proportionate yearly liability is being expensed with future liability being lodged in Account 771, Pension Liability - Terminal Funding.

This fund is supervised by a Board of Pensions consisting of W. R. Divine, Chairman, J. B. Addington, A. P. Funkhouser, J. A. McDonald and J. J. Maher.

7. Service Interruption Insurance Policy

Respondent withdrew from this insurance coverage with the Imperial Insurance Company, Ltd., September 1, 1972.

8. Stock Purchase Options

No options granted since January 27, 1960. All previous grants have been exercised, cancelled or lapsed.

9. Entries restricted under provisions of mortgages.

None

NOTES AND REMARKS

201. ITEMS IN SELECTED CURRENT ASSET ACCOUNTS

Give brief description for each item or class of items of like description in accounts Nos. 702, "Temporary cash investments"; 703, "Special deposits"; 704, "Loans and notes receivable"; 709, "Accrued accounts receivable"; 711, Prepayments; and 713, "Other current assets," at the close of the year. Show description of the temporary cash investments, the names of depositories for the special deposits, the character of loans and notes, with name of debtor (or class of debtors), dates of issue and maturity, and appropriate description for each class of accrued accounts receivable and for the other current assets. Show each item (or

the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in schedule 200A. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)
1	702	Temporary Cash Investments:	
2		Certificate of Deposit, First Valley Bank, Bethlehem, Pa. Due 1/15/73	5 000
3		Certificate of Deposit, First Valley Bank, Bethlehem, Pa. Due 1/22/73	125 000
4		Certificate of Deposit, First Valley Bank, Bethlehem, Pa. Due 1/29/73	500 000
5		Certificate of Deposit, First Valley Bank, Bethlehem, Pa. Due 2/23/73	500 000
6		Certificate of Deposit, First Valley Bank, Bethlehem, Pa. Due 3/27/73	375 000
7			1 505 000
8	703	Special Deposits:	
9		Deposit with First Valley Bank, Bethlehem, Pa., account future obligations	768 902
10	704	Loans and Notes Receivable:	
11		None	None
12	709	Accrued Accounts Receivable:	
13		Litigation settlement payment due 1973	111 000
14		Joint Facility Operations	617 960
15		Interline freight settlements due from foreign roads	2 294 210
16		Per Diem due from foreign roads	398 526
17		Interline settlements recoverable	53 000
18			3 474 696
19			
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27			
28	711	Prepayments:	
29		Miscellaneous items, each less than \$100,000	301 714
30			
31			
32	713	Other Current Assets:	
33		Advances in Transit	
34		Minor items, each less than \$100,000	88 323
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204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS

Give the particulars called for with respect to reserve funds included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

In column (b) give the name by which the fund is designated in the respondent's records; the kind of fund, such as sinking, capital, property

insurance, pension, and relief; the rate of interest (if any); and the date of maturity.

Insert totals separately for each account. Such totals of columns (g) and (j) should be the same as those stated in short columns (b₁) and (b₂), respectively, in the comparative general balance sheet statement.

Entries in column (g) should be the sums of corresponding entries in

Line No.	Account No.	Name, kind, and purpose of fund	Name of trustee or depository	Balance at beginning of year—Book value	
	(a)	(b)	(c)	(d)	
1	715	Prior Lien Sinking Fund		\$	None
2					
3	715	General Sinking Fund			None
4					
5	716	Deposits in Lieu of Mortgaged Property Sold	Manufacturers Hanover Trust Company New York, N.Y.	452	355
6			Treasurer, United States Government		5 657
7			First National City Bank, New York, N.Y.	213	317
8		Deposits in Compliance of Court Orders No. 26 and 29	Philadelphia National Bank, Phila. Pa. Order No. 26	410	072
9			First Valley Bank, Bethlehem, Pa. Order No. 29	510	766
10			Philadelphia National Bank, Phila. Pa. Order No. 29	167	795
11		Pending Deposits	Received in Dec. 1972 for deposits in January 1973.		156 662
12			Total Account 716	1	916 624
13	717	Employees Liability Insurance Deposit	New York Industrial Commission		63 299
14		to permit respondent to carry its own risk under provision of the New York Workmen's Compensation Law.			
15		U. S. Employees Compensation Commission	Federal Reserve Bank of New York	47	556
16		To permit respondent to carry its own risk under provision of the Longshoremen's and Harbor Worker's Compensation Act of March 4, 1927.			
17		Employees Liability Insurance Deposit	Pennsylvania Department of Labor and Industry	26	044
18		To permit respondent to carry its own risk under provision of the Pennsylvania Workmen's Compensation Law.			
19		Comptroller, City of New York	Comptroller, City of New York	98	024
20		in connection with consent to maintain tracks and for use of Piers in New York City.			
21		Treasurer, Commonwealth of Penna.	Treasurer, Commonwealth of Pennsylvania	4	881
22		Guarantee for payment of liquid fuels tax.			
23		Deposit account Service Interruption Policy of Imperial Insurance Company Limited.	Daily Indemnity, Barclays Bank D.C.O. Nassau, Bahamas	26	700
24		Savings Account set up to cover deferred compensation obligation	Provident National Bank, Philadelphia Pennsylvania	38	293
25					
26			Total Account 717		304 797
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204. SINKING, CAPITAL, INSURANCE, AND OTHER RESERVE FUNDS—Concluded

columns (d) and (e), less those shown in column (f), and the sum of entries in columns (h), (i), and (l) should equal those in column (g).

All conversions of cash into securities, or vice versa, shall be treated as withdrawals from the fund in column (f) and as additions to the fund in column (e).

Funds representing net credit balances of earmarked incentive per diem

should be reported separately for each year. The amount of income earned on these funds should be reported in footnote to this schedule.¹ Wholly owned Canadian subsidiary lines should subdivide the earmarked funds between monies received from Canadian parent companies as a result of incentive charges and the carrier's own credit balances.

Additions during the year—Book value			Withdrawals during the year—Book value			Balance at close of year—Book value			ASSETS IN FUNDS AT CLOSE OF YEAR												Line No.
									Cash	SECURITIES ISSUED OR ASSIGNED BY RESPONDENT				OTHER SECURITIES AND INVESTED ASSETS							
										Par value		Book value		Par value		Book value					
(e)			(f)			(g)			(h)			(i)		(j)		(k)		(l)			
\$			\$			\$			\$			\$			\$			\$			
																					1
																					2
																					3
																					4
	28	402				480	757			794					505	000		479	963		5
	None					5	657			5	657										6
	13	208				226	525			3	296				235	000		223	229		7
	362	569				772	641								772	641		772	641		8
	28	757				539	523			39	523				500	000		500	000		9
	595	557				763	352								763	352		763	352		10
1	106	013				1	262	675	1	262	675										11
2	134	506		None		4	051	130	1	311	945				2	775	993	2	739	185	12
							63	299								62	000		63	299	13
																					14
							47	556								50	000		47	556	15
																					16
							26	044								25	000		26	044	17
																					18
	81	987		82	789		97	222								99	000		97	222	19
																					20
							4	881								5	000		4	881	21
																					22
							26	700													23
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	596					38	889		38	889											25
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	82	583		109	489		277	891		38	889					241	000		239	002	28
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GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 205 AND 206

1. Schedules 205 and 206 should give particulars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of affiliated and nonaffiliated companies held by respondent at close of year specifically as investments including obligations of the United States, of a State or local government, or of an individual, so held; investments made, disposed of, or written down during the year; and dividends and interest credited to income. They should exclude securities issued or assumed by respondent. For definition of affiliated companies, see the rules governing account No. 721, "Investments in affiliated companies," in the Uniform System of Accounts for Railroad Companies.

2. These investments should be subdivided to show the par value pledged, unpledged, and held in fund accounts. Under "pledged" include the par value of securities recorded in accounts Nos. 721, "Investments in affiliated companies," and 722, "Other investments," which are deposited with some pledgee or other trustee, or held subject to the lien of a chattel mortgage, or subject to any other restriction or condition which makes them unavailable for general corporate purposes. "Unpledged" should include all securities held by or for the respondent free from any lien or restriction, recorded in the accounts mentioned above. Under "In sinking, insurance, and other funds" include the par value of securities recorded in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; and 717, "Insurance and other funds."

3. List the investments in the following order and show a total for each group and each class of investments by accounts in numerical order:

(A) Stocks:

- (1) Carriers—active.
- (2) Carriers—inactive.
- (3) Noncarriers—active.
- (4) Noncarriers—inactive.

(B) Bonds (including U. S. Government Bonds):

(C) Other secured obligations:

(D) Unsecured notes:

(E) Investment advances:

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

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

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

6. By carriers, as the term is here used, is meant companies owning or operating railroads, facilities auxiliary thereto such as bridges, ferries, union depots, and other terminal facilities, sleeping cars, parlor cars, dining cars, freight cars, 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.

7. Noncarrier companies should, for the purposes of these schedules, include telephone companies, telegraph companies, mining companies, manufacturing companies, hotel companies, etc. Purely "holding companies" are to be classed as noncarrier companies, even though the securities held by such companies are largely or entirely those issued or assumed by carriers.

8. 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.

9. Any balance in account 723, Reserve for adjustment of investment in securities - Credit, shall be disclosed by footnote to the securities against which such reserves were established.

Note applicable to Page 20, Schedule 205

Account 723, Reserve for adjustment of investments in securities - credit

	Advance	Stock
Bay Shore Connecting Railroad Company		\$ 13,200
Ironton Railroad		550,000
Owasco River Railway Company	\$7,769	44,358
Railway Express Agency		144,578
	\$7,769	\$752,136
	\$759,905	

205. INVESTMENTS IN 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 and other reserve funds"; 721, "Investments in affiliated companies"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, 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 bond 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....." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference if any	Extent of control	INVESTMENTS AT CLOSE OF YEAR			
						FAIR VALUE OF AMOUNT HELD AT CLOSE OF YEAR			
						Pledged (f)	Unpledged (g)	In sinking, insurance, and other funds (h)	Total per value (i)
(a)	(b)	(c)	(d)	(e)					
1	721a	A1	VII	Bay Shore Connecting R.R. Co.	50		27 900		27 900
2	"	"	"	Buffalo Creek Railroad Company	50	125 000			125 000
3	"	"	"	Ironton Railroad Company	50		400 000		400 000
4	"	"	"	Niagara Junction Railway Co.	25	(2,500	shrs.No Par)	(2,500 Shrs. No Par)	
5	"	"	"	Owasco River Railway	50		15 000		15 000
6	"	"	"	The Pullman Company	.62				
7				Total A 1		125 000	442 900		567 900
10	721a	A2	VII	Black Diamond Transport Co.	100		1 000		1 000
12	721a	A3	VI	Consolidated Real Estate Co.	100		5 000		5 000
13	"	"	"	United Real Estate Co.	100		1 000		1 000
14	"	"	"	Abalan Corporation	100		1 000		1 000
15				Total A 3			7 000		7 000
16				Grand Total A		125 000	450 900		575 900
18	721d	D1	VII	Railway Express Agency Inc.	1				
20	721d	D2	VII	Black Diamond Transport Co.	100		1 200		1 200
21				Grand Total D			1 200		1 200
23	721e	E1	VII	Lessees Ironton Railroad Co.	50				
24	"	"	"	Bay Shore Connecting R.R. Co.	50				
25	"	"	"	Buffalo Creek Railroad Co.	50				
26	"	"	"	Owasco River Railway	50				
27	"	"	"	Lessees Buffalo Creek Railroad	50				
28				Total E 1					
30	721e	E3	VI	Black Diamond Transport Co.	100				
31	"	"	"	Consolidated Real Estate Co.	100				
32	"	"	"	United Real Estate Co.	100				
33				Total E 3					
34				Grand Total E					
36				Grand Total Account 721		125 000	452 100		577 100
37	a Joint control, Central Railroad Company of New Jersey and Lehigh Valley Railroad Company.								
38	b 1,250 shares of Capital Stock pledged under U.S. Government Guaranteed Loan, Joint control, Erie Lackawanna Railway Company and Lehigh Valley Railroad Company.								
40	c Joint control, Reading Company and Lehigh Valley Railroad Company.								
42	d Controlled by Penn Central Company, Erie Lackawanna Railway Company and Lehigh Valley Railroad Company.								
43	e Joint control, Penn Central Company and Lehigh Valley Railroad Company.								
44	x Net retirements and depreciation of property.								
45	(See Page 19 for detail on Account 723)								
46	y Reclassified to Account 722 A Other Investments.								
47	z Reclassified to Account 722 D Other Investments.								

205. INVESTMENTS IN AFFILIATED COMPANIES—Continued

6. If any of the companies included in this schedule are controlled by respondent, the percent of control should be given 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. For nonpar stock, show the number of shares in lieu of the par value in columns (f), (g), (h), (i), (k), and (m).

8. In reporting advances, columns (f), (g), (h), (i), (k), and (m) should be left blank. If any advances are pledged, give particulars in a footnote.

9. Particulars of investments made, disposed of, or written down during

the year should be given in columns (k) to (o), inclusive. If the cost of any investment made during the year differs from the book value reported in column (l), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (n), which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

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

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.		
Total book value			Par value		Book value		Par value		Book value		Selling price		Rate	Amount credited to income			
(j)			(k)		(l)		(m)		(n)		(o)		(p)	(q)			
\$			\$		\$		\$		\$		\$		%	\$			
	27	900															1
	125	000															2
	750	000															3
	250	987															4
	44	359															5
							y	45	230		126	644		126	644		6
1	198	246						45	230		126	644		126	644		7
	1	000															8
																	9
	5	000															10
	1	000															11
	1	000															12
	7	000															13
1	206	246						45	230		126	644		126	644		14
							z	289	156		289	156		289	156		15
	1	200															16
	1	200						289	156		289	156		289	156		17
																	18
	12	402								x		28			28		19
2	095	500															20
	7	769															21
	300	000															22
2	415	671									28				28		23
		85				40											24
	40	402								x		68			68		25
	290	627								x		663			663		26
	331	114				40					731				731		27
2	746	785				40					731				731		28
																	29
3	954	231				40		334	386		416	559		416	559		30
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265. INVESTMENTS IN AFFILIATED COMPANIES—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company and description of security held; also lien reference, if any	Extent of control	INVESTMENT AT CLOSE OF YEAR							
						PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
						Pledged		Unpledged		In sinking, insurance, and other funds		Total per value	
	(a)	(b)	(c)	(d)	(e)	(f)		(g)		(h)		(i)	
					%	\$		\$		\$		\$	
50													
51													
52													
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107													

205. INVESTMENTS IN AFFILIATED COMPANIES—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price	Rate	Amount credited to income	
(j)			(k)			(l)			(m)			(n)			(o)	(p)	(q)	
\$			\$			\$			\$			\$			\$	%	\$	
																		80
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206. OTHER INVESTMENTS

1. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances or others than affiliated companies included in accounts Nos. 715, "Sinking funds"; 716, "Capital and other reserve funds"; 722, "Other investments"; and 717, "Insurance and other funds."

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 19, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c). Investment in U. S. Treasury obligations may be reported as one item.

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..." In making entries in this column, abbreviations

Line No.	Acct. No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR							
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR							
					Pledged (e)	Unpledged (f)	In sinking, insurance, and other funds (g)	Total par value (h)				
	(a)	(b)	(c)	(d)	\$	\$	\$	\$				
1	715			None								
2												
3	716	B 3	IX	U.S. Treasury Bills and other								
4				Short Term Obligations				2 775 993			2 775 993	
5												
6	717	A 3	IX	City of New York Corporate				10 000			10 000	
7												
8	717	B 3	IX	U. S. Treasury 2 1/2% Coupon Bonds								
9				acquired 12/15/67, due 2/15/72								
10				U. S. Treasury 3% Coupon Bonds								
11				dated 2/15/55, due 2/15/95				50 000			50 000	
12				U. S. Treasury 3 1/2% Coupon Bonds								
13				dated 10/3/60, due 2/15/90				96 000			96 000	
14				U. S. Treasury 4-3/4% Note, acquired								
15				5/7/71, matured 5/15/72								
16				U. S. Treasury 4 1/2% Bond acquired								
17				7/11/72, matures 5/15/74				83 500			83 500	
18				U. S. Treasury 4-3/4% Note, acquired								
19				6/4/71, matures 5/15/72								
20				Total B-3				229 500			229 500	
21												
22	717	C 3	VI	Daily Indemnity Deposit								
23				Provident National Bank				38 889			38 889	
24				Total C-3				38 889			38 889	
25				Grand Total Acct. 717				278 389			278 389	
26	722a	A 1	VII	Lehigh & Hudson River Railway Co.		1 041 000					1 041 000	
27				The Pullman Company		4 523					4 523	
28				Total A-1		1 045 523					1 045 523	
29												
30	722a	A 3	X	Philadelphia Bourse Company								
31				Total A-3								
32												
33	722d	D 3	VII	Central Railroad of New Jersey Note		b 500 000					500 000	
34				Railway Express Agency, Inc., Warrants								
35				(6228 Warrants Held)								
36				Railway Express Agency, Inc., 5% Note								
37				Due 12/31/73		289 156					289 156	
38				Total D-3		789 156					789 156	
39												
40	722e	E 3	X	Memberships in Clubs & Associations		None					None	
41												
42				Grand Total Acct. 722		1 834 679					1 834 679	
43												
44	NOTES:											
45	a			Interest earned credited to Deferred Compensation.								
46	b			Note accented from Trustee of the Central Railroad of New Jersey								
47				account settlement of Laurel Run Collision, Dec. 26, 1965.								
48	c			To record nominal value of warrants issued in connection with transfer of stock.								
49	d			Reclassified from Account 721, Investments in affiliated companies.								
50	e			Par value reduced to \$1.00 per share by Pullman Company Director's at								
51				December 15, 1972 meeting.								
52	x			Interest accrued account delayed collection.								

204. OTHER INVESTMENTS—Continued

In common use in standard financial publications may be used where necessary on account of limited space.

6. For nonpar stock, show the number of shares in lieu of the par value in columns (e), (f), (g), (h), (i), and (j).

7. In reporting advances, columns (e), (f), (g), (h), (i), and (j) should be left blank. If any advances are pledged, give particulars in a footnote.

8. Particulars of investments made, disposed of, or written down during the year should be given in columns (j) to (n), inclusive. If the cost of any investment made during the year differs from the book value reported in column (h), explain the matter in a footnote. By "cost" is meant the consideration given minus accrued interest or dividends included therein. If the consideration given or received for such investments was other than cash, describe the transaction in a footnote. Identify all entries in column (m) which represent a reduction in the book value of securities by symbol and give full explanation in a footnote in each case.

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR			INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR						DIVIDENDS OR INTEREST DURING YEAR			Line No.						
Total book value			Par value		Book value		Par value		Book value		Selling price		Rate	Amount credited to income							
(i)			(j)		(k)		(l)		(m)		(n)		(o)	(p)							
\$		None	\$		\$		\$		\$		\$		%	\$							
																1					
																2					
2	739	185	7	155	309	7	118	500	6	159	804	6	118	194	6	195	804	64	718	3	
	9	018													3				300	4	
																				5	
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																				10	
	48	200													3			1	500	11	
	97	622													3½			3	220	12	
																				13	
																				14	
																				15	
																				16	
																				17	
x	81	987		83	500	x	81	987							4-1¼			3	758	18	
	2	175					2	175												19	
																				20	
	229	984		83	500		84	162		83	500		84	964		83	500		10	749	21
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206. OTHER INVESTMENTS—Continued

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	INVESTMENTS AT CLOSE OF YEAR											
					PAR VALUE OF AMOUNT HELD AT CLOSE OF YEAR											
					Pledged			Unpledged			In sinking, insurance, and other funds			Total par value		
(a)	(b)	(c)	(d)		(e)			(f)			(g)			(h)		
					\$			\$			\$			\$		
54																
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206. OTHER INVESTMENTS—Concluded

INVESTMENTS AT CLOSE OF YEAR			INVESTMENTS MADE DURING YEAR						INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									DIVIDENDS OR INTEREST DURING YEAR		Line No.
Total book value			Par value			Book value			Par value			Book value			Selling price			Rate	Amount credited to income	
(l)			(j)			(k)			(l)			(m)			(n)			(o)	(p)	
\$			\$			\$			\$			\$			\$			%	\$	
																				54
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209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES

1. Give particulars of investments represented by securities and advances (including securities issued or assumed by respondent), and of other intangible property, indirectly owned or controlled by respondent through any subsidiary which does not report to the Commission under

the provisions of Part 1 of the Interstate Commerce Act, without regard to any question of whether the company issuing the securities or the obligor, is controlled by the subsidiary.

2. This schedule should include all securities, open account advances, and other intangible

Line No.	Class No. (a)	Name of issuing company and security or other intangible thing in which investment is made (b)	INVESTMENTS AT CLOSE OF YEAR				INVESTMENTS MADE DURING YEAR			
			Total par value (c)		Total book value (d)		Par value (e)		Book value (f)	
1		None	\$		\$		\$		\$	
2										
3										
4										
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NOTES AND REMARKS

209. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES—Continued

property owned or controlled by nonreporting companies shown in schedules 104A, 104B, and 205, as well as those owned or controlled by any other organization or individual whose action respondent is able to determine.

3. Investments in U.S. Treasury obligations may be combined in a single item.

4. Column (a), Class No., should show classifications as provided in instructions 3 and 4, page 19.

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR									Names of subsidiaries in connection with things owned or controlled through them	Line No.
Par value (g)			Book value (h)			Selling price (i)				
\$			\$			\$			None	1
										2
										3
										4
										5
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NOTES AND REMARKS

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 32)

Line No.	Account (a)	Balance at beginning of year (b)	Expenditures during the year for original road and equipment, and road extensions (c)	Expenditures during the year for purchase of existing lines, reorganizations, etc. (d)
1	(1) Engineering.....	3 697 492		
2	(2) Land for transportation purposes.....	16 019 421		
3	(2½) Other right-of-way expenditures.....	53 730		
4	(3) Grading.....	29 696 224		
5	(5) Tunnels and subways.....	4 221 915		
6	(6) Bridges, trestles, and culverts.....	16 937 431		
7	(7) Elevated structures.....			
8	(8) Ties.....	6 199 657		
9	(9) Rails.....	12 011 454		
10	(10) Other track material.....	9 018 220		
11	(11) Ballast.....	6 212 593		
12	(12) Track laying and surfacing.....	6 936 629		
13	(13) Fences, snowsheds, and signs.....	379 034		
14	(16) Station and office buildings.....	7 108 638		
15	(17) Roadway buildings.....	188 551		
16	(18) Water stations.....	177 165		
17	(19) Fuel stations.....	319 095		
18	(20) Shops and enginehouses.....	4 387 693		
19	(21) Grain elevators.....			
20	(22) Storage warehouses.....			
21	(23) Wharves and docks.....	2 153 444		
22	(24) Coal and ore wharves.....			
23	(25) TOFC/COFC terminals.....	435 932		
24	(26) Communication systems.....	604 939		
25	(27) Signals and interlockers.....	9 252 311		
26	(29) Power plants.....	1 748		
27	(31) Power-transmission systems.....	579 205		
28	(35) Miscellaneous structures.....	32 364		
29	(37) Roadway machines.....	1 591 927		
30	(38) Roadway small tools.....	80 670		
31	(39) Public improvements—Construction.....	4 347 773		
32	(43) Other expenditures—Road.....			
33	(44) Shop machinery.....	1 470 917		
34	(45) Power-plant machinery.....			
35	Other (specify and explain).....			
36	Total expenditures for road.....	144 116 172		
37	(52) Locomotives.....	16 633 329		
38	(53) Freight-train cars.....	29 163 314		
39	(54) Passenger-train cars.....			
40	(55) Highway revenue equipment.....	38 687		
41	(56) Floating equipment.....	1 282 627		
42	(57) Work equipment.....	904 873		
43	(58) Miscellaneous equipment.....	717 588		
44	Total expenditures for equipment.....	48 740 418		
45	(71) Organization expenses.....			
46	(76) Interest during construction.....	7 580 584		
47	(77) Other expenditures—General.....	1 167 815		
48	Total general expenditures.....	8 748 399		
49	TOTAL.....	201 604 989		
50	(80) Other elements of investment (p. 33).....			
51	(90) Construction work in progress.....	167 149		
52	GRAND TOTAL.....	201 772 138		

211. ROAD AND EQUIPMENT PROPERTY (See Instructions page 32)

EXPENDITURES FOR ADDITIONS AND BETTERMENTS DURING THE YEAR				CREDITS FOR PROPERTY REVISED DURING THE YEAR		Net changes during the year	Balance at close of year		Line No.
Made on owned property (e)	Made on leased property (f)			Owned property (g)	Leased property (h)		(i)	(j)	
21 835				53 280		(31 445)	3 666	047	1
61				473 053		(472 992)	15 546	429	2
				299		(299)	53	431	3
100 184	9 600			318 287		(208 503)	29 487	721	4
(15 882)				135 935		(151 817)	4 221	915	5
							16 785	614	6
127 080				288 038		(160 958)	6 038	699	7
36 219				316 733		(280 514)	11 730	940	8
109 286				246 460		(137 174)	8 881	046	9
8 472	4 325			162 930		(150 133)	6 062	460	10
(4 516)				184 936		(189 452)	6 747	177	11
3 387				5 461		(2 074)	376	960	12
(31 843)				325 575		(357 418)	6 751	220	13
(150)				4 051		(4 201)	184	350	14
1 952						(1 952)	179	117	15
1 862				4 359		(2 497)	316	598	16
18 225				34 766		(16 541)	4 371	152	17
									18
							2 153	444	19
									20
(3 711)				18 043		(21 754)	414	178	21
(15 445)				356		(15 801)	589	138	22
(43 704)				456 405		(500 109)	8 752	202	23
(1 748)						(1 748)			24
3 504				2 678		(826)	580	031	25
(1 319)				30		(1 349)	31	015	26
5 801						(5 801)	1 597	728	27
							80	670	28
32 455				47 854		(15 399)	4 332	374	29
									30
36 524				4 019		(32 505)	1 503	422	31
									32
388 529	13 925			3 083 548		(2 681 094)	141 435	078	33
26 522				1 737 628		(1 711 106)	14 922	223	34
25				5 082 861		(5 082 836)	24 080	478	35
									36
							38 687		37
				110 678		(110 678)	1 171	949	38
7 044				8 868		(1 824)	903	049	39
54 633				10 663		(43 970)	761	558	40
88 224				6 950 698		(6 862 474)	41 877	944	41
									42
7 973				86 087		(78 114)	7 502	470	43
				5 862		(5 862)	1 161	953	44
7 973				91 949		(83 976)	8 664	423	45
484 726	13 925			10 126 195		(9 627 544)	191 977	445	46
									47
(167 149)						(167 149)			48
317 577	13 925			10 126 195		(9 794 693)	191 977	445	49
									50
									51
									52

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 211 ON PAGES 30 and 31

1. Give particulars of balances at the beginning and close of the year and of all changes during the year in account No. 731, "Road and Equipment Property," and account No. 732, "Improvements on Leased Property," classified by primary accounts in accordance with the Uniform System of Accounts for Railroad Companies. 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 (h), inclusive. Column (j) is the aggregate of columns (b) to (h), inclusive. Grand totals of columns (b) and (j) should equal the sum of accounts 731 and 732 for the respective periods; if not, full explanation should be made in a footnote.

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

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

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

5. In column (f) show particulars for improvements made on property held under lease or other form of long-term contract and not charged to the owning company.

6. In columns (g) and (h) should be entered all credits representing property sold, abandoned, or otherwise retired.

7. 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.

8. 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.

9. Report on line 35 amounts not includible in the primary road accounts. The items reported should be briefly identified and explained under "Notes and Remarks," below. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

10. 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.

11. If an amount of less than \$500 is used as the minimum debit or credit 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.

NOTES AND REMARKS

We use \$100 as a minimum debit or credit for additions and betterments to property investments accounts on authority of Mr. Frank Fowler, Director of Interstate Commerce Commission, dated April 13, 1940.

211A. OTHER ELEMENTS OF INVESTMENT

1. Give particulars and explanation of all entries in account No. 80, "Other elements of investment," during the year.

2. In column (b) show the account number to which the entries in column (c) were credited and the account number to which the entries in

column (d) were charged. If more than one contra account is involved in an item, the amount applicable to each account and total for the item should be shown.

Line No.	Item (a)	Contra account number (b)	Charges during the year			Credits during the year		
			(c)			(d)		
1	None		\$			\$		
2								
3								
4								
5								
6								
7								
8								
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211B. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT OWNED AND USED AND LEASED FROM OTHERS

1. Show in columns (b) and (e), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (c) and (f) show the depreciation base used in computing the depreciation charges for the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 20 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 therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be

shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

2. All leased properties may be combined and one composite rate computed for each primary account, or a separate schedule may be included for each such property.

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account 542. Report data applicable to improvements to such property, the cost of which is included in account 732, in columns (b), (c) and (d).

4. If the depreciation base for accounts 1, 2 1/2, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	OWNED AND USED				LEASED FROM OTHERS			
		DEPRECIATION BASE		Annual composite rate (percent)		DEPRECIATION BASE		Annual composite rate (percent)	
		At beginning of year (b)	At close of year (c)	(d)	(e)	At beginning of year (f)	At close of year (g)	(h)	(i)
1	ROAD								
2	(1) Engineering.....	3 697 055	3 672 930	0 81		1 410	1 410	0 10	
3	(2) Other right-of-way expenditures.....	53 730	53 470						
4	(3) Grading.....	29 688 854	29 518 021	0 12					
5	(5) Tunnels and subways.....	4 221 915	4 221 915	0 39					
6	(6) Bridges, trestles, and culverts.....	16 935 408	16 844 403	1 32		1 061	1 061	2 65	
7	(7) Elevated structures.....								
8	(13) Fences, snowsheds, and signs.....	379 034	377 154						
9	(16) Station and office buildings.....	7 497 142	6 744 272	2 05		7 036	7 036	10 00	
10	(17) Roadway buildings.....	164 387	161 586	2 41					
11	(18) Water stations.....	177 165	179 117	2 36					
12	(19) Fuel stations.....	319 095	316 598	2 57					
13	(20) Shops and enginehouses.....	4 387 694	4 413 756	1 80					
14	(21) Grain elevators.....								
15	(22) Storage warehouses.....								
16	(23) Wharves and docks.....	2 153 444	2 153 444	1 77					
17	(24) Coal and ore wharves.....								
18	(25) TOFC/COFC terminals.....		464 747	2 31					
19	(26) Communication systems.....	604 599	571 619	2 55					
20	(27) Signals and interlockers.....	9 250 225	8 755 781	2 79					
21	(29) Power plants.....								
22	(31) Power transmission systems.....	577 315	580 863						
23	(35) Miscellaneous structures.....	31 588	31 588	3 00					
24	(37) Roadway machines.....	1 591 927	1 597 722	5 30					
25	(39) Public improvements—Construction.....	4 201 116	4 191 410	1 74					
26	(44) Shop machinery.....	1 470 918	1 514 271	2 20					
27	(45) Power-plant machinery.....								
28	All other road accounts.....								
29	Amortization (other than defense projects).....								
30	Total road.....	87 402 611	86 364 674	1 20		9 507	9 507	7 71	
31	EQUIPMENT								
32	(52) Locomotives.....	16 572 092	15 495 577	4 44					
33	(53) Freight-train cars.....	27 927 021	24 950 276	2 44		25 078	25 078	6 67	
34	(54) Passenger-train cars.....								
35	(55) Highway revenue equipment.....	38 687	38 687	9 00					
36	(56) Floating equipment.....	1 249 703	1 169 025	2 00					
37	(57) Work equipment.....	904 873	903 049	1 59					
38	(58) Miscellaneous equipment.....	717 588	749 134	5 50					
39	Total equipment.....	47 409 964	43 305 748	3 18		25 078	25 078	6 67	
40	GRAND TOTAL.....	134 812 575	129 670 422	1 18		34 585	34 585	6 67	

Depreciation bases for accounts 1, 3, 5 and 39 includes non-depreciable property.

Composite rates for accounts 35, 56, 57 and 58 effective as of Jan. 1, 1972 as per letter of March 24, 1972 from Mr. John A. Grady, Director-Bureau of Accounts, Interstate Commerce Commission.

211C. DEPRECIATION BASE AND RATES—ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the related depreciation reserve is carried in the accounts of the respondent and the rent therefrom is included in account No. 509.

2. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation for the months of January and December, respectively, with respect to road and equipment owned by the respondent but leased to others, the depreciation charges for which are not 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 Commission's Bureau of Accounts, brought to a current date by the respondent from its Order No. 3 records and accounts, or is other than ledger value for equipment, a full explanation should be given.

3. In column (d) show the composite rates used in computing the depreciation for the month of December and on lines 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 in computing the depreciation for December and dividing the total so computed by the depreciation base.

4. If the depreciation base for accounts 1, 2½, 3, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

5. If depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) affected.

Line No.	Account (a)	DEPRECIATION BASE				Annual composite rate (percent)	
		Beginning of year (b)		Close of year (c)		(d)	
		\$		\$			%
1	ROAD						
2	(1) Engineering.....						
3	(2½) Other right-of-way expenditures.....						
4	(3) Grading.....						
5	(5) Tunnels and subways.....						
6	(6) Bridges, trestles, and culverts.....						
7	(7) Elevated structures.....						
8	(13) Fences, snowsheds, and signs.....						
9	(16) Station and office buildings.....	41	474	41	474		
10	(17) Roadway buildings.....	11	093	11	093	2	41
11	(18) Water stations.....						
12	(19) Fuel stations.....						
13	(20) Shops and enginehouses.....						
14	(21) Grain elevators.....						
15	(22) Storage warehouses.....						
16	(23) Wharves and docks.....						
17	(24) Coal and ore wharves.....						
18	(25) TOFC/COFC terminals.....						
19	(26) Communication systems.....						
20	(27) Signals and interlockers.....						
21	(29) Power plants.....						
22	(31) Power transmission systems.....						
23	(35) Miscellaneous structures.....						
24	(37) Roadway machines.....						
25	(59) Public improvements—Construction.....						
26	(44) Shop machinery.....						
27	(45) Power-plant machinery.....						
28	All other road accounts.....						
29	Total road.....	52	567	52	567	0	51
30	EQUIPMENT						
31	(52) Locomotives.....						
32	(53) Freight-train cars.....						
33	(54) Passenger-train cars.....						
34	(55) Highway revenue equipment.....						
35	(56) Floating equipment.....						
36	(57) Work equipment.....						
37	(58) Miscellaneous equipment.....						
38	Total equipment.....	52	567	52	567	11	11
39	GRAND TOTAL.....	52	567	52	567	11	11

211D. DEPRECIATION RESERVE—ROAD AND EQUIPMENT OWNED AND USED

1. Give the particulars called for hereunder with respect to credits and debits to account No. 755, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment owned and used. This schedule should not include any entries for depreciation of equipment, used but not owned, when the rents therefor are included in the rent for equipment accounts Nos. 536 to 540, inclusive. It should include entries for depreciation of equipment owned but not used when the rents therefrom are included in the rent for equipment accounts Nos. 503 to 507, inclusive. (See schedule 211F for the reserve relating to road and equipment owned but not used by the respondent.) If any

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

2. If there is any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses, a full explanation should be given.

3. All credits or debits to the reserve representing amortization other than for defense projects, if a general amortization program has been authorized, should be entered on line 29.

Line No.	Account	Balance at beginning of year		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year	
				Charges to operating expenses	Other credits	Retirements	Other debits		
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	ROAD	1 024 644	29 847			14 083		1 040 408	
2	(1) Engineering	53 537				299	5 180	48 058	
3	(24) Other right-of-way expenditures	1 400 320	35 459			21 952		1 413 827	
4	(3) Grading	1 019 917	16 465					1 036 382	
5	(5) Tunnels and subways	9 758 171	222 841			136 129		9 144 883	
6	(6) Bridges, trestles, and culverts								
7	(7) Elevated structures	381 812				3 999	41 198	336 615	
8	(13) Fences, snow sheds, and signs	2 707 896	143 371	230 867		268 636		2 813 498	
9	(16) Station and office buildings	59 587	3 879	21 651		3 339		81 778	
10	(17) Roadway buildings	126 521	4 197					130 718	
11	(18) Water stations	246 476	8 149			4 359		250 266	
12	(19) Fuel stations	2 577 731	79 064			26 218		2 630 577	
13	(20) Shops and enginehouses								
14	(21) Grain elevators								
15	(22) Storage warehouses	109 476	36 686	969 274				1 115 436	
16	(23) Wharves and docks								
17	(24) Coal and ore wharves	46 340	9 341			7 882		47 799	
18	(25) TOFC/COFC terminals	431 224	15 412			15 378		431 258	
19	(26) Communication systems	4 602 324	255 559			438 126	703 168	3 716 589	
20	(27) Signals and interlockers								
21	(29) Power plants	527 975				2 238	8 829	516 908	
22	(31) Power-transmission systems	19 818	870			(110)		20 798	
23	(35) Miscellaneous structures	1 089 848	85 850			(300)	277 083	898 915	
24	(37) Roadway machines	2 459 009	73 199			26 417		2 505 791	
25	(39) Public improvements—Construction	717 823	32 752			6 944		743 631	
26	(44) Shop Machinery *								
27	(45) Power-plant machinery *	1 542 908					1 542 908		
28	All other road accounts								
29	Amortization (other than defense projects)	30 203 357	1 052 941	1 221 792		975 589	2 578 366	28 924 135	
30	Total road								
31	EQUIPMENT	8 191 125	724 533	2 185 140		1 633 859		9 466 939	
32	(52) Locomotives	11 181 949	652 887	810 659		3 450 508		9 194 987	
33	(53) Freight-train cars								
34	(54) Passenger-train cars	21 467	3 482			(963)		25 912	
35	(55) Highway revenue equipment	398 250	24 689			74 428	620 333	728 178	
36	(56) Floating equipment	844 013	14 373			3 797	134 088	728 095	
37	(57) Work equipment	506 116	40 618			10 608	74 146	461 980	
38	(58) Miscellaneous equipment	22 142 920	1 460 582	2 995 739		5 164 643	828 567	20 606 091	
39	Total equipment	52 346 277	2 513 523	4 217 591		6 140 232	3 406 933	49 530 226	
40	GRAND TOTAL								

*Chargeable to account 205.

Columns (d) and (f) - Adjustments made in accordance with approval granted by Mr. John A. Grady, Director-Bureau of Accounts, Interstate Commerce Commission, in his letter of March 24, 1972.

Column (d) Line 33 - Adjustments of \$810,659 made in accordance with approval granted by Mr. James B. Thomas Jr., Chairman-Accounting and Valuation Board, Interstate Commerce Commission, in his letter of February 26, 1973.

211K. DEPRECIATION RESERVE—ROAD AND EQUIPMENT LEASED FROM OTHERS

1. Give full particulars called for hereunder with respect to credits and debits to account No. 785, "Accrued depreciation—Leased property," during the year relating to road and equipment leased from others, the depreciation charges for which are includible in operating expenses of the respondent.

2. Show in column (c) amounts which were charged to operating expenses, and in column (f) show payments made to the lessor in settlement thereof. A full explanation should be given of all entries in columns (d) and (f).

3. Any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses should be fully explained.

4. Show in column (e) the debits to the reserve arising from retirements.

5. If settlement for depreciation is made currently between lessee and lessor, and no debits or credits to account No. 785 are made by the accounting company, show in column (c) the charges to operating expenses and in column (f) show payments made to the lessor in settlement thereof.

Line No.	Account (a)	Balance at beginning of year (b)			Credits to Reserve During the Year				Debits to Reserve During the Year				Balance at close of year (g)		
					Charges to operating expenses (c)		Other credits (d)		Retirements (e)		Other debits (f)				
		\$			\$			\$			\$			\$	
	ROAD														
1	(1) Engineering						1								1
2	(2) Other right-of-way expenditures														
3	(3) Grading			Inapplicable											Inapplicable
4	(5) Tunnels and subways														
5	(6) Bridges, trestles, and culverts						28								28
6	(7) Elevated structures														
7	(13) Fences, snow sheds, and signs														
8	(16) Station and office buildings			703			704								1 407
9	(17) Roadway buildings														
10	(18) Water stations														
11	(19) Fuel stations														
12	(20) Shops and enginehouses														
13	(21) Grain elevators														
14	(22) Storage warehouses														
15	(23) Wharves and docks														
16	(24) Coal and ore wharves														
17	(25) TOFC/COFC terminals														
18	(26) Communication systems														
19	(27) Signals and interlockers														
20	(29) Power plants														
21	(31) Power-transmission systems														
22	(35) Miscellaneous structures														
23	(37) Roadway machines														
24	(39) Public improvements—Construction														
25	(44) Shop machinery*														
26	(45) Power-plant machinery*														
27	All other road accounts			703			733						29		1 407
28	Total road			703			733						29		1 407
29	EQUIPMENT														
30	(52) Locomotives			6 691			1 673								8 364
31	(53) Freight-train cars														
32	(54) Passenger-train cars														
33	(55) Highway revenue equipment														
34	(56) Floating equipment														
35	(57) Work equipment														
36	(58) Miscellaneous equipment			6 691			1 673								8 364
37	Total equipment			6 691			1 673						29		9 771
38	GRAND TOTAL			7 394			2 406						29		9 771

*Chargeable to account 315.

Column (f) Line 28 - Depreciation charges settled currently between Lessee and Lessor.

Column (e) Line 9 and 32 - Amortization charged to Accounts 266 and 331 during the year for improvements made to leased property.

211F. DEPRECIATION RESERVE—ROAD AND EQUIPMENT LEASED TO OTHERS

1. This schedule is to be used in cases where the depreciation reserve is carried in the accounts of the respondent, and the rent therefrom is included in account No. 502.

2. Give the particulars called for hereunder with respect to credits and debits to account No. 735, "Accrued depreciation—Road and Equipment," during the year relating to road and equipment leased to others, the depreciation charges for which are not includible in operating expenses

of the respondent. (See schedule 211D 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 column (b) or (f) for any primary account should be shown in parenthesis or designated "Dr."

Line No.	Accounts (a)	Balance at beginning of year (b)		Credits to Reserve During the Year		Debits to Reserve During the Year		Balance at close of year (g)	
				Charges to others (c)	Other credits (d)	Retirements (e)	Other debits (f)		
		\$		\$	\$	\$	\$	\$	
1	ROAD								
2	(1) Engineering								
3	(24) Other right-of-way expenditures								
4	(3) Grading								
5	(5) Tunnels and subways								
6	(6) Bridges, trestles, and culverts								
7	(7) Elevated structures								
8	(13) Fences, snow sheds, and signs	41	474					41	474
9	(16) Station and office buildings	8	113		267			8	380
10	(17) Roadway buildings								
11	(18) Water stations								
12	(19) Fuel stations								
13	(20) Shops and enginehouses								
14	(21) Grain elevators								
15	(22) Storage warehouses								
16	(23) Wharves and docks								
17	(24) Coal and ore wharves								
18	(25) TOFC/COFC terminals								
19	(26) Communication systems								
20	(27) Signals and interlockers								
21	(29) Power plants								
22	(31) Power-transmission systems								
23	(35) Miscellaneous structures								
24	(37) Roadway machines								
25	(39) Public improvements—Construction								
26	(44) Shop machinery								
27	(45) Power-plant machinery								
28	All other road accounts	49	587		267			49	854
29	Total road								
30	EQUIPMENT								
31	(52) Locomotives								
32	(53) Freight-train cars								
33	(54) Passenger-train cars								
34	(55) Highway revenue equipment								
35	(56) Floating equipment								
36	(57) Work equipment								
37	(58) Miscellaneous equipment								
38	Total equipment	49	587		267			49	854
39	GRAND TOTAL								

"Other Credits" Column (d) - Depreciation on Road Property Leased to Others, the rent for which is included in Account 510.

211C. AMORTIZATION OF DEFENSE PROJECTS—ROAD AND EQUIPMENT OWNED AND LEASED FROM OTHERS

1. Show in columns (b) to (e) the amount of base of road and equipment property for which amortization reserve is provided in account No. 736, "Accrued amortization of defense projects—Road and Equipment" of the respondent. If the amortization base is other than the ledger value stated in the investment account, a full explanation should be given.

2. Show in columns (f) to (i) the balance at the close of the

year and all credits and debits during the year in reserve account No. 736, "Accrued amortization of defense projects—Road and Equipment."

3. The information requested for "Road" by columns (b) through (i) may be shown by projects amounting to \$100,000 or more, or by single entries as "Total road" in line 28. If

reported by projects, each project should be briefly described, stating kind, location, and authorization date and number. Projects amounting to less than \$100,000 should be combined in a single entry designated "Minor items, each less than \$100,000."

4. Any amounts included in columns (b) and (f), and in column (h) affecting operating expenses, should be fully explained.

Line No.	Description of property or account (a)	BASE				RESERVE			
		Debits during year (b)	Credits during year (c)	Adjustments (d)	Balance at close of year (e)	Credits during year (f)	Debits during year (g)	Adjustments (h)	Balance at close of year (i)
1	ROAD:								
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28	TOTAL ROAD				105 631				105 631
29	EQUIPMENT:								
30	(52) Locomotives				61 237				61 237
31	(53) Freight-train cars		893 966		317 250		893 966		317 250
32	(54) Passenger-train cars								
33	(55) Highway revenue equipment								
34	(56) Floating equipment								
35	(57) Work equipment								
36	(58) Miscellaneous equipment								
37	TOTAL EQUIPMENT		893 966		411 411		893 966		411 411
38	GRAND TOTAL		893 966		517 042		893 966		517 042

NOTES AND REMARKS

2111. UNIT COST OF EQUIPMENT INSTALLED DURING THE YEAR

1. Give particulars as requested, separately, for the various classes of new units and rebuilt units of equipment installed by respondent during the year. If information regarding the cost of any units installed is not complete at time of filing of report, the units should be omitted, but reference to the number of units omitted should be given in a footnote, the details as to cost to be given in the report of the following year. The cost of units under construction at the close of the year should not be reflected in this schedule even though part of the cost appears in the property account for the year. Indicate in column (c) whether an installation represents equipment purchased, (P), built or rebuilt by contract in outside railroad shops, (C), or built or rebuilt in company or system shops, (S).

2. In column (a) list each class or type of locomotive unit, car, or TOFC/COFC equipment on a separate line. By class is meant the standard classification used to distinguish types of locomotive units, freight cars or other equipment, adopted by the Association of American Railroads, and should include physical characteristics requested by Schedule 417. Locomotive units should be identified as to power source, wheel arrangement, and horsepower per unit; and cars should be identified as to special construction or service characteristics, such as Multiple purpose diesel locomotive A units (B-B1 2500 HP.

Aluminum covered hopper cars, LO, Steel boxcars—special service, XAP, etc., for TOFC/COFC show type of equipment as enumerated in Schedule 417, lines 70-81, and type of construction.

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 landing charges.

5. Data for this schedule should be confined to the units reportable in columns (c), (d), (p), and (r) of schedule 417, showing returns for new units in the upper section of this schedule and showing returns for rebuilt units acquired and rebuilt units rewritten into respondent's property investment account in the lower section. The term "new" as used herein shall refer to and mean a unit or units placed in service for the first time on any railroad.

6. All unequipped box cars 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 (a)	Number of units (b)	Total weight (tons) (c)	Total cost (d)	Method of acquisition (see instructions) (e)
1	None			\$	
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
	TOTAL		X X X X		X X X X

REBUILT UNITS

41	Alco Road Switcher Locomotive Unit - LV 219	1	124	24	336	P
42						
43						
44						
45						
46						
47						
48						
49						
50						
51						
52						
53						
	TOTAL		X X X X			X X X X
54	GRAND TOTAL	1	X X X X	24	336	X X X X
55						

211N-1. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE (SEE INSTRUCTION 2)

1. Give particulars, as requested, of the investment in transportation property at the close of the year, as related to "Net railway operating income," of the respondent for the year.

2. The term "Investment in railway property used in transportation service" means the aggregate of property owned, and property not owned but used by the respondent, in transportation service, (a) the investment in which is represented in accounts 731 and 732 of the respondent, including operating, lessor, and inactive railroads, (b) road and equipment property leased to or from others, the rentals of which are included in accounts 509 and 542, (c) equipment owned or leased, the lease-rental from which is included in accounts 503 to 507, inclusive, of the respondent, minus (d) investment in property leased to others the lease-rental from which is included in account 500. It does not include investment of others in equipment used by the respondent, rent for which is included in accounts 536 to 540, inclusive, nor does it include investment of other carriers in property jointly used by the respondent, such as trackage rights, rent for which is included in account 541 of the respondent. In column (a), classify each company in this schedule as respondent (R), lessor railroad (L), inactive or proprietary company (P), and other leased properties (O).

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

Show a total for each class of company. Then show, as deductions, data for transportation property leased to carriers and others, rentals from which are included in account 500.

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

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

6. In column (e) show the amount of depreciation and amortization accrued as of the close of the year in accounts 735, 736 and 785 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 owned (See Ins. 4) (c)	Investment in property (See Ins. 5) (d)	Depreciation and amortization of defense projects (See Ins. 6) (e)
1	R	Lehigh Valley Railroad Company	X 788 81	\$ 191 977 445	\$ 50 106 893
2	P	Bay Shore Connecting Railroad Company (one-half)		41 195	893
3	P	Consolidated Real Estate Company		20 403	
4	P	United Real Estate Company		205 206	
5	O	Raritan Terminal & Transportation Company		# 15 599	
6	O	Penn. Central Transportation Company (Formerly New York Central Railroad Company)		* 286 700	7 370
7					
8					
9	L	Lehigh Coal & Navigation Co.	{ 341 12	8 000 000 **	121 359
10	O	Central Railroad Co. of New Jersey		9 976 431	3 715 117
11					
12					
13		NOTES:			
14		X Mileage does not agree with Page 95 by .04 of a mile due to Easton and Western Connection being owned jointly by the Lehigh Valley Railroad Company and the Central Railroad Company of New Jersey.			
15					
16					
17					
18					
19					
20					
21		# Note re Schedule 211N-2			
22		Primary accounts breakdown not available.			
23		Land 3,005			
24		Construction 12,594 15,599			
25					
26		* Primary accounts breakdown not available.			
27		Low yard substituted under N.Y.P.S.C.			
28		Grade Crossing Elimination proceeding.			
29					
30					
31		** Primary accounts breakdown not available.			
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
46					
47					
48					
49			9		
50		TOTAL	788 91	192 546 548	50 115 156

211N-2. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE—Continued

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 53 herein, should correspond with the amount for respondent and with the aggregate amounts for each class of company and properties shown in schedule 211N-1 on page 42. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in this schedule.

3. Report on line 35 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified by accounts by non-carrier owners, or where cost of property

leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of estimating value of property of non-carriers or property of other carriers under "Notes and Remarks," page 40.

4. Report on line 36 amounts not includable in the accounts shown, or in line 35. The items reported should be briefly identified and explained under "Notes and Remarks," page 40. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

Line No.	Amount	Respondent	Lessor railroads	Inactive (proprietary) companies	Other leased properties
	(a)	(b)	(c)	(d)	(e)
1	(1) Engineering.....	\$ 3 666 047		\$ 1 411	\$ 231 402
2	(2) Land for transportation purposes.....	15 546 429		223 669	662 152
3	(2½) Other right-of-way expenditures.....	53 431			
4	(3) Grading.....	29 487 721		13 890	1 085 732
5	(5) Tunnels and subways.....	4 221 915			10 110
6	(6) Bridges, trestles, and culverts.....	16 785 614		1 061	731 686
7	(7) Elevated structures.....				
8	(8) Piers.....	6 038 699		5 183	17 034
9	(9) Rails.....	11 730 940		4 971	60 7374
10	(10) Other track material.....	8 881 046		6 087	534 174
11	(11) Ballast.....	6 062 460		1 909	21 362
12	(12) Track laying and surfacing.....	6 747 177		7 037	414 477
13	(13) Fences, snow sheds, and signs.....	376 960		97	3 086
14	(16) Station and office buildings.....	6 751 220			125 580
15	(17) Roadway buildings.....	184 350		5 175	
16	(18) Water stations.....	179 117			
17	(19) Fuel stations.....	316 598			45 564
18	(20) Shops and engine houses.....	4 371 152			662 572
19	(21) Grain elevators.....				
20	(22) Storage warehouses.....				
21	(23) Wharves and docks.....	2 153 444			
22	(24) Coal and ore wharves.....				
23	(25) TOFC/COFC terminals.....	414 178			
24	(26) Communication systems.....	589 138			177 077
25	(27) Signals and interlockers.....	8 752 202			2 405 432
26	(29) Power plants.....				
27	(31) Power-transmission systems.....	580 031			150 275
28	(35) Miscellaneous structures.....	31 015			34 094
29	(37) Roadway machines.....	1 597 728			
30	(38) Roadway small tools.....	80 670			
31	(39) Public improvements—Construction.....	4 332 374		2 820	367 741
32	(43) Other expenditures—Road.....				17 376
33	(44) Shop machinery.....	1 503 422			
34	(45) Power-plant machinery.....				
35	Leased property capitalized rentals (explain).....				
36	Other (specify & explain).....				
37	Total expenditures for road.....	141 435 078		273 310	8 612 972
38	(52) Locomotives.....	14 922 223			
39	(53) Freight-train cars.....	24 080 478			
40	(54) Passenger-train cars.....				
41	(55) Highway revenue equipment.....	38 687			
42	(56) Floating equipment.....	1 171 949			
43	(57) Work equipment.....	903 049			
44	(58) Miscellaneous equipment.....	761 558			
45	Total expenditures for equipment.....	41 877 944			
46	(71) Organization expenses.....				
47	(76) Interest during construction.....	7 502 470			81 989
48	(77) Other expenditures—General.....	1 161 953			76
49	Total general expenditures.....	3 664 423			82 062
50	TOTAL.....	91 977 445		273 310	8 694 777
51	(80) Other elements of investment.....			(6 506)	
52	(90) Construction work in progress.....				801 454
53	GRAND TOTAL.....	191 977 445		266 804	9 496 231

214. MISCELLANEOUS PHYSICAL PROPERTY

1. Give particulars of all investments of the respondent in physical property includible in account No. 737, "Miscellaneous physical property," together with the revenue, income, expenses, taxes, and depreciation data on such property, as requested.

2. Show in column (a) a description and location of the physical property, and, if of realty, the kind of business in which engaged, stating whether the respondent's title is that of owner or whether the property is held under lease or other incomplete title. All particulars of title should be explained. Each item of property investment amounting to \$1,000,000 or more should be separately stated and each item whose net profit or net loss for the year (as per column (i), regardless of amount of investment) is \$50,000 or more should also be separately stated. All other items may be combined in a single entry designated "All other items."

3. If any of the individual items of property shown in column (a) were acquired in consideration of stocks, or of bonds or other evidence of debt, or in exchange for other property, enter in column (d) only the amount at which carried in respondent's books and in a footnote give a full description of the consideration actually paid. Also if the actual money out to respondent is different from that shown in column (c), give particulars in a footnote.

4. If any property investment includible in this schedule, amounting to \$250,000 or more, was disposed of during the year, give particulars in a footnote.

Line No.	ITEM (Kind and location of property, and nature of business, if any) (a)	A. INVESTMENT (ACCOUNT 737)			
		Year of acquisition (b)	Charges during the year (c)	Credits during the year (d)	Balance at close of year (See line 3) (e)
1	All Other Items		80,392	112,904	1,424,088
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
TOTAL			80,392	112,904	1,424,088

NOTES AND REMARKS

214. MISCELLANEOUS PHYSICAL PROPERTY—Continued

5. In section B include in column (f) the gross amount of revenue or income included in accounts 502 and 511, in column (g) the gross amount of expenses (including depreciation) charged to accounts 511 and 534, in column (h) the amount of taxes charged to accounts 535 and 544 for the year, and in column (i) the net profit or loss of columns (f) minus (g) and (h).

6. Any differences between the total of column (h) and the totals of accounts 535 and 544, and differences between the total of column (f) and the net total of accounts 502, 511, 534, 535, and 544, of such accounts in Schedule 300, "Income Account for the Year," should be explained in a footnote.

7. In section C give an analysis of account 738, "Accrued depreciation—Miscellaneous physical property," for each item shown in column (a). Show in column (a) the percentage or composite rate used by the respondent for computing the amount of depreciation ascribed to the account during the year. Any adjustments of importance included in columns (j) and (k) should be fully explained in a footnote.

8. The word "item" as herein used means a unit or composite of an investment in or operation of property such as a powerplant, a mine, an amusement park, etc., together with auxiliary property or operations.

B. REVENUE, INCOME, EXPENSES AND TAXES CREDITED AND DERIVED TO ACCOUNTS 502, 511, 534, 535 AND 544 DURING THE YEAR				C. DEPRECIATION RESERVE (ACCOUNT 738)					Line No.
Revenue or income (f)	Expenses (g)	Taxes (h)	Net profit for year after taxes (i) (loss)	Credits during the year (j)	Debits during the year (k)	Balance at close of year (l)	Rate (m)	Notes (n)	
209,982	72,944	112,921	241	27,047	49,703	302,248	536,673	2	1
								3	2
								4	3
								5	4
								6	5
								6.66	6
								10	7
									8
									9
									10
									11
									12
									13
									14
									15
									16
									17
									18
									19
									20
209,982	72,944	112,921	241	27,047	49,703	302,248	536,673	XXXXX	21
									22

NOTES AND REMARKS

216. OTHER ASSETS AND DEFERRED CHARGES

Give description and particulars for each item or class of items of like description in accounts Nos. 741, "Other assets," and 743, "Other deferred charges," at the close of the year. Show debtor (or class of debtors) for deferred assets and appropriate description for items or class of items of deferred charges. Show each item (or the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be

combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200A. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)
1	741	Other Assets:	
2		Doubtful Accounts	360 594
3		Equipment for Disposition	472 831
4		Road Property for Disposition	469 045
5		Minor Items, each less than \$100,000	303 811
6		Total Account 741	1 606 281
7			
8	743	Other Deferred Charges:	
9		Agency Relief Claims	63 428
10		Advance Rental	
11		Deferred Pension	245 050
12		Insurance Suspense	642 500
13		Mis-route claims	87 240
14		Correction Accounts in	230 097
15		Suspense	
16		Suspense Bill - Debit	268 928
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42			
43			
44			
45			

INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 218 ON PAGES 48, 49, 50 AND 51

Give particulars of the various issues of securities in accounts Nos. 765, "Funded debt unmatured," 768, "Debt in default," 767, "Receivers' and trustees' securities," 766, "Equipment obligations," and 764, "Equipment obligations and other debt due within 1 year," at the close of the year, together with interest accrued and interest paid during the year and total amount of matured interest in default. Include receipts outstanding for funded debt with their respective issues. List entries under captions of account numbers and titles, and insert total for each account.

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

- (1) MORTGAGE BONDS:
 - (a) With fixed interest.
 - (b) With contingent interest.
- (2) COLLATERAL TRUST BONDS:
 - (a) With fixed interest.
 - (b) With contingent interest.
- (3) UNSECURED BONDS (Debentures):
 - (a) With fixed interest.
 - (b) With contingent interest.
- (4) EQUIPMENT OBLIGATIONS:
 - (a) Equipment securities (Corporation).
 - (b) Equipment securities (Receivers' and Trustees').
 - (c) Conditional or deferred payment contracts.
- (5) MISCELLANEOUS OBLIGATIONS.
- (6) RECEIVERS' AND TRUSTEES' SECURITIES (Other than equipment obligations).
- (7) SHORT-TERM NOTES IN DEFAULT.

Columns (f), (g), (h), (i), and (j) are intended further to classify the obligations of the company and are to be answered "yes" or "no."

If an issue is a serial issue, the last date of maturity should be shown in column (c) preceded by the letter "S." If the payments required in the contracts for equipment obligations are unequal in amount (except for the last payment) or are to be made at irregular intervals, show a symbol against the entry made in column (c) opposite the name of such obligations and give particulars in a footnote.

If the issue is an income bond, the entry in column (d) should be the annual maximum rate of interest specified by the indenture. In column (k) show the approximate number of miles of road on which the mortgage is a direct first lien and in column (l) the approximate number of miles of road on which the mortgage is a direct junior lien. Do not consider any road or other property indirectly subject to either a first or junior lien through the pledge of collateral, leaseholds, or other contractual rights in making the returns required in columns (i), (j), (k), and (l).

In column (m) enter the amount of debt both nominally and actually issued up to the date of the report and not the amount authorized. In the event debt is assumed, column (m) should include the amount of debt issued by the original debtor.

No entries shall be made in this schedule with respect to issues of matured obligations nominally issued or nominally outstanding when no parts of such issues are actually outstanding.

For definitions of "nominally issued," "nominally outstanding," "actually issued," and "actually outstanding," see schedule 228.

Entries in columns (v) and (w) should include interest accrued on funded debt reacquired, matured during the year, even though no portion of the issue is outstanding at the close of the year.

In column (y) enter the total in account No. 781, "Interest in default," at the close of the year.

The grand totals of columns (n) and (r), when combined, should equal the sum of the amounts stated in short column (b) for accounts Nos. 764, 765, 766, 767, and 768 in schedule 200L, "Comparative General Balance Sheet—Liabilities and Shareholders' Equity."

On page 51 give particulars of changes during the year in funded debt and other obligations. In column (z), state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. Also, give the number and date of authorization by the public authority under whose control such issue was made, naming such authority. For nominally issued securities, show returns in columns (z) and (aa) only.

For each class of securities actually issued, the sum of the entries in columns (bb) and (cc), plus discounts or less premiums, such discounts or premiums to be shown in a footnote applicable to each issue, should equal the entry in column (aa). For definition of expense, reportable in column (cc), see Definition 10 in the Uniform System of Accounts for Railroad Companies.

For each class of securities actually issued or assumed, the sum of the entries in columns (bb) and (cc), plus discounts or less premiums, such discounts or premiums to be shown in a footnote applicable to each issue, should equal the entry in column (aa). For definition of expense, reportable in column (cc), see Definition 10 in the Uniform System of Accounts for Railroad Companies.

Particulars concerning the reacquisition of securities that were actually outstanding should be reported on pages 50 and 51, columns (a), (dd), and (ee). Include those securities that have been called for payment during the year for which liability has been transferred to account No. 763, "Other current liabilities."

NOTES AND REMARKS

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR— (Answer "Yes" or "No")			IS OTHER PROPERTY (REAL OR PERSONAL OF LEASEHOLD) SUBJECT TO LIEN OF THE OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO—	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	1a Consolidated Mtg. a/c 765	11/13/1873	4/1/1989	4½	6/1-12/1	No	Yes	Yes	Yes (Equip)		16.85	152.66
2	{ First Mortgage "	5/15/1868	6/1/1976	*4	"	"	No	No	"	"	140.50	
3												
4												
5	General Consol. Mtg:											
6	Series "A" "	9/30/1903	5/1/2003	4	5/1	"	Yes	"				
7	"B" "	"	"	4½	and 11/1	"	"	"	Yes	Yes	163.33	579.69
8	"C" "	"	"	5	"	"	"	"				
9												
10	General Consol. Mtg."	"	"	4½	5/1	"	"	"	Yes	Yes	163.33	579.69
11				5	and 11/1	"	"	"				
12												
13	Lehigh & Lake Erie R.R. Co. 1st Mtg."	3/1/1907	3/1/1994	4½	3/1 & 9/1	"	"	"	Yes	No	10.93	None
14	L.V. Hbr. Terminal Rwy. Co. 1st Mtg. "	2/1/1924	2/1/1984	5	2/1 & 8/1	"	"	"	"	"	Prop. 270.84	None
15	L.V. Rail Way Co. 1st Mtg. "	6/23/1890	7/1/1974	4½	1/1 & 7/1	"	"	"	"	Yes	10.93	
16	L.V. Term'l. Ry. Co. 1st Mtg. "	10/1/1891	10/1/1979	5	4/1 & 10/1	"	"	"	"	No	27.13	None
17	Pa. & N.Y. Canal & R.R. Co. Consol. Mtg. "	11/13/1888	4/1/1969	4	4/1 & 10/1	"	"	"	"	"	113.44	"
18	Pa. & N.Y. Canal & R.R. Co. Consol. Mtg. "	"	"	4½	4/1 & 10/1	"	"	"	"	"	"	"
19												
20	Total 1a											
21	1b											
22	General Consol. Mtg. Series "D" a/c 765	9/30/1903	5/1/2003	4	5/1	No	Yes	Yes				
23	"E" "	9/30/1903	5/1/2003	4½	5/1	"	"	"	"	Yes	163.33	579.69
24	"F" "	9/30/1903	5/1/2003	5	5/1	"	"	"				
25												
26	Total 1b											
27	Total 1											
28	4c a/c 766											
29	Conditional or Deferred Payment Contracts											
30	200 covered hopper cars	5/1/56	5/1/70	5½	1/20-7/20	"	"	"				
31	100 70-ton box cars	10/15/65	11/15/80	4½-4.625	5/15-4-3/4 11/15	"	"	"				
32	100 70-ton gondola cars	6/1/56	7/20/74	5½	1/20-7/20	No	No	No				
33	7 2750 H.P. Diesel Locos	10/1/65	2/1/80	4.875	3/1-6/1 (9/1-12/1)	"	"	"				
34	9 2750 H.P. Diesel Locos	4/1/69	4/15/77	10.4	4/15-10/15	"	"	"				
35	100 covered Hoppers	5/15/69	8/15/89	9.75	2/15-8/15	"	"	"				
36	150 70-ton box cars											
37	4 2000 H.P. Diesel Locos.	12/21/71	2/21/81	8.5	3/21-6/21 (9/21-12/21)	"	"	"				
38												
39	Total 4c a/c 766											
40												
41												
42												
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218. FUNDED DEBENTURES AND OTHER OBLIGATIONS—Continued

AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
Total amount nominally and actually issued	Held in special funds or in treasury or pledged securities by symbol "P", matured by symbol "M"	Canceled	Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treasury or pledged securities by symbol "P", matured by symbol "M"	Unmatured (Account 763)	Unmatured (Account 764)	Matured and no provision made for payment (Account 765)	
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	
2 538 000			2 538 000	550 000				1 988 000	1
5 000 000			5 000 000	18 000					2
9 764 250			9 764 250	281 000	4 982 000P			4 925 000	3
5 174 250			5 174 250	213 000				2 051 500	4
3 000 000			3 000 000	99 500				1 723 750	5
1 000 000	1 000 000P			176 750					6
24 400 000	24 400 000P								7
3 000 000			3 000 000	101 000				1 899 000	8
10 000 000			10 000 000	155 000	1 000			4 765 000	9
15 000 000			15 000 000	785 000	26 000			9 189 000	10
10 000 000			10 000 000	134 000	6 000			5 721 000	11
3 000 000			3 000 000	313 000	1 674 000	13 000			12
1 500 000			1 500 000	727 000	757 000	16 000			13
93 376 500			67 976 500	7 446 000		29 000			14
	25 400 000			28 239 250				32 262 250	15
29 292 750			29 292 750	816 500				10 475 000	16
15 522 750			15 522 750	408 500				4 493 250	17
9 000 000			9 000 000	308 750				3 225 000	18
53 815 500			53 815 500	35 364 750	250			18 450 500	19
147 192 000			121 792 000	63 604 000	7 446 250	29 000		50 712 750	20
	25 400 000					(ACCT. 766)			21
1 600 000			1 600 000	454 000	1 493 600	66 400 73 200		72 122 800 000 ENCL	22
1 874 580			1 874 580	874 804		874 804		124 972	23
815 000			815 000	732 900	734 316	79 344 0342		40 750	24
1 389 450			1 389 458	648 413		648 414		92 631	25
1 530 000			1 530 000	669 375		669 375		191 250	26
4 650 000			4 650 000	697 500		3 720 000		232 500	27
675 000			675 000	67 500		540 000		67 500	28
12 534 038			12 534 038	5 145 508		6 568 135		822 305 (42)	29
						6 558 927		829 603	30

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 234)	AMOUNT OF INTEREST ACCRUED DURING YEAR						Amount of interest paid during year (x)	Total amount of interest in default (y)
		Charged to income			Charged to investment accounts				
		(v)	(w)	(u)	(v)	(w)	(u)		
1a									
1	Consolidated Mtg.								
2									
3	First Mortgage								
4									
5	General Consol. Mtg.:								
6	Series "A"								
7	"B"								
8									
9	"C"								
10									
11	General Consol. Mtg.								
12									
13									
14	Lehigh & Lake Erie								
15	R.R. Co. 1st Mtg.								
16	L.V. Hbr. Terminal Ry.								
17	Co. 1st Mtg.								
18	L.V. Rail Way Co.								
19	1st Mtg.								
20	L.V. Term'l Ry. Co.								
21	1st Mtg.								
22	Pa. & N.Y. Canal & R.R.								
23	Co. Consol. Mtg.								
24	Pa. & N.Y. Canal & R.R.								
25	Co. Consol. Mtg.								
26									
27	Total 1a								
28	1b								
29	General Consol. Mtg.								
30	Series "D"								
31	"E"								
32									
33	"F"								
34									
35									
36	Total 1b								
37	Total 1								
38									
39	4c								
40	Conditional or Deferred Payment Contracts								
41	200 covered hopper cars								
42	100 70-ton Box cars								
43									
44	100 70-ton gondola cars								
45	7 2750 H.P. Diesel Locomotives								
46									
47	9 2750 H.P. Diesel Locomotives								
48	100 covered hoppers								
49	150 70-ton box cars								
50	4 2000 H.P. Diesel Locomotives								
51									
52	Total 4c								
53									
54									
55									
56	GRAND TOTAL								

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

SECURITIES ISSUED OR ASSUMED DURING YEAR										SECURITIES REACQUIRED DURING YEAR						Line No.
Purpose of the issue and authority (a)	Par value (aa)			Net proceeds received for issue (cash or its equivalent) (bb)			Expense of issuing securities (cc)			AMOUNT REACQUIRED						
										Par value			Purchase price			
		\$			\$			\$			\$			\$		
																1
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																19
																20
																21
Note:																22
-These bonds matured April 1, 1969																23
and are held by the Penn Central																24
Company. Accounting in 1972 ad-																25
justs previous purchases. Their																26
holdings are indicated in Account																27
769. Interest accrued and our													None		None	28
liability recorded in Account 769																29
also.																30
																31
																32
																33
																34
																35
													None		None	36
																37
													None		None	38
																39
																40
													93,600	72 792	72 792	41
													124 972	124 972	124 972	42
																43
													41,565	40 750	40 750	44
																45
													92	63 40	92 631	46
													191	250	191 250	47
													232	500	232 500	48
																49
													67	500	67 500	50
																51
													(40) 822	395	822 395	52
													844 018			53
																54
																55
																56
GRAND TOTAL																

218. FUNDED DEBT AND OTHER OBLIGATIONS

Line No.	Name and character of obligation	Nominal date of issue	Date of maturity	INTEREST PROVISIONS		DOES OBLIGATION PROVIDE FOR-- (Answer "Yes" or "No")			Is OTHER PROPERTY (REAL OR PERSONAL OR LEASEHOLD) SUBJECT TO LIEN OF THIS OBLIGATION? (Answer "Yes" or "No")		APPROXIMATE NUMBER OF MILES OF LINE DIRECTLY SUBJECT TO--	
				Rate percent per annum (current year)	Dates due	Con- version	Call prior to maturity, other than for sinking fund	Sinking fund	First lien	Junior to first lien	First lien	Junior to first lien
1	5 Miscellaneous Obligations a/c 765											
2	Serial Collateral Notes	11/1/59	8/1/74a		2/1-8/1	No	No	No				
3	5% Collateral Trust Notes	12/15/60	6/15/76b	5	6/15-12/15	"	"	"				
4	4-3/4% Note-Marine Midland											
5	Trust Co. of New York	5/17/61	5/17/70c	5	5/17-11/17	"	"	"				
6	Collateral Trust Notes-											
7	Marine Midland Trust Co.											
8	of New York Trustee	11/30/61	11/1/76d		5/1-11/1	"	"	"				
9	4-3/4% Serial Collateral											
10	Trust Notes-Marine Midland											
11	Trust Co. of N.Y. Trustee	5/16/63	11/1/77e	4-3/4	5/1-11/1	"	"	"				
12												
13	Total 5											
14												
15												
16	NOTES: Trustees of the above notes were relieved of their responsibility											
17	six months after date of our reorganization. These notes are now											
18	in the hands of the U. S. Government and are considered in default.											
19												
20	Interest on all notes is presently being calculated to the											
21	fullest extent of the loan requirements.											
22												
23												
24												
25												
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53												
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55												
56												
Grand Total										XXXX	XXXX	XXXX

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Total amount nominally and actually issued	AMOUNT NOMINALLY ISSUED AND—			AMOUNT REACQUIRED AND—			TOTAL AMOUNT ACTUALLY OUTSTANDING			Line No.
	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Canceled		Total amount actually issued	Canceled through sinking fund or otherwise canceled (Identify canceled through sinking fund by symbol "S")	Held in special funds or in treas- ury or pledged (Identify pledged securities by symbol "P"; matured by symbol "M")	Unmatured (accounts 765, 766, and 767) and 768	Unmatured (account 764)	Matured and no provision made for payment (account 768)	
(m)	(n)	(o)		(p)	(q)	(r)	(s)	(t)	(u)	
\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	
5 923 000				5 923 000	3 123 000				2 800 000	1
5 000 000				5 000 000	2 336 000				2 664 000	2
2 500 000				2 500 000	1 375 000				1 125 000	3
										4
5 000 000				5 000 000	2 469 000				2 531 000	5
										6
3 400 000				3 400 000	1 235 000				2 165 000	7
										8
21 823 000				21 823 000	10 538 000				11 285 000	9
										10
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										100
181 549 038	25 400 000			156 149 038	79 287 508	7 446 250	6 595 135	829 603	822 325 51 997 750	

218. FUNDED DEBT AND OTHER OBLIGATIONS—Continued

Line No.	Name and character of obligation (List on same lines and in same order as on page 214)	AMOUNT OF INTEREST ACCRUED DURING YEAR							
		Charged to income		Charged to investment accounts		Amount of interest paid during year		Total amount of interest in default	
		(v)	(w)	(x)	(y)	(z)	(aa)	(ab)	(ac)
1	5 Miscellaneous Obligations a/c 765								
2	Serial Collateral Notes	169	996			None		487	079
3	5% Collateral Trust Notes	159	840			None		403	762
4	4-3/4% Note-Marine Midland								
5	Trust Co. of New York	67	813			None		175	925
6	Collateral Trust Notes -								
7	Marine Midland Trust Co.								
8	of New York Trustee	152	360			None		398	783
9	4-3/4% Serial Collateral								
10	Trust Notes-Marine Midland								
11	Trust Co. of New York Trustee	130	387			None		341	543
12									
13	Total 5	680	396			None		1,807	092
14									
15									
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56	GRAND TOTAL	2,889	653			639	249	6,148	662

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded

218. FUNDED DEBT AND OTHER OBLIGATIONS—Concluded													
SECURITIES ISSUED OR ASSUMED DURING YEAR								SECURITIES REACQUIRED DURING YEAR					
Purpose of the issue and authority (a)	Par value			Net proceeds received for issue (cash or its equivalent)			Expense of issuing securities		AMOUNT REACQUIRED				Line No.
	(aa)			(bb)			(cc)		Par value		Purchase price		
	\$			\$			\$		\$		\$		
													1
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GRAND TOTAL									822	395	822	395	56

column (b) show the classes of equipment and the number of units covered by the obligation. In column (c) show the contract price to the original debtor; in column (d) show the cash paid on acceptance of equipment by the original debtor; do not report the price paid on a subsequent sale and assumption of balance of debt.

RAILROAD CORPORATION—OPERATING—A

220. INTEREST ON INCOME BONDS

1. Give particulars concerning interest payable, accrued, paid, and accumulated and unpaid on the securities having contingent interest provisions classified as (1) Mortgage Bonds, (2) Collateral Trust Bonds, and (3) Unsecured Bonds (Debentures), in schedule 218, "Funded Debt and Other Obligations."

2. In columns (a), (b), and (c) state the name, amount, and nominal rate of interest shown in columns (a), (v), and (d), respectively, in schedule 218, for each security of the kind indicated. List the names of such securities in the same order as in schedule 218.

3. In column (d) show the amount of interest payable for the year at the nominal rate, if earned, on all of the bonds outstanding at the close of the year plus those retired during the year.

4. In column (e) show the amount of interest charged to the income account for the year.

5. In column (f) show the difference between columns (d) and (e).

6. In columns (h), (i), and (j) show the amounts of interest actually paid during the year, segregated in columns (h) and (i) between payments applicable to the current year's accruals and those applicable to past accruals.

7. In column (k) enter the maximum accumulation of unpaid interest as provided for in the bonds.

8. In column (l) show the sum of unearned interest accumulated under the provisions of the security plus the earned interest unpaid at the close of the year.

9. In the second section of this schedule show the particulars of the several items on the same line and in the same order as in the first section.

Line No.	Name of issue (from schedule 218)	Amount actually outstanding (from schedule 218)	Nominal rate of interest (from schedule 218)	AMOUNT OF INTEREST			
				Maximum amount payable, if earned		Amount actually payable under contingent interest provisions, charged to income for the year	
	(a)	(b)	(c)	(d)		(e)	
1	General Consolidated Mortgage, Series "D"	\$ 10 475 000	4	\$ 419	000	\$	None
2	" " " " "E"	4 493 250	4-1/2	202	196		None
3	" " " " "F"	3 482 250	5	174	113		None
4							
5							
6							
7							
8							
9							
10							

AMOUNT OF INTEREST—Concluded

Line No.	DIFFERENCE BETWEEN MAXIMUM PAYABLE IF EARNED AND AMOUNT ACTUALLY PAYABLE			TOTAL PAID WITHIN YEAR			Maximum period or percentage, for which cumulative, if any	Total accumulated unearned interest plus earned interest unpaid at the close of year
	Current year	All years to date		On account of current year	On account of prior years	Total		
	(f)	(g)		(h)	(i)	(j)	(k)	(l)
1	\$ None	\$ None	\$	None	\$ None	\$ None	Jan. 1, 1968	\$ 2 095 000
2	None	None		None	None	None	to Dec. 31	1 010 981
3	None	None		None	None	None	1972.	870 563
4								
5								
6								
7								
8								
9								
10								

222. AMOUNTS PAYABLE TO AFFILIATED COMPANIES

Give full particulars of amounts payable by the respondent to affiliated companies, as defined in connection with account No. 769, "Amounts payable to affiliated companies," in the Uniform System of Accounts for Railroad Companies. If any such amounts are evidenced by notes, each note should be separately shown in column (a). Entries in columns (e) and (f) should include interest accruals and interest payments on debt retired during the year, even though no portion of the debt remained outstanding at the close of the year. Show, also, in a footnote, particulars of interest charged to cost of property.

Line No.	Name of creditor company (a)	Rate of interest (b)	Balance at beginning of year (c)	Balance at close of year (d)	Interest accrued during year (e)	Interest paid during year (f)
NOTE		%	\$	\$	\$	\$
A ₁	Ironton Railroad Company	None	62 362	65 409	None	None
B ₁	Penn. Central Company	None	16 577 074	16 391 803	None	None
C ₁	Penn. Central Company	None	5 182 591	10 553 733	None	None
D ₁	Penn. Central Company	4-4-1/2%	2 706 640	2 809 844	103 204	None
A ₂	Abalan Corporation	None	2 900	2 775	None	None
A ₃	Lessees Buffalo Creek	None	63 247	256 449	None	None
7						
8						
9						
10	TOTAL		24 594 814	30 080 013	103 204	None

NOTES AND REMARKS

NOTE A: Open account not subject to interest on current settlement.

B: Amounts due to June 21, 1970 - Reorganization Date of PC-Prior.

C: Amounts due to PC - Subsequent to Reorganization Date.

D: Redemption of Pa., & N.Y. Canal & R.R. Co. Cons. Bonds - April 1, 1969.

223. ITEMS IN SELECTED CURRENT LIABILITY ACCOUNTS

Give description and particulars for each item or class of items of like description in accounts Nos. 751, "Loans and notes payable"; 759, "Accrued accounts payable"; and 763, "Other current liabilities," at the close of the year. Show character of loans and notes, with name of creditor (or class of creditors), dates of issue and maturity, and appropriate description for each class of accrued accounts payable and for the other current liabilities. Show each item (or the aggregate of a class of items of like description) amounting to \$100,000 or more. Each item or class

of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 200L. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Amount (c)		
			\$		
1	751	Loans and Notes Payable:		None	
2					
3	759	Accrued Accounts Payable:			
4		Expenses not vouchered:			
5		Overcharge Claims Accrued		258	000
6		Loss and Damage Accrual		300	000
7		Car Repair Accrual		156	305
8		Vacation Accrual	2	228	000
9		Retroactive Wage Accruals - See Notes Page 56		669	881
10		Trustees Legal Fees 1972 - Accrual		83	534
11		Material Received Not Paid For		732	078
12		Joint Facility Operations		282	098
13			4	709	896
14					
15		Rents Unpaid:			
16		Per Diem Accrual To bring accounting up to current basis	1	218	003
17		Locomotives, Trailers, " " " " " " " "			
18		Car Float Accrual		159	931
19			1	377	934
20					
21		Minor Items, each less than \$100,000		297	527
22					
23		Total Account 759	6	285	357
24					
25					
26	763	Other Current Liabilities:			
27		Prepaid in Transit Pending adjustment of prepaid shipments			
28		between Railroads	1	607	909
29		Minor items, each less than \$100,000		88	414
30		Total Account 763	1	696	323
31					
32					
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					

224. FEDERAL INCOME AND OTHER TAXES ACCRUED

Give the particulars called for with respect to the balances at close of year in accounts Nos. 760, "Federal income taxes accrued" and 761, "Other taxes accrued."

Line No.	Kind of tax (a)	Previous years (b)			Current year (c)			Balance at close of year (d)	
		\$			\$			\$	None
1	Federal income taxes								
	TOTAL (account 760)								
2	Railway property State and local taxes (532)				(	17	989	)	(17 989)
3	Old-age retirement (532)					242	671		242 671
4	Unemployment insurance (532)					141	591		141 591
5	Miscellaneous operating property (535)								
6	Miscellaneous tax accruals (544)				(	4	835	)	(4 835)
7	All other taxes		117	148		15	397		132 545
8	TOTAL (account 761)		117	148		376	835		493 983

NOTES AND REMARKS

Notes applicable to Page 55:

Remarks covering Retroactive Wage Accruals Account No. 759, Line 9.

Clerks	Awarded	2/15/71;	Retroactive	Oct.	thru Dec. 1972
M of W Employees	"	2/10/71;	"	Oct.	thru Dec. 1972
Signalmen	"	11/16/71;	"	July	thru Dec. 1971
	"	11/16/71;	"	Oct.	thru Dec. 1972
Loco Engineers	"	5/13/71;	"	Oct.	thru Dec. 1972
Yard Masters	"	4/23/71;	"	Oct.	thru Dec. 1972
Train Dispatchers	"	4/20/71;	"	Oct.	thru Dec. 1972
Marine Employees	"	10/18/72;	"	April	thru Dec. 1972
	"	10/18/72;	"	Oct.	thru Dec. 1972
Trainmen, Firemen and Conductors	"	1/27/72;	"	Jan.	and Feb. 1972
	"	1/27/72;	"	Oct.	thru Dec. 1972
Shop Crafts	"	10/ 7/71;	"	Sept.	thru Dec. 1971
	"	10/ 7/71;	"	Oct.	thru Dec. 1972
M of E Employees	"	2/11/71;	"	May 1971	thru May 1972
	"	2/11/71;	"	Oct.	thru Dec. 1972

225. ITEMS IN SELECTED RESERVE AND OTHER LIABILITY ACCOUNTS

Give description and particulars for each item or class of items of like description in accounts Nos. 771, "Pension and welfare reserves"; 772, "Insurance reserves"; 774, "Casualty and other reserves"; 782, "Other liabilities"; and 784, "Other deferred credits," at the close of the year. Show creditor (or class of creditors) for deferred liabilities, and appropriate description of each class of operating reserve and for items of deferred credits. Show each item (or the aggregate of a class

of items of like description) amounting to \$100,000 or more. Each item or class of items of like description amounting to less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the account number and the total for each account shall be shown corresponding to the amounts in Schedule 20C.1. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (A)	Item (B)	Amount (C)	
1	771	Pension and Welfare Reserves:		
2		Pension Liability	720	076
3	772	Insurance Reserves:		
4		Insurance Reserve Account losses and derailments, etc.	158	357
5	774	Casualty and Other Reserves:		
6		Injury and Property Damage Claims Estimated obligations under various		
7		Claims	1	447 228
8		Loss and Damage Claims Estimated obligation	1	600 680
9		Grand Total Account 774	3	047 908
10	782	Other Liabilities:		
11		Deposits for Construction of		
12		Side Tracks Amounts due customers on revenue		
13		cars handled, basis for side track		
14		costs	322	716
15		Deferred General Consolidated		
16		Mortgage Interest Deferred payments of contingent		
17		interest on General Consolidated		
18		Mortgage Bonds Series "D", "E" and		
19		"F" 1968 through 1972	3	976 544
20		Taxes in Default Deferred taxes per Court Order No. 139	772	391
21		Pre-Bankruptcy Liabilities Deferred payment of 7/24/70 liabilities		
22		per Court Order No. 1	2	866 190
23		Norfolk & Western Bill in Dispute Rendered under provision of 2/64		
24		Agreement	155	845
25		New York State Grade Crossing		
26		Eliminations Company's portion of cost of elimina-		
27		ting various grade crossings in		
28		State of N.Y. financed by State	482	393
29		Minor Items, less than \$100,000	105	741
30		Grand Total Account 782	8	681 820
31	784	Other Deferred Credits:		
32		Flood Damage Accrual Estimated cost of restoring property,		
33		Damage sustained account tropical		
34		Storm "Agnes"	3	813 835
35		Advanced Rental Prepayment of rents	129	624
36		Foreign Line Payments Pending Foreign Transportation Charges pending		
37		Government Settlement Settlement with U.S. Government	174	173
38		Norfolk & Western Bill in Dispute Rendered under provision of 2/64		
39		Agreement	110	793
40		Suspense Bill-Credits:		
41		Per Diem Rates in Dispute Awaiting final settlement	60	452
42		Advanced Insurance Premiums Pending final bills and accounting	69	822
43		Accident Expense Pending settlement of case	128	275
44		Allentown Yard Co-ordination Pending settlement	91	265
45		Anticipated Sales of Property Pending final settlement and accounting	339	878
46		Miscellaneous Items Awaiting further information all		
47		under \$100,000	31	475
48		Minor Items, less than \$100,000	25	526
		Grand Total Account 784	4	975 118

NOTES AND REMARKS

ANNUAL REPORT 1972 CLASS I

LEIGH VALLEY RAILROAD CO.

2 OF 3

115500

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally issued* when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser 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 under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (s)) or a percentage or proportion of the profits (column (t)).

PREFERRED STOCK																
Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")	OTHER PROVISIONS OF CONTRACT					
					(a)	(b)	(c)	(d)	(e)		(f)	(g)	(h)	(i)	(j)	PARTICIPATING DIVIDENDS
	(a)	(b)	(c)	(d)	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
1	Common	6/22/10	No Par	XXXXX	XX	XX	XX	XXXXX	XXXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX
2				XXXXX	XX	XX	XX	XXXXX	XXXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX
3				XXXXX	XX	XX	XX	XXXXX	XXXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX
4				XXXXX	XX	XX	XX	XXXXX	XXXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX
5	Preferred															
6																
7																
8	Debenture															
9																
10	Receipts outstanding for installments paid*															
11																
12																
13	TOTAL			XXXXX	XXXXXX			XXXXX	XXXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXX	XXXXXX	XXXXXX

PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK										STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR						
Line No.	Authorized		Authenticated		NOMINALLY ISSUED AND		Actually issued		REACQUIRED AND		Number of shares		Par value of per-value stock		Book value of stock without par value	
	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	(v)	(w)	(x)	(y)	(z)	(aa)	(ab)
1	sh 1 600 000	sh 1 516 123	None		1 516 230		107				1 516 123					60 760 756
2																
3																
4																
5																
6																
7																
8																
9																
10																
11																
12																
13	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	1 516 123				60 760 756	

*State the class of capital stock covered by receipts.

229. CAPITAL STOCK CHANGES DURING THE YEAR

Give full particulars of stocks actually or nominally issued (either original issues or reissues) and of stocks reacquired or canceled during the year.

In the second section of the schedule show the particulars of the several issues on the same lines and in the same order as in the first section.

In column (c) state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. If an issue of securities was authorized for more than one purpose, state amount applicable to each purpose. Also

give the number and date of the authorization by the public authority under whose control such issue was made, naming such authority. In column (e) include as cash all money, checks, drafts, bills of exchange and other commercial paper payable at par on demand. For nominally issued stock, show returns in columns (a), (b), (c), and (d) only. For each class of stock actually issued the sum of the entries in columns (e), (f), and (h), plus discounts or less premiums in column (g), should equal the total par value or the book value represented by the total number of shares reported in column (d).

Particulars concerning the reacquirement of stock that was actually outstanding should be given in columns (a), (i), and (j).

Line No.	Class of stock	STOCKS ISSUED DURING YEAR					
		Date of issue	Purpose of the issue and authority	Par value (for nonpar stock show the number of shares)		Net proceeds received for issue (cash or its equivalent)	
				(d)		(e)	
	(a)	(b)	(c)				
1	None						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
Total							

Line No.	STOCKS ISSUED DURING YEAR—Concluded				STOCKS REACQUIRED DURING YEAR				Remarks			
	Cash—due of other property acquired or services received as consideration for same		Net total discounts (in black) or premiums (in red). Excludes entries in column (a)		Expense of issuing capital stock		Par value (For nonpar stock show the number of shares)			Purchase price		
	(f)		(g)		(h)		(i)			(j)		
	\$				\$				\$			
1												
2												
3												
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												

230. STOCK LIABILITY FOR CONVERSION OF SECURITIES OF OTHER COMPANIES

If at the close of the year respondent was subject to any liability to issue its own capital stock in exchange for outstanding securities of constituent of other companies, give full particulars thereof hereunder, including names of parties to contracts and abstracts of terms of contracts whereunder such liability exists.

None

231. CAPITAL SURPLUS

Give an analysis in the form called for below of capital surplus accounts. In column (a) give a brief description of the item added or deducted and in column (b) insert the contra account number to which the amount stated in column (c), (d) or (e) was charged or credited.

Line No.	Item (a)	Contra account number (b)	Account No.								
			794. Premiums and Assessments on Capital Stock (2)			795. Paid-In Surplus (4)			796. Other Capital Surplus (6)		
			\$			\$			\$		
1	Balance at beginning of year.....	x x x		None			None			None	
2	Additions during the year (describe):										
3											
4											
5											
6											
7	Total additions during the year.....	x x x		None			None			None	
8	Deductions during the year (describe):										
9											
10											
11											
12	Total deductions.....	x x x		None			None			None	
13	Balance at close of year.....	x x x		None			None			None	

232. RETAINED INCOME—APPROPRIATED

Give an analysis in the form called for below of account No. 797, "Retained income—Appropriated."

Line No.	Class of appropriation (a)	Credits during year (b)			Debits during year (c)			Balance at close of year (d)		
		\$			\$			\$		
31	Additions to property through retained income.....									
32	Funded debt retired through retained income.....									
33	Sinking fund reserves.....									
34	Incentive per diem funds.....									
35	Miscellaneous fund reserves.....									
36	Retained income—Appropriated not specifically invested.....									
	Other appropriations (specify):									
37										
38										
39										
40										
41										
42										
43										
44										
45										
46	TOTAL.....		None			None			None	

233. CONTINGENT ASSETS AND LIABILITIES

1. Give particulars with respect to contingent assets and liabilities at the close of the year, in accordance with Instruction 6-6 in the Uniform System of Accounts for Railroad Companies, that are not reflected in the accounts of the respondent and the value of the item amounts to \$100,000 or more. If an actual monetary amount is not known and an estimate of the amount of any item involved is not feasible, disclosure should be made describing the contingency and explaining why an estimate is not determinable.

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

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

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

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

Line No.	Item (a)	Amount (b)	
1	Contingent Assets		None
2			
3	Contingent Liabilities:		
4	Closing of Freight Station in 1963 at East 34th Street, New York, N.Y. under		
5	lease with City of New York. City made a survey as to our liability for		
6	deferred maintenance, but to date has not disclosed amount.		
7			
8	Closing of Pier 46 in 1970 located in New York, N.Y. under lease with City of		
9	New York. City made a survey as to our liability for deferred maintenance		
10	which we will contest.		
11			
12	Miscellaneous Unknown Items - There are contingent liabilities,		
13	indeterminate in amount, in respect of taxes, personal injuries, property		
14	damage and other matters.		
15			
16			
17			
18			
19			
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21			
22			
23			
24			
25			
26			
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28			
29			
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31			
32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42			
43			
44			
45			

224. PROPRIETARY COMPANIES

Give particulars called for regarding inactive proprietary companies, as defined in Schedule No. 411, page 94. The separation of accounts 731 and 732 into the various subdivisions shown below should be estimated, if not actually shown on respondent's books. Enter brief designations of the several proprietary companies at the heads of their respective columns.

Line No.	Item
1	Mileage owned:
2	Road, State of.....None
3	Road, State of.....
4	Road, State of.....
5	Second and additional main tracks.....
6	Passing tracks, cross-overs, and turn-outs.....
7	Way switching tracks.....
8	Yard switching tracks.....
9	Road and equipment property:
10	Road.....
11	Equipment.....
12	General expenditures.....
13	Other property accounts*.....
14	Total (account 731).....
15	Improvements on leased property:
16	Road.....
17	Equipment.....
18	General expenditures.....
19	Total (account 732).....
20	Depreciation and amortization (accounts 735, 736, and 785).....
21	Capital stock (account 791).....
22	Funded debt, unmatured (account 765).....
23	Debt in default (account 768).....
24	Amounts payable to affiliated companies (account 769).....

Line No.	Item
1	Mileage owned:
2	Road, State of _____
3	Road, State of _____
4	Road, State of _____
5	Second and additional main tracks.....
6	Passing tracks, cross-overs, and turn-outs.....
7	Way switching tracks.....
8	Yard switching tracks.....
9	Road and equipment property:
10	Road
11	Equipment.....
12	General expenditures
13	Other property accounts*
14	Total (account 731).....
15	Improvements on leased property:
16	Road.....
17	Equipment
18	General expenditures.....
19	Total (account 732).....
20	Depreciation and amortization (accounts 735, 736, and 785).....
21	Capital stock (account 791).....
22	Funded debt unmatured (account 765).....
23	Debt in default (account 768).....
24	Amounts payable to affiliated companies (account 769).....

*Includes account Nos. 80, "the elements of investment," and 90, "Construction work in progress."

300. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Companies.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent as far as they relate to companies the operations of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 513, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
	(a)	(b)			(c)			(d)		
	ORDINARY ITEMS									
	OPERATING INCOME									
	RAILWAY OPERATING INCOME									
1	(501) Railway operating revenues (p. 69)-----	51	129	082	45	452	016			
2	(531) Railway operating expenses (p. 76)-----	47	786	668	40	702	471			
3	Net revenue from railway operations-----	3	342	414	4	756	545			
4	(532) Railway tax accruals (p. 82)-----	4	328	492	3	873	255			
5	Railway operating income-----		(986)	(078)		883	290			
	RENT INCOME									
6	(503) Hire of freight cars and highway revenue equipment—									
7	Credit balance (p. 88)-----		9	995		5	154			
8	(504) Rent from locomotives (p. 89)-----		2	100						
9	(505) Rent from passenger-train cars (p. 89)-----		8	697		10	149			
10	(506) Rent from floating equipment-----		512	695		402	304			
11	(507) Rent from work equipment-----		533	487		417	607			
12	(508) Joint facility rent income-----									
13	Total rent income-----									
	RENTS PAYABLE									
14	(536) Hire of freight cars and highway revenue equipment—		7	557		6	528			
15	Debit balance (p. 88)-----		628	701		295	833			
16	(537) Rent for locomotives (p. 89)-----		22	115		9	991			
17	(538) Rent for passenger-train cars (p. 89)-----			46			47			
18	(539) Rent for floating equipment-----		281	052		251	577			
19	(540) Rent for work equipment-----		8	439		7	085			
20	(541) Joint facility rents-----		(7	955		(6	667			
21	Total rents payable-----		(8	941		(5	784			
22	Net rents (lines 15, 23)-----			(373)			(567)			
23	Net railway operating income (lines 7, 24)-----									
	OTHER INCOME									
24	(502) Revenues from miscellaneous operations (p. 45)-----					13	500			
25	(509) Income from lease of road and equipment (p. 86)-----		718	131		566	460			
26	(510) Miscellaneous rent income (p. 86)-----		137	037		152	578			
27	(511) Income from nonoperating property (p. 45)-----		18	909		12	936			
28	(512) Separately operated properties—Profit (p. 87)-----						7			
29	(513) Dividend income-----		258	598		171	571			
30	(514) Interest income-----		52	196		62	284			
31	(516) Income from sinking and other reserve funds-----									
32	(517) Release of premiums on funded debt-----									
33	(518) Contributions from other companies-----		846	124		546	583			
34	(519) Miscellaneous income (p. 92)-----		2	030		1	521			
35	Total other income-----		(6	910		(4	258			
36	Total income (lines 25, 38)-----			(878)			(648)			
	MISCELLANEOUS DEDUCTIONS FROM INCOME									
37	(534) Expenses of miscellaneous operations (p. 45)-----									
38	(535) Taxes on miscellaneous operating property (p. 45)-----									
39	(543) Miscellaneous rents (p. 91)-----			849			526			
40	(544) Miscellaneous tax accruals (p. 45)-----		112	921		70	115			
41	(545) Separately operated properties—Loss (p. 87)-----		201	605			6			
42	(549) Maintenance of investment organization-----									
43	(550) Income transferred to other companies-----		1	011		655	671			
44	(551) Miscellaneous income charges (p. 92)-----		1	327		726	388			
45	Total miscellaneous deductions-----		(8	237		(4	985			
46	Income available for fixed charges (lines 39, 49)-----			(897)			(336)			

200. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (c) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (c) to (h) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 6 to 25, inclusive, should be fully explained in a footnote.

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

RAIL-LINE, INCLUDING WATER TANKERS																					
Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.
\$			\$			\$			\$			\$			\$			\$			
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	1
51	129	082	XX	XX	XX	51	129	082	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	2
47	786	668	XX	XX	XX	47	786	668	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	3
XX	XX	XX	XX	XX	XX	3	342	414	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	4
4	328	492	XX	XX	XX	4	328	492	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	5
XX	XX	XX	XX	XX	XX	(986	078)	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	6
XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	7
9	995					9	995														8
2	100					2	100														9
8	697					8	697														10
512	695					512	695														11
XX	XX	XX	XX	XX	XX	533	487	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	12
7	557	368	XX	XX	XX	7	557	368	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	13
628	701					628	701														14
22	115					22	115														15
281	052					281	052														16
XX	XX	XX	XX	XX	XX	8	489	282	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	17
XX	XX	XX	XX	XX	XX	(7	955	795)	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	18
XX	XX	XX	XX	XX	XX	(8	941	873)	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	19

If this report is made for a system, list hereunder the names of all companies included in the system returns:

300. INCOME ACCOUNT FOR THE YEAR--Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx
61	FIXED CHARGES	xx	xx	xx	xx	xx	xx	xx	xx	xx
62	(542) Rent for leased roads and equipment (p. 90)	362	152		18	402				
63	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
64	(a) Fixed interest not in default	619	830		623	925				
65	(b) Interest in default	2	269	825	2	310	374			
66	(547) Interest on unfunded debt	14	895		15	735				
67	(548) Amortization of discount on funded debt	3	347		3	347				
68	Total fixed charges	3	270	049	2	971	783			
69	Income after fixed charges (lines 60, 68)	(11)	507	946)	(7)	956	819)			
70	OTHER DEDUCTIONS	xx	xx	xx	xx	xx	xx	xx	xx	xx
71	(546) Interest on funded debt:	xx	xx	xx	xx	xx	xx	xx	xx	xx
72	(c) Contingent interest									
73	Ordinary income (lines 59, 69)	(11)	507	946)	(7)	956	819)			
74	EXTRAORDINARY AND PRIOR PERIOD ITEMS	xx	xx	xx	xx	xx	xx	xx	xx	xx
75	(570) Extraordinary items - Net Credit (Debit)(p. 92)	6	185	074)						
76	(580) Prior period items - Net Credit (Debit)(p. 92)									
77	(590) Federal income taxes on extraordinary and prior period items - Debit (Credit)(p. 92)									
78	Total extraordinary and prior period items - Credit (Debit)	(6)	185	074)						
79	Net income transferred to Retained Income-Unappropriated (lines 63, 68)	(17)	693	020)	(7)	956	819)			

NOTE.--See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

Account 546 (b) - Interest in default accrued subsequent to Lehigh Valley Reorganization date July 24, 1970 on Bonds and Loans.

INCOME ACCOUNT FOR THE YEAR—EXPLANATORY NOTES

The space below is provided for the purpose of disclosing additional information concerning items of income for the current year. Each carrier shall give the particulars of items herein. Enter in separate notes with suitable explanation, amounts included in income accounts in connection with any unusual and material accrual or changeover in accounting practice, and other matters of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles. Minor items which have no consequential

effect on net income for the year need not be reported. If carrier has nothing to report, insert the word "None". The tax consequences of use of accelerated depreciation and tax guideline service lives, the investment tax credit, as well as other unusual and significant tax items and matters, are to be disclosed in Schedule 350, under Section C pertaining to analysis of Federal income taxes. The explanation of items included in accounts 570, "Extraordinary items"; 580, "Prior period items"; and 590, "Federal income taxes on extraordinary and prior period items" are to be disclosed in Schedule 396, page 92.

None

310. RAILWAY OPERATING REVENUES

1. State the railway operating revenues of the respondent for the year classifying them in accordance with the Uniform System of Accounts for Railroad Companies and distribute the amounts among the classes of service as indicated. In the absence of records separating revenues between freight and passenger trains, the distribution should be estimated on the basis of the best data available.

2. Assign rail-line revenues, including revenues from water transfers and highway motor vehicle operations, to "Freight service" or to "Passenger and allied services" according to the type of train (or other equipment) by which the traffic moved.

3. Incidental revenues should be assigned as provided for in the schedule.

4. Revenues which are not assignable to freight service or to passenger and allied services are includible in column (e) only in cases where the related operating expenses are reportable in column (i) of schedule No. 320. If the expenses are assigned to the classes of service mentioned, the revenues, likewise, should be distributed on an equitable basis.

5. Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.

Line No.	Class of railway operating revenues (a)	Amount of revenue for the year (b)			Rail-line revenues, including water transfers Assignable to freight service (c)			Assignable to passenger and allied services (d)			Other revenues not assignable to freight or to passenger and allied services (e)			Remarks (f)
	TRANSPORTATION—RAIL LINE													
1	(101) Freight*	49	160	656	49	160	656							
2	(102) Passenger*													
3	(103) Baggage													
4	(104) Sleeping car													
5	(105) Parlor and chair car													
6	(106) Mail													
7	(107) Express													
8	(108) Other passenger-train†													
9	(109) Milk													
10	(110) Switching*		25	503		725	503							
11	(113) Water transfers			(62)		(62)								
12	Total rail-line transportation revenue	49	886	097	49	886	097							
	INCIDENTAL													
13	(131) Dining and buffet													
14	(132) Hotel and restaurant													
15	(133) Station, train, and boat privileges			181		181								
16	(135) Storage—Freight		33	320		33	320							
17	(137) Demurrage		972	580		972	580							
18	(138) Communication			189		189								
19	(139) Grain elevator													
20	(141) Power													
21	(142) Rents of buildings and other property		37	761		37	761							
22	(143) Miscellaneous		199	318		199	318							
23	Total incidental operating revenue	1	243	349	1	243	349							
	JOINT FACILITY													
24	(151) Joint facility—Cr.			212		212								
25	(152) Joint facility—Dr.			(576)		(576)								
26	Total joint facility operating revenue			(364)		(364)								
27	Total railway operating revenues	51	129	082	51	129	082							

*Report hereunder the charges to these accounts, representing:

A. Payments made to others for—

- Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates: None
 - Of the amount reported for item A. 1, _____ % (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (check one):
Actual (), Estimated ().
- Switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of freight rates, including the switching of empty cars in connection with a revenue move out: 1,213,616
- Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates): None
 - Payments for transportation of persons: 32,960
 - Payments for transportation of freight shipments: None

†Governmental aid for providing passenger commuter or other passenger-train service included in account 108, as provided in item (d) of that account: None

NOTE—Gross charges for protective services to perishable freight, without deduction for any proportion thereof (relate) to account 36, 101, "Freight" (not required from switching and terminal companies):

- Charges for service for the protection against heat: 5,703
- Charges for service for the protection against cold: 316

320. RAILWAY OPERATING EXPENSES

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and analyzing them in accordance with the Commission's rules governing the separation of operating expenses between freight and passenger service; railroads. The returns to accounts 202-221 should be classified as provided for by instructions pertaining to those accounts in the effective rules. The designations shown in column (a) for these accounts are defined as follows:

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
1	MAINTENANCE OF WAY AND STRUCTURES		532	303
2	(201) Superintendence		58	344
3	(202) Roadway maintenance—Yard switching tracks		10	631
4	Roadway maintenance—Way switching tracks		298	891
5	Roadway maintenance—Running tracks			
6	(206) Tunnels and subways—Yard switching tracks		1	370
7	Tunnels and subways—Way switching tracks		25	614
8	Tunnels and subways—Running tracks		4	667
9	(208) Bridges, trestles, and culverts—Yard switching tracks		131	220
10	Bridges, trestles, and culverts—Way switching tracks			
11	Bridges, trestles, and culverts—Running tracks			
12	(210) Elevated structures—Yard switching tracks			
13	Elevated structures—Way switching tracks			
14	Elevated structures—Running tracks			
15	(213) Ties—Yard switching tracks		7	254
16	Ties—Way switching tracks	45,737	1	322
17	Ties—Running tracks		37	161
18	(214) Rails—Yard switching tracks		15	608
19	Rails—Way switching tracks	28,408	2	844
20	Rails—Running tracks		79	956
21	(216) Other track material—Yard switching tracks		31	208
22	Other track material—Way switching tracks		5	687
23	Other track material—Running tracks		159	876
24	(218) Ballast—Yard switching tracks		2	707
25	Ballast—Way switching tracks			493
26	Ballast—Running tracks		13	866
27	(220) Track laying and surfacing—Yard switching tracks		310	407
28	Track laying and surfacing—Way switching tracks		56	562
29	Track laying and surfacing—Running tracks		1	590
30	(221) Fences, snowsheds, and signs—Yard switching tracks		2	115
31	Fences, snowsheds, and signs—Way switching tracks			385
32	Fences, snowsheds, and signs—Running tracks		10	834
33	(227) Station and office buildings		169	697
34	(229) Roadway buildings		26	251
35	(231) Water stations		14	728
36	(233) Fuel stations		14	393
37	(235) Shops and engine houses		132	751
38	(237) Grain elevators			
39	(239) Storage warehouses		34	292
40	(241) Wharves and docks			
41	(243) Coal and ore wharves			
42	(244) TOFC/COFC terminals		11	020
43	(247) Communication systems		112	196
44	(249) Signals and interlockers		579	418
45	(253) Power plants			
46	(257) Power-transmission systems		3	065
47	(265) Miscellaneous structures			190
48	(266) Road property—Depreciation (p. 78)		1	020
49	(267) Retirements—Road (p. 78)		160	401
50	(269) Roadway machines		152	605
51				
52				
53				

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
MAINTENANCE OF WAY AND STRUCTURES—Continued				
34	(270) Dismantling retired road property.....		68	643
35	(271) Small tools and supplies.....		125	722
36	(272) Removing snow, ice, and sand.....		219	374
37	(273) Public improvements—Maintenance.....		178	214
38	(274) Injuries to persons.....		62	535
39	(275) Insurance.....		83	119
40	(276) Stationery and printing.....		11	154
41	(277) Employees' health and welfare benefits.....		311	897
42	(281) Right-of-way expenses.....			
43	(282) Other expenses.....		11	876
44	(278) Maintaining joint tracks, yards, and other facilities—Dr.....		135	185
45	(279) Maintaining joint tracks, yards, and other facilities—Cr.....		200	892
46	Total—All road property depreciation (account 266).....	1	020	922
47	Total—All other maintenance of way and structures accounts.....	5	810	157
48	Total maintenance of way and structures.....	6	831	079
MAINTENANCE OF EQUIPMENT				
49	(301) Superintendence.....		567	955
50	(302) Shop machinery.....		105	048
51	(304) Power-plant machinery.....		1	633
52	(305) Shop and power-plant machinery—Depreciation (p. 80).....		32	752
53	(306) Dismantling retired shop and power-plant machinery.....		1	055
54	(311) Locomotives—Repairs, Diesel locomotives—Yard.....	1	042	335
55	Locomotives—Repairs, Diesel locomotives—Other.....	3	572	667
56	Locomotives—Repairs, Other than Diesel—Yard.....			
57	Locomotives—Repairs, Other than Diesel—Other.....			
58	(314) Freight-train cars—Repairs*.....	3	311	201
59	(317) Passenger-train cars—Repairs.....			
60	(318) Highway revenue equipment—Repairs.....		136	238
61	(323) Floating equipment—Repairs.....		115	964
62	(326) Work equipment—Repairs.....		75	366
63	(328) Miscellaneous equipment—Repairs.....		168	801
64	(329) Dismantling retired equipment.....		3	021
65	(330) Retirements—Equipment (p. 80).....		139	987
66	(331) Equipment—Depreciation (p. 80).....	1	462	255
67	(332) Injuries to persons.....		65	516
68	(333) Insurance.....		554	522
69	(334) Stationery and printing.....		10	170
70	(335) Employees' health and welfare benefits.....		355	327
71	(339) Other expenses.....		10	304
72	(336) Joint maintenance of equipment expenses—Dr.....		8	877
73	(337) Joint maintenance of equipment expenses—Cr.....		47	447
74	Total—All equipment depreciation (accounts 305 and 331).....	1	495	007
75	Total—All other maintenance of equipment accounts.....	9	918	566
76	Total maintenance of equipment.....	11	413	573
TRAFFIC				
77	(351) Superintendence.....		219	168
78	(352) Outside agencies.....	1	278	442
79	(353) Advertising**.....		1	191
80	(354) Traffic associations.....		46	483
81	(355) Fast freight lines.....			
82	(356) Industrial and immigration bureaus.....		6	916
83	(357) Insurance.....			709
84	(358) Stationery and printing.....		44	702
85	(359) Employees' health and welfare benefits.....		73	847
86	(360) Other expenses.....		6	169
87	Total traffic.....	1	677	627
88	*Includes debits of \$ 891,592 for charges on account of work done by others and includes credits of \$ 609,144 on account of work charged to others.			
89	**Value of transportation issued in exchange for advertising. \$ None			

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																					
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			Line No.
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20		
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SOLELY FREIGHT

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year	
	(a)	(b)	
	TRANSPORTATION—RAIL LINE		
110	(371) Superintendence.....	853	546
111	(372) Dispatching trains.....	226	195
112	(373) Station employees.....	1 513	024
113	(374) Weighing, inspection, and demurrage bureaus.....	63	360
114	(375) Coal and ore wharves.....		19
115	(376) Station supplies and expenses.....	161	303
116	(377) Yardmasters and yard clerks.....	2 108	891
117	(378) Yard conductors and brakemen.....	3 367	257
118	(379) Yard switch and signal tenders.....	103	073
119	(380) Yard enginemen.....	1 451	915
120	(382) Yard switching fuel.....	315	556
121	(383) Yard switching power produced.....		
122	(384) Yard switching power purchased.....	97	718
123	(388) Servicing yard locomotives.....	314	786
124	(389) Yard supplies and expenses.....	2 465	182
125	(392) Train enginemen.....	1 332	250
126	(394) Train fuel.....		
127	(395) Train power produced.....		
128	(396) Train power purchased.....	293	297
129	(400) Servicing train locomotives.....	3 765	059
130	(401) Trainmen.....	1 015	808
131	(402) Train supplies and expenses*.....		
132	(403) Operating sleeping cars.....	523	015
133	(404) Signal and interlocker operation.....	202	958
134	(405) Crossing protection.....		
135	(406) Drawbridge operation.....	288	984
136	(407) Communication system operation.....	317	202
137	(408) Operating floating equipment.....	855	790
138	(409) Employees' health and welfare benefits.....	75	169
139	(410) Stationery and printing.....	10	067
140	(411) Other expenses.....	313	968
141	(414) Insurance.....	363	027
142	(415) Clearing wrecks.....	24	335
143	(416) Damage to property.....		
144	(417) Damage to livestock on right of way.....	1 318	619
145	(418) Loss and damage—Freight.....		
146	(419) Loss and damage—Baggage.....	533	927
147	(420) Injuries to persons.....	5	382
148	(421) TOFC/COFC terminals.....		
149	(422) Other highway transportation expenses.....	253	790
150	(390) Operating joint yards and terminals—Dr.....	578	382
151	(391) Operating joint yards and terminals—Cr.....	77	488
152	(412) Operating joint tracks and facilities—Dr.....	91	413
153	(413) Operating joint tracks and facilities—Cr.....	23 946	165
154	Total transportation—Rail line.....		
	*Includes gross charges and credits for heater and refrigerator service as follows:		
155	Freight train cars: Refrigerator—Charges.....		316
156	—Credits.....	1	791
157	Heater—Charges.....	5	703
158	—Credits.....	5	515
159	TOFC trailers: Refrigerator—Charges.....		
160	—Credits.....		
161	Heater—Charges.....		
162	—Credits.....		

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																	Line No.				
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$				\$		
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SOLELY FREIGHT

320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year		
		(a)	(b)	
	MISCELLANEOUS OPERATIONS			
163	(441) Dining and buffet service.....			
164	(442) Hotels and restaurants.....			
165	(443) Grain elevators.....			
166	(445) Producing power sold.....			
167	(446) Other miscellaneous operations.....			
168	(449) Employees' health and welfare benefits.....			
169	(447) Operating joint miscellaneous facilities—Dr.....			
170	(448) Operating joint miscellaneous facilities—Cr.....			
171	Total miscellaneous operations.....			
	GENERAL			
172	(451) Salaries and expenses of general officers.....		175	73
173	(452) Salaries and expenses of clerks and attendants.....	2	158	03
174	(453) General office supplies and expenses.....		278	19
175	(454) Law expenses.....		388	63
176	(455) Insurance.....		45	92
177	(456) Employees' health and welfare benefits.....		150	90
178	(457) Pensions.....		300	15
179	(458) Stationery and printing.....		58	59
180	(460) Other expenses.....		362	05
181	(461) General joint facilities—Dr.....			
182	(462) General joint facilities—Cr.....			
183	Total general expenses.....	3	918	22
184	Grand total railway operating expenses.....	47	786	66
185	Operating ratio (ratio of operating expenses to operating revenues) 93.46 percent. (Two decimal places required).....			
186	Amount of employee compensation† (applicable to the current year) chargeable to operating expenses: \$ 29,328,003			

* Give description and amount of charges to account No. 460, "Other expenses," for severance payments made to employees. This includes payments made as a result of agreements with employee organizations and awards pursuant to decisions of arbitration boards or by specific orders of this Commission or by voluntary action on the part of respondent. This also includes severance payments in cases relating to mergers and situations involving reduction in employees because of abandonment or consolidation of facilities.

Description of payments	Amount
Not Applicable	

Includes "straight time paid for" in train and engine service, and "time actually worked and paid for at straight time rates" in other services; all overtime in train and engine service, and overtime paid for at punitive rates in other services; and "constructive allowances, including vacations and holidays" in train and engine service and "vacations, holidays, and other allowances" in other services. (Compensation chargeable to operating expenses applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons should be shown in Schedule 361C and not included in this return.)

322. ROAD PROPERTY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 266, "Road property—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
301	(1) Engineering.....	29	848
302	(2½) Other right-of-way expenditures.....	35	459
303	(3) Grading.....	16	465
304	(5) Tunnels and subways.....	222	869
305	(6) Bridges, trestles, and culverts.....		
306	(7) Elevated structures.....		
307	(13) Fences, snowsheds, and signs.....	144	075
308	(16) Station and office buildings.....	3	879
309	(17) Roadway buildings.....	4	197
310	(18) Water stations.....	8	149
311	(19) Fuel stations.....	79	064
312	(20) Shops and enginehouses.....		
313	(21) Grain elevators.....		
314	(22) Storage warehouses.....	36	686
315	(23) Wharves and docks.....		
316	(24) Coal and ore wharves.....	9	341
317	(25) TOFC/COFC terminals.....	15	412
318	(26) Communication systems.....	255	559
319	(27) Signals and interlockers.....		
320	(29) Power plants.....		
321	(31) Power-transmission systems.....		
322	(35) Miscellaneous structures.....		870
323	(37) Roadway machines.....	85	850
324	(39) Public improvements—Construction.....	73	199
325	All other road accounts.....		
326	Total (account 266).....	1	020 922

324. RETIREMENTS—ROAD

Give the particulars called for with respect to the amount included in account 267, "Retirements—Road," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
341	(1) Engineering.....		572
342	(2½) Other right-of-way expenditures.....		
343	(3) Grading.....	1	753
344	(5) Tunnels and subways.....		
345	(8) Ties.....	(	290
346	(9) Rails.....	55	689
347	(10) Other track material.....	68	263
348	(11) Ballast.....	37	735
349	(12) Track laying and surfacing.....	13	880
350	(38) Roadway small tools.....		
351	(39) Public improvements—Construction.....		
352	(43) Other expenditures—Road.....	(	10 103
353	(76) Interest during construction.....	(	7 666
354	(77) Other expenditures—General.....		
355	(80) Other elements of investment.....		
356	All other road accounts.....		568
357	Total (account 267).....	160	401

322. ROAD PROPERTY—DEPRECIATION

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																					
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			Line No.
\$			\$			\$			\$			\$			\$			\$			
																					301
																					302
																					303
																					304
																					305
																					306
																					307
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																					310
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																					318
																					319
																					320
																					321
																					322
																					323
																					324
																					325
																					326

324. RETIREMENTS—ROAD

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																	Line No.				
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$			\$			
																					341
																					342
																					343
																					344
																					345
																					346
																					347
																					348
																					349
																					350
																					351
																					352
																					353
																					354
																					355
																					356
																					357

325. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 305, "Shop and power-plant machinery—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
301	(44) Shop machinery.....		32 752
302	(45) Power-plant machinery.....		32 752
303	Total (account 305).....		

328. RETIREMENTS—EQUIPMENT

Give the particulars called for with respect to the amount included in account 330, "Retirements—Equipment," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
401	(52) Locomotives.....	(	139 987)
402	(53) Freight-train cars.....		
403	(54) Passenger-train cars.....		
404	(55) Highway revenue equipment.....		
405	(56) Floating equipment.....		
406	(57) Work equipment.....		
407	(58) Miscellaneous equipment.....		
408	(76) Interest during construction.....		
409	(77) Other expenditures—General.....		
410	(80) Other elements of investment.....	(	139 987)
411	Total (account 330).....		

330. EQUIPMENT—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 331, "Equipment—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
431	(52) Locomotives—Yard.....		120 201
432	(52) Locomotives—Other.....		604 332
433	(53) Freight-train cars.....		654 560
434	(54) Passenger-train cars.....		3 482
435	(55) Highway revenue equipment.....		24 689
436	(56) Floating equipment.....		14 373
437	(57) Work equipment.....		40 618
438	(58) Miscellaneous equipment.....	1	462 255
439	Total (account 331).....		

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.
Expenses related solely to freight service (e)	Common expenses apportioned to freight service (d)			Total freight expense (c)	Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)	
\$				\$				\$				\$	
							SOLELY FREIGHT						391
													392
													393

328. RETIREMENTS—EQUIPMENT—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.
Expenses related solely to freight service (e)	Common expenses apportioned to freight service (d)			Total freight expense (c)	Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)	
\$				\$				\$				\$	
							SOLELY FREIGHT						401
													402
													403
													404
													405
													406
													407
													408
													409
													410
													411

330. EQUIPMENT—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.
Expenses related solely to freight service (e)	Common expenses apportioned to freight service (d)			Total freight expense (c)	Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)	Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)	
\$				\$				\$				\$	
							SOLELY FREIGHT						431
													432
													433
													434
													435
													436
													437
													438
													439

350. RAILWAY TAX ACCRUALS

1. In Sections A and B show the particulars called for with respect to net accruals of taxes on railroad property, and U.S. Government taxes charged to account 532, "Railway tax accruals" of the re-

spondent's Income account for the year.

2. In Section C show an analysis and distribution of Federal income taxes.

A. Other Than U.S. Government Taxes

Line No.	State (a)	Amount (b)	
1	Alabama		
2	Alaska		
3	Arizona		
4	Arkansas		
5	California	8	
6	Colorado		
7	Connecticut		
8	Delaware		
9	Florida		
10	Georgia		
11	Hawaii		
12	Idaho	33	
13	Illinois	6	
14	Indiana		
15	Iowa		
16	Kansas		
17	Kentucky		
18	Louisiana		
19	Maine		
20	Maryland		
21	Massachusetts	39	
22	Michigan	32	
23	Minnesota	5	
24	Mississippi		
25	Missouri	13	
26	Montana		
27	Nebraska		
28	Nevada		
29	New Hampshire	489	159
30	New Jersey		
31	New Mexico		
32	New York	521	482
33	North Carolina		
34	North Dakota		
35	Ohio	13	
36	Oklahoma		
37	Oregon		
38	Pennsylvania	107	052
39	Rhode Island		
40	South Carolina		
41	South Dakota		
42	Tennessee		
43	Texas	9	
44	Utah		
45	Vermont		
46	Virginia		
47	Washington		
48	West Virginia		
49	Wisconsin	13	
50	Wyoming		
51	District of Columbia		
52	OTHER	x x x x	61
53	Canada		417
54	Mexico		
55	Puerto Rico		
56			
57	TOTAL-Other than U.S. Government taxes	1 118	892

B. U.S. Government Taxes

Kind of tax (c)	Amount (d)	Line No.
Income taxes:		
Normal tax and surtax	x x x x	58
Excess profits		59
TOTAL-Income taxes		60
Old-age retirement (See Note Page 87)	2 710 156	61
Unemployment insurance (Highway)	498 964	62
All other United States taxes		63
Total-U.S. Government taxes	3 209 600	64
GRAND TOTAL-Railway Tax Accruals (account 532)	4 328 492	65

C. Analysis of Federal Income Taxes

Provision for income taxes based on taxable net income recorded in the accounts for the year	\$	None	66
Net decrease (or increase) because of use of accelerated depreciation under section 167 of the Internal Revenue Code and guideline lives pursuant to Revenue Procedure 62-21 and different basis used for book depreciation		None	67
Net increase (or decrease) because of accelerated amortization of facilities under section 168 of the Internal Revenue Code for tax purposes and different basis used for book depreciation		None	68
Net decrease (or increase) because of investment tax credit authorized in Revenue Act of 1962		None	69
Net decrease (or increase) because of accelerated amortization of certain rolling stock under section 184 of the Internal Revenue Code and basis used for book depreciation		None	70
Net decrease or (or increase) because of amortization of certain rights-of-way investment under section 185 of the Internal Revenue Code			71
			72
			73
			74
			75
			76
			77
Net applicable to the current year		None	78
Adjustments applicable to previous years (net debit or credit), except carry-backs and carry-overs			79
Adjustments for carry-backs			80
Adjustments for carry-overs			81
Total			82
Distribution:	x x x x x x		
Account 532			83
Account 590			84
Other (Specify)			85
Total		None	86
			87

Note.-The amount shown on line 60 should equal line 83; the amount shown on line 82 should equal line 87.

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

Hospital insurance	\$ 142,775	88
Supplemental annuities	408,614	89

371. INCOME FROM LEASE OF ROAD AND EQUIPMENT

1. Give particulars called for with respect to road and equipment leased to others during the year, the rent of which is includible in account No. 509, "Income from lease of road and equipment."

2. If the respondent leased to others during all or any part of the year any road and equipment upon which no rent receivable accrued, give particulars in a footnote. Properties leasing at less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Description of property (a)	Name of lessee (b)	Total rent accrued during year (account 509) (c)
1	None		
2			
3			
4			
5			Total

371A. ABSTRACT OF TERMS AND CONDITIONS OF LEASES

Give brief abstracts of the terms and conditions of the leases under which the above-stated rents are derived, showing particularly (1) the date of the grant, (2) the chain of title (in case of assignment or subletting) and dates of transfer connecting the original parties with the present parties, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease will terminate, or, if the date of termination has not yet been fixed, the provisions governing the termination of the lease. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

Copies of leases may be filed in lieu of abstracts above called for. References to copies filed in prior years should be specific.

If the respondent has any reversionary interest in railroad property from which it derives no rent, give the particulars hereunder; if it has no such reversionary interest, state that fact.

NOTE.—Only changes during the year are required.—Indicate the year in which reference was made to the original lease, and also the year or years in which any change in lease was mentioned.

372. MISCELLANEOUS RENT INCOME

Give particulars of rents receivable accrued for use of all properties not otherwise specified under rents receivable. This account is for rent income from property not operated by the respondent but the cost of which is properly included in cost of road and equipment. It should not be confused with operating revenue account No. 142, "Rents of buildings and other property", which is for rent revenue from operated property

in road and equipment the cost of operation of which cannot be separately stated.

Properties renting at less than \$100,000 per annum may be combined under a single entry designated "Minor items, each less than \$100,000 per annum."

Line No.	Description of Property		Name of lessee (c)	Amount of rent (d)	
	Name (a)	Location (b)			
31	Claremont Terminal	Jersey City, N.J.	Schiavone-Bonomo	128	571
32	Minor items; each less than \$100,000			589	560
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
			Total	718	1131

375. SEPARATELY OPERATED PROPERTIES—PROFIT OR LOSS

Give particulars of the several separately operated properties of companies having a corporate existence separate and distinct from that of the respondent, the profits or losses resulting from the operation of which are receivable or payable in whole or in part by the respondent, and for each such separately operated property state the amount of such profits or losses accrued to the respondent during the year. Separately operated prop-

erties, each having a profit or loss accrued to respondent of less than \$100,000 during the year, may be combined under a single entry designated "Minor items, each less than \$100,000."

No dividends or other returns on securities held by or for the respondent should be shown hereunder nor any interest on construction advances or other loans.

Line No.	Description of property operated (a)	Location of property (b)	Name of operator (c)	ACCURED TO RESPONDENT			
				Profit (d)		Loss (e)	
1	Buffalo Creek Railroad Company	Buffalo, N.Y.	L.V.R.R. Co. and Erie Lackawanna Railway			201	605
2	Ironton Railroad Company	Ironton, Pa. to Coplay, Pa. and Branches	L.V.R.R. Co. and Reading Co. Lessees	18	909		
3							
4							
5							
6							
7							
8							
9							
10			TOTAL	18	909	201	605

Note related to Schedule 350 Railway Tax Accruals Section B U. S. Government Taxes:

Does not include railroad retirement and unemployment taxes and Supplemental Annuity related to employees labor cost for 1972 in connection with flood damage account Tropical Storm "Agnes" which occurred in June 1972. Charged to Account 570, Extraordinary items.

Railroad Retirement and Unemployment Insurance	\$36,515
Supplemental Annuity	5,762
	<u>\$42,280</u>

Corrected

376. HIRE OF FREIGHT CARS

1. Show a recapitulation of the total amounts credited and charged during the year to hire of freight cars on account of freight cars leased, freight cars interchanged, private and individual cars, auto racks and highway trailers. The difference between the total amount receivable and the total amount payable should be entered as a balance, receivable or payable as the case may be, and should be consistent with the entry for hire of freight cars in the Income Account, on page 509.

2. In column (b) show the total car-miles, both loaded and empty whether paid for on loaded and empty basis or loaded basis only. Car-miles, loaded and empty, reported in column (b), lines 1 through 4, relate to total car-miles incurred on lines of respondent by cars rented on a mileage basis, for which payments are reported in columns (d) and (f). Exclude from lines 1 through 4, data applicable to TOFC and COFC cars and cars rented on a combination mileage and per diem* basis. These exclusions should be reported in lines 5 and 6 through 16.

3. On line 5, column (b), enter the total miles, loaded plus empty, incurred on lines of respondent by TOFC and COFC cars for which payments are reported in columns (f) and (g). In columns (e) through (h), as applicable, enter the rents paid for TOFC and COFC cars regardless of basis for charges.

4. On lines 6, 7, and 8 report data applicable to all cars the rentals for which are charged only on a combination mileage and per diem* basis. Car-miles loaded and empty, reported in column (b), lines 6, 7, and 8, relate to total car-miles incurred on lines of respondent by cars rented on a combination mileage and time basis* for which payments are reported in columns (d) and (f). Exclude from lines 6, 7, and 8, data reported on lines 1 through 5 and 9 through 16.

5. On lines 9 through 14 report the per diem (time portion) charges applicable to cars rented on a combination mileage and per diem* basis for which the mileage portion was reported on lines 6, 7, and 8. Report on line 15, columns (c) and (d), the car-days paid for and for which payments were received applicable to the unequipped boxcar charges reported on lines 9 through 12. Report on line 16, columns (e) and (f), the car-days paid for and for which payments were received applicable to cars, other than unequipped box cars, for which charges are reported on line 13.

6. Amounts payable to insurance companies and to other non-carrier companies for lease rental of cars should be included on line 17, column (f). Amounts receivable from railroads or other carriers for per diem rental of these cars should be reported on lines 6 through 16, column (e).

7. Line 21 refers to the auto racks separate and apart from the cars on which the racks are installed.

*Combination mileage and per diem refers to cars moving at rates per mile and per day prescribed by the Commission in Docket No. 31358 or updated computations thereof.

Line No.	Item	Car-miles (loaded and empty) See Instructions 2, 3, and 4	CARS OF RESPONDENT OR OTHER CARRIERS (Excluding cars of private car lines)		CARS OF INDIVIDUALS AND COMPANIES NOT CARRIERS (Including cars of private car lines)	
			Gross amount receivable (c)	Gross amount payable (d)	Gross amount receivable (e)	Gross amount payable (f)
	FREIGHT CARS					
	Mileage Basis:					
1	Tank cars	7,659,068	\$	\$ 1,293	\$	\$ 634,508
2	Refrigerator cars	3,009,745		7,605		166,971
3	All other cars	4,236,244			92,250	209,874
4	Total (Lines 1-3)	14,905,057		8,898	92,250	1,111,353
5	TOFC and/or COFC Cars	10,623,449		47,015		427,000
	Combination Mileage and					
	Per Diem Basis:					
	Mileage Portion:					
6	Unequipped box cars	24,653,989	207,742	509,776		
7	All other per diem cars	36,440,915	500,327	871,255		
8	Total (Lines 6 and 7)	61,094,904	708,069	1,381,031		
	Per Diem Portion:					
	Unequipped Box Cars:					
9	U.S. Ownership:					
	Basic		381,955	1,459,871		
10	Incentive		167,646	558,964		
	Canadian Ownership:					
11	Basic		6,728	223,143		
12	Incentive		3,157	103,484		
13	All Other Per Diem Cars		1,235,143	2,898,360		
14	Total Per Diem Portion (Lines 9-13)		1,794,629	5,243,822		
15	Car-days Paid For Unequipped Box Cars		105,196	291,019		
16	Car-days Paid For, All Other Per Diem Cars		636,163	1,354,964		
17	Leased Rental-Railroad, Insurance and Other Companies		\$ 6,790	\$ 254,716	\$ 4,950	\$ 1,093,033
18	Other Basis		148,163	339,246		
	OTHER FREIGHT CARRYING EQUIPMENT					
19	Refrigerated Highway Trailers			334,903		
20	Other Highway Trailers		238,292	293,550		
21	Auto Racks					15,934
22	GRAND TOTAL (Lines 4, 5, 8, 14 & 17-21)		2,895,943	7,903,181	97,200	2,647,330
23	NET BALANCE CARRIED TO INCOME ACCOUNT: CREDIT \$				DEBIT \$ 7,557,368	
	Net Balance of Unequipped box car rentals included in Line 25:					
24	Basic		Credit \$		or Debit \$ 1,294,331	
25	Incentive		Credit \$		or Debit \$ 491,675	

RAILROAD CORPORATIONS—OPERATING—A.

24	Basic	Credit \$	or Debit \$ 1,294,331
25	Incentive	Credit \$	or Debit \$ 491,675

RAILROAD CORPORATIONS—OPERATING—A.

377. LOCOMOTIVE RENTALS

Give an analysis as requested of amounts credited to account 504, "Rent from locomotives," and amounts charged to account 537, "Rent for locomotives," on account of locomotives leased or otherwise rented.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Locomotives of respondent or other carriers:	x	x	x	x	x	x	
2	Mileage basis.....							
3	Per diem basis.....					353	082	
4	Other basis.....			6 983		81	042	
5	Locomotives of individuals and companies not carriers:	x	x	x	x	x	x	
6	Mileage basis.....							
7	Per diem basis.....			725				
8	Lease rental—insurance and other companies.....					134	577	
9	Other basis.....			2 287				
10	Total.....			9 995		628	701	

378. PASSENGER-TRAIN CAR RENTALS

Show a recapitulation of the total amounts credited to account 505, "Rent from passenger-train cars," and amounts charged to account 536, "Rent for passenger-train cars," on account of passenger cars leased, passenger cars interchanged, and private or individual cars.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Cars of respondent or other carriers:	x	x	x	x	x	x	
2	Mileage basis.....							
3	Per diem basis.....							
4	Other basis.....			None		None		
5	Cars of individuals and companies not carriers:	x	x	x	x	x	x	
6	Mileage basis.....							
7	Per diem basis.....							
8	Lease rental—insurance and other companies.....							
9	Other basis.....							
10	Total.....			None		None		

383. RENT FOR LEASED ROADS AND EQUIPMENT

1. Give particulars called for with respect to roads and equipment leased from others during the year, the rent for which is includible in account No. 542, "Rent for leased roads and equipment."

2. Rents payable which are not classifiable under one of the three heads provided should be explained in a footnote.

3. If the respondent held under lease during all or any part of the

year any road upon which no rent payable accrued, or if any portion of the charge shown hereunder is for construction on a line in which the respondent's leasehold interest will soon expire, give full particulars in a footnote.

4. Properties rented for less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Name of lessor or reversioner and description of property	Total rent accrued during year (Acct. 542)		CLASSIFICATION OF AMOUNT IN COLUMN (b)								
				Interest on bonds			Dividends on stocks			Cash		
	(a)	(b)		(c)			(d)			(e)		
1	Lehigh Coal & Navigation Company	\$		\$			\$			\$		
2	Track rental *		343 750								343 750	
3	Minor items, less than \$100,000 per annum.		18 402								18 402	
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20	TOTAL		362 152								362 152	

383A. ABSTRACTS OF LEASEHOLD CONTRACTS

1. Give brief abstracts of the terms and conditions of the leases under which the respondent holds the properties above named, showing particularly (1) the date of the lease, (2) the chain of title and dates of transfers connecting the original lessee with the respondent in case of assignment or subletting, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease is to terminate, or, if such

date has not yet been determined, the provisions governing its determination. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

2. In lieu of the abstracts here called for, the respondent may file copies of lease agreements and give specific references to copies heretofore filed with the Commission.

NOTE.—Only changes during the year are required.

* See Schedule 581, Contracts and Agreements, Page 127.

334. MISCELLANEOUS RENTS

Give particulars of all properties the rents on which were charged by the respondent during the year to Income, under the head "Miscellaneous rents," showing for each item the total charge therefor to Income. Items amounting to less than \$100,000 for the year may be combined into a single entry designated "Minor items, each less than \$100,000."

Line No.	DESCRIPTION OF PROPERTY		Name of lessor (c)	Amount charged to Income (d)	
	Name (a)	Location (b)			
31	Minor items, each less than \$100,000.			\$	849
32					
33					
34					
35					
36					
37					
38					
39					
40					
TOTAL					849

396. ITEMS IN SELECTED INCOME AND RETAINED INCOME ACCOUNTS FOR THE YEAR

Give a brief description for all items, regardless of amount, included during the year in accounts 570, "Extraordinary items"; 580, "Prior period items"; 590, "Federal income taxes on extraordinary and prior period items"; 606, "Other credits to retained income"; 616, "Other debits to retained income"; 620, "Appropriations for sinking and other reserve funds"; 621, "Appropriations for other purposes"; and 622, "Appropriations released". Give brief description of each item amounting to \$100,000 or more included during the year in accounts 519,

"Miscellaneous income", and 551, "Miscellaneous income charges"; items less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the total for each account shall be shown corresponding to the amounts in Schedules 300 and 305, as appropriate. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Debits (c)		Credits (d)	
1	519	Miscellaneous Income:				
2		Record favorable decision in 1968 litigation - Payment			166	500
3		due 1973			366	302
4		Adjustment of Reserves - Write off of over accruals			313	322
5		Minor items, each less than \$100,000			846	124
6		Grand Total Account 519				
7	551	Miscellaneous Income Charges:				
8		To adjust reserves to current basis:				
9		Agents & Conductors 75,000				
10		Individuals & Companies 15,000				
11		Bankrupt Roads 286,325				
12		Doubtful Accounts 60,000	436	325		
13		Writedown of Railway Express Agency Note to 50% of book	144	578		
14		To account for Penn Central prior years bills not				
15		previously presented	170	078		
16		Minor items, each less than \$100,000	260	663		
17			1	011	644	
18	570	Extraordinary Items:				
19		Estimate cost to restore property account Flood Damage				
20		Tropical Storm "Agnes", June, 1972	4	886	912	
21		Undepreciated Service Value of freight cars prematurely				
22		retired in 1972. Accounting approved by I.C.C. letter				
23		dated 2/26/73, file ACA-BP		810	659	
24		Losses account retirement of branch lines and second				
25		main line during year 1972. Accounting approved by				
26		I.C.C. letter dated 2/16/73, file ACA-BP		487	503	
27			6	195	074	
28		Accounts 580, 590, 606, 616, 620, 621 and 622		None		None
29						
30						

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED INCOME ACCOUNTS

397. STATEMENT OF CHANGES IN FINANCIAL POSITION

Give the information as requested concerning the source and application of funds during the year. Funds for the purpose of this schedule shall include all assets or financial resources even though a transaction may not directly affect cash or working capital. For example, the purchase of property in exchange for shares of stock or bonds would be an application of funds for investment in property provided by the issue of securities. Sources and uses of funds should be individually disclosed. For example, outlays for fixed assets should not be reported net of retirements.

Line No.			
	Sources of funds:		
1	Net income (page 66, line 69).....	(\$17,693,020) *	
	Add non-cash charges for - Losses on Subsidiary Companies	182,696	
2	Depreciation and amortization	2,515,229	
3	Retirements of nondepreciable property	507,917	
	Add non-cash charges for additions (deduct for decreases) to reserves: Taxes in Default	772,391	
4	Pension and welfare reserves	(1,169,605)	
5	Insurance reserves	140,330	
6	Casualty and other reserves	661,015	
7	Interest in default	2,269,825	
8	Other important items (specify) Flood Reserve	4,886,912	
9	Non-Payment Penn. Central Interlines, etc.	5,748,239	
10	Funds provided by operations		\$(1,177,371)
11	Proceeds from sale of capital stock of own issue		(a) 26,906
12	Proceeds from sale of funded debt and other obligations of own issue (except equipment obligations)		
13	Proceeds from sale of equipment obligations of own issue		
14	Book value of depreciable transportation property retired during year	\$8,026,758	
15	Less service value charged to accrued depreciation account	6,140,232	1,886,526
16	Net book value of miscellaneous physical property disposed of during year		9,856
17	Net book value of investment securities disposed of during year		
18	Advances, notes and other debts repaid by affiliated companies		
19	Advances, notes and other debts repaid by other companies		
20	Net decrease in sinking and other reserve funds		
21	Net decrease in working capital (total current assets less total current liabilities)*		1,786,912
22	Other sources (specify) Retired Penn. of Railway Express Note		144,578
23	Reserve Adjustment - Bankrupt Roads		191,056
24	Loss on freight cars prematurely retired		810,659
25	Miscellaneous		266,348
26	Total Sources of funds (should be same as line 43)		\$4,945,470
	Application of funds:		
	Investment in leased property		13,925
27	Investment in transportation property (excluding donations and grants)		\$317,577
28	Investment in miscellaneous physical property		
29	Investments and advances, affiliated ICC regulated carriers		
30	Investments and advances, other affiliated companies		
31	Investments in nonaffiliated companies		
32	Advances, notes and other debts repaid to other companies		
33	Capital stock of own issue reacquired		
34	Funded debt and other obligations paid or reacquired. (except equipment obligations)		
35	Equipment obligations paid or reacquired		844,017
36	Net increase in sinking and other reserve funds		
37	Payment of dividends (other than stock dividends)		
38	Net increase in working capital		
39	Other applications (specify) Escrowed Funds on Sales of Property		2,134,506
40	Amount expended Account Flood		1,073,077
41	Payments to Penn Central - Prior years obligation		562,368
42			
43	Total Application of funds (should be same as line 26)		\$4,945,470

(a) Service Interruption Policy.

* For the purpose of this schedule, account 764, Long-term Debt Due Within One Year, shall be classified as a current liability in the determination of working capital.

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 411

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

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

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

Lengths should be stated to the nearest hundredth of a 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 (a) and (c) should include tracks serving industries, such as mines, mills, smelters, factories, etc., not classifiable under "branch lines" as defined below. Tracks belonging to an industry for which no rent is payable should not be included.

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

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

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

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i.e., one all of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rests in a corporation controlled by or controlling the respondent, but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

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

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

Class (5) includes all tracks operated and maintained by others but over which the respondent has the right to operate some or all of its trains. In the case 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.

411. MILEAGE OPERATED AT CLOSE OF YEAR (For other than switching and terminal companies)

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.								Miles of way switching tracks		Miles of yard switching tracks		Total	
				Miles of road		Miles of second main track		Miles of all other main tracks		Miles of passing tracks, cross-overs, and turn-outs							
				(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)				
1	1	100%	M	426	15	181	26	8	53	46	89	39	07	278	27	980	17
2		Total Class 1-Main		426	15	181	26	8	53	46	89	39	07	278	27	980	17
3																	
4	1	100%	B	362	62	39	86			27	26	65	44	155	64	650	82
5	1-J	50% too small	B		08						04				07		19
6		Total Class 1&1-J Branch		362	70	39	86			27	30	65	44	155	71	651	01
7		Total Class 1-Main &															
8		Branch		788	85	221	12	8	53	74	19	104	51	433	98	1631	18
9				9		1		2		11		5		4		1	
10	3-A	100%	B							79				13	31	14	10
11		Total Class 3-A Branch								79				13	31	14	10
12																	
13	3-B	100%	B	80	23	57	73			4	38	14	29	100	31	256	94
14		Total Class 3-B Main		80	23	57	73			4	38	14	29	100	31	256	94
15																	
16	3-B	100%	B	45	04		22			34	38	88		60		85	08
17		Total Class 3-B Branch		45	04		22			34	38	88		60		85	08
18																	
19		Total Class 3-B-Main &															
20		Branch		125	27	57	95			4	72	53	17	100	91	342	02
21				125	27	57	95			5	51	53	17	114	22	356	12
22	4-A-J	50%		5		2				6	07	3		4	66	62	73
23		Total Class 4-Branch									07			2	66	2	73
24														3	-1	3	-1
25	5	100%	B											63		63	
26		100%	B									12				12	
27		100%	B											64		64	
28		100%	B	16	38	10	03			2	61			2	96	38	98
29		100%	B	24	00											24	00
30		100%	B									91				91	
31		100%	B											10	59	10	59
32		100%	B											85		85	
33		100%	B	17	96	17	89			32				64		36	81
34		Total Class 5 Branch		58	34	27	92			2	93	1	03	23	31	113	53
35				9		2				3		1		3	11	7	11
36																	
37																	
38																	
39																	
40																	
41																	
42																	
43																	
44																	
45																	
46																	
47																	
48																	
49																	
50																	
51																	
52																	
53																	
54																	
55		TOTAL MAIN LINE		506	38	238	99	8	53	51	27	53	36	378	58	1237	11
56		TOTAL BRANCH LINES		466	08	68	00			31	43	105	35	195	59	866	45
57		GRAND TOTAL		972	46	306	99	8	53	82	70	158	71	574	17	2103	56
58		Miles of road or track electrified (included in preceding grand total)		3		7		9		3		9		4		None	4

411-A. MILEAGE OWNED BUT NOT OPERATED BY RESPONDENT AT CLOSE OF YEAR

If any of the tracks returned in this schedule are operated by other than the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in this schedule.

Line No.	Class	Name of road or track	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				Miles of way switching tracks	Miles of yard switching tracks	Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs			
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1		None								
2										
2										
4										
6										
6										
7										
8										
9										
10										
11		TOTAL								

412. MILES OF ROAD AT CLOSE OF YEAR—BY STATES AND TERRITORIES (SINGLE TRACK)

(For other than switching and terminal companies)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement,

should be shown in columns (b), (c), (e), or (f), as may be appropriate. The remainder of jointly operated mileage should be shown in column (g). Respondent's proportion of road jointly owned, not operated, should be shown in columns (i) and (j), as

may be appropriate. Tracks which have been permanently abandoned should not be included in columns (i) and (j). Lengths should be stated to the nearest hundredth of a mile.

Line No.	State or territory (a)	ROAD OPERATED BY RESPONDENT												LINE OWNED, NOT OPERATED BY RESPONDENT				New line constructed during year (k)
		LINE OWNED						Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)	Branch lines (j)				
		Main line (b)		Branch lines (c)														
1	Pennsylvania	179	85	0	149	08	9	- (M	80	23	0			454	20	7		
2	New York	171	20	1	178	06	8	(B	45	04	5		58	34	9	407	60	8
3	New Jersey	75	10	5	35	56	6									110	66	1
4																		
5																		
6																		
7																		
8																		
9																		
10																		
11																		
12																		
13																		
14																		
15																		
16	TOTAL MILEAGE (single track)	426	15	6	362	70	3		125	27	5		58	34	9	972	46	3

362.703

798.859

414. TRACKS OPERATED AT CLOSE OF YEAR

(For switching and terminal companies only)

Give particulars of all tracks operated by the respondent at the close of the year.

Classify the tracks, as follows:

- (1) Tracks owned by the respondent;
- (2) Tracks operated by the respondent but owned by the respondent's proprietary corporations;
- (3) Tracks operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Tracks operated under contract or agreement, or where the rent is contingent upon earnings or other consideration, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Tracks operated under trackage rights.

Name all the tracks of each class before any of a later class, and insert in column (a) before the name of each owner the figure (and letter, if any) indicating its class in accordance with the preceding classification.

Give subtotals for each of the several numbered classes.

Class (1) includes all tracks 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 rests in a corporation controlled by or controlling the respondent; but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. 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 form of conveyance of less than the grantor's interest in the property, with a specific and unconditional rent reserved. The fact that the lessor does or does not maintain an independent organization for financial purposes is immaterial in this connection.

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

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

Lengths should be stated to the nearest hundredth of a mile.

Tracks belonging to an industry for which no rent is payable should not be reported.

Tracks 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, and full particulars showing all of the joint or common title holders, and the extent of their respective interests should be shown in a memorandum attached to the schedule.

Line No.	Class (a)	Name of owner (b)	Location (c)	Character of business (d)	Total mileage operated (e)
1		Not Applicable			
2					
3					
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
				TOTAL	
				Miles of road or track electrified (included in each preceding total)	

TRACKS OPERATED AT COST FOR JOINT BENEFIT—INCLUDED ABOVE

15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
				TOTAL	

30 Are the tracks of the respondent operated primarily in the interest of any industrial, manufacturing, or other corporation, firm, or individual?

If so, give name, address, and character of business of corporation, firm, or individual. Name Address

Character of business

414. MILES OF TRACKS AT CLOSE OF YEAR—BY STATES AND TERRITORIES

(For switching and terminal companies only)

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

private. The remainder of jointly operated mileage should be shown in column (f). Tracks owned, not operated by respondent (including respondent's proportion of jointly owned tracks, not operated), should be shown in column (A). If any of the tracks returned in column (A) are operated by other than

the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in column (A). Lengths should be stated to the nearest hundredth of a mile.

[illegible]

417. INVENTORY OF EQUIPMENT

Instructions for reporting locomotive and passenger-train car data, pages 100 and 101:

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

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

3. Units leased to others for a period of one year or more are reportable in column (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 solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to

an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.

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

6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other" unit includes all units other than die-

sel 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.

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), or tractive effort of steam locomotive units; 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.

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

Line No.	Type or design of units	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR					UNITS AT CLOSE OF YEAR				
			UNITS INSTALLED				Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	<i>Locomotive Units</i>										(H.P.)	
1	Diesel-Freight-----A units-----	2					2					
2	Diesel-Freight-----B units-----	2					2					
3	Diesel-Passenger-----A units-----											
4	Diesel-Passenger-----B units-----											
5	Diesel-Multiple purpose--A units-----	59		12		3		42	32	74	151850	
6	Diesel-Multiple purpose--B units-----											
7	Diesel-Switching-----A units-----	88				5	11	77	5	82	78580	
8	Diesel-Switching-----B units-----											
9	Total (lines 1 to 8)-----	151		12		8	15	119	37	156	230430	
10	Electric-Freight-----											
11	Electric-Passenger-----											
12	Electric-Multiple purpose-----											
13	Electric-Switching-----											
14	Total (lines 10 to 13)-----											
15	Other-----											
16	Grand total (lines 9, 14, 15)-----	151		12		8	15	119	37	156	XXXX	

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

Type or design of units	Before Jan. 1, 1950	Between Jan. 1, 1950, and Dec. 31, 1954	Between Jan. 1, 1955, and Dec. 31, 1959	Between Jan. 1, 1960, and Dec. 31, 1964	Between Jan. 1, 1965, and Dec. 31, 1969	DURING CALENDAR YEAR					TOTAL
						1970	1971	1972	1973	1974	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
17 Diesel-----	23	72	2	26	17		4	12			156
18 Electric-----											
19 Other-----											
20 Total (lines 17 to 19)-----	23	72	2	26	17		4	12			156

417. INVENTORY OF EQUIPMENT—Continued												
UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS												
Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR					UNITS AT CLOSE OF YEAR				
			UNITS INSTALLED				Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PASSENGER-TRAIN CARS										(Seating capacity)	
	Non-Self-Propelled											
21	Coaches [PA, PB, PBO]-----											
22	Combined cars											
	[All class C, except CSB]-----											
23	Parlor cars [PBC, PC, PL, PO]-----											
24	Sleeping cars [FS, PT, PAS, PDS]-----											
25	Dining, grill and tavern cars										XXXX	
	[All class D, PD]-----										XXXX	
26	Postal cars [All class M]-----											
27	Non-passenger carrying cars										XXXX	
	[All class B, CSB, PSA, 1A]-----											
28	Total (lines 21 to 27)-----											
	Self-Propelled Rail Motorcars											
29	Electric passenger cars											
	[EP, ET]-----											
30	Electric combined cars [EC]-----											
31	Internal combustion rail motorcars											
	[ED, EC]-----											
32	Other self-propelled cars											
	(Specify types)-----											
33	Total (lines 29 to 32)-----											
34	Total (lines 28 and 33)-----											
	COMPANY SERVICE CARS											
35	Business cars [PV]-----	1 *					2	1		1	XXXX	
36	Boarding outfit cars [MWX]-----	65 *						63		63	XXXX	
37	Derrick and snow removal cars	10 *						10		10	XXXX	
	[MWU, MWV, MWW, MWK]-----										XXXX	
38	Dump and ballast cars [MWB, MWD]-----											
39	Other maintenance and service equipment cars-----	174 *				4	11	167		167	XXXX	
40	Total (lines 35 to 39)-----	250 *				4	13	241		241	XXXX	

417. INVENTORY OF EQUIPMENT--Continued

Instructions for reporting freight-train car data, pages 102 and 103:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.
 2. In column (p) give the number of units purchased or built in company shops. In column (q) 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 (z); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (u); units rented from others for a period less than one year should not be included in column (v).

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

Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES DURING THE YEAR				Units retired from service of respondent whether owned or leased, including reclassification (t)
		Per diem (n)	Non-per diem (o)	UNITS INSTALLED				
				New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹ (r)	All other units, including reclassification and second hand units purchased or leased from others (s)	
41	FREIGHT-TRAIN CARS Box-General Service (unequipped) (All B, L070, R-00, R-01)-----	1612 *					299	497
42	Box-General Service (equipped) (A-20, A-30, A-40, A-50, R-06, R-07)-----	260 *						20
43	Box-Special Service (A-00, A-10)-----							
44	Gondola-General Service (All G (except G-9))-----	1624 *						251
45	Gondola-Special Service (G-9, J-00, all C, all E)-----	3 *						
46	Hopper (open top)-General Service (All H (except H-70))-----	262 *						135
47	Hopper (open top)-Special Service (H-70, J-10, J-20, all K)-----	920 *					30	103
48	Hopper (covered) (L-5)-----							
49	Tank, under 12,000 gallons (T-0, T-1, T-2, T-3)-----							
50	Tank, 12,000-15,999 gallons (T-4)-----							
51	Tank, 16,000-24,999 gallons (T-5, T-6)-----							
52	Tank, 25,000 gallons and up (T-7, T-8, T-9)-----							
53	Refrigerator (meat)-Mechanical (R-11, R-12)-----							
54	Refrigerator (other than meat) -Mechanical (R-04, R-10)-----							
55	Refrigerator (meat)-Non-Mechanical (R-02, R-08, R-09, R-14, R-15, R-17)-----							
56	Refrigerator (other than meat) -Non-Mechanical (R-03, R-05, R-13, R-16)-----	108 *						4
57	Stock (All S)-----							
58	Autorack (F-5, F-6)-----	52 *						
59	Flat-General Service (F-0)-----							
60	Flat-Special Service (F-1, F-20, F-30, F-40, F-9, L-2, L-5)-----	5 *						19
61	Flat-TOFC (F-7, F-8)-----	24 *						
62	All other (L-0, L-1, L-4, L080, L090)-----	1 *						
63	Total (lines 41 to 62)-----	4871 *					325	1029
64	Caboose (All N)-----	xxxx	105 *					6
65	Total (lines 63 and 64)-----	4871 *	105 *				329	1035
66	Grand total, all classes of cars (lines 34, 40 and 65)-----	4871 *	355 *				333	1048
		New units purchased or built		Units rebuilt or acquired				
		General funds		Incentive funds		General funds		Incentive funds

¹ Box, unequipped (which relates to incentive per diem order)

¹ Box, unequipped (which relates to incentive per diem order)

417. INVENTORY OF EQUIPMENT—Continued

4. Column (y) should show aggregate capacity for all units reported in columns (w) and (x), as follows: for freight-train cars, report the nominal capacity (in tons of 2,000 lbs.) as provided for in Rule 26 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. Freight-train car type codes shown in column (m) correspond to the AAR Multilevel Per Diem Master List. Dashes are used in appropriate places to

permit a single code to represent several car type codes. Descriptions of car codes and designations are published in *The Official Railway Equipment Register*.

6. Per diem cars, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U. S. Class I line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

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

UNITS AT CLOSE OF YEAR

Owned and used (u)	Leased from others (v)	Total in service of respondent (col. (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see ins. 4) (v)	Leased to others (z)	Line No.
		Per diem (w)	Non-per diem (x)			
				Tons		
795	619	1414		80070		41
221	19	240		15565		42
1005	288	1373		101110		43
	3	3		210		44
127		127		6985		45
686	161	847		65800	5	46
						47
						48
						49
						50
						51
						52
						53
						54
						55
92	12	104		6710		56
52		52		3595		57
3	2	5		490		58
5		5		350		59
1		1		70		60
3067	1104	4171		280955	5	61
99		XXXX	99	XXXXXXXXXXXX		62
3166	1104	4171	99	286400	5	63
3407	1104	4171	340	299655	5	64
						65
						66
						67
						68
						69
						70
						71
						72
						73
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						99
						100

417. INVENTORY OF EQUIPMENT—Concluded

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

Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES OF THE YEAR				Units retired from service of respondent whether owned or leased, including reclassification (t)
		Per diem (n)	Non-per diem (o)	UNITS INSTALLED				
				New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts (r)	All other units, including reclassification and second hand units purchased or leased from others (s)	
	FLOATING EQUIPMENT							
67	Self-propelled vessels (Tugboats, car ferries, etc.)-----	XXXX	1					
68	Non-self-propelled vessels (Car floats, lighters, etc.)-----	XXXX	16					3
69	Total (lines 67 and 68)-----	XXXX	17					3
	HIGHWAY REVENUE EQUIPMENT							
70	Boogie-chassis-----	XXXX						
71	Dry van-----	XXXX	198					5
72	Flat bed-----	XXXX						
73	Open top-----	XXXX						
74	Mechanical refrigerator-----	XXXX						
75	Bulk-----	XXXX						
76	Insulated-----	XXXX						
77	Platform, removable sides-----	XXXX						
78	Other trailer or container-----	XXXX						
79	Tractor-----	XXXX						
80	Truck-----	XXXX						
81	Total (lines 70 to 80)-----	XXXX	198					5

NOTES AND REMARKS

417. INVENTORY OF EQUIPMENT—Concluded

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

UNITS AT CLOSE OF YEAR

Owned and used (u)	Leased from others (v)	Total in service of respondent (col. (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see ins. 4) (v)	Leased to others (z)	Line No.
		Per diem (w)	Non- per diem (x)			
				(Tons)		
1		XXXX	1			67
13		XXXX	13			68
14		XXXX	14			69
8	185	XXXX	193			70
		XXXX				71
		XXXX				72
		XXXX				73
		XXXX				74
		XXXX				75
		XXXX				76
		XXXX				77
		XXXX				78
		XXXX				79
8	185	XXXX	193			80
		XXXX				81

NOTES AND REMARKS

421. HIGHWAY MOTOR VEHICLE OPERATIONS

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

In reporting highway motor vehicle miles in line-haul service, show the mileage of buses and combination bus-trucks on line 3; the mileage of trucks and of bogies, trailers and semitrailers with trucks on line 9; and the mileage of tractors and of bogies, trailers and semitrailers with tractors on line 10. Vehicle miles in terminal service should be reported on lines 12 and 13.

In reporting traffic carried and traffic handled 1 mile on lines 14 to 21, and on lines 40 to 45, both inclusive, show the total number of tons and ton-miles of revenue freight in column (b) and the total number of passengers carried and passenger-miles in column (c), regardless of the class of vehicle used to perform the transportation service.

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

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

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

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

B. OPERATED BY OTHERS
(Revenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
40	Traffic carried:			
41	Tons—Revenue freight	XXXXXX	XXXXXX	XXXXXX
42	Revenue passengers	XXXXXX		XXXXXX
43	Traffic handled 1 mile:			
44	Ton-miles—Revenue freight	XXXXXX	XXXXXX	XXXXXX
45	Revenue passenger-miles	XXXXXX		XXXXXX

421. HIGHWAY MOTOR VEHICLE OPERATIONS - Concluded

"Trailers" means trailer bodies used in TOFC/COFC service which are permanently mounted on running gear. "Containers" means trailer bodies used in TOFC/COFC service which

are not permanently mounted on wheels or chassis, but are separated from such running gear before being loaded on flat cars.

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

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
						1
						2
						3
						4
						5
						6
						7
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		8
XXXXXX		XXXXXX			XXXXXX	9
XXXXXX				XXXXXX	XXXXXX	10
						11
						12
						13
						14
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	15
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	16
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	17
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	18
						19
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
						22
				105		23
				14		24
				4		25
				115		26

B. OPERATED BY OTHERS - Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
						40
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	41
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	42
						43
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	44
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	45

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

Give particulars of highway motor-vehicle enterprises (excluding Railway Express Agency, Inc.) in which the respondent had a financial interest, either direct or indirectly, during the year.

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

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

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

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1	Black Diamond Transport Company		
2	415 Bright St. Bethlehem, Pa. 18015	Direct	January 1959
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

510. GRADE CROSSINGS A—RAILROAD WITH RAILROAD

1. A crossing of a railroad with a railroad means the intersection of all the tracks on one right-of-way with all of the tracks on another right-of-way, whether or not owned or operated by the same company; this is, the intersection of one double-track line with another double-track line shall be reported as one crossing. Each such crossing shall be reported only by the carrier who performs the actual maintenance of the signal or interlocking protection, if so provided, or by the carrier who maintains the crossing frogs where no protection exists. The carrier which actually performs the maintenance shall be the reporting carrier, even though other party, or parties, assume a part or all of the expense of such maintenance. Where portions of the apparatus are maintained by two or more companies, as for example—the condition where one crossing frog is maintained by one company and the second frog by the other company, agreement should be made between carriers as to which shall report. Report should be made of each crossing, whether main line, branch line, or switching tracks are involved, so long as separate rights-of-way are involved, regardless of whether or not the rights-of-way involved are owned or leased

by the same company. A cross-over from one track to another on the same right-of-way, or the use of a crossing frog for the intersection of two tracks in the same right-of-way, is not to be considered as a crossing in this connection. If one right-of-way intersects two or more rights-of-way in the same vicinity a separate crossing shall be reported for each such intersection, even though all are controlled by one interlocking plant. In such case, this fact should be explained in a footnote in order that the interlocking plant may not be counted more than once.

2. The term "Protection" as used in this connection should include all signalling or derailing devices which may restrict the use of the crossing by either carrier. It shall not include stationary or other cautionary signs which merely indicate the proximity of a crossing. Where crossings are protected by more than one of the types of protection shown in columns (b) to (f) inclusive, the kind of protection, etc., should be reported in only one classification and that of the more elaborate type.

Line No.	Number of crossings (a)	Interlocking (b)	Automatic signals (automatic interlocking) (c)	Derails on one line, no protection on other (d)	Hand-operated signals, without interlocking (e)	Gates (f)	Total specially protected (g)	Total not specially protected (h)	Grand total (i)
1	Number at beginning of year	17	2	1	4	0	24	25	49
2	Crossings added: New crossings				1		1	1	1
3	Change in protection								
4	Crossings eliminated: Separation of grade								
5	Change in protection	1					1		1
6	Other causes								
7	Number at close of year	16	2	1	5	0	24	26	50
8	NUMBER AT CLOSE OF YEAR BY STATES:								
9									
10	New Jersey	2	0	1	1	0	4	4	8
11	Pennsylvania	11	1	0	1	0	13	22	35
12									
13	New York	3	1	0	3	0	7	0	7
14									
15									
16									
17									
18									
19									
20									
21									

510. GRADE CROSSINGS - Continued

B-RAILROAD WITH HIGHWAY

1. A highway grade crossing is to be regarded as a single crossing of all of the tracks within the adjacent owned or leased right(s) of way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at the same grade to the extent that the tracks are located within the limits of a single set of grade crossing signs or protective devices having an integrated set of actuating circuits.

2. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads or driveways not dedicated to public use. All crossings of tracks at grade with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad right-of-way.

3. A private grade crossing which becomes public during the year should be reported as a new grade crossing. A grade crossing of a dual or multi-lane highway should be reported as one crossing. In the classification of protection, a crossing having more than one of the classes of protection listed below should be reported once only, using the furthest left column that

applies. To avoid duplicate reporting of jointly owned, jointly maintained or jointly used crossings, one railroad shall be designated the reporting road by mutual agreement of the interested parties.

4. In columns (b) and (c) include grade crossings with or without audible signals. In columns (d) and (e) include grade crossings with or without any type of audible or visible supplemental device. Exclude from columns (f) and (g) those crossings where train movement is protected only by a member of the train crew. Audible signals reportable in column (h) include any train-actuated bell, whistle, siren or other audible device located adjacent to the crossing. Other automatic signals reportable in column (i) include wigwags, Highway Traffic Signals or special types of train-activated devices with or without audible supplements. Include in column (j), in addition to "Railroad Crossing" crossbuck, any other static sign (except "Number of Tracks" sign) or any non-train-actuated signal such as amber continuous-flashing lights. In column (m) report other than railroad crossbuck. Totals in column (o), lines 38 and 39, should be equal, resulting in no change in the total number of crossings.

TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE

Line No.	Item of Annual Change	Automatic gates with flashing lights	Automatic flashing light signals	Gates manually operated		Watchmen only		Audible signals only	Other automatic signals	Total indicating warning of train approach	"Railroad Crossing" crossbuck signs only	Crossbuck signs with other fixed signs	Other fixed signs only	No signs or signals	Total crossings at grade
				24 hours per day	Less than 24 hours per day	24 hours per day	Less than 24 hours per day								
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)
30	Number at beginning of year	95	126	3	1	0	44	4	11	284	467	0	2	1	754
31	Added: By new, extended or relocated highway	20	13	1	2	0	0	4	0	40	4	0	0	0	44
32	By new, extended or relocated railroad	20	13	1	2	0	0	4	0	40	4	0	0	0	44
33	Total added	20	13	1	2	0	0	4	0	40	4	0	0	0	44
34	Eliminated: By closing or relocation of highway														
35	By relocation or abandonment of railroad						1			1	7				8
36	By separation of grades						1			1	7				8
37	Total eliminated						1			1	7				8
38	Changes in protection: Number of each type added	1	1						1	3	2				5
39	Number of each type deducted		3							3	2				5
40	Net of all changes	21	11	1	2		-1	4	1	39	-3				36
41	Number at close of year	116	137	4	3	0	43	8	12	323	464	0	2	1	790
42	Number at close of year by States:														
43															
44	New Jersey	28	18	1	1	0	43	0	4	95	13	0	2	1	111
45															
46	Pennsylvania	72	28	3	2	0	0	7	3	115	236	0	0	0	351
47															
48	New York	16	91	0	0	0	0	1	5	113	215	0	0	0	328
49															
50															
51															
52															
53															
54															
55															
56															

511. GRADE SEPARATIONS

HIGHWAY-RAILROAD

1. (a) A highway-railroad grade separation is to be regarded as a single crossing of all of the tracks within the owned or leased right-of-way or contiguous rights-of-way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at separate grades.

(b) Not to be included are structures which serve some major purpose other than the avoidance of conflict of railway movements with highway movements and which contain no design features required for accommodation of the intersecting traffic flow as in the case of major tunnels.

(c) In order to avoid duplicate reporting and possible confusion, in reporting grade separations used or maintained by more than one railroad, the interested parties in each case should designate one line to

be the reporting railroad.

2. All separated crossings of tracks with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad owned right-of-way.

3. No. to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads not dedicated to public use.

4. A private crossing which becomes public during the year should be reported as a new crossing.

5. A crossing of a dual or multi-lane highway should be reported as one crossing.

Line No.	Items of Annual Change (a)	Types and numbers of highway-railroad grade separations		
		Overpass (Highway above railroad) (b)	Underpass (Railroad above highway) (c)	TOTAL (d)
		198	177	375
1	Number at beginning of year	3	1	4
2	Added: By new, extended or relocated highway	38	16	54
3	By new, extended or relocated railroad			
4	By elimination of grade crossing			
5	Total added			
6	Deducted: By closing or relocation of highway			
7	By relocation or abandonment of railroad			
8	Total deducted	41	17	58
9	Net of all changes	239	194	433
10	Number at close of year			
	Number at close of year by States:			
11				
12	New Jersey	75	66	141
13	Pennsylvania	105	46	151
14	New York	59	82	141
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				

¹Total in column (d) should correspond to total number of grade crossings eliminated "By separation of grades", Schedule 510-B, line 36, column (c).

513. TIES LAID IN REPLACEMENT

Give particulars of ties laid during the year in previously constructed tracks maintained by the respondent. Do not include any ties used in any new tracks or in track extensions.

In column (a) classify the ties as follows:

- (U) Wooden ties untreated when applied.
- (T) Wooden ties treated before application.
- (S) Ties other than wooden (steel, concrete, etc.). Indicate type in column (h).

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

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

The sum of entries on lines 21, 22, and 23 should equal the total of columns (d) and (g).

Any material difference between the return on line 22 and the charge to operating expense account No. 212, or between the sum of charges to additions and betterments shown in schedules Nos. 513 and 514 and the related charge to investment account No. 8, should be explained in a footnote.

Line No.	Class of ties	CROSSTIES				SWITCH AND BRIDGE TIES				Remarks
		Total number of ties applied		Average cost per tie	Total cost of crossties laid in previously constructed tracks during year	Number of ties (board measure) applied		Average cost per M feet (board measure)	Total cost of switch and bridge ties laid in previously constructed tracks during year	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)			
1	T	7	652	\$ 7.58	\$ 57 735	19	267	\$ 208.28	\$ 4 017	
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15										
16										
17										
18										
19										
20	TOTAL	7	652	7.58	57 735	19	267	208.28	4 017	

- 21 Amount of salvage on ties withdrawn.....
- 22 Amount chargeable to operating expenses.....
- 23 Amount chargeable to additions and betterments.....
- 24 Estimated number of crossties in all maintained tracks:

\$ -
\$ 45,667
\$ 16,085

61,752 ✓

	Numt.	Percent of Total
(a) Wooden ties.....	* 5,604,614	100.00
(b) Other than wooden ties (steel, concrete, etc.).....		
TOTAL.....	5,604,614	100.00

* Includes 1,024,260 crossties in tracks leased as of April 1, 1912 from Lehigh & Susquehanna Railroad in Pennsylvania.

NOTE: For treated ties, the "Lowry Process" full cell treatment is used.

See note on Page 113.

NOTE: The difference between the amount chargeable to operating expenses on line 22 and that reported for account 212 on Schedule 320 represents miscellaneous adjustments.

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

Give particulars of ties laid during the year in new construction, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of ties (a)	CROSS TIES						SWITCH AND BRIDGE TIES						Remarks (h)
		Total number of ties applied (b)		Average cost per tie (c)		Total cost of cross ties laid in new tracks during year (d)		Number of feet (board measure) laid in tracks (e)		Average cost per M feet (board measure) (f)		Total cost of switch and bridge ties laid in new tracks during year (g)		
1	T	12	732	\$ 5 68	\$ 72 365	195	469	\$ 197 63	\$ 38 630					
2														
3														
4														
5														
6														
7														
8														
9														
10														
11														
12														
13														
14														
15														
16														
17														
18														
19														
20	TOTAL	12	732	5 68	72 365	195	469	197 63	38 630					

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid

22 Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid 3.03

NOTE: Schedules 513, 514, 515 and 516 apply to the property of the Lehigh Valley Railroad Company and Lehigh and Susquehanna Railroad. There were no changes during the year on our subsidiary Company, Bay Shore Connecting Railroad Company.

515. RAILS LAID IN REPLACEMENT

Give particulars of all rails applied during the year in connection with replacement of rails in previously constructed tracks maintained by the respondent.

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

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

The sum of entries on lines 22, 23, and 24 should equal the total of columns (d) and (h).

Any material difference between the return on line 23 and the charge to operating expense account No. 214, or between the sum of charges to additions and betterments shown in schedules Nos. 515 and 516 and the related charge to investment account No. 9, should be explained in a footnote.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.						RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS					
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)		Average cost per ton (2,000 lb.) (e)		WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)		Average cost per ton (2,000 lb.) (i)	
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)					Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)				
1	2							115	7	859	122	71	
2	4	136	1 088	50 316	46	23	136	134	4 809	46	23		
3	4	135	7	324	46	23	135	2	92	46	23		
4	4	131	217	10 033	46	23	131	6	277	46	23		
5	4	130	161	7 443	46	23	130	3	139	46	23		
6	4						112	14	647	46	23		
7	4						110	1	46	46	23		
8	4	100	34	1 572	46	23	100	98	4 531	46	23		
9	4						90	34	1 572	46	23		
10													
11													
12													
13													
14								2	7	859			
15								4	262	12 113			
16													
17													
18													
19													
20	TOTAL	XXXX	1 507	69 688	46	23	XXXX		269	12 972	48	22	

21	Number of tons (2,000 lb.) of relayers and scrap rail taken up	2,011		
22	Salvage value of rails released	\$ 76,168		
23	Amount chargeable to operating expenses	\$ 6,384		
24	Amount chargeable to additions and betterments	\$ 108		
25	Miles of new rails laid in replacement (all classes of tracks) †	0	07 (rail-miles).	
26	Miles of new and second-hand rails laid in replacement (all classes of tracks) ‡	15	56 (rail-miles).	
27	Average weight per yard of new rails laid in replacement (running, passing, and cross-over tracks, etc.) *	136	(pounds).	
28	Tons of rail sold as scrap and amount received therefor	1509	(tons of 2,000 lb.); \$ 49,906	
29	Track-miles of welded rail installed this year	None	total to date 40.50	

NOTE: Cost of welding rail ends amounting to \$46,469 and inventory adjustment amounting to \$45,555 included in Account 214 but not included in this schedule.

See note on Page 113.

†Classes 1, 2, and 3 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in all classes of tracks; divide the total number of yards of new rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.
‡Classes 1, 2, 3, and 4 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new and second-hand rail laid in all classes of tracks; divide the total number of yards of new and second-hand rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.
*Classes 1, 2, and 3 rails.—Reduce tonnage in column (c) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in running, passing, and cross-over tracks, etc.; divide the total number of pounds of new rails laid in running tracks, etc. by the total number of yards of new rails laid in such tracks.

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

Give particulars of rails applied during the year in the construction of new tracks, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	4			\$		136	671	\$ 34 080	50 79
2						131	4	203	50 79
3						100	36	828	50 79
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20	TOTAL	XXXX				XXXX	711	36 111	50 79

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid

22 Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid 3.03

See note on Page 113

517. GAGE OF TRACK AND WEIGHT OF RAIL

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

gage, 4 feet 8½ inches, show the gage of each part in column (d). 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 rail per yard (a)	Line haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
1	136	606 48		
2	131	134 06		
3	115	9 12		
4	112	12 14		
5	110	25 98		
6	100	129 05		
7	90	81 11		
8	80	14 47		
9	76	4 55		
10	67	61		
11	60	81		
12	58	08		
13				
14		183 22		Lehigh & Susquehanna Railroad
15				
16				
17				
18				
19				
20	Total	1 201 68		

531. STATISTICS OF RAIL-LINE OPERATIONS

1. Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Train-miles, car-miles and other particulars are to be reported in accordance with the classification of train-miles and car-miles prescribed in the Uniform System of Accounts for Railroad Companies (Mileage Accounts 800 to 805 and 820 to 825). Locomotive unit-miles should include all miles made by each locomotive unit.

2. Per diem cars, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U.S. class I line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

3. Item No. 1 includes miles of road operated under trackage rights.

4. For gross ton-miles compute from conductors' or dispatchers' train reports weight in tons (2,000 pounds). Item 27 includes weight of all locomotive units moved one mile in transportation trains. Ton-miles of motorcars should be excluded. Items 28 and 29 represent tons behind locomotive units (cars and contents, company-service equipment and cabooses) moved one mile in transportation trains. Include ton-miles of exclusive work service equipment and motorcars moving in transportation trains. Use 150 pounds as the

average weight per passenger and four tons as the average weight of contents of each head-end car.

5. Item No. 35 should represent the ton-miles of revenue freight in water transfer service on the Great Lakes involving a rail-line haul, the revenue from which is includible in account No. 101, "Freight." Ton-miles of revenue freight in water transfer service which was moved on the basis of lawful local tariff rates, the revenue from which is creditable to account No. 113, "Water transfers," should be excluded. Item 36, Total ton-miles—Revenue freight, should correspond to the ton-miles reported on Form OS-B, Item 2.

6. For net ton-miles, Item 40, compute from conductors' train reports. This item represents the number of tons of revenue and non-revenue freight moved one mile in transportation trains. Include a reasonable proportion of the weight of exclusive work equipment moved one mile. Include net ton-miles in motorcar trains. Exclude LCL shipments handled in mixed baggage-express cars.

7. The mileage of company service equipment, designed exclusively for work service and moved in transportation trains, should be classed as loaded freight car-miles.

8. Highway vehicle operations should not be included in Schedule 531 but particulars thereof given in Schedule 117.

Item No.	Item (a)	Freight trains (b)	Passenger trains (c)	Total transportation service (d)	Work trains (e)
1	Average mileage of road operated (State in whole numbers).....	972		972	
	TRAIN-MILES				
2	Diesel locomotives.....	1 584 403		1 584 403	
3	Other locomotives.....				
4	Total locomotives.....	1 584 403		1 584 403	
5	Motorcars.....				
6	Total train-miles.....	1 584 403		1 584 403	
	LOCOMOTIVE UNIT-MILES				
7	Road service.....	4 020 729		4 020 729	
8	Train switching.....	378 900		378 900	
9	Yard switching.....	1 059 462		1 059 462	
10	Total locomotive unit-miles.....	5 459 091		5 459 091	
	CAR-MILES				
11	Total motorcar car-miles.....				
12	Loaded per diem freight cars.....	50 337 456		50 337 456	
13	Loaded non-per diem freight cars.....	7 741 432		7 741 432	
14	Empty per diem freight cars.....	31 786 660		31 786 660	
15	Empty non-per diem freight cars.....	7 174 194		7 174 194	
16	Caboose.....	1 704 552		1 704 552	
17	Total freight car-miles (lines 12, 13, 14, 15 and 16).....	98 744 294		98 744 294	
18	Passenger coaches.....				
19	Combination passenger cars (mail, express, or baggage, etc., with passenger).....				
20	Sleeping and parlor cars.....				
21	Dining, grill and tavern cars.....				
22	Head-end cars.....				
23	Total (lines 18, 19, 20, 21 and 22).....	2 833		2 833	
24	Business cars.....				
25	Crew cars (other than cabooses).....	98 747 127		98 747 127	
26	Grand total car-miles (lines 11, 17, 23, 24 and 25).....				
	GROSS TON-MILES AND TRAIN HOURS IN ROAD SERVICE				
27	Gross ton-miles of locomotives and tenders (thousands).....	502 593		502 593	
28	Gross ton-miles of freight-train cars, contents, and cabooses (thousands).....	5 028 763		5 028 763	
29	Gross ton-miles of passenger-train cars and contents (thousands).....				
30	Train hours—Total.....	94 506		94 506	
	REVENUE AND NONREVENUE FREIGHT TRAFFIC				
31	Tons of revenue freight.....			16 407 891	
32	Tons of nonrevenue freight.....			56 106	
33	Total tons revenue and nonrevenue freight.....			16 463 997	
34	Ton-miles—Revenue freight in road service (thousands).....			2 653 256	
35	Ton-miles—Revenue freight in lake transfer service (thousands).....			2 653 256	
36	Total ton-miles—Revenue freight (thousands).....			10 014	
37	Ton-miles—Nonrevenue freight in road service (thousands).....				
38	Ton-miles—Nonrevenue freight in lake transfer service (thousands).....				
39	Total ton-miles—Nonrevenue freight (thousands).....			10 014	
40	Net ton-miles of freight—Revenue and nonrevenue (thousands).....	See Note Page 117		2 653 311	
	REVENUE PASSENGER TRAFFIC				
41	Passengers carried—Total.....				
42	Passenger-miles—Total.....				

532. SWITCHING AND TERMINAL TRAFFIC AND CAR STATISTICS

(For switching and terminal companies only)

1. Give particulars of cars handled during the year. For descriptions of kinds of services included in switching operations, and in terminal operations, reference is made to the "Notice" on the inside of the front cover of this form. With respect to the term "cars handled" it should be observed that, when applied to switching operations, the movement of a car from the point at which a switching company receives it, whether loaded or empty, to the point where it is loaded or unloaded or delivered to another connecting line is to be counted as one car handled. The return of a car, whether loaded or empty, from the point where it is loaded or unloaded, to

the point of delivery is to be counted as one car handled. No incidental movement is to be considered, unless such incidental movement involves the receipt of additional revenue. When applied to terminal operations, such as union station, bridge, ferry, or other joint facility terminal operations, the term "cars handled" includes all cars for which facilities are furnished.

2. The number of locomotive-miles in yard switching service should be computed in accordance with account No. 316, "Yard Switching Locomotive-miles."

Item No.	Item (a)	Switching operations (b)	Terminal operations (c)	Total (d)
FREIGHT TRAFFIC				
201	Number of cars handled earning revenue—Loaded			
202	Number of cars handled earning revenue—Empty			
203	Number of cars handled at cost for tenant companies—Loaded			
204	Number of cars handled at cost for tenant companies—Empty		Not Applicable	
205	Number of cars handled not earning revenue—Loaded			
206	Number of cars handled not earning revenue—Empty			
207	Total number of cars handled			
PASSENGER TRAFFIC				
208	Number of cars handled earning revenue—Loaded			
209	Number of cars handled earning revenue—Empty			
210	Number of cars handled at cost for tenant companies—Loaded			
211	Number of cars handled at cost for tenant companies—Empty			
212	Number of cars handled not earning revenue—Loaded			
213	Number of cars handled not earning revenue—Empty			
214	Total number of cars handled			
215	Total number of cars handled in revenue service (Items 207 and 214)			
216	Total number of cars handled in work service			

Number of locomotive-miles in yard switching service: freight, _____; passenger, _____

Explanation re Schedule 531, Page 116.

Figures reported on Line 40 will not agree with totals on Lines 36 and 39. The difference of 9,959 is occasioned by inclusion in Line 36 of the ten-miles of revenue freight carried between the road terminal and the water front at New York Harbor. Revenue is included in Account 101 because rates cover transportation to or from New York Harbor. The mileage is included in operation statistics as "Switching Miles".

561C. COMPENSATION APPLICABLE TO PRIOR YEARS

Show hereunder, for each group of employees, the amount of compensation applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons. Additional compensation for the current year under labor awards or for other reasons is includible in I.C.C. Wage Statistics Form A and B, "Report of Employees, Service, and Compensation," for the calendar year. For purposes of this report, labor awards are intended to cover adjustments resulting from the decisions of Wage Boards and voluntary awards by the respondent incident thereto. Explain the nature of any amounts in excess of \$10,000 included in column (c) in a footnote.

Line No.	Group No.	Class of employees (a)	AMOUNT OF COMPENSATION					
			Under labor awards (b)			Other fact pay (c)		Total (d)
			\$			\$		\$
1	I	Executives, officials, and staff assistants.....		108	173			108 173
2	II	Professional, clerical, and general.....		137	087			137 087
3	III	Maintenance of way and structures.....		134	968			134 968
4	IV	Maintenance of equipment and stores.....		53	580			53 580
5	V	Transportation (other than train, engine, and yard).....		34	886			34 886
6	VI (a)	Transportation (yardmasters, switch tenders, and hostlers).....		583	806			583 806
7	VI (b)	Transportation (train and engine service).....						
8		TOTAL.....	1	052	500			1 052 500

9 Amount of foregoing compensation that is chargeable to operating expenses: \$1,052,500

John F. Nash and Robert C. Haldeman, Trustees
LEHIGH VALLEY RAILROAD COMPANY

Data for Annual Report to the Interstate Commerce Commission
for the Year Ended December 31st, 1972, Schedule 562,
Compensation of Officers, Directors, etc.

<u>Name of Person</u>	<u>Title</u>		<u>Salary per</u> <u>Annun as of</u> <u>Close of Year</u>	<u>* Other</u> <u>Compensation</u> <u>During the Year</u>
(a)	(b)		(c)	(d)
W. C. Wieters	Vice President - Operation	01/01/72	\$33,000.00	
		04/01/72	34,656.00	
		07/01/72	36,384.00	
T. J. Smith	Vice President - Administration	07/25/73	36,000.00	
J. W. McDonnell	Vice President - Secretary & Treasurer	01/01/72	31,065.00	
		03/01/72	31,620.00	
		07/01/72	33,204.00	
C. P. O'Rourke	Vice President - Traffic	01/01/72	31,065.00	
		03/01/72	31,620.00	
		07/01/72	33,204.00	
T. F. Williams	Vice President - Sales	01/01/72	26,065.00	
		03/01/72	26,616.00	
		07/01/72	27,312.00	
R. D. Lalanrie	General Counsel	01/01/72	23,000.00	
		03/01/72	23,556.00	
		07/01/72	24,732.00	

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APR 30 1973

ADMINISTRATIVE SERVICES
C MAIL BRANCH

563. PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES AND AFFILIATES

1. In the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subscriptions, allowance for expenses, or any form of payments amounting in the aggregate to \$50,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person, except:

(a) Payments to employees of the respondent shall be reported in Schedule 562.

(b) Payments for services rendered by affiliates shall be reported in Schedule 564.

2. The aggregate of payments to be reported in column (c) shall include amounts paid and/or accrued during the year which are applicable to the year.

3. When contributions under \$50,000 are made in common with other carriers under a joint arrangement in payment for the performance of services or as a donation, each such contribution shall be reported, irrespective of the amount thereof, if the total amount paid by all contributors for the performance of the particular service is equal to the sum of \$100,000 or more.

4. Payments to the independent public accountant reporting on the respondent's annual report shall be subdivided to show separately the amount paid for auditing and the total amount paid for other types of management services such as, but not limited to, compensation plans, pension plans, forecasts and budgets, and tax advice. All carriers, whether payments aggregate more or less than \$50,000, shall answer the following question.

Did the independent accountant reporting on the respondent's annual report provide any management services other than auditing?

Specify. Yes.... No....

5. To be included are, among others, payments, directly or indirectly, for legal, medical, engineering, advertising, valuation, accounting, statistical, financial, educational, entertainment, charitable, advisory, defensive, detective, developmental, research, appraisal, registration, purchasing, architectural, and hospital services; payments for expert testimony and for handling wage disputes; and payments for services of banks, bankers, trust companies, insurance companies, brokers, trustees, promoters, solicitors, consultants, actuaries, investigators, inspectors, and efficiency engineers. Payments to the various railroad associations, commissions, committees, bureaus, boards, and other organizations maintained jointly by railroads shall also be included. The enumeration of these kinds of payments should not be understood as excluding other payments for services not excluded below.

6. To be excluded are: Rent of buildings or other property, taxes payable to the Federal, State, or local Governments, payments for heat, light, power, telegraph, and telephone services, and payments to other carriers on the basis of lawful tariff charges or for the interchange of equipment between carriers, as well as other payments for services which both as to their nature and amount may reasonably be regarded as ordinarily connected with the routine operation, maintenance, or construction of a railroad, but any special and unusual payments for services should be reported. Payments of \$50,000 or more to organizations maintained jointly by railroads with other railroads are not to be excluded even if their services are regarded as routine.

7. If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads.

8. If any doubt exists in the mind of the reporting officer as to the reportability of any type of payment, request should be made for a ruling before filing this report.

Line No.	Name of recipient (a)	Description of service (b)	Amount of payment (c)	
			\$	
1	Association of American Railroads	Assessments & Expenses	24	000
2	Traffic Executive Association	"	119	998
3	Eastern Railroads	"	107	235
4	Real Estate Research Corporation	Evaluation Study - Land	99	894
5	Ford, Bacon & Davis, Inc.	" " - All Other	114	762
6	Duane, Morris & Heckscher	Legal	112	748
7	J. F. Nash and R. C. Haldeman	Trustees		
8				
9				
10				
11				
12				
13				
14				
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34				

564. TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT FOR SERVICES RECEIVED OR PROVIDED

1. Furnish the information called for below concerning each contract, agreement or arrangement (written or unwritten) in effect at any time during the year between the respondent and the affiliated companies listed in Schedule 104, 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 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 agreements 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 railroads for interline services and interchange of equipment.
- (c) Payments to or from other railroads for services which may reasonably be regarded as ordinarily connected with routine operation, maintenance, or construction of a railroad, but any special or unusual transactions should be reported.
- (d) Agreements relating to allocation of Federal income taxes between affiliated companies should be reported in Schedule 353 (p. 85)
- (e) Agreements relating to joint pension plans with affiliated companies should be reported in explanatory notes section of Schedule 200 (p. 13)

2. In column (a) enter the name of the affiliated company, person, or agent with which respondent received or provided services aggregating \$30,000 or more for the year. If an affiliated company provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, list all the affiliates included in the agreement and describe the allocation of charges in column (d). If the respondent provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 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.

Attach a balance sheet and income statement for each affiliate with which respondent had reportable transactions during the year. These statements should be prepared on the same accounting year basis and in conformity with the balance sheet and income statement in annual report form A, and should be noted to indicate method of depreciating property, if any, furnished to the respondent. Balance sheet and income statement are not required for affiliated carriers filing annual reports with the Commission.

3. In column (b) indicate form of affiliation 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 the 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 character of service 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 (g).

5. In column (d) describe the basis for computing charges under each contract, agreement, etc.

6. In columns (e) and (f) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".

7. In column (g) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (c). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the respondent and an affiliate.

Line No.	Name of Company or Individual and percent of gross income from respondent carrier		Form of Affiliation	Character of Service	Basis of Charge	Contract		Total Charges for Year	
	(a)	%				Date	Term	(F)(S)	(g)
1.	No Exchange of Services								
2.									
3.									
4.									
5.									
6.									
7.									
8.									
9.									
10.									
11.									
12.									
13.									
14.									
15.									

565. OTHER TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT

1. Furnish the information called for below concerning transactions between the respondent and the affiliated companies listed in Schedule 104, 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 not limited to, purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
2. In column (a) enter the name of the affiliated company, person, or agent with which respondent transacted purchase, sale or transfer.
3. In column (b) indicate form of affiliation or control between the respondent and company or person identified in column (a) in accord with instruction No. 3 to Schedule 564.
4. In column (c) briefly describe the kind of asset purchased, sold or transferred.
5. In column (d) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales with the company or individual named in column (a) when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
6. In column (e) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (d).
7. In column (f) report the net profit or loss for each item (column (d) less column (e)).
8. Answer all questions at bottom of schedule.

Line No.	Name of Company or Individual (a)	Form of Affiliation (b)	Description of Item (c)	Sales or Purchase Price (d)	Net Book Value (e)	Gain or (Loss) (f)
1	None					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (a)? Specify. Yes.... No. ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Where any services provided or assets transferred between respondent and affiliated companies or individuals during the year for which no charges were assessed? Specify. Yes.... No. ☒. If yes, explain.

**566 A. TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS
FOR SERVICES RECEIVED OR PROVIDED**

1. Furnish the information called for below concerning transactions between noncarrier subsidiaries of the respondent and other affiliated companies for services received or provided in accord with instruction No. 1 to Schedule 564.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary received or provided services aggregating \$30,000 or more for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. If more than one type of service is provided, list each type of service separately. When services are both provided and received between the noncarrier subsidiary and other affiliate they should be listed separately and the amounts shown separately in column (h).
6. In column (e) fully describe the basis for computing charges under each contract, agreement, etc.
7. In columns (f) and (g) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".
8. In column (h) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (d). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the noncarrier subsidiary and other affiliate.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Character of Service (d)	Basis of Charge (e)	Contract		Total Charges for Year	
						Date (f)	Term (g)	(P)(S)	(h)
1	None								
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									

566 B. OTHER TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS

1. Furnish the information called for below concerning other transactions between noncarrier subsidiaries of the respondent and other affiliated companies in accord with instruction No. 1 to Schedule 565.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary transacted a purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) briefly describe the kind of asset purchased, sold or transferred.
6. In column (e) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
7. In column (f) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (e).
8. In column (g) report the net profit or loss for each item (column (e) less column (f)).
9. Answer all questions at bottom of schedule.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Description of Item (d)	Sales or Purchase Price (e)	Net Book Value (f)	Gain or (Loss) (g)
1	None						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (b)? Specify. Yes.... No. ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Were any services provided or assets transferred between noncarrier subsidiaries of respondent and other affiliated companies or individuals for which no charges were assessed? If so, explain.

571. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

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

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

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	DIESEL	ELECTRIC	OTHER (STEAM, GAS TURBINE, ETC.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight.....	12,222,193			
2	Passenger.....	2,241,763			
3	Yard switching.....	14,463,956			
4	Total.....	1,694			
5	Work train.....	14,465,650			
6	GRAND TOTAL.....	1,647,806			
7	Total cost of fuel*				

B. RAIL MOTORCARS

Line No.	Kind of locomotive service (f)	DIESEL	ELECTRIC	GASOLINE
		Diesel oil (gallons) (g)	Kilowatt-hours (h)	Gasoline (gallons) (i)
11	Freight.....			
12	Passenger.....			
13	Yard switching.....			
14	Total.....			
15	Work train.....			
16	GRAND TOTAL.....			
17	Total cost of fuel*			

*Show cost of fuel charged to train and yard service (accounts Nos. 302 and 304, for other than electric, and accounts Nos. 203, 204, 205, and 206, for electric). The cost stated for the various kinds of fuel should be the total charges in the accounts specified, including freight charges and handling expenses. The cost stated for electric current should be the total charges in the accounts enumerated. Fuel and power consumed by mixed and special trains that are predominantly freight should be included in freight service, but where the service of mixed or special trains is predominantly passenger, the fuel and power used should be included in passenger service.

NOTES AND REMARKS

Continuation of Schedule 591, Page 128:

- Decrease 2.47 Remove track, Lehigh & New York Branch, N.Y. under Finance Docket 26520, dated 6/24/71.
- 57.27 Remove trackage rights account Lehigh Valley Railroad takeover Lehigh & Susquehanna Railroad, Pa. under Service Order 1094, 4/1/72.

ANNUAL REPORT 1972 CLASS I

115500

LEIGH VALLEY RAILROAD CO.

2 OF 3

228. CAPITAL STOCK

Give particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.

In the second section list particulars of the various issues on the same lines and in the same order as in the first section.

Identify the entries in columns (m) to (s), inclusive, in a manner which will indicate whether par value or the number of shares is shown.

In stating the date of an authorization the date of the latest assent or ratification necessary to its validity should be shown; e. g., in case an authorization is required to be ratified by stockholders after action by the board of directors, but is not required to be approved by any State or other governmental board or officer, give the date of approval by stockholders; if the assent

of a State railroad commission or other public board or officer is necessary, give the date of such assent, or if subsequent to such assent notice has to be filed with a secretary of state or other public officer and a tax or other fee has to be paid as a condition precedent to the validity of the issue, give the date of such payment. In case some condition precedent has to be complied with after the approval and ratification of the stockholders has been obtained, state, in a footnote, the particulars of such condition and of the respondent's compliance therewith.

For the purposes of this report, capital stock and other securities are considered to be *nominally issued* when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be *actually*

issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser 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 under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be *nominally outstanding*.

Column (d) refers to the initial preference dividend payable before any common dividend; columns (k) and (l) to participations in excess of initial preference dividend; at a specified percentage or amount (nonpar stock) (column (k)) or a percentage or proportion of the profits (column (l)).

Line No.	Class of stock	Date issue was authorized	Par value per share (if non-par, so state)	PREFERRED STOCK										OTHER PROVISIONS OF CONTRACT			
				Dividend rate specified in contract	Total amount of accumulated dividends			CUMULATIVE		Noncumulative ("Yes" or "No")	Convertible ("Yes" or "No")	Callable or redeemable ("Yes" or "No")	PARTICIPATING DIVIDENDS				
								To extent earned ("Yes" or "No")	Fixed % rate or percent specified by contract				Fixed amount or percent (Specify)	Fixed ratio with common (Specify)			
(a)	(b)	(c)	(d)	(e)			(f)	(g)	(h)	(i)	(j)	(k)	(l)				
1	Common	6/22/10	No Par	XXXXXX	\$	XX	XX	XX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	
2				XXXXXX		XX	XX	XX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	
3				XXXXXX		XX	XX	XX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	
4				XXXXXX		XX	XX	XX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	
5	Preferred																
6																	
7																	
8	Debenture																
9																	
10	Receipts outstanding for installments paid*																
11																	
12	TOTAL		XXXXXX	XXXXXX					XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	

Line No.	PAR VALUE OF PAR-VALUE STOCK OR NUMBER OF SHARES OF NONPAR STOCK																STOCK ACTUALLY OUTSTANDING AT CLOSE OF YEAR					
	Authorized		Authenticated		NOMINALLY ISSUED AND				Actually issued		REACQUIRED AND				Number of shares		Par value of par-value stock		Book value of stock without par value			
					Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")	Canceled					Canceled	Held in special funds or in treasury or pledged (Identify pledged securities by symbol "P")										
						(o)	(p)	(q)	(r)	(s)												
(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	(v)													
1	sh 1 600 000	sh 516 123	None				1 516 230		107				1 516 123	\$		\$ 60 760 756						
2																						
3																						
4																						
5																						
6																						
7																						
8																						
9																						
10																						
11																						
12																						
13	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	XX XX XX	1 516 123			60 760 756						

*State the class of capital stock covered by the receipts.

229. CAPITAL STOCK CHANGES DURING THE YEAR

Give full particulars of stocks actually or nominally issued (either original issues or reissues) and of stocks reacquired or canceled during the year.

In the second section of the schedule show the particulars of the several issues on the same lines and in the same order as in the first section.

In column (c) state whether issued for construction of new properties, for additions and betterments, for purchase of railroad or other property, for conversion, for acquisition of securities, for reorganization, or for other corporate purposes. If an issue of securities was authorized for more than one purpose, state amount applicable to each purpose. Also

give the number and date of the authorization by the public authority under whose control such issue was made, naming such authority. In column (e) include as cash all money, checks, drafts, bills of exchange and other commercial paper payable at par on demand. For nominally issued stock, show returns in columns (a), (b), (c), and (d) only. For each class of stock actually issued, the sum of the entries in columns (e), (f), and (h), plus discounts or less premiums in column (g), should equal the total par value or the book value represented by the total number of shares reported in column (d).

Particulars concerning the reacquirement of stock that was actually outstanding should be given in columns (a), (i), and (j).

Line No.	Class of stock (a)	STOCKS ISSUED DURING YEAR				Net proceeds received for issue (cash or its equivalents) (e)	
		Date of issue (b)	Purpose of the issue and authority (c)	Par value (for nonpar stock show the number of shares) (d)			
1	None			\$		\$	
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
Total							

Line No.	STOCKS ISSUED DURING YEAR—Concluded			STOCKS REACQUIRED DURING YEAR		Remarks (k)
	Cash value of other property acquired or services received as consideration for issue (f)	Net total discounts (in black) or premiums (in red). Excludes entries in column (h) (g)	Expense of issuing capital stock (h)	Par value (For nonpar stock show the number of shares) (i)	Purchase price (j)	
1	\$	\$	\$	\$	\$	
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						

230. STOCK LIABILITY FOR CONVERSION OF SECURITIES OF OTHER COMPANIES

If at the close of the year respondent was subject to any liability to issue its own capital stock in exchange for outstanding securities of constituent of other companies, give full particulars thereof hereunder, including names of parties to contracts and abstracts of terms of contracts whereunder such liability exists.

None

231. CAPITAL SURPLUS

Give an analysis in the form called for below of capital surplus accounts. In column (a) give a brief description of the item added or deducted and in column (b) insert the center account number to which the amount stated in column (c), (d) or (e) was charged or credited.

Line No.	Item (a)	Center account number (b)	ACCOUNT NO.					
			794. Premiums and Assessments on Capital Stock (c)		795. Paid in Surplus (d)		796. Other Capital Surplus (e)	
1	Balance at beginning of year.....	X X X	\$	None	\$	None	\$	None
2	Additions during the year (describe):							
3								
4								
5								
6								
7	Total additions during the year....	X X X		None		None		None
8	Deductions during the year (describe):							
9								
10								
11								
12	Total deductions.....	X X X		None		None		None
13	Balance at close of year.....	X X X		None		None		None

232. RETAINED INCOME—APPROPRIATED

Give an analysis in the form called for below of account No. 797, "Retained income—Appropriated."

Line No.	Class of appropriation (a)	Credits during year (b)		Debits during year (c)		Balance at close of year (d)	
		\$		\$		\$	
31	Additions to property through retained income.....						
32	Funded debt retired through retained income.....						
33	Sinking fund reserves.....						
34	Incentive per diem funds.....						
35	Miscellaneous fund reserves.....						
36	Retained income—Appropriated not specifically invested.....						
37	Other appropriations (specify):						
38							
39							
40							
41							
42							
43							
44							
45							
46	TOTAL.....		None		None		None

233. CONTINGENT ASSETS AND LIABILITIES

1. Give particulars with respect to contingent assets and liabilities at the close of the year, in accordance with Instruction 6-6 in the Uniform System of Accounts for Railroad Companies, that are not reflected in the accounts of the respondent and the value of the item amounts to \$100,000 or more. If an actual monetary amount is not known and an estimate of the amount of any item involved is not feasible, disclosure should be made describing the contingency and explaining why an estimate is not determinable.

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

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

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

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

Line No.	Item (a)	Amount (b)
1	Contingent Assets	None
2		
3	Contingent Liabilities:	
4	Closing of Freight Station in 1968 at East 34th Street, New York, N.Y. under	
5	lease with City of New York. City made a survey as to our liability for	
6	deferred maintenance, but to date has not disclosed amount.	
7		
8	Closing of Pier 46 in 1970 located in New York, N.Y. under lease with City of	
9	New York. City made a survey as to our liability for deferred maintenance	
10	which we will contest.	
11		
12	Miscellaneous Unknown Items - There are contingent liabilities,	
13	indeterminate in amount, in respect of taxes, personal injuries, property	
14	damage and other matters.	
15		
16		
17		
18		
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32		
33		
34		
35		
36		
37		
38		
39		
40		
41		
42		
43		
44		
45		

234. PROPRIETARY COMPANIES

Give particulars called for regarding inactive proprietary companies, as defined in Schedule No. 411, page 94. The separation of accounts 731 and 732 into the various subdivisions shown below should be estimated, if not actually shown on respondent's books. Enter brief designations of the several proprietary companies at the heads of their respective columns.

Line No.	Item
1	Mileage owned:
2	Road, State of _____ None
3	Road, State of _____
4	Road, State of _____
5	Second and additional main tracks.....
6	Passing tracks, cross-overs, and turn-outs.....
7	Way switching tracks.....
8	Yard switching tracks.....
9	Road and equipment property:
10	Road.....
11	Equipment.....
12	General expenditures.....
13	Other property accounts*.....
14	Total (account 731).....
15	Improvements on leased property:
16	Road.....
17	Equipment.....
18	General expenditures.....
19	Total (account 732).....
20	Depreciation and amortization (accounts 735, 736, and 745).....
21	Capital stock (account 791).....
22	Funded debt unmatured (account 765).....
23	Debt in default (account 768).....
24	Amounts payable to affiliated companies (account 769).....

Line No.	Item
1	Mileage owned:
2	Road, State of _____
3	Road, State of _____
4	Road, State of _____
5	Second and additional main tracks.....
6	Passing tracks, cross-overs, and turn-outs.....
7	Way switching tracks.....
8	Yard switching tracks.....
9	Road and equipment property:
10	Road
11	Equipment.....
12	General expenditures.....
13	Other property accounts*
14	Total (account 731).....
15	Improvements on leased property:
16	Road.....
17	Equipment.....
18	General expenditures.....
19	Total (account 732).....
20	Depreciation and amortization (accounts 735, 736, and 785)
21	Capital stock (account 791).....
22	Funded debt unmatured (account 765).....
23	Debt in default (account 768).....
24	Amounts payable to affiliated companies (account 769).....

*Include: account Nos. 80, "Other elements of investment," and 90, "Construction work in progress."

390. INCOME ACCOUNT FOR THE YEAR

1. Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Railroad Corporations.

2. In column (d) show against the appropriate account the amount of income that is offset by deductions in other income accounts of respondent so far as they relate to companies the operation of which are covered by this operating report, the amount of such deductions or dispositions to be also shown against appropriate accounts. For example, road (A) operates road (B) under lease for a

rental of \$1,000,000, but road (A) owns 50 percent of the stock of road (B) on which it receives \$250,000 in dividends. The entries in column (d) should be: Account No. 513, "Dividend income," \$250,000; Account No. 542, "Rent for leased roads and equipment," \$250,000. Again, if road (C) has issued its own securities to acquire a part or all of the securities of road (D), a separately operated carrier, no entries should be made in column (d) by road (C) even though dividends or interest be received on such securities held by road (C). But if road (D) is a

Line No.	Item	Amount for current year			Amount for preceding year			Offsetting debits and credits for current year		
	(a)	(b)			(c)			(d)		
	ORDINARY ITEMS									
	OPERATING INCOME									
	RAILWAY OPERATING INCOME									
1	(501) Railway operating revenues (p. 69) -----	51	129	082	45	459	016			
2	(531) Railway operating expenses (p. 76) -----	47	786	668	40	702	471			
3	Net revenue from railway operations -----	3	542	414	4	756	545			
4	(532) Railway tax accruals (p. 82) -----	4	328	492	3	873	255			
5	Railway operating income -----	(	966	078)		883	290			
	RENT INCOME									
6	(503) Hire of freight cars and highway revenue equipment—									
7	Credit balance (p. 88) -----		9	995		5	154			
8	(504) Rent from locomotives (p. 89) -----		2	100						
9	(505) Rent from passenger-train cars (p. 89) -----		8	697		10	149			
10	(506) Rent from floating equipment -----		512	695		402	304			
11	(507) Rent from work equipment -----		533	487		417	607			
12	(508) Joint facility rent income -----									
13	Total rent income -----									
	RENTS PAYABLE									
14	(536) Hire of freight cars and highway revenue equipment—									
15	Debit balance (p. 88) -----	7	557	368	6	528	016			
16	(537) Rent for locomotives (p. 89) -----		628	701		295	833			
17	(538) Rent for passenger-train cars (p. 89) -----									
18	(539) Rent for floating equipment -----		22	115		9	991			
19	(540) Rent for work equipment -----			46			47			
20	(541) Joint facility rents -----		281	052		251	577			
21	Total rents payable -----	8	489	282	7	085	464			
22	Net rents (lines 15, 23) -----	(	7	955	795)	(	6	667	857)	
23	Net railway operating income (lines 7, 24) -----	(	8	941	873)	(	5	784	567)	
	OTHER INCOME									
24	(502) Revenues from miscellaneous operations (p. 45) -----									
25	(509) Income from lease of road and equipment (p. 86) -----					13	500			
26	(510) Miscellaneous rent income (p. 86) -----		718	131		566	460			
27	(511) Income from nonoperating property (p. 45) -----		137	037		152	578			
28	(512) Separately operated properties—Profit (p. 87) -----		18	909		12	936			
29	(513) Dividend income -----						7			
30	(514) Interest income -----		258	598		171	571			
31	(516) Income from sinking and other reserve funds -----		52	196		62	204			
32	(517) Release of premiums on funded debt -----									
33	(518) Contributions from other companies -----									
34	(519) Miscellaneous income (p. 92) -----		846	124		546	583			
35	Total other income -----	2	030	995	1	525	919			
36	Total income (lines 25, 38) -----	(	6	910	878)	(	4	258	648)	
	MISCELLANEOUS DEDUCTIONS FROM INCOME									
37	(534) Expenses of miscellaneous operations (p. 45) -----									
38	(535) Taxes on miscellaneous operating property (p. 45) -----									
39	(543) Miscellaneous rents (p. 91) -----			849			596			
40	(544) Miscellaneous tax accruals (p. 45) -----		112	921		70	115			
41	(545) Separately operated properties—Loss (p. 87) -----		201	605			6			
42	(549) Maintenance of investment organization -----									
43	(550) Income transferred to other companies -----		1	011	644		655	671		
44	(551) Miscellaneous income charges (p. 92) -----		1	327	019		726	388		
45	Total miscellaneous deductions -----	(	8	237	897)	(	4	985	036)	
46	Income available for fixed charges (lines 39, 49) -----									

300. INCOME ACCOUNT FOR THE YEAR—Continued

"proprietary" company for which no separate operating report is rendered, appropriate entries in column (d) should be made by road (C). If a leased road is assigned to another company for operation, the rent paid should be offset by the rent received. The examples indicated should not be taken to exclude others of a similar nature.

3. Returns for the year reported on lines 1 to 25, inclusive, should be analyzed in columns (e) to (k) in accordance with the Commission's rules governing the separation of operating

expenses between freight and passenger service; railroads.

4. Any unusual accruals involving substantial amounts included in column (b) on lines 9 to 25, inclusive, should be fully explained in a footnote.

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

RAIL-LINE, INCLUDING WATER TRANSFERS																							
Related solely to freight service (e)			Apportioned to freight service (f)			Total freight service (g)			Related solely to passenger and allied services (h)			Apportioned to passenger and allied services (i)			Total passenger service (j)			Other items not related to either freight or to passenger and allied services (k)			Line No.		
\$			\$			\$			\$			\$			\$			\$					
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	?		
51	129	082	xx	xx	xx	51	129	082	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	2		
47	86	668	xx	xx	xx	47	786	668				xx	xx	xx							3		
xx	xx	xx	xx	xx	xx	3	342	414	xx	xx	xx	xx	xx	xx							4		
4	328	492				4	328	492													5		
xx	xx	xx	xx	xx	xx	(986	078)		xx	xx	xx	xx	xx	xx							6		
xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	7		
	9	995					9	995													8		
	2	100					2	100													9		
	8	697					8	697													10		
	512	695					512	695													11		
xx	xx	xx	xx	xx	xx		533	487	xx	xx	xx	xx	xx	xx							12		
7	557	368	xx	xx	xx	7	557	368	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	xx	13		
	628	701					628	701													14		
	22	115					22	115													15		
		46						46													16		
	281	052					281	052													17		
xx	xx	xx	xx	xx	xx	8	489	282	xx	xx	xx	xx	xx	xx							18		
xx	xx	xx	xx	xx	xx	(7	955	795)	xx	xx	xx	xx	xx	xx							19		
xx	xx	xx	xx	xx	xx	(8	941	873)	xx	xx	xx	xx	xx	xx							20		

If this report is made for a system, list hereunder the names of all companies included in the system returns:

300. INCOME ACCOUNT FOR THE YEAR—Concluded

Line No.	Item (a)	Amount for current year (b)			Amount for preceding year (c)			Offsetting debits and credits for current year (d)		
		\$	xx	xx	\$	xx	xx	\$	xx	xx
51	FIXED CHARGES									
52	(542) Rent for leased roads and equipment (p. 90)		362	152		18	402			
53	(546) Interest on funded debt:									
54	(a) Fixed interest not in default		619	830		623	925			
55	(b) Interest in default	2	269	825	2	310	374			
56	(547) Interest on unfunded debt		14	895		15	735			
57	(548) Amortization of discount on funded debt		3	347		3	347			
58	Total fixed charges	3	270	049	2	971	783			
59	Income after fixed charges (lines 50, 58)	(11	507	946)	(7	956	819)			
60	OTHER DEDUCTIONS									
61	(546) Interest on funded debt:									
62	(c) Contingent interest									
63	Ordinary income (lines 59, 62)	(11	507	946)	(7	956	819)			
64	EXTRAORDINARY AND PRIOR PERIOD ITEMS									
65	(570) Extraordinary items - Net Credit (Debit)(p. 92)	6	185	074)						
66	(580) Prior period items - Net Credit (Debit)(p. 92)									
67	(590) Federal income taxes on extraordinary and prior period items— Debit (Credit)(p. 92)									
68	Total extraordinary and prior period items - Credit (Debit)	(6	185	074)						
69	Net income transferred to Retained Income-Unappropriated (lines 63, 68)	(17	693	020)	(7	956	819)			

NOTE.—See page 301B for explanatory notes, which are an integral part of the Income Account for the Year.

NOTES AND REMARKS

Account 546 (b) - Interest in default accrued subsequent to Lehigh Valley Reorganization
date July 24, 1970 on Bonds and Loans.

INCOME ACCOUNT FOR THE YEAR—EXPLANATORY NOTES

The space below is provided for the purpose of disclosing additional information concerning items of income for the current year. Each carrier shall give the particulars of items herein. Enter in separate notes with suitable explanation, amounts included in income accounts in connection with any unusual and material accrual or changeover in accounting practice, and other matters of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles. Minor items which have no consequential

effect on net income for the year need not be reported. If carrier has nothing to report, insert the word "None". The tax consequences of use of accelerated depreciation and tax guideline service lives, the investment tax credit, as well as other unusual and significant tax items and matters, are to be disclosed in Schedule 350, under Section C pertaining to analysis of Federal income taxes. The explanation of items included in accounts 370, "Extraordinary items"; 580, "Prior period items"; and 590, "Federal income taxes on extraordinary and prior period items" are to be disclosed in Schedule 396, page 92.

None

305. RETAINED INCOME—UNAPPROPRIATED

1. Show hereunder the items of the Retained Income Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.

2. All contra entries hereunder should be indicated in parentheses.
3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

Line No.	Item (a)	Amount (b)			Remarks (c)
	CREDIT				
1	(602) Credit balance transferred from Income (p. 66) -----	\$			
2	(606) Other credits to retained income -----			1	Net of Federal income taxes ----- \$ None
3	(622) Appropriations released -----				
4	Total -----			1	
	DEBITS				
5	(612) Debit balance transferred from Income (p. 66) -----	17	693	020	
6	(616) Other debits to retained income -----				Net of Federal income taxes ----- \$ None
7	(620) Appropriations for sinking and other reserve funds -----				
8	(621) Appropriations for other purposes -----				
9	(623) Dividends (p. 68) -----				
10	Total -----	17	693	020	
11	Net increase during year* -----	(17)	693	020	
12	Balance at beginning of year (p. 11)* -----	(11)	421	695	
13	Balance at end of year (carried to p. 11)* -----	(29)	114	715	*

* Amount in parentheses indicates debit balance. (One dollar off account rounding out cents).

Note.—See p. 92, schedule 396, for analysis of Retained Income accounts.

308. DIVIDEND APPROPRIATIONS

1. Give particulars of each dividend declared. For par value or nonpar stock, show in column (d) the respective total par value or total number of shares on which dividend was declared and the corresponding rate percent or per share in column (b) or (c). If any such dividend was payable in anything other than cash, explain the matter fully in a footnote.
2. If an obligation of any character has been incurred for the purpose of procuring funds for the payment of any dividend or for the purpose of

replenishing the treasury of the respondent after payment of any dividend, give full particulars in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

3. The sum of the dividends stated in column (e) should equal the amount shown in schedule No. 305.

Line No.	Name of security on which dividend was declared (a)	Rate percent (par value stock) or rate per share (nonpar stock)		Total par value of stock or total number of shares of nonpar stock on which dividend was declared (d)	Dividends (account 623) (e)	DATES	
		Regular (b)	Extra (c)			Declared (f)	Payable (g)
41	None			\$	\$		
42							
43							
44							
45							
46							
47							
48							
49							
50							
51							
52							
53							
				TOTAL			

310. RAILWAY OPERATING REVENUES

1. State the railway operating revenues of the respondent for the year classifying them in accordance with the Uniform System of Accounts for Railroad Companies and distribute the amounts among the classes of service as indicated. In the absence of records separating revenues between freight and passenger trains, the distribution should be estimated on the basis of the best data available.

2. Assign rail-line revenues, including revenues from water transfers and highway motor vehicle operations, to "Freight service" or to "Passenger and allied services" according to the type of train (or other equipment) by which the traffic moved.

3. Incidental revenues should be assigned as provided for in the schedule.

4. Revenues which are not assignable to freight service or to passenger and allied services are includible in column (e) only in cases where the related operating expenses are reportable in column (i) of schedule No. 320. If the expenses are assigned to the classes of service mentioned, the revenues, likewise, should be distributed on an equitable basis.

5. Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.

Line No.	Class of railway operating revenues	Amount of revenue for the year			RAIL-LINE REVENUES, INCLUDING WATER TRANSFERS						Other revenues not assignable to freight or to passenger and allied services			Remarks
					Assignable to freight service			Assignable to passenger and allied services						
	(a)	(b)			(c)			(d)			(e)			(f)
	TRANSPORTATION—RAIL LINE	\$			\$			\$			\$			
1	(101) Freight*	49	160	656	49	160	656							
2	(102) Passenger*													
3	(103) Baggage													
4	(104) Sleeping car													
5	(105) Parlor and chair car													
6	(106) Mail													
7	(107) Express													
8	(108) Other passenger-train†													
9	(109) Milk													
10	(110) Switching*		725	503		725	503							
11	(113) Water transfers		(62)	(62)		(62)	(62)							
12	Total rail-line transportation revenue	49	886	097	49	886	097							
	INCIDENTAL													
13	(131) Dining and buffet													
14	(132) Hotel and restaurant													
15	(133) Station, train, and boat privileges			181			181							
16	(135) Storage—Freight		33	320		33	320							
17	(137) Demurrage		972	580		972	580							
18	(138) Communication			189			189							
19	(139) Grain elevator													
20	(141) Power													
21	(142) Rents of buildings and other property		37	761		37	761							
22	(143) Miscellaneous		199	318		199	318							
23	Total incidental operating revenue	1	243	349	1	243	349							
	JOINT FACILITY													
24	(151) Joint facility—Cr			212			212							
25	(152) Joint facility—Dr			(576)			(576)							
26	Total joint facility operating revenue			(364)			(364)							
27	Total railway operating revenues	51	129	082	51	129	082							

* Report hereunder the charges to these accounts representing:

A. Payments made to others for—

1. Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$ None

(a) Of the amount reported for item A.1, _____ % (in nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (check one):
Actual () Estimated ()

2. Switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of freight rates, including the switching of empty cars in connection with a revenue movement \$ 1,213,616

3. Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates) \$ None

(a) Payments for transportation of persons \$ 32,980

(b) Payments for transportation of freight shipments \$

† Governmental aid for providing passenger commuter or other passenger-train service included in account 108, as provided in item (d) of that account \$ None

NOTE.—Gross charges for protective services to perishable freight, without deduction for any proportion thereof credited to account No. 101, "Freight" (not required from switching and terminal companies)

1. Charges for service for the protection against heat \$ 5,703

2. Charges for service for the protection against cold \$ 316

320. RAILWAY OPERATING EXPENSES

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and analyzing them in accordance with the Commission's rules governing the separation of operating expenses between freight and passenger service; railroads. The returns to accounts 202-221 should be classified as provided for by instructions pertaining to those accounts in the effective rules. The designations shown in column (a) for these accounts are defined as follows:

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
1	MAINTENANCE OF WAY AND STRUCTURES			
2	(201) Superintendence.....	532	303	
3	(202) Roadway maintenance—Yard switching tracks.....	58	344	
4	Roadway maintenance—Way switching tracks.....	10	631	
5	Roadway maintenance—Running tracks.....	298	891	
6	(206) Tunnels and subways—Yard switching tracks.....			
7	Tunnels and subways—Way switching tracks.....			
8	Tunnels and subways—Running tracks.....	1	370	
9	(208) Bridges, trestles, and culverts—Yard switching tracks.....	25	614	
10	Bridges, trestles, and culverts—Way switching tracks.....	4	667	
11	Bridges, trestles, and culverts—Running tracks.....	131	220	
12	(210) Elevated structures—Yard switching tracks.....			
13	Elevated structures—Way switching tracks.....			
14	Elevated structures—Running tracks.....			
15	(212) Ties—Yard switching tracks.....	7	254	
16	Ties—Way switching tracks.....	1	322	
17	Ties—Running tracks.....	37	161	
18	(214) Rails—Yard switching tracks.....	15	608	
19	Rails—Way switching tracks.....	2	844	
20	Rails—Running tracks.....	79	956	
21	(216) Other track material—Yard switching tracks.....	31	208	
22	Other track material—Way switching tracks.....	5	687	
23	Other track material—Running tracks.....	159	876	
24	(218) Ballast—Yard switching tracks.....	2	707	
25	Ballast—Way switching tracks.....		493	
26	Ballast—Running tracks.....	13	866	
27	(220) Track laying and surfacing—Yard switching tracks.....	310	407	
28	Track laying and surfacing—Way switching tracks.....	56	562	
29	Track laying and surfacing—Running tracks.....	1	590	197
30	(221) Fences, snowsheds, and signs—Yard switching tracks.....	2	115	
31	Fences, snowsheds, and signs—Way switching tracks.....		385	
32	Fences, snowsheds, and signs—Running tracks.....	10	834	
33	(227) Station and office buildings.....	169	697	
34	(229) Roadway buildings.....	26	251	
35	(231) Water stations.....	14	728	
36	(233) Fuel stations.....	14	393	
37	(235) Shops and engine houses.....	132	751	
38	(237) Grain elevators.....			
39	(239) Storage warehouses.....			
40	(241) Wharves and docks.....	34	292	
41	(243) Coal and ore wharves.....			
42	(244) TOFC/COFC terminals.....	11	020	
43	(247) Communication systems.....	112	196	
44	(249) Signals and interlockers.....	579	418	
45	(253) Power plants.....			
46	(257) Power-transmission systems.....	3	065	
47	(265) Miscellaneous structures.....		190	
48	(266) Road property—Depreciation (p. 78).....	1	020	922
49	(267) Retirements—Road (p. 78).....		160	401
50	(269) Roadway machines.....	152	806	
51				
52				
53				

320. RAILWAY OPERATING EXPENSES—Continued

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

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

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

Any unusual accruals involving substantial amounts included in column (b) should be fully explained in a footnote.

Main-Line Expenses, Including Water Transfers																		Other expenses not related to either freight or to passenger and allied services			Line No.			
Expenses related solely to freight service (e)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)						
\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	
																								1
																								2
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320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	xx	xx
MAINTENANCE OF WAY AND STRUCTURES—Continued				
34	(270) Dismantling retired road property.....		68	643
35	(271) Small tools and supplies.....		125	722
36	(272) Removing snow, ice, and sand.....		219	974
37	(273) Public improvements—Maintenance.....		178	214
38	(274) Injuries to persons.....		62	535
39	(275) Insurance.....		83	119
40	(276) Stationery and printing.....		11	154
41	(277) Employees' health and welfare benefits.....		311	897
42	(281) Right-of-way expenses.....			
43	(282) Other expenses.....		11	876
44	(273) Maintaining joint tracks, yards, and other facilities—Dr.....		135	185
45	(279) Maintaining joint tracks, yards, and other facilities—Cr.....		200	892
46	Total—All road property depreciation (account 266).....	1	020	922
47	Total—All other maintenance of way and structures accounts.....	5	810	157
48	Total maintenance of way and structures.....	6	831	079
MAINTENANCE OF EQUIPMENT				
49	(301) Superintendence.....		567	955
50	(302) Shop machinery.....		105	048
51	(304) Power-plant machinery.....		1	633
52	(305) Shop and power-plant machinery—Depreciation (p. 80).....		32	752
53	(306) Dismantling retired shop and power-plant machinery.....		1	055
54	(311) Locomotives—Repairs, Diesel locomotives—Yard.....	1	042	335
55	Locomotives—Repairs, Diesel locomotives—Other.....	3	572	667
56	Locomotives—Repairs, Other than Diesel—Yard.....			
57	Locomotives—Repairs, Other than Diesel—Other.....			
58	(314) Freight-train cars—Repairs*.....	3	311	201
59	(317) Passenger-train cars—Repairs.....			
60	(318) Highway revenue equipment—Repairs.....		136	238
61	(323) Floating equipment—Repairs.....		115	964
62	(326) Work equipment—Repairs.....		75	366
63	(328) Miscellaneous equipment—Repairs.....		168	801
64	(329) Dismantling retired equipment.....		3	021
65	(330) Retirements—Equipment (p. 80).....		139	987
66	(331) Equipment—Depreciation (p. 80).....	1	462	255
67	(332) Injuries to persons.....		65	516
68	(333) Insurance.....		554	522
69	(334) Stationery and printing.....		10	170
70	(335) Employees' health and welfare benefits.....		355	327
71	(339) Other expenses.....		10	304
72	(336) Joint maintenance of equipment expenses—Dr.....		8	877
73	(337) Joint maintenance of equipment expenses—Cr.....		47	447
74	Total—All equipment depreciation (accounts 305 and 331).....	1	495	007
75	Total—All other maintenance of equipment accounts.....	9	918	566
76	Total maintenance of equipment.....	11	413	573
TRAFFIC				
77	(351) Superintendence.....		219	168
78	(352) Outside agencies.....	1	278	442
79	(353) Advertising**.....		1	191
80	(354) Traffic associations.....		46	483
81	(355) Fast freight lines.....			
82	(356) Industrial and immigration bureaus.....		6	916
83	(357) Insurance.....			709
84	(358) Stationery and printing.....		44	702
85	(359) Employees' health and welfare benefits.....		73	847
86	(360) Other expenses.....		6	169
87	Total traffic.....	1	677	627
88	*Includes debits of \$ 891,592 for charges on account of work done by others and includes credit of \$ 609,144 on account of work charged to others.			
89	**Value of transportation issued in exchange for advertising, if None.			

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																												
Expenses related solely to freight service (c)				Common expenses apportioned to freight service (d)				Total freight expense (e)				Related solely to passenger and allied services (f)				Common expenses apportioned to passenger and allied service (g)				Total passenger expense (h)				Other expenses not related to either freight or to passenger and allied services (i)				Line No.
\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	\$	XX	XX	XX	
																												54
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320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account	Amount of operating expenses for the year	
		(a)	(b)
	TRANSPORTATION—RAIL LINE		
		853	546
110	(371) Superintendence.....	226	195
111	(372) Dispatching trains.....	1 513	024
112	(373) Station employees.....	63	360
113	(374) Weighing, inspection, and demurrage bureaus.....		19
114	(375) Coal and ore wharves.....	161	303
115	(376) Station supplies and expenses.....	2 108	891
116	(377) Yardmasters and yard clerks.....	3 367	257
117	(378) Yard conductors and brakemen.....	103	073
118	(379) Yard switch and signal tenders.....	1 451	915
119	(380) Yard enginemen.....	315	556
120	(382) Yard switching fuel.....		
121	(383) Yard switching power produced.....		
122	(384) Yard switching power purchased.....	97	718
123	(388) Servicing yard locomotives.....	314	786
124	(389) Yard supplies and expenses.....	2 465	182
125	(392) Train enginemen.....	1 332	250
126	(394) Train fuel.....		
127	(395) Train power produced.....	293	297
128	(396) Train power purchased.....	3 765	059
129	(400) Servicing train locomotives.....	1 015	808
130	(401) Trainmen.....		
131	(402) Train supplies and expenses*.....	523	015
132	(403) Operating sleeping cars.....	202	958
133	(404) Signal and interlocker operation.....		
134	(405) Crossing protection.....	288	984
135	(406) Drawbridge operation.....	317	202
136	(407) Communication system operation.....	855	790
137	(408) Operating floating equipment.....	79	169
138	(409) Employees' health and welfare benefits.....	10	067
139	(410) Stationery and printing.....	313	968
140	(411) Other expenses.....	363	027
141	(414) Insurance.....	24	335
142	(415) Clearing wrecks.....		
143	(416) Damage to property.....		
144	(417) Damage to livestock on right of way.....	1 318	619
145	(418) Loss and damage—Freight.....		
146	(419) Loss and damage—Baggage.....	533	927
147	(420) Injuries to persons.....	5	382
148	(421) TOFC/COFC terminals.....		
149	(422) Other highway transportation expenses.....	253	790
150	(390) Operating joint yards and terminals—Dr.....	578	382
151	(391) Operating joint yards and terminals—Cr.....	77	488
152	(412) Operating joint tracks and facilities—Dr.....	91	413
153	(413) Operating joint tracks and facilities—Cr.....	23 946	765
154	Total transportation—Rail line.....		
	*Includes gross charges and credits for heater and refrigerator service as follows:		
155	Freight train cars: Refrigerator—Charges.....		316
156	—Credits.....	1	791
157	Heater—Charges.....	5	703
158	—Credits.....	5	515
159	TOFC trailers: Refrigerator—Charges.....		
160	—Credits.....		
161	Heater—Charges.....		
162	—Credits.....		

320. RAILWAY OPERATING EXPENSES—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS													Line No.								
Expenses related solely to freight service (c)			Common expenses appor- tioned to freight service (d)			Total freight expense (e)			Ported solely to passen- ger and allied services (f)			Common expenses appor- tioned to passenger and allied service, (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$				\$			\$		
																					110
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320. RAILWAY OPERATING EXPENSES—Continued

Line No.	Name of railway operating expense account (a)	Amount of operating expenses for the year (b)		
		\$	XX	XX
	MISCELLANEOUS OPERATIONS			
163	(441) Dining and buffet service.....			—
164	(442) Hotels and restaurants.....			—
165	(443) Grain elevators.....			—
166	(445) Producing power sold.....			—
167	(446) Other miscellaneous operations.....			—
168	(449) Employees' health and welfare benefits.....			—
169	(447) Operating joint miscellaneous facilities—Dr.....			—
170	(448) Operating joint miscellaneous facilities—Cr.....			—
171	Total miscellaneous operations.....			—
	GENERAL			
172	(451) Salaries and expenses of general officers.....		175	733
173	(452) Salaries and expenses of clerks and attendants.....	2	158	031
174	(453) General office supplies and expenses.....		278	195
175	(454) Law expenses.....		383	639
176	(455) Insurance.....		45	921
177	(456) Employees' health and welfare benefits.....		150	903
178	(457) Pensions.....		300	158
179	(458) Stationery and printing.....		58	593
180	(460) Other expenses*.....		362	051
181	(461) General joint facilities—Dr.....			—
182	(462) General joint facilities—Cr.....			—
183	Total general expenses.....	3	918	224
184	Grand total railway operating expenses.....	47	786	668
185	Operating ratio (ratio of operating expenses to operating revenues) 93.46 percent. (Two decimal places required).....			
196	Amount of employee compensation† (applicable to the current year) chargeable to operating expenses: \$ 29,328,003			

* Give description and amount of charges to account No. 460, "Other expenses," for severance payments made to employees. This includes payments made as a result of agreements with employee organizations and awards pursuant to decisions of arbitration boards or by specific orders of this Commission or by voluntary action on the part of respondent. This also includes severance payments in cases relating to mergers and situations involving reduction in employees because of abandonment or consolidation of facilities.

Description of payments

Amount

Not Applicable

† Includes "straight time paid for" in train and engine service, and "time actually worked and paid for at straight time rates" in other services; all overtime in train and engine service, and overtime paid for at punitive rates in other services; and "constructive allowances, including vacations and holidays" in train and engine service and "vacations, holidays, and other allowances" in other services. (Compensation chargeable to operating expenses applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons, should be shown in Schedule 361C and not included in this return.)

320. RAILWAY OPERATING EXPENSES—Concluded

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS																Line No.					
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$			\$			\$			
1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	163
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1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	172
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1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	1	185
SOLELY FREIGHT																					

322. ROAD PROPERTY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 266, "Road property—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
301	(1) Engineering.....	29	848
302	(2½) Other right-of-way expenditures.....	35	459
303	(3) Grading.....	16	465
304	(5) Tunnels and subways.....	222	869
305	(6) Bridges, trestles, and culverts.....		
306	(7) Elevated structures.....		
307	(13) Fences, snowsheds, and signs.....	144	075
308	(16) Station and office buildings.....	3	879
309	(17) Roadway buildings.....	4	197
310	(18) Water stations.....	8	149
311	(19) Fuel stations.....	79	064
312	(20) Shops and enginehouses.....		
313	(21) Grain elevators.....		
314	(22) Storage warehouses.....	36	686
315	(23) Wharves and docks.....		
316	(24) Coal and ore wharves.....	9	341
317	(25) TOFC/COFC terminals.....	15	412
318	(26) Communication systems.....	255	559
319	(27) Signals and interlockers.....		
320	(29) Power plants.....		
321	(31) Power-transmission systems.....		
322	(35) Miscellaneous structures.....	85	870
323	(37) Roadway machines.....	73	199
324	(39) Public improvements—Construction.....		
325	All other road accounts.....	1	020
326	Total (account 266).....		922

324. RETIREMENTS—ROAD

Give the particulars called for with respect to the amount included in account 267, "Retirements—Road," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)	
		\$	
341	(1) Engineering.....		572
342	(2½) Other right-of-way expenditures.....	1	753
343	(3) Grading.....		
344	(5) Tunnels and subways.....		
345	(8) Ties.....	55	290
346	(9) Rails.....	68	689
347	(10) Other track material.....	37	263
348	(11) Ballast.....	13	735
349	(12) Track laying and surfacing.....		880
350	(38) Roadway small tools.....		
351	(39) Public improvements—Construction.....		
352	(43) Other expenditures—Road.....	10	103
353	(76) Interest during construction.....	7	666
354	(77) Other expenditures—General.....		
355	(80) Other elements of investment.....		
356	All other road accounts.....		568
357	Total (account 267).....	160	401

322. ROAD PROPERTY—DEPRECIATION

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS															Line No.		
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)		Related solely to passenger and allied services (f)		Common expenses apportioned to passenger and allied services (g)		Total passenger expense (h)		Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$		\$		\$		\$		\$			
																	301
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324. RETIREMENTS—ROAD

RAIL LINE EXPENSES, INCLUDING WATER TRANSFERS															Line No.						
Expenses related solely to freight service			Common expenses appor- tioned to freight service			Total freight expense			Related solely to passen- ger and allied services			Common expenses appor- tioned to passenger and allied services				Total passenger expense			Other expenses not related to either freight or to pas- senger and allied services		
(c)			(d)			(e)			(f)			(g)				(h)			(i)		
\$			\$			\$			\$			\$			\$			\$			
																					341
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326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 305, "Shop and power-plant machinery—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)		
		\$		
391	(44) Shop machinery.....		32	752
392	(45) Power-plant machinery.....		32	752
393	Total (account 305).....			

328. RETIREMENTS—EQUIPMENT

Give the particulars called for with respect to the amount included in account 330, "Retirements—Equipment," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)		
		\$		
401	(52) Locomotives.....	(	139	987)
402	(53) Freight-train cars.....			
403	(54) Passenger-train cars.....			
404	(55) Highway revenue equipment.....			
405	(56) Floating equipment.....			
406	(57) Work equipment.....			
407	(58) Miscellaneous equipment.....			
408	(76) Interest during construction.....			
409	(77) Other expenditures—General.....			
410	(80) Other elements of investment.....	(	139	987)
411	Total (account 330).....			

330. EQUIPMENT—DEPRECIATION

Give the particulars called for with respect to the amount charged to account 331, "Equipment—Depreciation," for the year.

Line No.	Subaccount (a)	Amount of operating expenses for the year (b)		
		\$		
431	(52) Locomotives—Yard.....		120	201
432	(52) Locomotives—Other.....		604	332
433	(53) Freight-train cars.....		654	560
434	(54) Passenger-train cars.....			
435	(55) Highway revenue equipment.....		3	482
436	(56) Floating equipment.....		24	689
437	(57) Work equipment.....		14	373
438	(58) Miscellaneous equipment.....		40	618
439	Total (account 331).....	1	462	255

326. SHOP AND POWER-PLANT MACHINERY—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS												Line No.									
Expenses related solely to freight service (c)			Common expenses apportioned to freight service (d)			Total freight expense (e)			Related solely to passenger and allied services (f)				Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)		
\$			\$			\$			\$				\$			\$			\$		
									SOLELY FREIGHT												391
																					392
																					393

329. RETIREMENTS—EQUIPMENT—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS												Line No.				
Expenses related solely to freight service (e)			Common expenses apportioned to freight service (d)			Total freight expense (c)		Related solely to passenger and allied services (f)		Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)		Other expenses not related to either freight or to passenger and allied services (i)	
\$			\$			\$		\$		\$			\$		\$	
																401
																402
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																411

330. EQUIPMENT—DEPRECIATION—Continued

RAIL-LINE EXPENSES, INCLUDING WATER TRANSFERS														Line No.							
Expenses related solely to freight service (e)			Common expenses apportioned to freight service (d)			Total freight expense (c)			Related solely to passenger and allied services (f)			Common expenses apportioned to passenger and allied services (g)			Total passenger expense (h)			Other expenses not related to either freight or to passenger and allied services (i)			
\$			\$			\$			\$			\$				\$			\$		
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350. RAILWAY TAX ACCRUALS

1. In Sections A and B show the particulars called for with respect to accruals of taxes on railroad property, and U.S. Government taxes charged to account 532, "Railway tax accruals" of the re-

spondent's Income account for the year.

2. In Section C show an analysis and distribution of Federal income taxes.

A. Other Than U.S. Government Taxes

B. U.S. Government Taxes

Line No.	State (a)	Amount (b)	Kind of tax (c)	Amount (d)	Line No.
1	Alabama	\$	Income taxes:	\$ x x x x x	
2	Alaska		Normal tax and surtax		58
3	Arizona		Excess profits		59
4	Arkansas		TOTAL-Income taxes	None	60
5	California	8	Old-age retirement* (See Note Page 87)	2 710 156	61
6	Colorado		Unemployment insurance (Highway)	498 964	62
7	Connecticut		All other United States taxes		63
8	Delaware		Total-U.S. Government taxes	3 209 600	64
9	Florida		GRAND TOTAL-Railway Tax Accruals (account 532)	4 328 492	65
10	Georgia				
11	Hawaii				
12	Idaho				
13	Illinois	33 6			
14	Indiana		Provision for income taxes based on taxable net income recorded in the accounts for the year	\$ None	66
15	Iowa		Net decrease (or increase) because of use of accelerated depreciation under section 167 of the Internal Revenue Code and guideline lives pursuant to Revenue Procedure 62-21 and different basis used for book depreciation	None	67
16	Kansas		Net increase (or decrease) because of accelerated amortization of facilities under section 168 of the Internal Revenue Code for tax purposes and different basis used for book depreciation	None	68
17	Kentucky		Net decrease (or increase) because of investment tax credit authorized in Revenue Act of 1962	None	69
18	Louisiana		Net decrease (or increase) because of accelerated amortization of certain rolling stock under section 184 of the Internal Revenue Code and basis used for book depreciation	None	70
19	Maine		Net decrease or (or increase) because of amortization of certain rights-of-way investment under section 185 of the Internal Revenue Code		71
20	Maryland				72
21	Massachusetts	39			73
22	Michigan	32			74
23	Minnesota	5			75
24	Mississippi	13			76
25	Missouri				77
26	Montana				78
27	Nebraska				79
28	Nevada				80
29	New Hampshire	489 159			81
30	New Jersey				82
31	New Mexico	521 482			83
32	New York				84
33	North Carolina				85
34	North Dakota				86
35	Ohio	13			87
36	Oklahoma				
37	Oregon				
38	Pennsylvania	107 052			
39	Rhode Island				
40	South Carolina				
41	South Dakota				
42	Tennessee	9			
43	Texas				
44	Utah				
45	Vermont				
46	Virginia				
47	Washington				
48	West Virginia				
49	Wisconsin	13			
50	Wyoming				
51	District of Columbia				
52	OTHER	x x x x			
53	Canada	611			
54	Mexico	417			
55	Puerto Rico				
56					
57	TOTAL-Other than U.S. Government taxes	1 118 892			

Line No.	Amount (d)	Line No.
58		
59		
60		
61		
62		
63		
64		
65		
66		
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Note.-The amount shown on line 60 should equal line 83; the amount shown on line 82 should equal line 87.

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

Hospital insurance	\$ 142,775
Supplemental annuities	408,614

371. INCOME FROM LEASE OF ROAD AND EQUIPMENT

1. Give particulars called for with respect to road and equipment leased to others during the year, the rent of which is includible in account No. 509, "Income from lease of road and equipment."

2. If the respondent leased to others during all or any part of the year any road and equipment upon which no rent receivable accrued, give particulars in a footnote. Properties leasing at less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Description of property (a)	Name of lessee (b)	Total rent accrued during year (account 509) (c)	
			\$	
1	None			
2				
3				
4				
5				
		Total		

371A. ABSTRACT OF TERMS AND CONDITIONS OF LEASES

Give brief abstracts of the terms and conditions of the leases under which the above-stated rents are derived, showing particularly (1) the date of the grant, (2) the chain of title (in case of assignment or subletting) and dates of transfer connecting the original parties with the present parties, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease will terminate, or, if the date of termination has not yet been fixed, the provisions governing the termination of the lease. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

Copies of leases may be filed in lieu of abstracts above called for. References to copies filed in prior years should be specific.

If the respondent has any reversionary interest in railroad property from which it derives no rent, give the particulars hereunder; if it has no such reversionary interest, state that fact.

NOTE.—Only changes during the year are required.—Indicate the year in which reference was made to the original lease, and also the year or years in which any change in lease was mentioned.

372. MISCELLANEOUS RENT INCOME

Give particulars of rents receivable accrued for use of all properties not otherwise specified under rents receivable. This account is for rent income from property not operated by the respondent but the cost of which is properly included in cost of road and equipment. It should not be confused with operating revenue account No. 142, "Rents of buildings and other property", which is for rent revenue from operated property

in road and equipment the cost of operation of which cannot be separately stated.

Properties renting at less than \$100,000 per annum may be combined under a single entry designated "Minor items, each less than \$100,000 per annum."

Line No.	Description of Property		Name of lessee (c)	Amount of rent (d)	
	Name (a)	Location (b)		\$	
31	Claremont Terminal	Jersey City, N.J.	Schiavone-Bonomo	128	571
32	Minor items, each less than \$100,000			589	569
33					
34					
35					
36					
37					
38					
39					
40					
41					
42					
43					
44					
45					
			TOTAL	718	131

375. SEPARATELY OPERATED PROPERTIES—PROFIT OR LOSS

Give particulars of the several separately operated properties of companies having a corporate existence separate and distinct from that of the respondent, the profits or losses resulting from the operation of which are receivable or payable in whole or in part by the respondent, and for each such separately operated property state the amount of such profits or losses accrued to the respondent during the year. Separately operated prop-

erties, each having a profit or loss accrued to respondent of less than \$100,000 during the year, may be combined under a single entry designated "Minor items, each less than \$100,000."

No dividends or other returns on securities held by or for the respondent should be shown hereunder nor any interest on construction advances or other loans.

Line No.	Description of property operated (a)	Location of property (b)	Name of operator (c)	ACCRUED TO RESPONDENT			
				Profit (d)		Loss (e)	
1	Buffalo Creek Railroad Company	Buffalo, N.Y.	L.V.R.R. Co. and Erie				
2			Lackawanna Railway			201	605
3	Ironton Railroad Company	Ironton, Pa. to	L.V.R.R. Co. and				
4		Coplay, Pa. and	Reading Co.				
5		Branches	Lessees	18	909		
6							
7							
8							
9							
10			TOTAL	18	909	201	605

Note related to Schedule 350 Railway Tax Accruals Section B U. S. Government Taxes:

Does not include railroad retirement and unemployment taxes and Supplemental Annuity related to employees labor cost for 1972 in connection with flood damage account Tropical Storm "Agnes" which occurred in June 1972. Charged to Account 570, Extraordinary Items.

Railroad Retirement and Unemployment Insurance	\$36,515
Supplemental Annuity	5,765
	<u>\$42,280</u>

Corrected

376. HIRE OF FREIGHT CARS

1. Show a recapitulation of the total amounts credited and charged during the year to hire of freight cars on account of freight cars leased, freight cars interchanged, private and individual cars, auto racks and highway trailers. The difference between the total amount receivable and the total amount payable should be entered as a balance, receivable or payable as the case may be, and should be consistent with the entry for hire of freight cars in the Income Account, on page 300.

2. In column (b) show the total car-miles, both loaded and empty whether paid for on loaded and empty basis or loaded basis only. Car-miles, loaded and empty, reported in column (b), lines 1 through 4, relate to total car-miles incurred on lines of respondent by cars rented on a mileage basis, for which payments are reported in columns (d) and (f). Exclude from lines 1 through 4, data applicable to TOFC and COFC cars and cars rented on a combination mileage and per diem* basis. These exclusions should be reported in lines 5 and 6 through 16.

3. On line 5, column (b), enter the total miles, loaded plus empty, incurred on lines of respondent by TOFC and COFC cars for which payments are reported in columns (d) and (f). In columns (c) through (f), as applicable, enter the rentals paid for TOFC and COFC cars regardless of basis for charges.

4. On lines 6, 7, and 8 report data applicable to all cars the rentals for which are charged only on a combination mileage and per diem* basis. Car-miles loaded and empty, reported in column (b), lines 6, 7, and 8, relate to total car-miles incurred on lines of respondent by cars rented on a combination mileage and time basis* for which payments are reported in columns (d) and (f). Exclude from lines 6, 7, and 8, data reported on lines 1 through 5 and 9 through 16.

5. On lines 9 through 14 report the per diem (time portion) charges applicable to cars rented on a combination mileage and per diem* basis for which the mileage portion was reported on lines 6, 7, and 8. Report on line 15, columns (c) and (d), the car-days paid for and for which payments were received applicable to the unequipped boxcar charges reported on lines 9 through 12. Report on line 16, columns (c) and (d), the car-days paid for and for which payments were received applicable to cars, other than unequipped box cars, for which charges are reported on line 13.

6. Amounts payable to insurance companies and to other non-carrier companies for lease rental of cars should be included on line 17, column (f). Amounts receivable from railroads or other carriers for per diem rental of these cars should be reported on lines 6 through 16, column (c).

7. Line 21 refers to the auto racks separate and apart from the cars on which the racks are installed.

*Combination mileage and per diem refers to cars moving at rates per mile and per day prescribed by the Commission in Docket No. 31338 or updated computations thereof.

Line No.	Item	Car-miles (loaded and empty) See Instructions 2, 3, and 4	CARS OF RESPONDENT OR OTHER CARRIERS (Excluding cars of private car lines)		CARS OF INDIVIDUALS AND COMPANIES NOT CARRIERS (Including cars of private car lines)	
			Gross amount receivable (c)	Gross amount payable (d)	Gross amount receivable (e)	Gross amount payable (f)
	FREIGHT CARS					
	Mileage Basis:					
1	Tank cars	7,659,068	\$	\$ 1,293	\$	\$ 634,518
2	Refrigerator cars	3,009,745		7,605		166,971
3	All other cars	4,236,244			92,250	209,874
4	Total (Lines 1-3)	14,905,057		8,898	92,250	1,111,363
5	TOFC and/or COFC Cars	10,623,449		47,015		427,000
	Combination Mileage and					
	Per Diem Basis:					
	Mileage Portion:					
6	Unequipped box cars	24,653,989	207,742	509,776		
7	All other per diem cars	36,440,915	500,327	871,255		
8	Total (Lines 6 and 7)	61,094,904	708,069	1,381,031		
	Per Diem Portion:					
	Unequipped Box Cars:					
	U.S. Ownership:					
9	Basic		381,955	1,459,871		
10	Incentive		167,646	558,964		
	Canadian Ownership:					
11	Basic		6,728	223,143		
12	Incentive		3,557	103,484		
13	All Other Per Diem Cars		1,235,143	2,898,360		
14	Total Per Diem Portion (Lines 9-13)		1,794,629	5,242,822		
15	Car-days Paid For Unequipped Box Cars		105,196	291,019		
16	Car-days Paid For All Other Per Diem Cars		636,163	1,354,962		
17	Leased Rental-Railroad, Insurance and Other Companies		\$ 6,790	\$ 254,716	\$ 4,950	\$ 1,093,033
18	Other Basis		148,163	339,246		
	OTHER FREIGHT CARRYING EQUIPMENT					
19	Refrigerated Highway Trailers			334,903		
20	Other Highway Trailers		238,292	293,550		
21	Auto Racks					15,934
22	GRAND TOTAL Lines 4, 5, 8, 14 & 17-21		2,895,943	7,903,181	97,200	2,647,330
23	NET BALANCE CARRIED TO INCOME ACCOUNT: CREDIT \$			or	DEBIT \$ 7,557,368	
	Net Balance of Unequipped box car rentals included in Line 23:					
24	Basic		Credit \$		or Debit \$ 1,294,331	
25	Incentive		Credit \$		or Debit \$ 491,645	

RAILROAD CORPORATION—OPERATING—A.

24	Basic	Credit \$	or Debit \$ 1,294,331
25	Incentive	Credit \$	or Debit \$ 491,645

RAILROAD CORPORATION—OPERATING—A.

377. LOCOMOTIVE RENTALS

Give an analysis as requested of amounts credited to account 504, "Rent from locomotives," and amounts charged to account 537, "Rent for locomotives," on account of locomotives leased or otherwise rented.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Locomotives of respondent or other carriers:	xx	xx	xx	xx	xx	xx	
2	Mileage basis.....							
3	Per diem basis.....					353	082	
4	Other basis.....		6	983		81	042	
5	Locomotives of individuals and companies not carriers:	xx	xx	xx	xx	xx	xx	
6	Mileage basis.....							
7	Per diem basis.....			725				
8	Lease rental—insurance and other companies.....					194	577	
9	Other basis.....		2	287				
10	Total.....		9	995		628	701	

378. PASSENGER-TRAIN CAR RENTALS

Show a recapitulation of the total amounts credited to account 505, "Rent from passenger-train cars," and amounts charged to account 538, "Rent for passenger-train cars," on account of passenger cars leased, passenger cars interchanged, and private or individual cars.

Line No.	Item (a)	Amount receivable (b)			Amount payable (c)			Remarks (d)
		\$			\$			
1	Cars of respondent or other carriers:	xx	xx	xx	xx	xx	xx	
2	Mileage basis.....							
3	Per diem basis.....							
4	Other basis.....		None			None		
5	Cars of individuals and companies not carriers:	xx	xx	xx	xx	xx	xx	
6	Mileage basis.....							
7	Per diem basis.....							
8	Lease rental—insurance and other companies.....							
9	Other basis.....							
10	Total.....		None			None		

383. RENT FOR LEASED ROADS AND EQUIPMENT

1. Give particulars called for with respect to roads and equipment leased from others during the year, the rent for which is includible in account No. 542, "Rent for leased roads and equipment."

2. Rents payable which are not classifiable under one of the three heads provided should be explained in a footnote.

3. If the respondent held under lease during all or any part of the

year any road upon which no rent payable accrued, or if any portion of the charge shown hereunder is for construction on a line in which the respondent's leasehold interest will soon expire, give full particulars in a footnote.

4. Properties rented for less than \$100,000 per annum may be combined under a single entry designated, "Minor items, each less than \$100,000 per annum."

Line No.	Name of lessor or reversioner and description of property (a)	Total rent accrued during year (Acct. 542) (b)		CLASSIFICATION OF AMOUNT IN COLUMN (b)								
				Interest on bonds (c)			Dividends on stocks (d)			Cash (e)		
1	Lehigh Coal & Navigation Company											
2	Track rental *	343	750							343	750	
3	Minor items, less than \$100,000 per annum.	18	402							18	402	
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20	TOTAL	362	152							362	152	

383A. ABSTRACTS OF LEASEHOLD CONTRACTS

1. Give brief abstracts of the terms and conditions of the leases under which the respondent holds the properties above named, showing particularly (1) the date of the lease, (2) the chain of title and dates of transfers connecting the original lessee with the respondent in case of assignment or subletting, (3) the basis on which the amount of the annual rent is determined, and (4) the date when the lease is to terminate, or, if such

date has not yet been determined, the provisions governing its determination. Also give reference to the Interstate Commerce Commission's authority for the lease, if any. If none, state the reasons therefor.

2. In lieu of the abstracts here called for, the respondent may file copies of lease agreements and give specific references to copies heretofore filed with the Commission.

NOTE.—Only changes during the year are required.

* See Schedule 581, Contracts and Agreements, Page 127.

384. MISCELLANEOUS RENTS

Give particulars of all properties the rents on which were charged by the respondent during the year to Income, under the head "Miscellaneous rents," showing for each item the total charge therefor to Income. Items amounting to less than \$100,000 for the year may be combined into a single entry designated "Minor items, each less than \$100,000."

Line No.	DESCRIPTION OF PROPERTY		Name of lessor (c)	Amount charged to Income	
	Name (a)	Location (b)		(d)	
31	Minor items, each less than \$100,000.			\$	849
32					
33					
34					
35					
36					
37					
38					
39					
40				TOTAL	849

396. ITEMS IN SELECTED INCOME AND RETAINED INCOME ACCOUNTS FOR THE YEAR

Give a brief description for all items, regardless of amount, included during the year in accounts 570, "Extraordinary items"; 580, "Prior period items"; 590, "Federal income taxes on extraordinary and prior period items"; 606, "Other credits to retained income"; 616, "Other debits to retained income"; 620, "Appropriations for sinking and other reserve funds"; 621, "Appropriations for other purposes"; and 622, "Appropriations released". Give brief description of each item amounting to \$100,000 or more included during the year in accounts 519,

"Miscellaneous income", and 551, "Miscellaneous income charges"; items less than \$100,000 may be combined into a single entry designated "Other items, each less than \$100,000." The entries for each account shall be listed and the total for each account shall be shown corresponding to the amounts in Schedules 300 and 305, as appropriate. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Line No.	Account No. (a)	Item (b)	Debits (c)		Credits (d)	
1	519	Miscellaneous Income:				
2		Record favorable decision in 1968 litigation - Payment due 1973			166	500
3		Adjustment of Reserves - Write off of over accruals			366	302
4		Minor items, each less than \$100,000			313	322
5		Grand Total Account 519			846	124
6	551	Miscellaneous Income Charges:				
7		To adjust reserves to current basis:				
8		Agents & Conductors 75,000				
9		Individuals & Companies 15,000				
10		Bankrupt Roads 286,325				
11		Doubtful Accounts 60,000	436	325		
12		Writedown of Railway Express Agency Note to 50% of book	144	578		
13		To account for Penn Central prior years bills not previously presented	170	078		
14		Minor items, each less than \$100,000	250	663		
15			1	011	644	
16	570	Extraordinary Items:				
17		Estimate cost to restore property account Flood Damage				
18		Tropical Storm "Agnes", June, 1972	4	886	912	
19		Undepreciated Service Value of freight cars prematurely retired in 1972. Accounting approved by I.C.C. letter dated 2/26/73, file ACA-BP	810	659		
20		Losses account retirement of branch lines and second main line during year 1972. Accounting approved by I.C.C. letter dated 2/16/73, file ACA-BP	487	503		
21			6	185	074	
22		Accounts 580, 590, 606, 616, 620, 621 and 622	None		None	

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED INCOME ACCOUNTS

397. STATEMENT OF CHANGES IN FINANCIAL POSITION

Give the information as requested concerning the source and application of funds during the year. Funds for the purpose of this schedule shall include all assets or financial resources even though a transaction may not directly affect cash or working capital. For example, the purchase of property in exchange for shares of stock or bonds would be an application of funds for investment in property provided by the issue of securities. Sources and uses of funds should be individually disclosed. For example, outlays for fixed assets should not be reported net of retirements.

Line No.			
	Sources of funds:		
1	Net income (page 66, line 69).....	(\$17,693,020) *	
	Add non-cash charges for - Losses on Subsidiary Companies.....	182,696	
2	Depreciation and amortization	2,515,929	
2	Retirements of nondepreciable property	507,917	
	Add non-cash charges for additions (deduct for decreases) to reserves: Taxes in Default.....	772,391	
4	Pension and welfare reserves	(1,169,605)	
5	Insurance reserves	140,330	
6	Casualty and other reserves	661,015	
7	Interest in default	2,269,825	
8	Other important items (specify) Flood Reserve.....	4,886,912	
9	Non-Payment Penn. Central Interlines, etc.....	5,748,239	
10	Funds provided by operations.....		\$(177,371)
11	Proceeds from sale of capital stock of own issue		26,906
12	Proceeds from sale of funded debt and other obligations of own issue (except equipment obligations).....	(a)	
13	Proceeds from sale of equipment obligations of own issue		
14	Book value of depreciable transportation property retired during year	\$8,026,758	
15	Less service value charged to accrued depreciation account	6,140,232	1,886,526
16	Net book value of miscellaneous physical property disposed of during year		9,856
17	Net book value of investment securities disposed of during year		
18	Advances, notes and other debts repaid by affiliated companies		
19	Advances, notes and other debts repaid by other companies		
20	Net decrease in sinking and other reserve funds		
21	Net decrease in working capital (total current assets less total current liabilities)*		1,786,912
22	Other sources (specify) Writedown of Railway Express Note.....		144,578
23	Reserve Adjustment - Bankrupt Roads.....		191,056
24	Loss on freight cars prematurely retired.....		810,659
25	Miscellaneous.....		266,348
26	Total Sources of funds (should be same as line 43)		\$4,945,470
	Application of funds: Investment in leased property.....		
			13,925
27	Investment in transportation property (excluding donations and grants)		\$317,577
28	Investment in miscellaneous physical property		
29	Investments and advances, affiliated ICC regulated carriers	\$.....	
30	Investments and advances, other affiliated companies		
31	Investments in nonaffiliated companies		
32	Advances, notes and other debts repaid to other companies		
33	Capital stock of own issue reacquired		
34	Funded debt and other obligations paid or reacquired. (except equipment obligations)		
35	Equipment obligations paid or reacquired		844,017
36	Net increase in sinking and other reserve funds		
37	Payment of dividends (other than stock dividends).....		
38	Net increase in working capital*		
39	Other applications (specify) Escrowed Funds on Sales of Property.....		2,134,506
40	Amount expended Account Flood.....		1,073,077
41	Payments to Penn Central - Prior years obligation.....		562,368
42			
43	Total Application of funds (should be same as line 26)		\$4,945,470

(a) Service Interruption Policy.

* For the purpose of this schedule, account 764, Long-term Debt Due Within One Year, shall be classified as a current liability in the determination of working capital.

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 411

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

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

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

Lengths should be stated to the nearest hundredth of a 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 (b) and (c) should include tracks serving industries, such as mines, mills, smelters, factories, etc., not classifiable under "branch lines" as defined below. Tracks belonging to an industry for which no rent is payable should not be included.

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

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

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

Class (2) includes each line full title to which is in an inactive proprietary corporation of the respondent (i.e., one all of whose outstanding stocks or obligations are held by or for the respondent, and which is operated by the respondent or an affiliated system corporation without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rests in a corporation controlled by or controlling the respondent; but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

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

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

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

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

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

411. MILEAGE OPERATED AT CLOSE OF YEAR
(For other than switching and terminal companies)

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.								Miles of way switching tracks		Miles of yard switching tracks		Total	
				Miles of road		Miles of second main track		Miles of all other main tracks		Miles of passing tracks, cross-overs, and turn-outs							
				(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)				
1	1	100%	M	426	15	181	26	8	53	46	89	39	07	278	27	980	17
2		Total Class 1-Main		426	15	181	26	8	53	46	89	39	07	278	27	980	17
3																	
4	1	100%	B	362	62	39	86			27	26	65	44	155	64	650	82
5	1-J	50%	B		08						04				07		19
6		Total Class 1-J-Branch		362	70	39	86			27	30	65	44	155	71	651	01
7																	
8		Total Class 1-Main & Branch		788	85	221	12	8	53	74	19	104	51	433	98	1631	18
9				9		1		9		4		5		4		1	
10	3-A	100%	B							79				13	31	14	10
11		Total Class 3-A Branch								79				13	31	14	10
12																	
13	3-B	100%	M	80	23	57	73			4	38	14	29	100	31	256	94
14		Total Class 3-B Main		80	23	57	73			4	38	14	29	100	31	256	94
15																	
16	3-B	100%	B	45	04		22			34	38	88		60		85	08
17		Total Class 3-B Branch		45	04		22			34	38	88		60		85	08
18																	
19		Total Class 3-B-Main & Branch		125	27	57	95			4	72	53	17	100	91	342	02
20				125	27	57	95			5	51	53	17	114	22	356	12
21	4-A-J	50%		5		8				6	07	3		4	66	62	73
22		Total Class 4-Branch									07			2	66	2	73
23														3	-1	3	-1
24	5	100%	B												63		63
25		100%	B									12				12	
26		100%	B												64		64
27		100%	B	16	38	10	03			2	61			9	96	38	98
28		100%	B	24	00											24	00
29		100%	B									91				91	
30		100%	B											10	59	10	59
31		100%	B												85		85
32		100%	B												64		64
33		100%	B	17	96	17	89			32						36	81
34		Total Class 5 Branch		58	34	27	92			2	93	1	03	23	31	113	53
35				9		8				3		1		3	11	7	11
36																	
37																	
38																	
39																	
40																	
41																	
42																	
43																	
44																	
45																	
46																	
47																	
48																	
49																	
50																	
51																	
52																	
53																	
54		TOTAL MAIN LINE		506	38	238	99	8	53	51	27	53	36	378	58	1237	11
55		TOTAL BRANCH LINES		466	08	68	00			31	43	105	35	195	59	866	45
56		GRAND TOTAL		972	46	306	99	8	53	82	70	158	71	574	117	2103	56
57		Miles of road or track electrified (included in preceding grand total)		3		7		9		3		9		4		None	4

411-A. MILEAGE OWNED BUT NOT OPERATED BY RESPONDENT AT CLOSE OF YEAR

If any of the tracks returned in this schedule are operated by other than the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in this schedule.

Line No.	Class	Name of road or track	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.								Miles of way switching tracks	Miles of yard switching tracks	Total	
				Miles of road		Miles of second main track		Miles of all other main tracks		Miles of passing tracks, cross-overs, and turn-outs					
				(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)				(i)
1		None													
2															
3															
4															
5															
6															
7															
8															
9															
10															
11		TOTAL													

412. MILES OF ROAD AT CLOSE OF YEAR—BY STATES AND TERRITORIES (SINGLE TRACK)

(For other than switching and terminal companies)

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement,

should be shown in columns (b), (c), (e), or (f), as may be appropriate. The remainder of jointly operated mileage should be shown in column (g). Respondent's proportion of road jointly owned, not operated, should be shown in columns (i) and (j), as

may be appropriate. Tracks which have been permanently abandoned should not be included in columns (i) and (j). Lengths should be stated to the nearest hundredth of a mile.

Line No.	State or territory (a)	ROAD OPERATED BY RESPONDENT										LINE OWNED, NOT OPERATED BY RESPONDENT				New line constructed during year (k)		
		LINE OWNED				Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)		Branch lines (j)					
		Main line (b)		Branch lines (c)														
1	Pennsylvania	179	85	0	149	08	9	(M 80 23)	0			454	20	7				
2	New York	171	20	1	178	06	8	(B 45 04)	5			58	34	7	8			
3	New Jersey	75	10	5	35	56	6								1			
4																		
5																		
6																		
7																		
8																		
9																		
10																		
11																		
12																		
13																		
14																		
15																		
16	TOTAL MILEAGE (single track)	426	15	6	362	70	3		125	27	5		58	34	9	972	46	3

362.763

788.859

414. TRACKS OPERATED AT CLOSE OF YEAR

(For switching and terminal companies only)

Give particulars of all tracks operated by the respondent at the close of the year.

Classify the tracks, as follows:

- (1) Tracks owned by the respondent;
- (2) Tracks operated by the respondent but owned by the respondent's proprietary corporations;
- (3) Tracks operated under lease for a specified sum, lessor being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (4) Tracks operated under contract or agreement, or where the rent is contingent upon earnings or other consideration, owner being (A) an affiliated corporation, or (B) independent or not affiliated with respondent;
- (5) Tracks operated under trackage rights.

Name all the tracks of each class before any of a later class, and insert in column (c) before the name of each owner the figure (and letter, if any) indicating its class in accordance with the preceding classification.

Give subtotals for each of the several numbered classes.

Class (1) includes all tracks 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 rests in a corporation controlled by or controlling the respondent; but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote. An inactive corporation is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

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

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

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

Lengths should be stated to the nearest hundredth of a mile.

Tracks belonging to an industry for which no rent is payable should not be reported.

Tracks 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, and full particulars showing all of the joint or common title holders, and the extent of their respective interests should be shown in a memorandum attached to the schedule.

Line No.	Class (a)	Name of owner	Location (c)	Character of business (d)	Total mileage operated (e)		
1		Not Applicable					
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
					TOTAL		
					Miles of road or track electrified (included in each preceding total)		

TRACKS OPERATED AT COST FOR JOINT BENEFIT—INCLUDED ABOVE

21							
22							
23							
24							
25							
26							
27							
28							
29							
					TOTAL		

30 Are the tracks of the respondent operated primarily in the interest of any industrial, manufacturing, or other corporation, firm, or individual?

If so, give name, address, and character of business of corporation, firm, or individual. Name Address

Character of business

41A. MILES OF TRACKS AT CLOSE OF YEAR—BY STATES AND TERRITORIES

(For switching and terminal companies only)

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

priate. The remainder of jointly operated mileage should be shown in column (f). Tracks owned, not operated by respondent (including respondent's proportion of jointly owned tracks, not operated), should be shown in column (h). If any of the tracks returned in column (h) are operated by other than

the respondent, the name of the company or individual operating them and the conditions under which they are held for operation should be shown in a footnote. Tracks which have been permanently abandoned should not be included in column (h). Lengths should be stated to the nearest hundredth of a mile.

Should be shown in columns (c), (d), or (e), as applicable.																	
Line No.	State or Territory (a)	TRACKS OPERATED										Tracks owned, not operated by respondent (h)		New tracks constructed during year (i)			
		Tracks owned (b)		Tracks of proprietary companies (c)		Tracks operated under lease (d)		Tracks operated under contract, etc. (e)		Tracks operated under trackage rights (f)						Total mileage operated (g)	
1	Not Applicable																
2																	
3																	
4																	
5																	
6																	
7																	
8																	
9																	
10																	
11																	
12																	
13																	
14																	
15																	
16																	
17	TOTAL MILEAGE...																

417. INVENTORY OF EQUIPMENT

Instructions for reporting locomotive and passenger-train car data, pages 100 and 101:

1. Give particulars of each of the various classes of equipment which respondent owned or leased during the year.
2. In column (c) give the number of units purchased new or built in company shops. In column (d) give the number of new units leased from others. The term "new" means a unit placed in service for the first time on any railroad.
3. Units leased to others for a period of one year or more are reportable in column (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 solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to

an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.

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

6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other" 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.

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), or tractive effort of steam locomotive units; 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.

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

Line No.	Type or design of units	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR					UNITS AT CLOSE OF YEAR				
			UNITS INSTALLED					Owned and used	Leased from others	Total in service of respondent (col. (h)+(i))	Aggregate capacity of units reported in col. (j) (see ins. T)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others	Units retired from service of respondent whether owned or leased, including reclassification					
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	Locomotive Units										(H.P.)	
1	Diesel-Freight-----A units	2 *					2					
2	Diesel-Freight-----B units	2 *					2					
3	Diesel-Passenger-----A units											
4	Diesel-Passenger-----B units											
5	Diesel-Multiple purpose--A units	59 *		12		3		42	32	74	151850	
6	Diesel-Multiple purpose--B units											
7	Diesel-Switching-----A units	88 *				5	11	77	5	82	78580	
8	Diesel-Switching-----B units											
9	Total (lines 1 to 8)-----	151 *		12		8	15	119	37	156	230430	
10	Electric-Freight-----											
11	Electric-Passenger-----											
12	Electric-Multiple purpose-----											
13	Electric-Switching-----											
14	Total (lines 10 to 13)-----											
15	Other-----											
16	Grand total (lines 9, 14, 15)-----	151 *		12		8	15	119	37	156	XXXX	

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

Type or design of units	Before Jan. 1, 1950	Between Jan. 1, 1950, and Dec. 31, 1954	Between Jan. 1, 1955, and Dec. 31, 1959	Between Jan. 1, 1960, and Dec. 31, 1964	Between Jan. 1, 1965, and Dec. 31, 1969	DURING CALENDAR YEAR					TOTAL
						1970	1971	1972	1973	1974	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
17 Diesel-----	23	72	2	26	17		4	12			156
18 Electric-----											
19 Other-----											
20 Total (lines 17 to 19)-----	23	72	2	26	17		4	12			156

417. INVENTORY OF EQUIPMENT-Continued												
UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS												
Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year	CHANGES DURING THE YEAR					UNITS AT CLOSE OF YEAR				
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, including reclassification and second hand units purchased or leased from others	Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (h) + (i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PASSENGER-TRAIN CARS										(Seating capacity)	
	Non-Self-Propelled											
21	Coaches [PA, PB, PBO]-----											
22	Combined cars											
	[All class C, except CSB]-----											
23	Parlor cars [PBC, PC, PL, PO]-----											
24	Sleeping cars [PS, PT, PAS, PDS]-----											
25	Dining, grill and tavern cars										XXXX	
	[All class D, PD]-----										XXXX	
26	Postal cars [All class M]-----											
27	Non-passenger carrying cars										XXXX	
	[All class B, CSB, PSA, IA]-----											
28	Total (lines 21 to 27)-----											
	Self-Propelled Rail Motorcars											
29	Electric passenger cars											
	[EP, ET]-----											
30	Electric combined cars [EC]-----											
31	Internal combustion rail motorcars											
	[ED, EG]-----											
32	Other self-propelled cars											
	(Specify types-----)											
33	Total (lines 29 to 32)-----											
34	Total (lines 28 and 33)-----											
	COMPANY SERVICE CARS											
35	Business cars [PV]-----	1 *						1		1	XXXX	
36	Boarding outfit cars [MWX]-----	65 *					2	63		63	XXXX	
37	Derrick and snow removal cars	10 *						10		10	XXXX	
	[MWU, MWV, MWW, MWK]-----										XXXX	
38	Dump and ballast cars [MWB, MWD]-----											
39	Other maintenance and service equipment cars-----	174 *				4	11	167		167	XXXX	
40	Total (lines 35 to 39)-----	250 *				4	13	241		241	XXXX	

417. INVENTORY OF EQUIPMENT—Continued

Instructions for reporting freight-train car data, pages 102 and 103:

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

2. In column (p) give the number of units purchased or built in company shops. In column (q) 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 (s); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (u); units rented from others for a period less than one year should not be included in column (v).

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

Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES DURING THE YEAR				Units retired from service of respondent whether owned or leased, including reclassification (t)	
		Per diem (n)	Non-per diem (o)	UNITS INSTALLED					
				New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹ (r)	All other units, including reclassification and second hand units purchased or leased from others (s)		
FREIGHT-TRAIN CARS									
41	Box-General Service (unequipped) (All B, L070, R-00, R-01)-----	1612 *					299	497	
42	Box-General Service (equipped) (A-20, A-30, A-40, A-50, R-06, R-07)-----	260 *						20	
43	Box-Special Service (A-00, A-10)-----	1624 *						251	
44	Gondola-General Service (All G (except G-9))-----	3 *							
45	Gondola-Special Service (G-9, J-00, all C, all E)-----	262 *						135	
46	Hopper (open top)-General Service (All H (except H-70))-----	920 *					30	103	
47	Hopper (open top)-Special Service (H-70, J-10, J-20, all K)-----								
48	Hopper (covered) (L-5)-----								
49	Tank, under 12,000 gallons (T-0, T-1, T-2, T-3)-----								
50	Tank, 12,000-15,999 gallons (T-4)-----								
51	Tank, 16,000-24,999 gallons (T-5, T-6)-----								
52	Tank, 25,000 gallons and up (T-7, T-8, T-9)-----								
53	Refrigerator (meat)-Mechanical (R-11, R-12)-----								
54	Refrigerator (other than meat) -Mechanical (R-04, R-10)-----								
55	Refrigerator (meat)-Non-Mechanical (R-02, R-08, R-09, R-14, R-15, R-17)-----								
56	Refrigerator (other than meat) -Non-Mechanical (R-03, R-05, R-13, R-16)-----	108 *						4	
57	Stock (All S)-----								
58	Autorack (F-5, F-6)-----	52 *							
59	Flat-General Service (F-0)-----	5 *							
60	Flat-Special Service (F-1, F-20, F-30, F-40, F-9, L-2, L-3)-----	24 *						19	
61	Flat-TOFC (F-7, F-8)-----	1 *							
62	All other (L-0, L-1, L-4, L080, L090)-----	4871 *					329	1029	
63	Total (lines 41 to 62)-----	xxxx	105 *					6	
64	Caboose (All N)-----	4871 *	105 *				329	1035	
65	Total (lines 63 and 64)-----	4871 *	355 *				333	1048	
66	Grand total, all classes of cars (lines 34, 40 and 65)-----								
		New units purchased or built		Units rebuilt or acquired					
		General funds		Incentive funds		General funds		Incentive funds	
¹ Box, unequipped (which relates to incentive per diem order)									

417. INVENTORY OF EQUIPMENT—Continued

4. Column (y) should show aggregate capacity for all units reported in columns (w) and (x), 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. Freight-train car type codes shown in column (m) correspond to the AAR Multilevel Per Diem Master List. Dashes are used in appropriate places to

permit a single code to represent several car type codes. Descriptions of car codes and designations are published in *The Official Railway Equipment Register*.

6. Per diem cars, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U. S. Class I line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

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

UNITS AT CLOSE OF YEAR

Owned and used (u)	Leased from others (v)	Total in service of respondent (col. (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see ins. 4) (y)	Leased to others (z)	Line No.
		Per diem (w)	Non- per diem (x)			
795	619	1414		Tons 80070		41
221	19	240		15565		42
1085	288	1373		101110		43
	3	3		210		44
127		127		6985		45
686	161	847		65800	5	46
						47
						48
						49
						50
						51
						52
						53
						54
92	12	104		6710		55
52		52		3595		56
3	2	5		490		57
5		5		350		58
1		1		70		59
3067	1104	4171		280955	5	60
99		xxx	99	xxxxxxxxxxxx		61
3166	1104	4171	99	286400	5	62
3407	1104	4171	340	299655	5	63
						64
						65
						66

417. INVENTORY OF EQUIPMENT—Concluded

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

Line No.	Class of equipment and car designations (m)	Units in service of respondent at beginning of year		CHANGES OF THE YEAR				Units retired from service of respondent whether owned or leased, including reclassification (t)
		Per diem (n)	Non-per diem (o)	UNITS INSTALLED				
				New units purchased or built ¹ (p)	New units leased from others (q)	Rebuilt units acquired and rebuilt units rewritten into property accounts (r)	All other units, including reclassification and second hand units purchased or leased from others (s)	
67	FLOATING EQUIPMENT Self-propelled vessels (Tugboats, car ferries, etc.)-----	XXXX	1					
68	Non-self-propelled vessels (Car floats, lighters, etc.)-----	XXXX	16					3
69	Total (lines 67 and 68)-----	XXXX	17					3
70	HIGHWAY REVENUE EQUIPMENT Bogie-chassis-----	XXXX						
71	Dry van-----	XXXX	198					5
72	Flat bed-----	XXXX						
73	Open top-----	XXXX						
74	Mechanical refrigerator-----	XXXX						
75	Bulk-----	XXXX						
76	Insulated-----	XXXX						
77	Platform, removable sides-----	XXXX						
78	Other trailer or container-----	XXXX						
79	Tractor-----	XXXX						
80	Truck-----	XXXX						
81	Total (lines 70 to 80)-----	XXXX	198					5

NOTES AND REMARKS

417. INVENTORY OF EQUIPMENT—Continued

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

UNITS AT CLOSE OF YEAR

Owned and used (u)	Leased from others (v)	Total in service of respondent (col. (u) + (v))		Aggregate capacity of units reported in col. (w) + (x) (see ins. 4) (v)	Leased to others (z)	Line No.
		Per diem (w)	Non- per diem (x)			
				(Tons)		
1		xxxx	1			67
13		xxxx	13			68
14		xxxx	14			69
8	185	xxxx	193			70
		xxxx				71
		xxxx				72
		xxxx				73
		xxxx				74
		xxxx				75
		xxxx				76
		xxxx				77
		xxxx				78
		xxxx				79
8	185	xxxx	193			80
		xxxx				81

NOTES AND REMARKS

421. HIGHWAY MOTOR VEHICLE OPERATIONS

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

In reporting highway motor vehicle miles in line-haul service, show the mileage of buses and combination bus-trucks on line 8; the mileage of trucks and of bogies, trailers and semitrailers with trucks on line 9; and the mileage of tractors and of bogies, trailers and semitrailers with tractors on line 10. Vehicle miles in terminal service should be reported on lines 12 and 13.

In reporting traffic carried and traffic handled 1 mile on lines 14 to 21, and on lines 40 to 45, both inclusive, show the total number of tons and ton-miles of revenue freight in column (f) and the total number of passengers carried and passenger-miles in column (c), regardless of the class of vehicle used to perform the transportation service.

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

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

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

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

B. OPERATED BY OTHERS
(Revenue service)

Line No.	Item (a)	Bogies (b)	Buses (c)	Chassis (d)
40	Traffic carried:			
41	Tons—Revenue freight	XXXXXX	XXXXXX	XXXXXX
42	Revenue passengers	XXXXXX		XXXXXX
43	Traffic handled 1 mile:			
44	Ton-miles—Revenue freight	XXXXXX	XXXXXX	XXXXXX
45	Revenue passenger-miles	XXXXXX		XXXXXX

421. HIGHWAY MOTOR VEHICLE OPERATIONS - Concluded

"Trailers" means trailer bodies used in TOFC/COFC service which are permanently mounted on running gear. "Containers" means trailer bodies used in TOFC/COFC service which

are not permanently mounted on wheels or chassis, but are separated from such running gear before being loaded on flat cars.

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

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
						1
						2
						3
						4
						5
						6
						7
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		8
XXXXXX		XXXXXX			XXXXXX	9
XXXXXX				XXXXXX	XXXXXX	10
						11
						12
						13
						14
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	15
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	16
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	17
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	18
						19
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
						22
				105		23
				14		24
				4		25
				115		26

B. OPERATED BY OTHERS - Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
						40
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	41
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	42
						43
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	44
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	45

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

Give particulars of highway motor-vehicle enterprises (excluding Railway Express Agency, Inc.) in which the respondent had a financial interest, either directly or indirectly, during the year.

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

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

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

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1	Black Diamond Transport Company		
2	415 Bright St. Bethlehem, Pa. 18015	Direct	January 1959
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

510. GRADE CROSSINGS A—RAILROAD WITH RAILROAD

1. A crossing of a railroad with a railroad means the intersection of all the tracks on one right-of-way with all of the tracks on another right-of-way, whether or not owned or operated by the same company; thus, the intersection of one double-track line with another double-track line shall be reported as one crossing. Each such crossing shall be reported only by the carrier who performs the actual maintenance of the signal or interlocking protection, if so provided, or by the carrier who maintains the crossing frogs where no protection exists. The carrier which actually performs the maintenance shall be the reporting carrier, even though other party, or parties, assume a part or all of the expense of such maintenance. Where portions of the apparatus are maintained by two or more companies, as for example—the condition where one crossing frog is maintained by one company and the second frog by the other company, agreement should be made between carriers as to which shall report. Report should be made of each crossing, whether main line, branch line, or switching tracks are involved, so long as separate rights-of-way are involved, regardless of whether or not the rights-of-way involved are owned or leased

by the same company. A cross-over from one track to another on the same right-of-way, or the use of a crossing frog for the intersection of two tracks in the same right-of-way, is not to be considered as a crossing in this connection. If one right-of-way intersects two or more rights-of-way in the same vicinity a separate crossing shall be reported for each such intersection, even though all are controlled by one interlocking plant. In such case, this fact should be explained in a footnote in order that the interlocking plant may not be counted more than once.

2. The term "Protection" as used in this connection should include all signalling or derailing devices which may restrict the use of the crossing by either carrier. It shall not include stationary or other cautionary signs which merely indicate the proximity of a crossing. Where crossings are protected by more than one of the types of protection shown in columns (b) to (f) inclusive, the kind of protection, etc., should be reported in only one classification and that of the more elaborate type.

Line No.	Number of crossings (a)	Interlocking (b)	Automatic signals (automatic interlocking) (c)	Derails on one line, no protection on other (d)	Hand-operated signals, without interlocking (e)	Other (f)	Total specially protected (g)	Total not specially protected (h)	Grand total (i)
1	Number at beginning of year	17	2	1	4	0	24	25	49
2	Crossings added: New crossings							1	1
3	Change in protection				1		1		1
4	Crossings eliminated: Separation of grade						1		1
5	Change in protection	1							
6	Other causes								
7	Number at close of year	16	2	1	5	0	24	26	50
8	NUMBER AT CLOSE OF YEAR BY STATES:								
9									
10	New Jersey	2	0	1	1	0	4	4	8
11	Pennsylvania	11	1	0	1	0	13	22	35
12									
13	New York	3	1	0	3	0	7	0	7
14									
15									
16									
17									
18									
19									
20									
21									

510. GRADE CROSSINGS - Continued
B-RAILROAD WITH HIGHWAY

110

1. A highway grade crossing is to be regarded as a single crossing of all of the tracks within the adjacent owned or leased right(s) of way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at the same grade to the extent that the tracks are located within the limits of a single set of grade crossing signs or protective devices having an integrated set of actuating circuits.

2. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads or driveways not dedicated to public use. All crossings of tracks at grade with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad right-of-way.

3. A private grade crossing which becomes public during the year should be reported as a new grade crossing. A grade crossing of a dual or multi-lane highway should be reported as one crossing. In the classification of protection, a crossing having more than one of the classes of protection listed below should be reported once only, using the furthest left column that

applies. To avoid duplicate reporting of jointly owned, jointly maintained or jointly used crossings, one railroad shall be designated the reporting road by mutual agreement of the interested parties.

4. In columns (b) and (c) include grade crossings with or without audible signals. In columns (d) and (e) include grade crossings with or without any type of audible or visible supplemental device. Exclude from columns (f) and (g) those crossings where train movement is protected only by a member of the train crew. Audible signals reportable in column (h) include any train-actuated bell, whistle, siren or other audible device located adjacent to the crossing. Other automatic signals reportable in column (i) include wigwags, Highway Traffic Signals or special types of train-activated devices with or without audible supplements. Include in column (j), in addition to "Railroad Crossing" crossbuck, any other static sign (except "Number of Tracks" sign) or any non-train-actuated signal such as amber continuous-flashing lights. In column (m) report other than railroad crossbuck. Totals in column (o), lines 38 and 39, should be equal, resulting in no change in the total number of crossings.

TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE

Line No.	Item of Annual Change	TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE													
		Automatic gates with flashing lights	Automatic flashing light signals	Gates manually operated		Watchmen only		Audible signals only	Other automatic signals	Total indicating warning of train approach	"Railroad Crossing" crossbuck signs only	Crossbuck signs with other fixed signs	Other fixed signs only	No signs or signals	Total crossings at grade
				24 hours per day	Less than 24 hours per day	24 hours per day	Less than 24 hours per day								
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)	(o)
30	Number at beginning of year -----	95	126	3	1	0	44	4	11	284	467	0	2	1	754
31	Added: By new, extended or relocated highway -----														
32	By new, extended or relocated railroad -----	20	13	1	2	0	0	4	0	40	4	0	0	0	44
33	Total added -----	20	13	1	2	0	0	4	0	40	4	0	0	0	44
34	Eliminated: By closing or relocation of highway -----														
35	By relocation or abandonment of railroad -----						1			1	7				8
36	By separation of grades -----														
37	Total eliminated -----						1			1	7				8
38	Changes in protection: Number of each type added -----	1	1						1	3	2				5
39	Number of each type deducted -----		3							3	2				5
40	Net of all changes -----	21	11	1	2		-1	4	1	37	-3				36
41	Number at close of year -----	116	137	4	3	0	43	8	12	323	464	0	2	1	790
42	Number at close of year by States:														
43															
44	New Jersey -----	28	18	1	1	0	43	0	4	95	13	0	2	1	111
45															
46	Pennsylvania -----	72	28	3	2	0	0	7	3	115	236	0	0	0	351
47															
48	New York -----	16	91	0	0	0	0	1	5	113	215	0	0	0	328
49															
50															
51															
52															
53															
54															
55															
56															

511. GRADE SEPARATIONS

HIGHWAY-RAILROAD

1. (a) A highway-railroad grade separation is to be regarded as a single crossing of all of the tracks within the owned or leased right-of-way or contiguous rights-of-way of the railroad(s) at the point of intersection with a publicly maintained highway, street or avenue at separate grades.

(b) Not to be included are structures which serve some major purpose other than the avoidance of conflict of railway movements with highway movements and which contain no design features required for accommodation of the intersecting traffic flow as in the case of major tunnels.

(c) In order to avoid duplicate reporting and possible confusion, in reporting grade separations used or maintained by more than one railroad, the interested parties in each case should designate one line to

be the reporting railroad.

2. All separated crossings of tracks with public roads and streets should be included if any railroad operations are conducted thereover by the reporting company whether or not the track is located on railroad owned right-of-way.

3. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads not dedicated to public use.

4. A private crossing which becomes public during the year should be reported as a new crossing.

5. A crossing of a dual or multi-lane highway should be reported as one crossing.

Line No.	Items of Annual Change (a)	Types and numbers of highway-railroad grade separations		
		Overpass (Highway above railroad) (b)	Underpass (Railroad above highway) (c)	TOTAL (d)
1	Number at beginning of year -----	198	177	375
2	Added: By new, extended or relocated highway -----	3	1	4
3	By new, extended or relocated railroad -----	38	16	54
4	By elimination of grade crossing -----	4	1	5
5	Total added -----			
6	Deducted: By closing or relocation of highway -----			
7	By relocation or abandonment of railroad -----			
8	Total deducted -----			
9	Net of all changes -----	41	17	58
10	Number at close of year -----	239	194	433
11	Number at close of year by States:			
12	New Jersey -----	75	66	141
13	Pennsylvania -----	105	46	151
14	New York -----	59	82	141
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				

¹ Total in column (d) should correspond to total number of grade crossings eliminated "By separation of grades", Schedule 510-d, line 36, column (c).

513. TIES LAID IN REPLACEMENT

Give particulars of ties laid during the year in previously constructed tracks maintained by the respondent. Do not include any ties used in any new tracks or in track extensions.

In column (a) classify the ties as follows:

- (U) Wooden ties untreated when applied.
 (T) Wooden ties treated before application.
 (S) Ties other than wooden (steel, concrete, etc.). Indicate type in column (h).

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

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

The sum of entries on lines 21, 22, and 23 should equal the total of columns (d) and (g).

Any material difference between the return on line 22 and the charge to operating expense account No. 212, or between the sum of charges to additions and betterments shown in schedules Nos. 513 and 514 and the related charge to investment account No. 8, should be explained in a footnote.

Line No.	Class of tie	CROSSTIES				SWITCH AND BRIDGE TIES				Remarks
		Total number of ties applied		Average cost per tie	Total cost of crossties laid in previously constructed tracks during year	Number of feet (board measure) applied		Average cost per M feet (board measure)	Total cost of switch and bridge ties laid in previously constructed tracks during year	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)			
1	T	7	652	\$ 7 58	\$ 57 735	19	287	\$ 208 28	\$ 4 017	
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15										
16										
17										
18										
19										
20	TOTAL	7	652	7 58	57 735	19	287	208 28	4 017	

- 21 Amount of salvage on ties withdrawn.....
 22 Amount chargeable to operating expenses.....
 23 Amount chargeable to additions and betterments.....
 24 Estimated number of crossties in all maintained tracks;

\$ -
 \$ 45,667
 \$ 16,085 } 61,752 ✓

(a) Wooden ties	Num	Percent of Total
	* 5,604,614	100.00
(b) Other than wooden ties (steel, concrete, etc.)		
TOTAL	5,604,614	100.00

* Includes 1,024,260 crossties in tracks leased as of April 1, 1972 from Lehigh & Susquehanna Railroad in Pennsylvania.

NOTE: For treated ties, the "Lowry Process" full cell treatment is used.

See note on Page 113.

Note: The difference between the amount chargeable to operating expenses on line 22 and that reported for account 212 on Schedule 320 represents miscellaneous adjustments.

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

Give particulars of ties laid during the year in new construction, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of ties	CROSSTIES						SWITCH AND BRIDGE TIES						Remarks
		Total number of ties applied		Average cost per tie	Total cost of crossties laid in new tracks during year		Number of feet (board measure) laid in tracks		Average cost per 34 feet (board measure)	Total cost of switch and bridge ties laid in new tracks during year				
		(b)		(c)	(d)		(e)		(f)	(g)		(h)		
1	T	12	732	\$ 5 68		72	365	195	469	\$ 197 63		38	630	
2														
3														
4														
5														
6														
7														
8														
9														
10														
11														
12														
13														
14														
15														
16														
17														
18														
19														
20	TOTAL	12	732	5 68		72	365	195	469	197 63		38	630	

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid

22 Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid 3.03

NOTE: Schedules 513, 514, 515 and 516 apply to the property of the Lehigh Valley Railroad Company and Lehigh and Susquehanna Railroad. There were no changes during the year on our subsidiary Company, Bay Shore Connecting Railroad Company.

515. RAILS LAID IN REPLACEMENT

Give particulars of all rails applied during the year in connection with replacement of rails in previously constructed tracks maintained by the respondent.

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

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

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

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

The sum of entries on lines 22, 23, and 24 should equal the total of columns (d) and (h).

Any material difference between the return on line 23 and the charge to operating expense account No. 214, or between the sum of charges to additions and betterments shown in schedules Nos. 515 and 516 and the related charge to investment account No. 9, should be explained in a footnote.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASS RACES, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	2					115	7	859	122 71
2	4	136	1 088	50 316	46 23	136	104	4 009	46 23
3	4	135	7	324	46 23	135	2	92	46 23
4	4	131	217	10 033	46 23	131	6	277	46 23
5	4	130	161	7 443	46 23	130	3	139	46 23
6	4					112	14	647	46 23
7	4					110	1	46	46 23
8	4	100	34	1 572	46 23	100	98	4 531	46 23
9	4					90	34	1 572	46 23
10									
11									
12									
13									
14						2	7	859	
15						4	262	12 113	
16									
17									
18									
19									
20	TOTAL	XXXX	1 507	69 688	46 23	XXXX	269	12 972	48 22

21	Number of tons (2,000 lb.) of relayers and scrap rail taken up	2,011
22	Salvage value of rails released	\$ 76,168
23	Amount chargeable to operating expenses	\$ 6,389
24	Amount chargeable to additions and betterments	\$ 108
25	Miles of new rails laid in replacement (all classes of tracks) †	0 07 (rail-miles)
26	Miles of new and second-hand rails laid in replacement (all classes of tracks) ‡	15 56 (rail-miles)
27	Average weight per yard of new rails laid in replacement (running, passing, and cross-over tracks, etc.) *	136 (pounds)
28	Tons of rail sold as scrap and amount received therefor	1509 (tons of 2,000 lb.); \$ 49,906
29	Track-miles of welded rail installed this year	None
	total to date	40.50

NOTE: Cost of welding rail ends amounting to \$46,469 and inventory adjustment amounting to \$45,555 included in Account 214 but not included in this schedule.

See note on Page 113.

†Classes 1, 2, and 3 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in all classes of tracks; divide the total number of yards of new rail by 1,760 in all classes of tracks by 1,760; state the quotient with two decimal places.

‡Classes 1, 2, 3, and 4 rails.—Reduce tonnage in columns (c) and (g) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new and second-hand rail laid in all classes of tracks; divide the total number of yards of new and second-hand rails laid in all classes of tracks by 1,760; state the quotient with two decimal places.

*Classes 1, 2, and 3 rails.—Reduce tonnage in column (c) to pounds; divide each result by the respective pounds per yard to obtain the number of yards of each weight of new rail laid in running, passing, and cross-over tracks, etc.; divide the total number of pounds of new rails laid in running tracks, etc. by the total number of yards of new rails laid in such tracks.

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

Give particulars of rails applied during the year in the construction of new tracks, following the instructions given in the preceding schedule, so far as applicable.

Line No.	Class of rail (a)	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		WEIGHT OF RAIL		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year (d)	Average cost per ton (2,000 lb.) (e)	WEIGHT OF RAIL		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year (h)	Average cost per ton (2,000 lb.) (i)
		Pounds per yard of rail (b)	Number of tons (2,000 lb.) (c)			Pounds per yard of rail (f)	Number of tons (2,000 lb.) (g)		
1	4			\$		136	671	\$ 34 080	\$ 50 79
2						131	4	203	50 79
3						100	36	1 828	50 79
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20	TOTAL	XXXX				XXXX	711	36 111	50 79

21 Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid 3.03

22 Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid

See note on Page 113

517. GAGE OF TRACK AND WEIGHT OF RAIL

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

gage, 4 feet 8½ inches, show the gage of each part in column (d). Road and track occupied under trackage right or other form of license should not be included herein, but all road and track held under any form of lease (granting exclusive possession to the lessee) should be included.

Line No.	Weight of rails per yard (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
1	136	606 48		
2	131	134 06		
3	115	9 12		
4	112	12 14		
5	110	25 98		
6	100	129 05		
7	90	81 11		
8	80	14 47		
9	76	4 55		
10	67	61		
11	60	81		
12	58	08		
13		183 22		Lehigh & Susquehanna Railroad
14				
15				
16				
17				
18				
19				
20	Total	1 201 68		

531. STATISTICS OF RAIL-LINE OPERATIONS

1. Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Train-miles, car-miles and other particulars are to be reported in accordance with the classification of train-miles and car-miles prescribed in the Uniform System of Accounts for Railroad Companies (Mileage Accounts 800 to 805 and 810 to 825). Locomotive unit-miles should include all miles made by each locomotive unit.

2. Per diem cars, as used herein, refers to freight cars other than cabooses owned or held under lease arrangement by U.S. class I line-haul railroads, whose interline rental is settled on a per diem basis under the code of per diem rules, or would be so settled if used by another railroad.

3. Item No. 1 includes miles of road operated under trackage rights.

4. For gross ton-miles compute from conductors' or dispatchers' train reports weight in tons (2,000 pounds). Item 27 includes weight of all locomotive units moved one mile in transportation trains. Ton-miles of motorcars should be excluded. Items 28 and 29 represent tons behind locomotive units (cars and contents, company-service equipment and cabooses) moved one mile in transportation trains. Include ton-miles of exclusive work service equipment and motorcars moving in transportation trains. Use 150 pounds as the

average weight per passenger and four tons as the average weight of contents of each head-end car.

5. Item No. 35 should represent the ton-miles of revenue freight in water transfer service on the Great Lakes involving a rail-line haul, the revenue from which is includible in account No. 101, "Freight." Ton-miles of revenue freight in water transfer service which was moved on the basis of lawful local tariff rates, the revenue from which is creditable to account No. 113, "Water transfers," should be excluded. Item 36, Total ton-miles—Revenue freight, should correspond to the ton-miles reported on Form OS-B, Item 2.

6. For net ton-miles, Item 40, compute from conductors' train reports. This item represents the number of tons of revenue and non-revenue freight moved one mile in transportation trains. Include a reasonable proportion of the weight of exclusive work equipment moved one mile. Include net ton-miles in motorcar trains. Exclude LCL shipments handled in mixed baggage-express cars.

7. The mileage of company service equipment, destined exclusively for work service and moved in transportation trains, should be classed as loaded freight car-miles.

8. Highway vehicle operations should not be included in Schedule 531 but particulars thereof given in Schedule 117.

Item No.	Item (a)	Freight trains (b)			Passenger trains (c)			Total transportation service (d)			Work trains (e)		
1	Average mileage of road operated (State in whole numbers)			972						972			
	TRAIN-MILES												
2	Diesel locomotives	1	584	403				1	584	403			
3	Other locomotives												
4	Total locomotives	1	584	403				1	584	403			
5	Motorcars												
6	Total train-miles	1	584	403				1	584	403			
	LOCOMOTIVE UNIT-MILES												
7	Road service	4	020	729				4	020	729			
8	Train switching		373	900					378	900			
9	Yard switching	1	059	462				1	059	462			
10	Total locomotive unit-miles	5	459	091				5	459	091			
	CAR-MILES												
11	Total motorcar car-miles												
12	Loaded per diem freight cars	50	337	456				50	337	456			
13	Loaded non-per diem freight cars	7	741	432				7	741	432			
14	Empty per diem freight cars	31	786	660				31	786	660			
15	Empty non-per diem freight cars	7	174	194				7	174	194			
16	Caboose	1	704	552				1	704	552			
17	Total freight car-miles (lines 12, 13, 14, 15 and 16)	98	744	294				98	744	294			
18	Passenger coaches												
19	Combination passenger cars (mail, express, or baggage, etc., with passenger)												
20	Sleeping and parlor cars												
21	Dining, grill and tavern cars												
22	Head-end cars												
23	Total (lines 18, 19, 20, 21 and 22)		2	833					2	833			
24	Business cars												
25	Crew cars (other than cabooses)	98	747	127				98	747	127			
26	Grand total car-miles (lines 11, 17, 23, 24 and 25)												
	GROSS TON-MILES AND TRAIN HOURS IN ROAD SERVICE												
27	Gross ton-miles of locomotives and tenders (thousands)	5	028	593				5	028	593			
28	Gross ton-miles of freight-train cars, contents, and cabooses (thousands)			763						763			
29	Gross ton-miles of passenger-train cars and contents (thousands)		94	506					94	506			
30	Train-hours—Total												
	REVENUE AND NONREVENUE FREIGHT TRAFFIC												
31	Tons of revenue freight							16	407	891			
32	Tons of nonrevenue freight								56	106			
33	Total tons revenue and nonrevenue freight							16	463	997			
34	Ton-miles—Revenue freight in road service (thousands)							2	653	256			
35	Ton-miles—Revenue freight in lake transfer service (thousands)												
36	Total ton-miles—Revenue freight (thousands)							2	653	256			
37	Ton-miles—Nonrevenue freight in road service (thousands)								10	014			
38	Ton-miles—Nonrevenue freight in lake transfer service (thousands)												
39	Total ton-miles—Nonrevenue freight (thousands)								10	014			
40	Net ton-miles of freight—Revenue and nonrevenue (thousands)							2	653	311			
	REVENUE PASSENGER TRAFFIC												
41	Passengers carried—Total												
42	Passenger-miles—Total												

532. SWITCHING AND TERMINAL TRAFFIC AND CAR STATISTICS

(For switching and terminal companies only)

1. Give particulars of cars handled during the year. For descriptions of kinds of services included in switching operations, and in terminal operations, reference is made to the "Notice" on the inside of the front cover of this form. With respect to the term "cars handled" it should be observed that, when applied to switching operations, the movement of a car from the point at which a switching company receives it, whether loaded or empty, to the point where it is loaded or unloaded or delivered to another connecting line is to be counted as one car handled. The return of a car, whether loaded or empty, from the point where it is loaded or unloaded, to

the point of delivery is to be counted as one car handled. No incidental movement is to be considered, unless such incidental movement involves the receipt of additional revenue. When applied to terminal operations, such as union station, bridge, ferry, or other joint facility terminal operations, the term "cars handled" includes all cars for which facilities are furnished.

2. The number of locomotive-miles in yard switching service should be computed in accordance with account No. 816, "Yard Switching Locomotive-miles."

Item No.	Item (a)	Switching operations (b)	Terminal operations (c)	Total (d)
FREIGHT TRAFFIC				
201	Number of cars handled earning revenue—Loaded			
202	Number of cars handled earning revenue—Empty			
203	Number of cars handled at cost for tenant companies—Loaded			
204	Number of cars handled at cost for tenant companies—Empty		Not Applicable	
205	Number of cars handled not earning revenue—Loaded			
206	Number of cars handled not earning revenue—Empty			
207	Total number of cars handled			
PASSENGER TRAFFIC				
208	Number of cars handled earning revenue—Loaded			
209	Number of cars handled earning revenue—Empty			
210	Number of cars handled at cost for tenant companies—Loaded			
211	Number of cars handled at cost for tenant companies—Empty			
212	Number of cars handled not earning revenue—Loaded			
213	Number of cars handled not earning revenue—Empty			
214	Total number of cars handled			
215	Total number of cars handled in revenue service (Items 207 and 214)			
216	Total number of cars handled in work service			

Number of locomotive miles in yard switching service freight, _____; passenger, _____

Explanation re Schedule 531, Page 116.

Figures reported on Line 40 will not agree with totals on Lines 36 and 39. The difference of 9,959 is occasioned by inclusion in Line 36 of the ton-miles of revenue freight carried between the road terminal and the water front at New York Harbor. Revenue is included in Account 101 because rates cover transportation to or from New York Harbor. The mileage is included in operation statistics as "Switching Miles".

561C. COMPENSATION APPLICABLE TO PRIOR YEARS

Show hereunder, for each group of employees, the amount of compensation applicable to prior years, which was paid or is payable under labor awards of the current year or for other reasons. Additional compensation for the current year under labor awards or for other reasons is includible in I.C.C. Wage Statistics Form A and B, "Report of Employees, Service, and Compensation," for the calendar year. For purposes of this report, labor awards are intended to cover adjustments resulting from the decisions of Wage Boards and voluntary awards by the respondent incident thereto. Explain the nature of any amounts in excess of \$10,000 included in column (c) in a footnote.

Line No.	Group No.	Class of employees (a)	AMOUNT OF COMPENSATION					
			Under labor awards (b)			Other back pay (c)		
			\$			\$		Total (d)
1	I	Executives, officials, and staff assistants						
2	II	Professional, clerical, and general	108	173				108 173
3	III	Maintenance of way and structures	137	087				137 087
4	IV	Maintenance of equipment and stores	134	968				134 968
5	V	Transportation (other than train, engine, and yard)	53	580				53 580
6	VI (a)	Transportation (yardmasters, switch tenders, and hostlers)	34	886				34 886
7	VI (b)	Transportation (train and engine service)	583	806				583 806
8		TOTAL	1	052	500			1 052 500

9 Amount of foregoing compensation that is chargeable to operating expenses: \$1,052,500

John F. Nash and Robert C. Haldeman, Trustees
LEHIGH VALLEY RAILROAD COMPANY

Data for Annual Report to the Interstate Commerce Commission
for the Year Ended December 31st, 1972, Schedule 562,
Compensation of Officers, Directors, etc.

<u>Name of Person</u>	<u>Title</u>		<u>Salary per</u> <u>Annun as of</u> <u>Close of Year</u>	<u>* Other</u> <u>Compensation</u> <u>During the Year</u>
(a)	(b)		(c)	(d)
W. C. Wieters	Vice President - Operation	01/01/72	\$33,000.00	
		04/01/72	34,656.00	
		07/01/72	36,384.00	
T. J. Smith	Vice President - Administration	07/25/73	36,000.00	
J. W. McDonnell	Vice President - Secretary & Treasurer	01/01/72	31,065.00	
		03/01/72	31,620.00	
		07/01/72	33,204.00	
C. P. O'Rourke	Vice President - Traffic	01/01/72	31,065.00	
		03/01/72	31,620.00	
		07/01/72	33,204.00	
T. F. Williams	Vice President - Sales	01/01/72	26,065.00	
		03/01/72	26,616.00	
		07/01/72	27,312.00	
R. D. Lalanne	General Counsel	01/01/72	23,000.00	
		03/01/72	23,556.00	
		07/01/72	24,732.00	

INTERSTATE
COMMERCE COMMISSION
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ADMINISTRATIVE SERVICES
C MAIL BRANCH

563. PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES AND AFFILIATES

1. In the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subscriptions, allowance for expenses, or any form of payments amounting in the aggregate to \$50,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person, except:

(a) Payments to employees of the respondent shall be reported in Schedule 562.

(b) Payments for services rendered by affiliates shall be reported in Schedule 564.

2. The aggregate of payments to be reported in column (c) shall include amounts paid and/or accrued during the year which are applicable to the year.

3. When contributions under \$50,000 are made in common with other carriers under a joint arrangement in payment for the performance of services or as a donation, each such contribution shall be reported, irrespective of the amount thereof, if the total amount paid by all contributors for the performance of the particular service is equal to the sum of \$100,000 or more.

4. Payments to the independent public accountant reporting on the respondent's annual report shall be subdivided to show separately the amount paid for auditing and the total amount paid for other types of management services such as, but not limited to, compensation plans, pension plans, forecasts and budgets, and tax advice. All carriers, whether payments aggregate more or less than \$50,000, shall answer the following question.

Did the independent accountant reporting on the respondent's annual report provide any management services other than auditing?
Specify. Yes.... No....

5. To be included are, among others, payments, directly or indirectly, for legal, medical, engineering, advertising, valuation, accounting, statistical, financial, educational, entertainment, charitable, advisory, defensive, detective, developmental, research, appraisal, registration, purchasing, architectural, and hospital services; payments for expert testimony and for handling wage disputes; and payments for services of banks, bankers, trust companies, insurance companies, brokers, trustees, promoters, solicitors, consultants, actuaries, investigators, inspectors, and efficiency engineers. Payments to the various railroad associations, commissions, committees, bureaus, boards, and other organizations maintained jointly by railroads shall also be included. The enumeration of these kinds of payments should not be understood as excluding other payments for services not excluded below.

6. To be excluded are: Rent of buildings or other property, taxes payable to the Federal, State, or local Governments, payments for heat, light, power, telegraph, and telephone services, and payments to other carriers on the basis of lawful tariff charges or for the interchange of equipment between carriers, as well as other payments for services which both as to their nature and amount may reasonably be regarded as ordinarily connected with the routine operation, maintenance, or construction of a railroad, but any special and unusual payments for services should be reported. Payments of \$50,000 or more to organizations maintained jointly by railroads with other railroads are not to be excluded even if their services are regarded as routine.

7. If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads.

8. If any doubt exists in the mind of the reporting officer as to the reportability of any type of payment, request should be made for a ruling before filing this report.

Line No.	Name of recipient (a)	Description of service (b)	Amount of payment (c)	
			\$	
1	Association of American Railroads	Assessments & Expenses	24	000
2	Traffic Executive Association	"	119	938
3	Eastern Railroads	"	107	235
4	Real Estate Research Corporation	Evaluation Study - Land	99	894
5	Ford, Bacon & Davis, Inc.	" " - All Other	114	762
6	Duane, Morris & Heckscher	Legal	112	748
7	J. F. Nash and R. C. Haldeman	Trustees		
8				
9				
10				
11				
12				
13				
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34				

564. TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT FOR SERVICES RECEIVED OR PROVIDED

1. Furnish the information called for below concerning each contract, agreement or arrangement (written or unwritten) in effect at any time during the year between the respondent and the affiliated companies listed in Schedule 104, 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 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 agreements relating to allocation of officers salary 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 railroads for interline services and interchange of equipment.
- (c) Payments to or from other railroads for services which may reasonably be regarded as ordinarily connected with routine operation, maintenance, or construction of a railroad, but any special or unusual transactions should be reported.
- (d) Agreements relating to allocation of Federal income taxes between affiliated companies should be reported in Schedule 353 (p. 85)
- (e) Agreements relating to joint pension plans with affiliated companies should be reported in explanatory notes section of Schedule 200 (p. 13)

2. In column (a) enter the name of the affiliated company, person, or agent with which respondent received or provided services aggregating \$30,000 or more for the year. If an affiliated company provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 or more for the year, list all the affiliates included in the agreement and describe the allocation of charges in column (d). If the respondent provides services to more than one affiliate, and the aggregate compensation amounts to \$30,000 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.

Attach a balance sheet and income statement for each affiliate with which respondent had reportable transactions during the year. These statements should be prepared on the same accounting year basis and in conformity with the balance sheet and income statement in annual report form A, and should be noted to indicate method of depreciating property, if any, furnished to the respondent. Balance sheet and income statement are not required for affiliated carriers filing annual reports with the Commission.

3. In column (b) indicate form of affiliation 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 the 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 character of service 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 (g).

5. In column (d) fully describe the basis for computing charges under each contract, agreement, etc.

6. In columns (e) and (f) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".

7. In column (g) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (c). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the respondent and an affiliate.

Line No.	Name of Company or Individual and percent of gross income from respondent carrier		Form of Affiliation	Character of Service	Basis of Charge	Contract		Total Charges for Year	
	(a)	%				Date (e)	Term (f)	(P)(S)	(g)
1.	No Exchange of Services								
2.									
3.									
4.									
5.									
6.									
7.									
8.									
9.									
10.									
11.									
12.									
13.									
14.									
15.									

565. OTHER TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT

1. Furnish the information called for below concerning transactions between the respondent and the affiliated companies listed in Schedule 104, 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 not limited to, purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
2. In column (a) enter the name of the affiliated company, person, or agent with which respondent transacted purchase, sale or transfer.
3. In column (b) indicate form of affiliation or control between the respondent and company or person identified in column (a) in accord with instruction No. 3 to Schedule 564.
4. In column (c) briefly describe the kind of asset purchased, sold or transferred.
5. In column (d) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales with the company or individual named in column (a) when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
6. In column (e) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (d).
7. In column (f) report the net profit or loss for each item (column (d) less column (e)).
8. Answer all questions at bottom of schedule.

Line No.	Name of Company or Individual (a)	Form of Affiliation (b)	Description of Item (c)	Sales or Purchase Price (d)	Net Book Value (e)	Gain or (Loss) (f)
1	None					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (a)? Specify. Yes.... No. ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Where any services provided or assets transferred between respondent and affiliated companies or individuals during the year for which no charges were assessed? Specify. Yes.... No. ☒.. If yes, explain.

**566 A. TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS
FOR SERVICES RECEIVED OR PROVIDED**

1. Furnish the information called for below concerning transactions between noncarrier subsidiaries of the respondent and other affiliated companies for services received or provided in accord with instruction No. 1 to Schedule 564.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary received or provided services aggregating \$30,000 or more for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) fully describe the character of service involved such as management fees, lease of building, purchase of material, etc. If more than one type of service is provided, list each type of service separately. When services are both provided and received between the noncarrier subsidiary and other affiliate they should be listed separately and the amounts shown separately in column (h).
6. In column (e) fully describe the basis for computing charges under each contract, agreement, etc.
7. In columns (f) and (g) indicate the date and term of each contract or arrangement. If oral contract, indicate with symbol "O".
8. In column (h) report the total amount received, paid, or accrued during the year which is applicable to the year, for each type of service listed in column (d). Indicate purchase items with the symbol "P" and sales items with the symbol "S". Do not report net figures when services are both provided and received between the noncarrier subsidiary and other affiliate.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Character of Service (d)	Basis of Charge (e)	Contract		Total Charges for Year	
						Date (f)	Term (g)	(P)(S)	(h)
1	None								
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
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30									

566 B. OTHER TRANSACTIONS BETWEEN NONCARRIER SUBSIDIARIES OF RESPONDENT AND OTHER AFFILIATED COMPANIES OR PERSONS

1. Furnish the information called for below concerning other transactions between noncarrier subsidiaries of the respondent and other affiliated companies in accord with instruction No. 1 to Schedule 565.
2. In column (a) enter the name of the noncarrier subsidiary of respondent.
3. In column (b) enter the name of other affiliated company with which the noncarrier subsidiary transacted a purchase, sale or transfer of equipment, land, structures, securities or other assets aggregating \$30,000 in value for the year.
4. In column (c) indicate form of affiliation or control between noncarrier subsidiary and other affiliated company identified in column (b) in accord with instruction No. 3 to Schedule 564.
5. In column (d) briefly describe the kind of asset purchased, sold or transferred.
6. In column (e) report the total of all purchases, sales or transfers of property with a value of \$30,000 or more. If individual items are less than that amount, report the total of all purchases or sales when the aggregate of such items is \$30,000 for the year. Indicate purchase items with the symbol "P" and sales items with the symbol "S".
7. In column (f) summarize the book cost, less accrued depreciation if applicable, for each item reported in column (e).
8. In column (g) report the net profit or loss for each item (column (e) less column (f)).
9. Answer all questions at bottom of schedule.

Line No.	Name of Respondent's Noncarrier Subsidiary Company (a)	Name of Other Affiliated Company (b)	Form of Affiliation (c)	Description of Item (d)	Sales or Purchase Price (e)	Net Book Value (f)	Gain or (Loss) (g)
1	None						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							

With respect to the transactions listed above, were any gains or losses incurred by other affiliated companies in the six (6) accounting years preceding this report year on the transfer of the item to the company or individual named in column (b)? Specify. Yes.... No. ☒. If yes, give particulars of prior transaction such as sales price, and gain or loss.

Were any services provided or assets transferred between noncarrier subsidiaries of respondent and other affiliated companies or individuals for which no charges were assessed? If so, explain.

571. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

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

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

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	DIESEL	ELECTRIC	OTHER (STEAM, GAS TURBINE, ETC.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight.....	12,222,193			
2	Passenger.....	2,241,763			
3	Yard switching.....	14,463,956			
4	Total.....	1,694			
5	Work train.....	14,463,650			
6	GRAND TOTAL.....	1,647,806			
7	Total cost of fuel*				

B. RAIL MOTORCARS

Line No.	Kind of locomotive service (f)	DIESEL	ELECTRIC	GASOLINE
		Diesel oil (gallons) (g)	Kilowatt-hours (h)	Gasoline (gallons) (i)
11	Freight.....			
12	Passenger.....			
13	Yard switching.....			
14	Total.....			
15	Work train.....			
16	GRAND TOTAL.....			
17	Total cost of fuel*			

*Show cost of fuel charged to train and yard service (accounts Nos. 362 and 364 for other than electric, and accounts Nos. 363, 364, 365, and 366 for electric). The cost stated for the various kinds of fuel should be the total charges in the accounts specified, including freight charges and handling expenses. The cost stated for electric current should be the total charges in the accounts enumerated. Fuel and power consumed by mixed and special trains that are predominantly freight should be included in freight service, but where the service of mixed or special trains is predominantly passenger, the fuel and power used should be included in passenger service.

NOTES AND REMARKS

Continuation of Schedule 591, Page 128:

- Decrease 2.47 Remove track, Lehigh & New York Branch, N.Y. under Finance Docket 26520, dated 6/24/71.
- 57.27 Remove trackage rights account Lehigh Valley Railroad takeover Lehigh & Susquehanna Railroad, Pa. under Service Order 1094, 4/1/72.

ANNUAL REPORT 1972 CLASS I

115500

LEIGH VALLEY RAILROAD CO.

3 OF 3

581. CONTRACTS, AGREEMENTS, ETC.

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

- (a) Express companies.
- (b) Mail.
- (c) Sleeping, parlor, and dining-car companies.
- (d) Freight or transportation companies or lines.
- (e) Other railway companies.
- (f) Steamboat or steamship companies.
- (g) Telegraph companies.
- (h) Telephone companies.
- (i) Equipment purchased under conditional sales contracts.
- (j) Routing traffic of affiliated companies.
- (k) Other contracts.

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

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

ber of units of each class of equipment covered, and the terms and conditions of payment.

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

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

6. Information concerning contracts of minor importance may be omitted. A contract of minor importance is defined as one involving receipts or payments of less than \$25,000 per year, and which, by its terms, is otherwise unimportant.

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

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

9. Compliance with the requirements of this schedule does not relieve the respondent of the duty placed upon common carriers by section 6(5) Part I, of the Interstate Commerce Act, which reads as follows:

"Every common carrier subject to this part shall also file with said Commission copies of all contracts, agreements, or arrangements with other common carriers in relation to any traffic affected by the provisions of this part to which it may be a party. Provided, however, that the Commission, by regulations, may provide for exceptions from the requirements of this paragraph in the case of any class or classes of contracts, agreements, or arrangements, the filing of which, in its opinion, is not necessary in the public interest."

1 (a) thru (d) - None

1 (e) Interstate Commerce Commission Service Order 1094, dated March 1972, effective 12:01 April 1, 1972, and subsequent orders, permitted the Lehigh Valley Railroad Company to operate the tracks and facilities of the Lehigh & Susquehanna Railway lines in Pennsylvania, formerly operated by the Central Railroad Company of New Jersey. All joint facility and other agreements covering operations applicable and in existence as of April 1, 1972 were assumed by the Lehigh Valley Railroad due to the above mentioned Service Order, and are as follows:

Reading Co. - Trackage Rights over Allentown Terminal Railroad and L&S tracks for movement of Reading Co. "Star Trains".
 Reading Co. - Joint use of Allentown, Pa. yard - Maintenance & Operation.
 Reading Co. - Repair of Cars at Allentown Yard.
 Reading Co. - Repair, Servicing and fueling Reading Company Locomotives Bethlehem, Pa. Engine Terminal.

No new agreements have been executed.

The Interstate Commerce Commission Finance Docket No. 26659, dated May 26, 1972 provided that Lehigh Valley grant trackage rights to Reading Company between Allentown, Pa. and Phillipsburg, N.J. to effect an interchange of through train movements. Operations began August 12, 1972 at an agreed per loaded car charge of \$6.00.

Locomotive run through agreement, dated April 28, 1972 between Norfolk & Western Railway Company and the Lehigh Valley Railroad Company provides for an exchange of locomotive units between Bellevue, Ohio and Sayre, Pa., billing based on excess horse-power hours and fuel consumption.

1 (f) thru (h) - None

1 (i) Lease Agreement dated Feb. 7, 1972 with the United States Railway Equipment Company covering 100 40'-6"-55 ton box cars numbered LV 65400-LV65499 for 10 years at \$2.80 per car per day.

Lease Agreement dated Feb. 7, 1972 with the United States Railway Equipment Company (See Page 127-1)

§91. CHANGES DURING THE YEAR

Hereunder state the matters called for. Make the statements explicit and precise, and number them in accordance with the inquiries; each inquiry should be fully answered, and if the word "none" truly states the fact it may be used in answering any particular inquiry. Changes in mileage should be reported by classes and stated to the nearest hundredth of a mile.

- For each railroad property used in respondent's transportation service, show all increases and decreases in mileage, classifying the changes in the tables below as follows:
 (Class 1) Line owned by respondent.
 (Class 2) Line owned by proprietary companies.
 (Class 3) Line operated under lease for a specified sum.
 (Class 4) Line operated under contract or agreement for contingent rent.
 (Class 5) Line operated under trackage rights.
- For changes in miles of road, give dates of beginning or abandonment of operations. If any changes reportable in this schedule occurred

under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (18) to (22) of section 1 of the Interstate Commerce Act or otherwise, specific reference to such authority should in each case be made by docket number or otherwise, as may be appropriate.

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

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

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

INCREASES IN MILEAGE

Line No.	Class	Main (M) or branch (B) line	RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.						Miles of way switching tracks		Miles of yard switching tracks		Total	Remarks	
			Miles of road		Miles of second main track		Miles of all other main tracks								Miles of passing tracks, cross-overs, and turn-outs
			(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)			
1	1	M	80	23	57	73		4	54	14	34	100	39	257	23
2	1	B	45	74		22			43	38	89		09	84	67
3															
4															
5															
6															
7															
8															
9															
10															
11															
12															
13															
14	TOTAL		125	27	57	95		4	97	53	23	100	48	341	90

DECREASES IN MILEAGE

Line No.	Class	Mile (M) or branch (B) line	Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, and turn-outs	Miles of way switching tracks		Miles of yard switching tracks		Total		Remarks
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)
21	1	M	15.63			88	46	70	17.67				
22	1	B	78.34	41.61		5.26	18.05	3.72	146.98				
23													
24													
25													
26													
27													
28													
29													
30													
31													
TOTAL DECREASE			78.34	57.24		6.14	18.51	4.42	164.65				

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

Owned by respondent:

Miles of road constructed Miles of road abandoned 21.07

Owned by proprietary companies:

Miles of road constructed Miles of road abandoned

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

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

0 Increase 125.27 Mileage adjusted to include L&S R.R. (former C.N.J.) Pa. Trackage - April 1, 1972 under I.C.C. Service Order No. 1092.

Decrease 0.92 Remove tracks, Caven Point Branch, N.Y. under Finance Docket 26469, Dtd. 7/14/71.
 3.48 Remove tracks, Hazleton Branch, Pa., under Finance Docket 26457, dated 4/30/71.
 1.82 Remove portion Freeland Branch, Pa., and entire South Heberton Branch, Pa., under Finance Docket 26606, dated 11/9/71.
 3.10 Remove track, Seneca Falls Branch, N.Y. under Finance Dkt. 26481, Dtd. 5/21/71.
 9 Remove track, Auburn & Ithaca Branch, N.Y. under Finance Dkt. 26451, Dtd. 5/21/71.
 (See Page 17)

1 (j) Continued -

covering 200 40'-6" - 55 ton box cars numbered LV 66180-LV66379 for 10 years at \$2.80 per car per day.

The above two (2) agreements were entered into on authority of Order No. 83 signed by Judge J. P. Fullam, March 7, 1972, in the United States District Court for the Eastern District of Pennsylvania.

Lease Agreement dated Sept. 5, 1972 with the United States Railway Equipment Company covering 200 40'-6"-55 ton box cars numbered LV 65070-LV65124 and LV66380 - LV 66524 for 10 years at \$2.80 per car per day. Agreement entered into on authority of Order No. 142 signed by Judge J. P. Fullam, December 21, 1972.

Lease Agreement dated Sept. 6, 1972 with Electro-Motive Division of General Motors Corporation and XTRA, Inc. covering 12 EMD GP 38-2 2000 H.P. Diesel Electric locomotive units numbered LV 314 - LV 325 for an initial term of five (5) years at 35¢ per day per \$1,000 of value. Agreement entered into on authority of Order No. 106 signed by Judge J. P. Fullam, July 13, 1972.

Lease Agreement dated Sept. 29, 1972 with Bangor and Arrostook Railroad Company covering two (2) EMD GP-7 1500 H.P. Diesel Electric locomotive units numbered BAR 61 and 65 to end on or about Feb. 1, 1973 at \$100 per locomotive per day.

Lease Agreement dated Oct. 12, 1972 with Bangor and Arrostook Railroad Company covering three (3) EMD SW-9 1200 H.P. Diesel Electric locomotive units numbered BAR 30, 31, and 32 to end on or about Mar. 15, 1973 at \$75 per locomotive per day.

Lease Agreement dated July 14, 1972 with the Pittsburg & Shawmut Railroad Company covering two (2) EMD SW-9 1200 H.P. Diesel Electric locomotive units numbered P & S 233 and 236, subject to cancellation by either party upon ten (10) days notice, at \$75 per locomotive per day.

Lease Agreement dated Apr. 1, 1972 with the Norfolk & Western Railway Company covering three (3) EMD F-7A 1500 H.P. Diesel Electric locomotive units numbered N&W 3689, 3697 and 3717, subject to cancellation by either party upon ten (10) days notice, at \$80 per locomotive per day. Cancelled as of Nov. 24, 1972.

Lease Agreement dated Mar. 29, 1972 with the Central Railroad Company of New Jersey covering four (4) Diesel Electric locomotive units numbered C&NJ 14, 1604, 1614 and 1615, subject to cancellation by either party upon ten (10) days notice, at \$80 per locomotive per day. Units 1604, 1614 and 1615 returned Oct. 1, 1972 and unit 14 Nov. 12, 1972.

Lease Agreement dated Nov. 2, 1972 covering one (1) new Raygo Wagner Model PC 90 Piggy Packer Serial #7205 at monthly rental of \$5,000.00 for a minimum period of six (6) months and thereafter until the equipment is returned to Lessor.

1 (j) Non3

1 (k) Lease dated September 7, 1972, from the Lehigh Coal and Navigation Company granting to the Lehigh Valley Railroad Company the right to operate the Lehigh & Susquehanna Railroad, in Pennsylvania, effective April 1, 1972, continuing to May 8, 1998 unless terminated under specific provisions. Annual rent of \$585,000 for the first lease year and \$575,000 in each lease year thereafter, in quarterly payments beginning August 1, 1972.

VERIFICATION

The foregoing report must be verified by the oath of the officer having control of the accounting of the respondent. It should be verified, also, by the oath of the president or other chief officer of the respondent, unless the respondent states on the last preceding page of this report that such chief officer has no control over the accounting of the respondent. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken.

OATH

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

State of Pennsylvania

County of Northampton

M. Dobes

she

makes oath and says that ~~he~~

Controller

(Insert here the name of the affiant)

John F. Nash and Robert C. Haldeman, Trustees

(Insert here the official title of the affiant)

of

For The Property of The Lehigh Valley Railroad Company

(Insert here the exact legal title or name of the respondent)

that it is his duty to have supervision over the books of account of the respondent and to control the manner in which such books are kept; that he knows that such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and other orders of the Interstate Commerce Commission, effective during the said period; that he has carefully examined the said report and to the best of his knowledge and belief the entries contained in the said report have, so far as they relate to matters of account, been accurately taken from the said books of account and are in exact accordance therewith; that he believes that all other statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent during the period of time from and including

January 1, 1972, to and including December 31, 1972

(Signature of affiant)

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

county above named, this 30th day of March, 1973

My commission expires

January 22, 1977

Use an
L. S.
impression seal

(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of Pennsylvania

County of Northampton

J. W. McDonnell

makes oath and says that he is

Vice President, Secretary & Treasurer

(Insert here the name of the affiant)

John F. Nash and Robert C. Haldeman, Trustees

(Insert here the official title of the affiant)

of

For The Property of The Lehigh Valley Railroad Company

(Insert here the exact legal title or name of the respondent)

that he has carefully examined the foregoing report; that he believes that all statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent and the operations of its property during the

period of time from and including January 1, 1972, to and including December 31, 1972

(Signature of affiant)

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

county above named, this 30th day of March, 1973

My commission expires

January 22, 1977

Use an
L. S.
impression seal

(Signature of officer authorized to administer oaths)

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