

RC-124600

LOUISVILLE & NASHVILLE

1981

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RC 124600
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ORIGINAL R-1

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

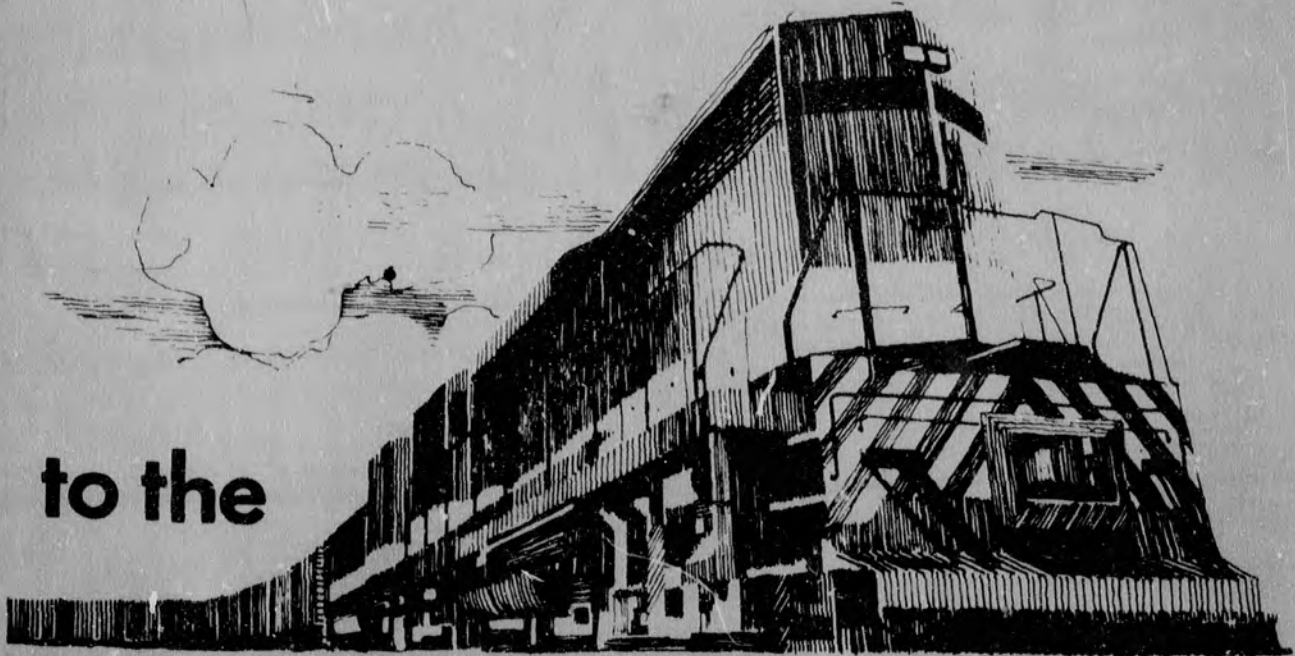
annual report

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LOUISVILLE AND NASHVILLE RAILROAD COMPANY

to the



Interstate Commerce Commission

FOR THE YEAR ENDED DECEMBER 31, 1981

NOTICE

1. This Form for annual report should be filled out in triplicate and two copies returned to the Interstate Commerce Commission, Bureau of Accounts, P.O. Box 2040, Rockville Pike Station, Rockville, MD. 20852, by March 31, of the year following that for which the report is made. One copy should be retained in respondent's files. Attention is specially directed to the following provisions of Part I of the Interstate Commerce Act:

(49 U.S.C. 11145) The Commission is hereby authorized to require annual, periodical, or special reports from carriers, lessors, * * * (as defined in this section), to prescribe the manner and form in which such reports shall be made, and to require from such carriers, lessors, * * * specific and full, true, and correct answers to all questions upon which the Commission may deem information to be necessary, classifying such carriers, lessors, * * * as it may deem proper for any of these purposes. Such annual reports shall give an account of the affairs of the carrier, lessor, * * * in such form and detail as may be prescribed by the Commission.

(11145) Said annual reports shall contain all the required information for the period of twelve months ending on the 31st day of December in each year, unless the Commission shall specify a different date, and shall be made out under oath and filed with the Commission at its office in Washington within three months after the close of the year for which report is made, unless additional time be granted in any case by the Commission.

(11144) Any person who shall knowingly and willfully make, cause to be made, or participate in the making of, any false entry in any annual or other report required under this section to be filed, * * * or shall knowingly or willfully file with the Commission any false report or other document, shall be deemed guilty of a misdemeanor and shall be subject, upon conviction in any court of the United States of competent jurisdiction, to a fine of not more than five thousand dollars or imprisonment for not more than two years, or both such fine and imprisonment: * * *

(11901) Any carrier or lessor, * * * or any officer, agent, employee or representative thereof, who shall fail to make and file an annual or other report with the Commission within the time fixed by the Commission, or to make specific and full, true, and correct answer to any question within thirty days from the time it is lawfully required by the Commission so to do, shall forfeit to the United States the sum of one hundred dollars for each and every day it shall continue to be in default with respect thereto.

(11141) As used in this section * * * the term "carrier" means a common carrier subject to this part, and includes a receiver or trustee of such carrier; and the term "lessor" means a person owning a railroad, a water line, or a pipe line, leased to and operated by a common carrier subject to this part, and includes a receiver or trustee of such lessor, * * *

The respondent is further required to send to the Bureau of Accounts immediately upon preparation, two copies of its latest annual report to stockholders. See schedule B, page 2.

2. The instructions in this Form should be carefully observed, and each question should be answered fully and accurately, whether it has been answered in a previous annual report or not. Except in cases where they are specifically authorized, cancellations, arbitrary check marks, and the like should not be used either as partial or as entire answers to inquiries. If any inquiry, based on a preceding inquiry in the present report form is, because of the answer rendered to such preceding inquiry, inapplicable to the person or corporation in whose behalf the report is made, such notation as "Not applicable; see page _____, schedule (or line) number _____" should be used in answer thereto, giving precise reference to the portion of the report showing the facts which make the inquiry inapplicable. Where the word "none" truly and completely states the fact, it should be given as the answer to any particular inquiry or any particular portion of an inquiry. Where dates are called for, the month and day should be stated as well as the year. Customary abbreviations may be used in stating dates.

3. Every annual report should, in all particulars, be complete in itself, and references to the returns of former years should not be made to take the place of required entries except as herein otherwise specifically directed or authorized.

4. If it be necessary or desirable to insert additional statements, typewritten or other, in a report, they should be legibly made on durable paper and, wherever practicable, on sheets not larger than a page of the Form. Inserted sheets should be securely attached, preferably at the inner margin; attachment by pins or clips is insufficient.

5. All entries should be made in a permanent black ink. Those of a contrary character should be indicated in parenthesis.

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

7. Railroad corporations, mainly distinguished as operating companies and lessor companies, are for the purpose of report to the Interstate Commerce Commission divided into classes. An operating company is one whose officers direct the business of transportation and whose books contain operating as well as financial accounts; and, a lessor company, the property of which being leased to and operated by another company, is one that maintains a separate legal existence and keeps financial but not operating accounts. In making reports, lessor companies use Annual Report Form R-4.

Operating companies are broadly classified, with respect to their operating revenues, according to the following general definitions:

Class I companies are those having annual operating revenues of \$50,000,000, or more. For this class, Annual Report Form R-1 is provided.

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

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

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

8. Except where the context clearly indicates some other meaning, the following terms when used in this Form have the meanings below stated:

Commission means the Interstate Commerce Commission. Respondent means the person or corporation in whose behalf the report is made. The Year means the year ended December 31 for which the report is made. The Close of the Year means the close of business on December 31 of the year for which the report is made; or, in case the report is made for a shorter period than one year, it means the close of the period covered by the report. The Beginning of the Year means the beginning of business on January 1 of the year for which the report is made; or, in case the report is made for a shorter period than one year, it means the beginning of the period covered by the report. The Preceding Year means the year ended December 31 of the year next preceding the year for which the report is made. The Uniform System of Accounts for Railroad Companies means the system of accounts in Part 1201 of Title 49, Code of Federal Regulations, as amended.

ANNUAL REPORT

OF

LOUISVILLE AND NASHVILLE RAILROAD COMPANY

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1981

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

(Name) C. J. O. Wodehouse, Jr.

Assistant Vice President-FLRS

(Title) General and Corporate Accounting

(Telephone number) 904

(Area code)

359-3306

(Telephone number)

(Office address) 500 Water Street, Jacksonville, Florida 32202

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

SPECIAL NOTICE

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

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

Docket

Title

Decision Date

ESTIMATE OF REPORTING BURDEN

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

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

Total hours (Estimated) 23,500

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NOTE: Schedules lined out from the above Table of Contents were deleted by the Interstate Commerce Commission for the year 1981.

Road Initials: **L&N**Year 19 81

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A. SCHEDULES OMITTED BY RESPONDENT

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

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

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

Page	Schedule No.	Title
		None

B. IDENTITY OF RESPONDENT

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

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

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

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

1. Exact name of common carrier making this report Louisville and Nashville Railroad Company
2. Date of incorporation March 5, 1850
3. Under laws of what Government, State, or Territory organized? If more than one, name all. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees Kentucky
4. If the respondent was reorganized during the year, involved in a consolidation or merger, or conducted its business under a different name, give full particulars. Not applicable

STOCKHOLDERS REPORTS

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

Check appropriate box:

- ☐ Two copies are attached to this report.
- ☐ Two copies will be submitted _____ (date)
- ☒ No annual report to stockholders is prepared.

C. VOTING POWERS AND ELECTIONS

1. State the par value of each share of stock: Common, \$ 50 per share; first preferred, \$ 35 per share; second preferred, \$ _____ per share; debenture stock, \$ _____ 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 (See Note, Page 4)
3. Are voting rights proportional to holdings? No If not, state in a footnote the relation between holdings and corresponding voting rights. (See Note, Page 4)
4. Are voting rights attached to any securities other than stock? Yes 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. (See Note, Page 4)
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? Yes 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. (See Note, Page 4)
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 _____
Books not closed
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. 2,966,518 1/3 votes, as of Close of the year 1981
(Date)
8. State the total number of stockholders of record, as of the date shown in answer to inquiry No. 7. One stockholders.
9. Give the names of the thirty security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information the names and addresses of the thirty largest holders of the voting trust certificates and the amount of their individual holdings. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED			
				Stocks			
				Common (d)	PREFERRED		
Second (e)	First (f)						
1	Seaboard Coast Line	Jacksonville, FL	2,966,518	1/3		476,190	1/3
2	Railroad Company			2,490,328			
3							
4							
5							
6							
7							
8							
9							
10							
11							
12							
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26							
27							
28							
29							
30							

C. VOTING POWERS AND ELECTIONS - Continued

10. State the total number of votes cast at the latest general meeting for the election of directors of the respondent. 2,966,518 1/3
votes cast.
11. Give the date of such meeting. April 20, 1981
12. Give the place of such meeting. Richmond, Virginia

NOTES AND REMARKS

Note applicable to inquiry No. 2 and inquiry No. 3.

On September 27, 1979 the Company issued 1,428,571 shares of \$3.33 Cumulative Preferred Stock, Series B, with par value of \$35.00 per share, with voting power of 476,190 1/3 votes.

Each share of L&N common stock is entitled to one vote.

Note applicable to inquiry No. 4 and inquiry No. 5.

Whenever accumulated unpaid interest on Chicago, Indianapolis & Louisville Railway Company (Monon Railroad) First Mortgage Bonds equal 12 per cent of the principal amount of the Bonds, the holders of such bonds shall have the right to nominate three of the members of the Board of Directors of the Railroad Company which nominees shall be elected by stockholders at the next annual election of directors, such right to continue until all accumulations of unpaid interest are paid.

Whenever accumulated unpaid interest on Chicago, Indianapolis & Louisville Railway Company (Monon Railroad) Second Mortgage Bonds equal 12-1/2 per cent of the principal amount of the Bonds, the holders of such Bonds shall have the right to nominate three of the members of the Board of Directors of the Railroad Company, which nominees shall be elected by stockholders at the next annual election of directors, such right to continue until all accumulations of unpaid interest are paid.

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Beginning of Year (c)
		<u>Current Asset</u>	\$	\$
1	701	Cash	10,872	15,718
2	702	Temporary Cash Investments (Sch. 300)	11	
3	703	Special Deposits (Sch. 300)	9,194	737
		Accounts Receivable		
4	705	- Interline and Other Balances	2,158	2,882
5	706	- Customers	48,375	65,510
6	707, 704	- Other	10,559	9,974
7	709, 708	- Accrued Accounts Receivables	150,621	133,299
8	708.5	- Receivables from Affiliated Companies	52,118	29,663
9	709.5	- Less: Allowance for Uncollectible Accounts		
10	710, 711, 714	Working funds prepayments deferred income tax debits (Sch. 300)	7,683	6,694
11	712	Materials and Supplies	54,950	41,973
12	713	Other Current Assets (Sch. 300)	1,988	8,844
13		Total Current Assets	348,529	315,294
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)	14,574	12,993
15	721, 721.5	Investments and Advances: Affiliated Companies (Sch. 310)	114,218	70,947
16	737, 738	Property used in other than Carrier Operations (less depreciation \$ 975). (Sch. 325)	7,770	7,882
17	739, 741	Other Assets (Sch. 329)	9,493	12,429
18	743, 744	Other Deferred Debits (Sch. 329)	21,020	14,181
19		Total Other Assets	167,075	118,432
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	835,183	793,987
21		Equipment	1,066,931	1,007,829
22		Unallocated Items		
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(529,678)	(520,168)
24		Net road and Equipment	1,372,436	1,281,648
25		Total Assets	1,888,040	1,715,374

NOTES AND REMARKS

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

Line No.	Account No.	Title (a)	Balance at Close of Year (b)	Balance at Begin- ning of Year (c)
		<u>Current Liabilities</u>	\$	\$
26	751	Loans and Notes Payable (Sch. 370)		8
27	752	Accounts Payable; Interline and Other Balances	1,741	2,609
28	753, 754	Other Accounts Payable	24,799	41,332
29	755, 756	Interest and Dividends Payable	12,373	12,626
30	757	Payables to Affiliated Companies	8,154	5,140
31	759	Accrued accounts Payable (Sch. 370)	176,827	127,924
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 370)	21,396	20,964
33	763	Other Current Liabilities (Sch. 370)	20,626	30,278
34	764	Equipment obligations and other long-term debt due within one year	48,331	42,377
35		Total Current Liabilities	314,247	283,258
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured	204,841	223,020
37	766	Equipment obligations	365,082	316,895
38	766.5	Capitalized Lease Obligations	13,949	14,918
39	768	Debt in default		
40	769	Accounts payable; Affiliated Companies		981
41	770.1, 770.2	Unamortized debt premium (discount)	(1,004)	(983)
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	135,503	110,035
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)	82,608	94,092
46		Total Noncurrent Liabilities	800,979	758,958
		<u>Shareholders' Equity</u>		
47	791, 792	Capital Stock: (Sch. 230)	174,517	174,517
48		Common Stock	124,517	124,517
49		Preferred Stock	50,000	50,000
50	793	Discount on Capital Stock		
51	794, 795	Additional Capital (230)	107,816	107,816
		Retained Earnings:		
52	797	Appropriated (221)		
53	798	Unappropriated (220)	490,481	390,825
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock		
56		Net Stockholders Equity	772,814	673,158
57		Total Liabilities and Shareholders Equity	1,888,040	1,715,374

NOTES AND REMARKS

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES

The notes listed below are provided for the purpose of disclosing supplementary information concerning matters which have an important effect on the financial condition of the carrier. The carrier shall give the particulars called for herein and where there is nothing to report, insert the word "none"; and in addition thereto shall enter in separate notes with suitable particulars other matters involving material amounts of the character commonly disclosed in financial statements under generally accepted accounting and reporting principles, except as shown in other schedules. This includes statements

explaining (1) service interruption insurance policies and indicating the amount of indemnity to which respondent will be entitled for work stoppage losses and the maximum amount of additional premium respondent may be obligated to pay in the event such losses are sustained by other railroads; (2) particulars concerning obligations for stock purchase options granted to officers and employees; and (3) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements. (Dollars in thousands).

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

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

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

(b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund. and balance sheet accruals - See Note below. \$

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

(i) If funding is by insurance, give name of insuring company Not applicable

(ii) If funding is by trust agreement, list trustee(s) The First Kentucky Trust Co., Louisville, KY

Date of trust agreement or latest amendment October 1, 1981

If respondent is affiliated in any way with the trustee(s), explain affiliation: Not affiliated

(d) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement See Note on Page 8

(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 X No If yes, who determines how stock is voted? The Trustee, subject to approval and direction of Investment Committee

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

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

(b) The amount of investment tax credit used to reduce current income tax expense resulting from contributions to qualified employee stock ownership plans for the current year was \$ None

6. Specify the total amount of business entertainment expenditures charged to the non-operating expense account \$ None

3.(a) and (b) Respondent has pension plans for certain employees, principally salaried personnel. The policy is to fund current pension costs on the trustee plan. Pension expense was \$9,238 in 1981 and \$7,215 in 1980 including amortization of prior service costs over periods not exceeding thirty years. As of January 1, 1981, the actuarial present value of vested accumulated plan benefits was \$57,280; the actuarial present value of non-vested accumulated plan benefits was \$2,271; the net assets available for benefits were \$53,188. In the latter part of 1980 the trustee plan was amended to increase retirement benefits. The assumed rate of return used in determining the actuarial present values of vested and non-vested accumulated plan benefits increased from 6-1/2% at January 1, 1980 to 7-1/2% at January 1, 1981. The net effect of these changes was to increase pension expense and the actuarial present values of vested and non-vested accumulated benefits.

Continued on following page

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

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

(a) Changes in Valuation Accounts

See Note Below

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

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

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

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

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

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

NOTES AND REMARKS

(Continued from Page 7)

- 3.(d) Atlanta and West Point RR Co.; the Atlantic Land & Improvement Co.; The Carrollton RR Co.; Clinchfield RR Co.; Columbia, Newberry & Laurens RR Co.; Cybernetics & Systems, Inc.; Gainesville Midland RR Co.; Georgia RR; High Point, Thomasville & Denton RR Co.; Holston Land Co.; Seaboard Coast Line Railroad Co.; The Seacoast Transportation Co.; The Western Rwy. of Alabama, and the Winston-Salem Southbound Rwy. Co. Charges are actuarially allocated between affiliates based on ages, service and salaries of members.
7. Marketable equity securities, which are immaterial, other than those accounted for by the equity method, are carried at lower of cost or realizable value (Market value not readily available).
8. The financial data included herein differs from financial data determined in accordance with Generally Accepted Accounting Principles due to later recognition of losses on track abandonments.
9. Proceeds from the transfer of tax benefits under tax leases have been included in Account 519 "Miscellaneous Income" and related deferred taxes have been provided in Account 557 "Provision for Deferred Taxes" as appropriate.
10. On November 1, 1980 Seaboard Coast Line Industries, Inc., parent of Respondent, and Chessie System, Inc. merged into CSX Corporation (CSX). The merger has been accounted for as a pooling of interests. As a result, certain adjustments have been made retroactively to the financial statements of Respondent and its subsidiaries to conform to the accounting methods of CSX railroad subsidiaries and to record the investment in Fruit Growers Express Company (FGE) at equity. Earnings for the year ended December 31, 1980 were reduced by \$1,818 due to these retroactive adjustments.

(Continued on Page 8-A)

NOTES AND REMARKS

(Continued from Page 8)

11. Included in Account 708.5 "Receivables from Affiliated Companies" at December 31, 1981 and December 31, 1980 was \$33,958 and \$20,900, respectively, representing Respondent's participation in the CSX cash management plan. Under this cash management plan excess cash is advanced to CSX for investment and CSX makes cash funds available to its subsidiaries as needed for use in their operations and is committed to repay all amounts due on a current basis should circumstances require. The companies are compensated for advances at interest rates earned by CSX on its short-term investment portfolio.
12. In 1980 Respondent adopted Statement of Financial Accounting Standards No. 34 - "Capitalization of Interest Cost." Accordingly, interest costs incurred during the construction of capital projects amounting to \$4,647 and \$4,574 in 1981 and 1980, respectively, were capitalized.
13. Federal income tax returns of Respondent (including predecessor companies) have been examined by the Internal Revenue Service through the year 1975. Internal Revenue Service has issued notices of deficiencies through this period and protests have been filed by Respondent. Such protests are currently in several stages of negotiations and litigation, and based on past experience and the status of the issues being contested, provision has been made for any Federal income taxes and related interest which may be payable.
14. Respondent carries a service interruption policy with the Imperial Insurance Company, Limited, indemnifying it against loss of freight revenue and reimbursement of fixed and continuing expenses during certain work stoppages. Respondent may be obligated to pay additional premiums, subject to a maximum of \$30,730 in the event such losses are sustained by other railroads holding similar policies.

(Continued on Page 8B)

15.

SCHEDULE FOR I.C.C. ORDER NO. 37063 - INCREASE RATES ON COAL
TWELVE MONTHS ENDED DECEMBER 31, 1981
(Dollars in Thousands)

Freight revenue included in Revenue Account No. 101 \$54,511

Account 716 - Restricted Funds:

Beginning balance in account (January 1, 1981) -0-
Freight revenues collected and deposited to
restricted funds account 55,797

Qualified Expenditures:

Capital Projects:

Equipment:

30 - locomotives - 6-axle	\$ 6,958	
1,300 - 100-ton O.T. Hopper Cars	<u>11,857</u>	
Total Equipment		\$18,815

Road:

Install CTC, Tenn.-Ga. State Line to Junta, Ga.	(2)	
Construct double track between Corbin, Ky. and Atlanta, Ga.	137	
Yard improvements to facilitate unit coal trains, Ravenna, Ky.	3,045	
Construct and lengthen sidings between Corbin, Ky. and Atlanta, Ga.	2,680	
Improvements to Clinch River Bridge, M.P. C251.9	1,033	
Mechanical facilities, Corbin Div. and Atkinson, Ky.	<u>1,649</u>	
Total Road		<u>8,542</u>

Total Capital Projects 27,357

Maintenance Expenditures -

Excess installations over Normalized Maintenance:

82,822 Main Line Cross Ties	2,977	
7.15 Track Miles New 132# Welded Rail	1,273	
38.97 Track Mile Relay 132# Welded Rail	<u>3,338</u>	
Total Mtce. Expenditures		<u>7,588</u>

Total Qualified Expenditures - 1981 34,945

Excess Collections over qualified expenditures 1981	20,852
Excess-Qualified Expenditures over collections-prior 1981	<u>(39,359)</u>
Excess-Qualified Expenditures over collections-accumulative	<u>(18,507)</u>
Qualified Expenditures transferred from restricted funds A/C 716-1981	<u>55,797</u>

Balance Account 716 December 31, 1981 \$ -0-

210. RESULTS OF OPERATIONS

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

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

3. List dividends from investments accounted for under the

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

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

5. Dollars in thousands.

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)	Freight-Related Revenues & Expenses (d)	Passenger-Related Revenues & Expenses (e)
	ORDINARY ITEMS				
	OPERATING INCOME				
	Railway Operating Income				
1	(101) Freight **	\$ 1,243,953	\$ 1,037,313	\$ 1,243,953	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching	9,607	8,281	9,607	
5	(105) Water Transfers				
6	(106) Demurrage	9,511	14,931	9,511	
7	(110) Incidentals	3,713	3,365	3,713	
8	(121) Joint Facility-Credit	659	506	659	
9	(122) Joint Facility-Debit	9	1	9	
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	1,267,434	1,064,395	1,267,434	
11	(502) Railway operating revenues-Transfers from Government Authorities for current operations				
12	(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities				
13	Total railway operating revenues (lines 10-12)	1,267,434	1,064,395	1,267,434	
14	(531) Railway operating expenses	1,144,090	999,746	1,144,090	
15	*Net revenue from railway operations	123,344	64,649	123,344	
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations	694	636		
17	(510) Miscellaneous rent income	1,702	2,140		
18	(512) Separately operated properties-Profit	10,422	10,157		
19	(513) Dividend Income	198	130		
20	(514) Interest income	3,524	1,384		
21	(516) Income from sinking and other funds	2,505	3,453		
22	(517) Release of premiums on funded debt	31	31		
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	49,997	12,590		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)	(628)	(1,272)		
27	Total other income (lines 16-26)	68,445	29,249		
28	Total income (lines 15, 27)	191,789	93,898		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations	167	192		
30	(535) Taxes on property used in other than carrier operations	525	550		
31	(543) Miscellaneous rent expense	189	210		
32	(544) Miscellaneous taxes	1			
33	(545) Separately operated properties-Loss		951		
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges	2,335	3,060		
37	(553) Uncollectible accounts	104	190		
38	Total miscellaneous deductions (lines 29-37)	3,321	5,153		
39	Income available for fixed charges (lines 28, 38)	188,468	88,745		

210. RESULTS OF OPERATIONS - Continued

Line No.	Item (a)	Amount for Current Year (b)	Amount for Preceding Year (c)
	FIXED CHARGES	\$	\$
(546) Interest on funded debt:			
40 (a) Fixed interest not in default		50,688	43,542
41 (b) Interest in default			
42 (547) Interest on unfunded debt		1,697	3,145
43 (548) Amortization of discount on funded debt		361	312
44 Total fixed charges (lines 40-43)		52,746	46,999
45 Income after fixed charges (lines 39, 44)		135,722	41,746
	OTHER DEDUCTIONS		
(546) Interest on funded debt:			
46 (c) Contingent interest		413	447
	UNUSUAL OR INFREQUENT ITEMS		
47 (555) Unusual or infrequent items (debit) credit			
48 Income (loss) for continuing operations (before income taxes)		135,309	41,299
	PROVISIONS FOR INCOME TAXES		
(556) Income taxes on ordinary income:			
49 Federal income taxes		1,098	1,127
50 State income taxes		3,738	1,323
51 Other income taxes			
52 (557) Provision for deferred taxes		26,060	(5,368)
53 Income from continuing operations		104,413	44,217
	DISCONTINUED OPERATIONS		
54 (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			
55 (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			
56 Income before extraordinary items		104,413	44,217
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES		
57 (570) Extraordinary items (Net)			
58 (590) Income taxes on extraordinary items			
59 (591) Provision for deferred taxes - Extraordinary items			
60 Total extraordinary items (lines 57-59)			
61 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			
62 Net income		104,413	44,217
	*Reconciliation of net railway operating income (NROI)		
63 Net revenues from railway operations		123,344	
64 (556) Income taxes on ordinary income		(4,836)	
65 (557) Provision for deferred income taxes		(26,060)	
66 Income from lease of road and equipment		(25)	
67 Rent for leased roads and equipment		5,914	
68 Net railway operating income		98,337	71,688
	**Report hereunder the charges to the revenue accounts representing payments made to others for:		
69 Terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates \$ <u>None</u>			
(a) Of the amount reported for "Net revenue from railway operations", <u>None</u> % (to nearest whole number) represents payments for collection and delivery of LCL freight either in TOFC trailers or otherwise. The percentage reported is (Check one): Actual () Estimated ()			
70 Switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of freight rates, including the switching of empty cars in connection with a revenue movement \$ <u>16,888</u>			
Substitute highway motor service in lieu of line-haul rail service performed under tariffs published by rail carriers (does not include traffic moved on joint rail-motor rates)			
71 (a) Payments for transportation of persons \$ <u>None</u>			
72 (b) Payments for transportation of freight shipments \$ <u>None</u>			
NOTE.-Gross charges for protective services to perishable freight, without deduction for any proportion thereof credited to Account No. 101, "Freight" (not required from switching and terminal companies):			
73 Charges for service for the protection against heat \$ <u>118</u>			
74 Charges for service for the protection against cold \$ <u>5</u>			

220. RETAINED EARNINGS-UNAPPROPRIATED

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

2. All contra entries hereunder should be indicated in parentheses.

3. Indicate under "Remarks" the amount of assigned Federal income tax consequences, accounts 606 and 616.

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

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

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

Line No.	Item	Retained earnings-Unappropriated	Equity in undistributed earnings (losses) of affiliated companies
	(a)	(b)	(c)
1	Balances at beginning of year _____	\$ 383,705	\$ 7,120
2	(601.5) Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3	(602) Credit balance transferred from income _____	105,041	
4	(603) Appropriations released _____		
5	(606) Other credits to retained earnings _____		
6	Total _____	105,041	
	DEBITS		
7	(612) Debit balance transferred from income _____		628
8	(616) Other debits to retained earnings _____		
9	(620) Appropriations for sinking and other funds _____		
10	(621) Appropriations for other purposes _____		
11	(623) Dividends: Common stock _____		
12	Preferred stock ¹ _____	4,757	
13	Total _____	4,757	628
14	Net increase (decrease) during year (Line 6 minus line 13) _____	100,284	(628)
15	Balances at close of year (Lines 1, 2 and 14) _____	483,989	6,492
16	Balance from line 15(c) _____	6,492	xxxxx
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	490,481	xxxxx
	REMARKS		
	Amount of assigned Federal income tax consequences:		
18	Account 606 _____		xxxxx
19	Account 616 _____		xxxxx

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

Respondent is subject to a restrictive covenant of loan agreement which limits its payment of dividends to SCL. As of December 31, 1981, \$304.7 million of L&N retained earnings were available for dividends.

221. RETAINED EARNINGS--APPROPRIATED

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

Line No.	Class of appropriation (a)	Credits during year (b)	Debits during year (c)	Balance at close of year (d)
		\$	\$	\$
1	Additions to property through retained earnings _____			
2	Funded debt retired through retained earnings _____			
3	Sinking funds _____			
4	Miscellaneous funds _____			
5	Other appropriations (specify): _____			
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16	TOTAL	None	None	None

225. TRANSFERS FROM GOVERNMENT AUTHORITIES

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

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

230. CAPITAL STOCK

PART I. CAPITAL STOCK

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

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

5. Dollars in thousands.

Line No.	Class of Stock (a)	Par Value (b)	Number of Shares				Book Value at End of Year	
			Authorized (c)	Issued (d)	In Treasury (e)	Outstanding (f)	Outstanding (g)	In Treasury (h)
1	Common	50	3,000,000	2,493,067		2,490,328	124,517	
2								
3								
4	Preferred	35	2,500,000	1,428,571		1,428,571	50,000	
5								
6								
7								
8								
9								
10	TOTAL	XXXXX	5,550,000	3,921,638		3,918,899	174,517	

PART II. SUMMARY OF CAPITAL STOCK CHANGES DURING YEAR

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

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

Line No.	Items (a)	Preferred Stock		Common Stock		Treasury Stock		Additional Capital (h)
		Number of Shares (b)	Amount (c)	Number of Shares (d)	Amount (e)	Number of Shares (f)	Amount (g)	
11	Balance at beginning of year	1,428,571	\$ 50,000	2,490,328	\$ 124,517		\$	\$
12	Capital Stock Sold ¹							
13	Capital Stock Reacquired							
14	Capital Stock Canceled							
15	Stock Dividends							
16	Balance at Close of Year	1,428,571	50,000	2,490,328	124,517			

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

240. STATEMENT OF CHANGES IN FINANCIAL POSITION

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

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

Dollars in thousands.

Line No.	Description (a)	Current year (b)	Prior year (c)
	SOURCES OF WORKING CAPITAL		
	Working capital provided by operations:		
1	Net income (loss) before extraordinary items	\$ 104,413	\$ 44,217
	Add expenses not requiring outlay of working capital; (subtract) credits not generating working capital:		
2	Retirement of nondepreciable property	1,490	913
3	Loss (gain) on sale or disposal of tangible property	(3,952)	(4,384)
4	Depreciation and amortization expenses	49,295	44,877
5	Net increase (decrease) in deferred income taxes	26,060	(5,368)
6	Net decrease (increase) in parent's share of subsidiary's undistributed income for the year	628	1,272
7	Net increase (decrease) in noncurrent portion of estimated liabilities	(1,092)	8,277
	Other (specify):		
8	Prior years state income taxes	1,285	-
9	Amortization of other elements of investments	(483)	(315)
10	Amortization of debt premium and discount	330	366
11	Accounts in litigation and dispute	3,060	3,446
12	Unfunded pensions, incentive compensation and stock appreciation	3,501	2,182
13	Total working capital from operations before extraordinary items	184,535	95,483

240. STATEMENT OF CHANGES IN FINANCIAL POSITION - Continued

Line No.	Description (a)	Current year (b)	Prior year (c)
SOURCES OF WORKING CAPITAL-Continued			
14	Add funds generated by reason of discontinued operations, extraordinary items, prior period adjustments, and changes in accounting principles _____	\$	\$
15	Total working capital from operations _____	184,535	95,483
Working capital from sources other than operating:			
16	Proceeds from issuance of long-term liabilities _____	99,595	107,807
17	Proceeds from sale/disposition of carrier operating property _____	11,433	10,226
18	Proceeds from sale/disposition of other tangible property _____		97
19	Proceeds from sale/repayment of investments advances _____	114,985	84,731
20	Net decrease in sinking and other special funds _____		
21	Proceeds from issue of capital stock _____		
Other (specify):			
22	Contribution to capital by parent _____		64,000
23	Increase in other liabilities and deferred credits _____	20,695	11,685
24	Net profit from land sales _____	3,952	4,384
25	_____		
26	_____		
27	Total working capital from sources other than operating _____	250,660	282,930
28	Total sources of working capital _____	435,195	378,413

Road Initials:

L&N

Year 19 31

240. STATEMENT OF CHANGES IN FINANCIAL POSITION - Concluded

Line No.	Description (a)	Current year (b)	Prior year (c)
	APPLICATION OF WORKING CAPITAL	\$	\$
29	Amount paid to acquire/retire long-term liabilities	70,893	62,481
30	Cash dividends declared	4,757	9,783
31	Purchase price of carrier operating property	166,459	144,269
32	Purchase price of other tangible property	15	
33	Purchase price of long-term investments and advances	158,717	87,130
34	Net increase in sinking or other special funds	2,883	5,470
35	Purchase price of acquiring treasury stock		
	Other (specify):		
36	Increase in other assets and deferred charges	29,225	3,755
37			
38			
39			
40			
41			
42			
43			
44			
45	Total application of working capital	432,949	312,888
46	Net increase (decrease) in working capital	2,246	65,525

241. CHANGES IN WORKING CAPITAL

Compute the net changes in each element of working capital.

(Dollars in thousands)

Line No.	Item (a)	Current year (b)	Prior year (c)	Increase (Decrease) (d)
1	Cash and temporary investments	\$ 10,883	\$ 15,718	\$ (4,835)
2	Net receivables	263,831	241,328	22,503
3	Prepayments	1,242	1,553	(311)
4	Materials and supplies	54,950	41,973	12,977
5	Other current assets not included above	17,623	14,722	2,901
6	Notes payable and matured obligations		8	(8)
7	Accounts payable	223,894	184,491	39,403
8	Current equipment obligations and other debt	48,331	42,377	5,954
9	Other current liabilities not included above	42,022	56,382	(14,360)
10	Net increase (decrease) in working capital	34,282	32,036	2,246

Road Initials:

L&N

Year 1981

245. WORKING CAPITAL INFORMATION

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

Line No.	Item (a)	Amount (b)
1	Construction and additions and betterments _____	8,494
2	Common-carrier operating purposes _____	129,788
3	Used by other than respondent's lessor companies _____	34,606
4	Total _____	172,888
5	Portion of balance in the material and supplies account at end of year that represents scrap and obsolete material _____	20
6	Account 707. Accounts receivable; other _____	4,469
7	Account 754. Accounts payable; other _____	
8	Account 760. Federal income taxes accrued _____	229
9	Account 761. State and other income taxes accrued _____	778
10	Account 761.5 Other taxes accrued _____	18,410
11	Account 556. Income taxes on ordinary income _____	4,836
12	Account 762. Deferred Income tax credits _____	1,979

NOTES AND REMARKS

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

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

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

- (A) Stocks:
 - (1) Carriers - active.
 - (2) Carriers - inactive.
 - (3) Noncarriers - active.
 - (4) Noncarriers - inactive.
- (B) Bonds (including U.S. Government Bonds):
- (C) Other secured obligations:
- (D) Unsecured notes:
- (E) Investment advances:

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

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

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

5. By carriers, as the term is used here, is meant companies owning or operating railroads, facilities auxiliary thereto such as bridges, ferries, union depots, and other terminal facilities, sleeping cars, parlor cars, dining cars, freight cars, express service and facilities, electric railways, highway motor vehicles, steamboats and other marine transportation equipment, pipe lines (other than those for transportation of water), and other instrumentalities devoted to the transportation of persons or property for hire. Telegraph and telephone companies are not meant to be included.

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

7. By an active corporation is meant one which maintains an organization for operating property or administering its financial affairs. An inactive corporation is one which has been practically absorbed in a controlling corporation and which neither operates property nor administers its financial affairs; if it maintains an organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

8. Combine, in one amount, investments in which the original cost or present equity in total assets is less than \$10,000.

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

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

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

12. Report dollars in thousands.

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES

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

2. Entries in this schedule should be made in accordance with the definitions and general instructions given on page 21, classifying the investments by means of letters, figures, and symbols in columns (a), (b), and (c).

3. Indicate by means of an arbitrary mark in column (d) the obligation in support of which any security is pledged, mortgaged,

or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

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

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

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

Line No.	Account No.	Class No.	Kind of Industry	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds)	Extent of control
	(a)	(b)	(c)	(d)	(e)
1	721	A1	VII	Atlanta & West Point RR Co.	(1) 35.74
2				Augusta & Summerville RR Co.	12.50
3				The Belt Ry. Company of Chicago	(2) 15.38
4				The Carrollton Railroad	100.00
5				Central Tfr. Ry. & Stor. Co.	(1) 50.00
6				Chicago & Western Indiana RR	(2) 20.00
7				The Cincinnati Union Terminal Co.	14.29
8				Evansville Connecting RR	100.00
9				Fruit Growers Express Co.	(1) 7.06
10				Haysi Railroad Co.	50.00
11				Kentucky & Indiana Term. RR	33.33
12				L.H. & St. L. Preferred)	
13				Scrip \$79.05)	(1)
14				L.H. & St. L. Common)	(1) 97.54
15				Nashville & Decatur RR	55.44
16				Paducah & Illinois RR Co.	33.33
17				The Pullman Company	2.59
18				Terminal RR Assn. of St. Louis	(1) 6.25
19				Trailer Train Company	2.44
20				Western Railway of Alabama	39.93
21				Woodstock & Blocton Ry. Co.	(1) 50.00
22	721	A1		Total	
23					
24	721	A3	II	Chicago & Indianapolis Coal Co.	(2) 100.00
25					
26	721	A3	VI	First Georgia Development Corp	10.00
27	721	A3	VI	L&N Investment Corp	100.00
28	721	A3	VI	Monon Realty Co., Inc.	(2) 100.00
29	721	A3	VII	Monon Transportation Corp.	(2) 100.00
30	721	A3		Total	
31	721	A		Total	
32					
33					
34					
35	*Includes Respondent's one-half proportion of stock held jointly with				
36	Seaboard Coast Line RR for account of Lessees of The Georgia RR				
37					
38					
39					
40					

(See Notes on Page 25)

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Continued

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

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

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

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

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

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

12. Report dollars in thousands.

Investments and advances				Disposed of; Profit (loss)	Adjustments Account 721.5	Dividends or interest credited to income	Line No.
Opening balance	Additions	Deductions (if other than sale explain)	Closing balance				
(f)	(g)	(h)	(i)	(j)	(k)	(l)	
\$ 352	\$	\$	\$ 352	\$	\$	\$ 89	1
10			10				2
480			480				3
75			75				4
11			11			1	5
128			128				6
500			500		(500)		7
50			50				8
418			418				9
10			10				10
25		25					11
							12
812	1		813				13
659			659				14
2,024	6		2,030				15
3			3				16
200		(Note B) 2	198		(200)		17
							18
80			80				19
377	8		385			88	20
121			121			6	21
6,335	15	27	6,323		(700)	184	22
							23
299			299				24
							25
	390	(Note C) 353	37			10	26
1,934			1,934				27
7			7				28
5			5				29
2,245	390	353	2,282			10	30
8,580	405	380	8,605		(700)	194	31
							32
							33
							34
							35
							36
							37
							38
							39
							40

(See Notes on Page 25)

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Continued

Line No.	Account No. (a)	Class No. (b)	Kind of Industry (c)	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds) (d)	Extent of control (e)
1	721	B1	VII	Central Trf. Ry. & Stge. Co., 5%	
2				(Matures July 1, 1984)	(1)
3				L.H. & St. L. Railway Co., 5%	
4				(Matures October 1, 2015)	(1)
5				Western Railway of Alabama, 5%	
6				(Matures October 1, 1983)	
7				K & I T RR, 4-7/8% (Matures March 1, 1986)	
8	721	B		Total	
9					
10	721	D1	VII	Chicago & Indianapolis Coal Co.	(2)
11				Trailer Train Company	
12	721	D		Total	
13					
14	721	E1	VII	The Belt Railway Company of Chicago	(3)
15				The Carrollton Railroad	
16				Central Transfer Railway & Storage Co.	
17				Chicago & Western Indiana RR	(3)
18				The Cincinnati Union Terminal Co.	
19				Clinchfield Railroad	
20				Georgia Railroad	
21				Haysi Railroad	
22				Kentucky & Indiana Term. RR	(3)
23				L.H. & St. L. Ry. Co.	
24				Paducah & Illinois RR Co.	
25				Terminal RR Assn. of St. Louis	
26	721	E1		Total	
27					
28	721	E3	VI	The Atlantic Land and Improvement Co.	
29				L&N Investment Corporation	
30				Houston-McCord Realty Company	
31				Holston Land Company	
32			VIII	Cybernetics & Systems, Inc.	
33	721	E3		Total	
34					
35	721	E		Total	
36					
37				Grand Total	
38					
39					
40					

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Concluded

Investments and advances				Disposed of; Profit (loss)	Adjustments Account 721.5	Dividends or interest credited to income	Line No.
Opening balance (f)	Additions (g)	Deductions (if other than sale explain) (h)	Closing balance (i)				
\$	\$	\$	\$	\$	\$	\$	
10			10			1	1
							2
613			613				3
							4
776			776			39	5
47		47				2	6
1,446		47	1,399			42	7
							8
120			120			7	9
934			934			65	10
1,054			1,054			72	11
							12
898	183	823	258			67	13
							14
9			9				15
5,500	1	463	5,038				16
3,308			3,308		(3,308)		17
28,267	10,147	16,148	22,266				18
6,434	1,888	2,050	6,272				19
300			300			55	20
1,406	133	1,539				2	21
3,765	436	141	4,060			2	22
1,359		23	1,336			66	23
637		183	454			20	24
51,883	12,788	21,370	43,301		(3,308)	212	25
							26
	51,235	45,512	5,723			903	27
3,271	93,884	46,942	50,213				28
952			952				29
224	18	180	62				30
425			425				31
4,872	145,137	92,634	57,375			903	32
							33
56,755	157,925	114,004	100,676		(3,308)	1,115	34
							35
67,835	158,330	114,431	111,734		(4,008)	1,423	36
							37
							38
							39
							40

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

1. Report below the details of all investments in common stocks included in Account 721, Investments in Affiliated Companies.

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

of Accounts.)

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

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

of acquisition.

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

(DOLLARS IN THOUSANDS)

Line No.	Name of issuing company and description of security held.	Balance at beginning of year	Adjustment for investments equity method	Equity in undistributed earnings (losses) during year	Amortization during year	Adjustment for investments disposed of or written down during year	Balance at Close of year
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Carriers: (List specifics for each company)						
2	Louisville, Henderson & St. Louis Ry. Co.	\$ 3,993	\$	\$ (1,602)	\$	\$	\$ 2,391
3	The Carrollton Railroad	1,610		265			1,875
4	Nashville and Decatur RR	119					119
5	Evansville Connecting RR Co.			1			1
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25	Total	5,722		(1,336)			4,386
26	Non-Carriers	1,398		708			2,106
27	Total	7,120		(628)			6,492

NOTES AND REMARKS

310. Investments and Advances Affiliated Companies - Concluded

- Lien Reference 1. Pledged under First and Refunding Mortgage
 2. Pledged with Trustee of former Monon First Mortgage
 3. Pledged with Trustee of former Monon First Mortgage in connection with issue of Series "C" Bonds as follows: (Dollars in Thousands)

The Belt Railway Co. of Chicago	\$41
Chicago & Western Indiana R.R.	51

Other Parties to Joint Agreement for Control:

- Line 2 - Southern Ry. Co., Central of Ga. Ry. Co., and Seaboard Coast Line RR Co.
 Line 3 - A.T. & S.F. Ry., Burl. Nor. R.R., C&O R.R., Conrail, G.T.W. R.R., I.C.G. R.R., Mo.Pac. R.R. Co., N&W Ry. Co. and The Soo Line R.R. Co.
 Line 5 - Southern Railway Company
 Line 6 - Conrail; G.T.W. R.R. Co., Mo.Pac. R.R. Co., and N&W Ry.
 Line 7 - C&O R.R., B&O R.R., Conrail, Southern Rwy. Co. and Norfolk & Western RR
 Lines 9, 17 and 19 - Jointly controlled with other roads
 Line 10 - Seaboard Coast Line Railroad Company
 Line 16 - Burlington Northern R.R. and Illinois Central Gulf R.R. Co.
 Line 18 - C.R.I. & P. R.R. Co., B&O R.R. Co., I.C.G. R.R. Co., Sou. Ry. Co., Mo.Pac. R.R. Co., Burl. Nor. R.R., St. Louis Southwestern Ry. Co., M.K.T. R.R., Conrail, N&W Ry. Co.
 Line 21 - Alabama Great Southern R.R. Co.

Note B - Respondent received partial return of capital from the Pullman Company.

Note C - Write down of investment to L&N's 10% ownership of First Georgia Development's shareholder's Equity at June 30, 1981 \$179
 Respondent received partial return of capital from
 First Georgia Development Company 174

Total \$353

NOTES AND REMARKS

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

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

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

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

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

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

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

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

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

8. Report on line 32 amounts not includible in the primary road accounts. The items reported should be briefly identified and explained under "Notes and Remarks," below. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

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

10. If an amount of less than \$2000 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.

11. Show dollars in thousands.

NOTES AND REMARKS

Schedule 330-A

*Acct. 38 \$(5)

Schedule 332

*Includes amounts on which accruals discontinued per Circular 146 - AMTRAK.

Acct.	1	16
Col b	\$(10)	\$1745
Col c	(22)	1362

Schedule 335

Accts. 16 & 37, Col. d; depreciation on capitalized leased property charged Acct. 331.
 Acct. 17, Col. d; depreciation on Rail Welding Plant charged to production.
 Line 27, Col. c; clear reserve for adjustment to ICC accounts, credit to
 Acct. 266, \$446 and Acct. 305, \$22.
 Line 27, Col. f; clear reserve for loss due to AMTRAK (salvage exceeded cost)
 Acct. 18 & 19, Col. d; error to be adjusted in 1982.
 Line 29, Col. c, clear reserve for adjustment to ICC accounts.

330. ROAD AND EQUIPMENT PROPERTY (See Instructions)

Line No.	Account (Dollars in thousands) (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	\$ 6,852	\$	\$
2	(2) Land for transportation purposes	22,459		
3	(3) Grading	150,313		
4	(4) Other right-of-way expenditures	404		
5	(5) Tunnels and subways	10,911		
6	(6) Bridges, trestles, and culverts	103,078		
7	(7) Elevated structures			
8	(8) Ties	29,665		
9	(9) Rails	72,917		
10	(10) Other track material	67,217		
11	(11) Ballast	28,717		
12	(12) Track laying and surfacing	41,436		
13	(13) Fences, snowsheds, and signs	2,691		
14	(16) Station and office buildings	31,417		
15	(17) Roadway buildings	4,635		
16	(18) Water stations	246		
17	(19) Fuel stations	2,064		
18	(20) Shops and enginehouses	31,218		
19	(22) Storage warehouses			
20	(23) Wharves and docks	897		
21	(24) Coal and ore wharves			
22	(25) TOFC/COFC terminals	2,519		
23	(26) Communication systems	18,515		
24	(27) Signals and interlockers	54,037		
25	(29) Power plants	177		
26	(31) Power-transmission systems	2,680		
27	(35) Miscellaneous structures	1,096		
28	(37) Roadway machines	14,322		
29	(39) Public improvements—Construction	9,554		
30	(44) Shop machinery	9,967		
31	(45) Power-plant machinery	470		
32	Other (specify and explain)			
33	Total expenditures for road	720,474		
34	(52) Locomotives	203,672		
35	(53) Freight-train cars	793,582		
36	(54) Passenger-train cars			
37	(55) Highway revenue equipment			
38	(56) Floating equipment			
39	(57) Work equipment	7,195		
40	(58) Miscellaneous equipment	2,536		
41	Total expenditures for equipment	1,006,985		
42	(76) Interest during construction	52		
43	(77) Other expenditures—General			
44	Total general expenditures	52		
45	Total	1,727,511		
46	(80) Other elements of investment	(18,407)		
47	(90) Construction work in progress	72,127		
48	Grand Total	1,781,231		

330. ROAD AND EQUIPMENT PROPERTY (See Instructions)

Expenditures for additions and betterments during the year	Credits for property retired during the year	Net changes during the year	Balance at close of year	Line No.
(e)	(f)	(g)	(h)	
\$ 423	\$ 81	\$ 342	\$ 7,194	1
40	125	(85)	22,374	2
4,135	615	3,520	153,833	3
26		26	430	4
103	17	86	10,997	5
11,323	1,079	10,244	113,322	6
				7
1,495	316	1,179	30,844	8
17,566	13,799	3,767	76,684	9
5,334	2,034	3,300	70,517	10
793	393	400	29,117	11
3,465	344	3,121	44,557	12
85	9	76	2,767	13
490	2,685	(2,195)	29,222	14
65	54	11	4,646	15
	9	(9)	237	16
105	47	58	2,122	17
15,233	69	15,164	46,382	18
				19
			897	20
				21
2,048		2,048	4,567	22
4,017	203	3,814	22,329	23
2,756	713	2,043	56,080	24
			177	25
62	1	61	2,741	26
			1,096	27
4,370	358	4,012	18,334	28
274	84	190	9,744	29
600	50	550	10,517	30
12	9	3	473	31
				32
74,820	23,094	51,726	772,200	33
29,670	10,342	19,328	223,000	34
71,874	31,806	40,068	833,650	35
				36
				37
				38
1,022	406	616	7,811	39
122	1,404	(1,282)	1,254	40
102,688	43,958	58,730	1,065,715	41
1,968		1,968	2,020	42
				43
1,968		1,968	2,020	44
179,476	67,052	112,424	1,839,935	45
	(483)	483	(17,924)	46
(13,782)		(13,782)	58,345	47
165,694	66,569	99,125	1,880,356	48

330A. IMPROVEMENTS ON LEASED PROPERTY (See Instruction)

Line No.	Account (Dollars in thousands)	Balance at beginning of year	Expenditures during the year for original road and equipment, and road extensions	Expenditures during the year for purchase of existing lines, reorganizations, etc.
	(a)	(b)	(c)	(d)
1	(1) Engineering	\$ 287	\$	\$
2	(2) Land for transportation purposes	1,293		
3	(3) Grading	2,602		
4	(4) Other right-of-way expenditures	7		
5	(5) Tunnels and subways	270		
6	(6) Bridges, trestles, and culverts	2,894		
7	(7) Elevated structures			
8	(8) Ties	513		
9	(9) Rails	2,647		
10	(10) Other track material	2,874		
11	(11) Ballast	99		
12	(12) Track laying and surfacing	1,116		
13	(13) Fences, snowsheds, and signs	58		
14	(16) Station and office buildings	537		
15	(17) Roadway buildings	(19)		
16	(18) Water stations	(31)		
17	(19) Fuel stations	(18)		
18	(20) Shops and enginehouses	(31)		
19	(22) Storage warehouses			
20	(23) Wharves and docks			
21	(24) Coal and ore wharves			
22	(25) TOFC/COFC terminals	13		
23	(26) Communication systems	868		
24	(27) Signals and interlockers	2,713		
25	(29) Power plants			
26	(31) Power-transmission systems	2		
27	(35) Miscellaneous structures			
28	(37) Roadway machines	(1)		
29	(39) Public improvements—Construction	1,290		
30	(44) Shop machinery	(1)		
31	(45) Power-plant machinery			
32	Other (specify and explain) *	(5)		
33	Total expenditures for road	19,977		
34	(52) Locomotives			
35	(53) Freight-train cars			
36	(54) Passenger-train cars			
37	(55) Highway revenue equipment			
38	(56) Floating equipment			
39	(57) Work equipment			
40	(58) Miscellaneous equipment			
41	Total expenditures for equipment	6		
42	(76) Interest during construction			
43	(77) Other expenditures—General			
44	Total general expenditures	6		
45	Total	19,983		
46	(80) Other elements of investment			
47	(90) Construction work in progress	602		
48	Grand Total	20,585		

330A. IMPROVEMENTS ON LEASED PROPERTY—Continued

Expenditures for additions and betterments during the year	Credits for property retired during the year	Net changes during the year	Balance at close of year	Line No.
(e)	(f)	(g)	(h)	
\$ 6	\$	\$ 6	\$ 293	1
	1	(1)	1,292	2
5		5	2,607	3
			7	4
			270	5
312	5	307	3,201	6
6	1	5	518	7
97	61	36	2,683	8
35	9	26	2,900	9
			99	10
12		12	1,128	11
			58	12
			537	13
			(19)	14
			(31)	15
			(18)	16
			(31)	17
				18
				19
				20
			13	21
23		23	891	22
21	49	(28)	2,685	23
				24
			2	25
				26
			(1)	27
			1,290	28
			(1)	29
				30
			(5)	31
517	126	391	20,368	32
				33
				34
				35
				36
				37
				38
				39
				40
21		21	27	41
21		21	27	42
538	126	412	20,395	43
				44
761		761	1,363	45
1,299	126	1,173	21,758	46
				47
				48

332. 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 the month of December; in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December; and on lines 28 and 36 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment used, but not owned, when the rents therefor are included in the rent for equipment and account Nos. 31-22-00, 31-23-00, 31-25-00, 31-21-00, 35-21-00, 35-23-00, 35-22-00, and 35-25-00. It should include the cost of equipment owned and leased to others when the rents therefrom are included in the rent for equipment accounts Nos. 32-21-00, 32-22-00, 32-23-00, 32-25-00, 36-21-00, 36-22-00, 36-23-00, and 36-25-00, inclusive. The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

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

3. Show in columns (e), (f), and (g), data applicable to property, used but not owned, when the rent therefor is included in account Nos. 31-11-00, 31-12-00, 31-13-00, 31-21-00, 31-22-00, and 31-23-00, inclusive.

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

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

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

Line No.	(Dollars in thousands) Account (a)	OWNED AND USED			LEASED FROM OTHERS		
		Depreciation Base		Annual composite rate (percent) (d)	Depreciation base		Annual composite rate (percent) (g)
		At beginning of year (b)	At close of year (c)		At beginning of year (e)	At close of year (f)	
	ROAD	\$	\$	%	\$	\$	%
1	(1) Engineering	4,693*	4,817*	.96	305	306	1.22
2	(3) Grading	7,726	8,050	2.05	198	198	1.22
3	(4) Other right-of-way expenditures	362	381	2.00	4	4	3.00
4	(5) Tunnels and subways	4,653	4,769	1.08	137	137	.95
5	(6) Bridges, trestles, and culverts	102,568	112,812	1.65	4,447	4,456	1.65
6	(7) Elevated structures						
7	(13) Fences, snowsheds, and signs	2,676	2,752	2.00	120	122	1.21
8	(16) Station and office buildings	31,297*	29,103*	1.81	675	675	1.60
9	(17) Roadway buildings	4,633	4,644	2.65	75	75	2.55
10	(18) Water stations	238	229	3.33	41	41	3.31
11	(19) Fuel stations	2,013	2,072	3.38	28	28	3.29
12	(20) Shops and enginehouses	31,194	46,358	2.04	77	77	2.66
13	(22) Storage warehouses						
14	(23) Wharves and docks	896	896	2.00			
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	2,518	4,567	3.33	67	83	3.36
17	(26) Communications systems	18,444	22,256	3.58	196	196	3.15
18	(27) Signals and interlockers	52,893	54,978	2.53	1,097	1,100	2.87
19	(29) Power plants	177	177	1.79			
20	(31) Power transmission systems	2,679	2,740	2.33	3	3	1.11
21	(35) Miscellaneous structures	1,092	1,092	2.56			
22	(37) Roadway machines	14,335	18,349	5.81	1	1	8.38
23	(39) Public improvements—Construction	6,547	6,755	1.08	103	103	1.69
24	(44) Shop machinery	9,889	10,440	3.84			
25	(45) Power plant machinery	469	472	2.00			
26	All other road accounts (Acct. 76)	37	1,312	2.16			
27	Amortization (other than defense projects)						
28	Total road	302,029	340,021	2.18	7,574	7,605	1.87
	EQUIPMENT						
29	(52) Locomotives	203,672	223,000	3.80			
30	(53) Freight-train cars	793,389	833,488	4.26			
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment	7,103	7,719	4.08			
35	(58) Miscellaneous equipment	2,535	1,254	12.89			
36	Total equipment	1,006,699	1,065,461	4.17			
37	GRAND TOTAL	1,308,728	1,405,482	3.69	7,574	7,605	1.87

See Page 34 for Notes.

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

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

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

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

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

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

6. Thousand dollar Reporting Rule.

Line No.	Account	Balance at beginning of year	CREDITS TO RESERVE During the year		DEBITS TO RESERVE During the year		Balance at close of year
			Charges to operating expenses	Other credits	Retirements	Other debits	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	ROAD						
1	(1) Engineering	1,505	46		70		1,481
2	(3) Grading	4,602	160		44		4,718
3	(4) Other, right-of-way	133	7				140
4	(5) Tunnels and subways	1,864	51		1		1,914
5	(6) Bridges, trestles, and culverts	37,029	1,839		823		38,045
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	1,423	56		8		1,471
8	(16) Station and office buildings	10,055	497	205	2,382		8,375
9	(17) Roadway buildings	1,301	29	94	52		1,372
10	(18) Water stations	238	8	6	10		242
11	(19) Fuel stations	1,052	70	(6)	47		1,069
12	(20) Shops and enginehouses	9,164	779		68		9,875
13	(22) Storage warehouses						
14	(23) Wharves and docks	305	18				323
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	741	152				893
17	(26) Communication systems	5,084	766		163		5,687
18	(27) Signals and interlockers	14,792	1,382		659		15,515
19	(29) Power plants	83	3				86
20	(31) Power-transmission systems	947	64		2		1,009
21	(35) Miscellaneous structures	342	28				370
22	(37) Roadway machines	7,197	915	235	346		8,001
23	(39) Public improvements—Construction	2,510	73		72		2,511
24	(44) Shop machinery*	4,814	399		41		5,172
25	(45) Power-plant machinery*	181	9		8		182
26	All other road accounts (A.ct. 76)	1	23				24
27	Amortization (other than defense projects)	15,501	(468)			(438)	15,471
28	Total road	120,864	6,906	534	4,796	(438)	123,946
	EQUIPMENT						
29	Amortization equipment	29,735	(2,876)				26,859
30	(52) Locomotives	87,003	8,463		8,407		87,059
31	(53) Freight-train cars	267,408	35,533		25,283		277,658
32	(54) Passenger-train cars						
33	(55) Highway revenue equipment						
34	(56) Floating equipment						
35	(57) Work equipment	5,018	315		347		4,986
36	(58) Miscellaneous equipment	2,284	162	2	1,127		1,321
37	Total equipment 361,713	391,448	41,597	4423.2	35,164		397,883
38	GRAND TOTAL 297,335	512,312	48,503	536	39,960	(438)	521,829

See Page 34 for Notes.

339. ACCRUED LIABILITY - LEASED PROPERTY

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

Line No.	Account (a)	Balance at beginning of year (b)	CREDITS TO RESERVE During the Year		DEBITS TO RESERVE During the Year		Balance at close of year (g)
			Charges to operating expenses (c)	Other credits (d) *	Retirements (e)	Other debits (f) #	
	ROAD	\$	\$	\$	\$	\$	\$
1	(1) Engineering	47	4				51
2	(3) Grading	35	2				37
3	(4) Other right-of-way expen.	2					2
4	(5) Tunnels and subways	8	2				10
5	(6) Bridges, trestles, and culverts	1,385	73				1,458
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	94	1				95
8	(16) Station and office buildings	2	11	1		1	13
9	(17) Roadway buildings		2				2
10	(18) Water stations	9	1				10
11	(19) Fuel stations	9	1				10
12	(20) Shops and enginehouses	9	3				12
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	106	3	28			137
17	(26) Communication systems	105	6				111
18	(27) Signals and interlockers	591	31		1		621
19	(29) Power plants						
20	(31) Power-transmission systems	8		1			9
21	(35) Miscellaneous structures	1					1
22	(37) Roadway machines	2					2
23	(39) Public improvements—Construction	27	2				29
24	(44) Shop machinery						
25	(45) Power-plant machinery						
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road	2,440	142	30*	1	1#	2,610
	EQUIPMENT						
29	(52) Locomotives						
30	(53) Freight-train cars						
31	(54) Passenger-train cars						
32	(55) Highway revenue equipment						
33	(56) Floating equipment						
34	(57) Work equipment						
35	(58) Miscellaneous equipment						
36	Total equipment						
37	GRAND TOTAL	2,440	142	30*	1	1#	2,610

*Depreciation on property north of Dalton Jct. charged to Acct. 278.

#Depreciation on Glasgow RR Charged to Acct. 266 & credited to Acct. 754.

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

1. Show in column (b) for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in column (c) show the depreciation base used in computing the depreciation charges for the month of December; in column (d) show the composite rates used in computing the depreciation charges for the month of December; and on lines 29 and 37 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. This schedule should include only improvements to leased property charged to account 732, "Improvements on leased property." The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized

rates. If any charges in rates were effective during the year, give full particulars in a footnote.

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

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

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

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

Line No.	(Dollars in thousands) Account (a)	Depreciation base		Annual composite rate (percent) (d)
		At beginning of year (b)	At close of year (c)	
	ROAD	\$	\$	%
1	(1) Engineering	194*	200*	.98
2	(3) Grading	95	95	1.16
3	(4) Other right-of-way expenditures			
4	(5) Tunnels and subways	251	251	.95
5	(6) Bridges, trestles and culverts	2,569	2,877	1.38
6	(7) Elevated structures			
7	(13) Fences, snowsheds, and signs	59	59	2.00
8	(16) Station and office buildings	545*	545*	1.58
9	(17) Roadway buildings	(23)	(23)	2.65
10	(18) Water stations	(31)	(31)	3.33
11	(19) Fuel stations	(18)	(18)	3.38
12	(20) Shops and enginehouses	(31)	(31)	2.80
13	(22) Storage warehouses			
14	(23) Wharves and docks			
15	(24) Coal and ore wharves			
16	(25) TOFC/COFC terminals	13	13	3.57
17	(26) Communications systems	870	892	1.41
18	(27) Signals and interlockers	2,542	2,517	1.80
19	(29) Power plants			
20	(31) Power transmission systems	2	2	2.45
21	(35) Miscellaneous structures			
22	(37) Roadway machines	(1)	(1)	6.67
23	(39) Public improvements-Construction	1,166	1,166	1.54
24	(44) Shop machinery			
25	(45) Power plant machinery			
26	All other road accounts (Acct. 76)	4	25	2.01
27	Amortization (other than defense projects)			
28	Total road	8,206	8,538	1.50
	EQUIPMENT			
29	(52) Locomotives			
30	(53) Freight-train cars	*Includes amounts on which accruals have been discontinued per Circular 146, AMTRAK:		
31	(54) Passenger-train cars			
32	(55) Highway revenue equipment			
33	(56) Floating equipment			
34	(57) Work equipment		Col b 1 4	
35	(58) Miscellaneous equipment		Col c 1 4	
36	Total equipment			
37	GRAND TOTAL	8,206	8,538	1.50

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

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

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

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

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

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

6. Thousand dollar Reporting Rule.

Line No.	Account	Balance at beginning of year	CREDITS TO RESERVE During the Year		DEBITS TO RESERVE During the Year		Balance at close of year
			Charges to others	Other credits	Retirements	Other debits	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	ROAD	\$	\$	\$	\$	\$	\$
1	(1) Engineering	77	2				79
2	(3) Grading	53	1				54
3	(4) Other right-of-way expen.						
4	(5) Tunnels and subways	104	2				106
5	(6) Bridges, trestles, and culverts	1,049	42		4		1,087
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	118					118
8	(16) Station and office buildings	303	8				311
9	(17) Roadway buildings	(20)	(1)				(21)
10	(18) Water stations	(6)	(1)				(7)
11	(19) Fuel stations	(2)	(1)				(3)
12	(20) Shops and enginehouses	(1)	(1)				(2)
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	6					6
17	(26) Communication systems	251	13				264
18	(27) Signals and interlockers	1,305	45		43		1,307
19	(29) Power plants						
20	(31) Power-transmission systems	2					2
21	(35) Miscellaneous structures						
22	(37) Roadway machines	(1)					(1)
23	(39) Public improvements--Construction	268	18				286
24	(44) Shop machinery						
25	(45) Power-plant machinery	(2)					(2)
26	All other road accounts (Acct. 76)		1				1
27	Total road	3,504	128		47		3,585
	EQUIPMENT						
28	(52) Locomotives						
29	(53) Freight-train cars						
30	(54) Passenger-train cars						
31	(55) Highway revenue equipment						
32	(56) Floating equipment						
33	(57) Work equipment						
34	(58) Miscellaneous equipment						
35	Total equipment						
36	GRAND TOTAL	3,504	128		47		3,585

350. 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 accounts 32-11-00, 32-12-00, 32-13-00, 32-21-00, 32-22-00, and 32-23-00.

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

3. In column (d) show the composite rates used in computing

the depreciation for the month of December and on lines 28 and 36 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, 3, 4, 5, and 39 includes nondepreciable property, a statement to that effect should be made in a footnote.

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

6. If total road leased to others is less than 5% of total road owned; omit. If total equipment leased to others is less than 5% of total equipment owned; omit.

Line No.	(Dollars in thousands) Account (a)	DEPRECIATION BASE		Annual composite rate (percent) (d)
		Beginning of year (b)	Close of year (c)	
	ROAD	\$	\$	\$
1	(1) Engineering _____	3	3	2.30
2	(3) Grading _____			
3	(4) Other right-of-way expenditures _____			
4	(5) Tunnels and subways _____			
5	(6) Bridges, trestles, and culverts _____			
6	(7) Elevated structures _____			
7	(13) Fences, snowsheds, and signs _____			
8	(16) Station and office buildings _____			
9	(17) Roadway buildings _____			
10	(18) Water stations _____			
11	(19) Fuel stations _____			
12	(20) Shops and enginehouses _____			
13	(22) Storage warehouses _____			
14	(23) Wharves and docks _____			
15	(24) Coal and ore wharves _____			
16	(25) TOFC/COFC terminals _____			
17	(26) Communication systems _____			
18	(27) Signals and interlockers _____	19	19	2.95
19	(29) Power plants _____			
20	(31) Power transmission systems _____			
21	(35) Miscellaneous structures _____			
22	(37) Roadway machines _____			
23	(39) Public improvements—Construction _____	30	30	1.65
24	(44) Shop machinery _____			
25	(45) Power-plant machinery _____			
26	All other road accounts _____			
27	Total road _____	52	52	2.16
	EQUIPMENT			
28	(52) Locomotives _____			
29	(53) Freight-train cars _____			
30	(54) Passenger-train cars _____			
31	(55) Highway revenue equipment _____			
32	(56) Floating equipment _____			
33	(57) Work equipment _____			
34	(58) Miscellaneous equipment _____			
35	Total equipment _____			
36	GRAND TOTAL _____	52	52	X X X X

351. ACCUMULATED DEPRECIATION—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 accounts 32-11-00, 32-12-00, 32-13-00, 32-21-00, 32-22-00, and 32-23-00.

2. Disclose credits and debits to Account 735, "Accumulated depreciation-road and equipment property," during the year relating to road and equipment leased to others, the depreciation charges for which are not includible in operating expenses of the respondent. (See Schedule 350 for the reserve relating to road and equipment owned and used by the respondent).

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

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

5. Thousand dollar Reporting Rule.

Line No.	Account (a)	Balance at beginning of year (b)	CREDITS TO RESERVE During the Year		DEBITS TO RESERVE During the Year		Balance at close of year (g)
			Charges to others (c)	Other credits (d)	Retirements (e)	Other debits (f)	
	ROAD	\$	\$	\$	\$	\$	\$
1	(1) Engineering	2					2
2	(3) Grading						
3	(4) Other right-of-way expen.						
4	(5) Tunnels and subways						
5	(6) Bridges, trestles, and culverts						
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs						
8	(16) Station and office buildings						
9	(17) Roadway buildings						
10	(18) Water stations						
11	(19) Fuel stations						
12	(20) Shops and enginehouses						
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals						
17	(26) Communications systems						
18	(27) Signals and interlockers	21	1				22
19	(29) Power plants						
20	(31) Power-transmission systems						
21	(35) Miscellaneous structures						
22	(37) Roadway machines						
23	(39) Public improvements—Construction	19					19
24	(44) Shop machinery						
25	(45) Power-plant machinery						
26	All other road accounts						
27	Total road	42	1				43
	EQUIPMENT						
28	(52) Locomotives						
29	(53) Freight-train cars						
30	(54) Passenger-train cars						
31	(55) Highway revenue equipment						
32	(56) Floating equipment						
33	(57) Work equipment						
34	(58) Miscellaneous equipment						
35	Total equipment						
36	GRAND TOTAL	42	1				43

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

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

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

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

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

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

6. In column (e), show the amount of depreciation and amortization accrued as of the close of the year in accounts 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.

7. Report dollars in thousands.

Line No.	Class (See Ins. 2)	Name of company	Miles of road owned (See Ins. 4)	Investments in property (See Ins. 5)	Depreciation and amortization of defense projects (See Ins. 6)
	(a)	(b)	(c)	(d)	(e)
1	R	Louisville & Nashville RR Co.	5,759	\$ 1,901,596	\$ 529,114
2					
3	L	Nashville & Decatur RR Co.	134	3,851	145
4	L	Louisville, Henderson & St. Louis Ry. Co.	137	11,295	2,007
5	L	Glasgow Ry. Co.	10	408	30
6	L	Western & Atlantic RR Co.	134	7,915	813
7					
8					
9		Total	415	23,469	2,995
10					
11	P	U.S. Pipe & Foundry Co. (VS43A-Ala.)		14	
12	P	Track for Union Ry. (Pt. VS 96-Tenn.)		16	
13	P	Clarksville & Princeton Branch - Illinois			
14		Central RR Co. (VS 92-Ky.)	20	315	
15	P	Tracks at Covington, Ky. - The Covington,			
16		& Cincinnati Elevated Railroad			
17		Transfer & Bridge Co. (VS 73-C)	1	148	43
18	P	Tracks at Paducah, Ky. - Paducah &			
19		Illinois RR (Pt. VS 93)		13	
20	P	Main Track Dalton, Ga. - Southern Ry.			
21		Co. (PT. VS 302)		12	
22					
23		Total	21	518	43
24					
25	O	Aluminum Co. of America - Tracks at			
26		Alcoa, Tenn. (Pt. VS 29)		13	
27	O	United States Steel Co. - Property at			
28		Lynch, Ky. (Pt. VS 89.F)	2	156	33
29	O	Southern Ry. Co. - Land at Atlanta, Ga.			
30		(Pt. VS 301)		5	
31					
32		Total	2	174	33
33					
34		Total	6,197	1,925,757	532,185
35					
36		Deduct:			
37	P	Property owned but not used-leased to others	21	518	43
38					
39		TOTAL	6,176	1,925,239	532,142

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

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

2. The amounts for respondent and for each group or class of companies and properties on line 50 herein, should correspond with the amounts for each class of company and properties shown in schedule 335. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in the schedule.

3. Report on line 32 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified by accounts by non-carrier owners, or where

cost of property leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain methods of estimating value of property of non-carriers or property of other carriers.

4. Report on line 33 amounts not includible in the accounts shown, or in line 32. The items reported should be briefly identified and explained. Also include here those items after permission is obtained from the Commission for exceptions to prescribe accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the Commission.

5. Report dollars in thousands.

Line No.	Account (a)	Respondent (b)	Lessor railroads (c)	Inactive (proprietary companies) (d)	Other leased properties (e)
1	(1) Engineering	\$ 7,481	\$ 436	\$ 6	\$ 2
2	(2) Land for transportation purposes	23,617	424	49	9
3	(3) Grading	156,363	5,988	77	50
4	(4) Other right-of-way expenditures	437	6		
5	(5) Tunnels and subways	11,267	179		
6	(6) Bridges, trestles, and culverts	116,502	4,437	21	20
7	(7) Elevated structures				
8	(8) Ties	31,329	1,153	33	10
9	(9) Rails	79,307	2,775	60	19
10	(10) Other track material	73,394	1,826	23	7
11	(11) Ballast	29,192	1,941	24	3
12	(12) Track laying and surfacing	45,658	1,605	27	11
13	(13) Fences, snowsheds, and signs	2,821	122	4	
14	(16) Station and office buildings	29,754	643	5	31
15	(17) Roadway buildings	4,623	75	4	
16	(18) Water stations	205	38	1	3
17	(19) Fuel stations	2,104	23		6
18	(20) Shops and enginehouses	46,351	76		
19	(22) Storage warehouses				
20	(23) Wharves and docks	897			
21	(24) Coal and ore wharves				
22	(25) TOFC/COFC terminals	4,580	84		
23	(26) Communication systems	23,220	196		
24	(27) Signals and interlockers	58,746	1,100	19	
25	(29) Power plants	177			
26	(31) Power-transmission systems	2,743	3		
27	(35) Miscellaneous structures	1,096			
28	(37) Roadway machines	18,333	1		
29	(39) Public improvements—Construction	10,996	173	38	
30	(44) Shop machinery	10,516	1		
31	(45) Power-plant machinery	473			
32	Leased property capitalized rentals (explain)				
33	Other (specify & explain)	(5)	5		
34	Total expenditures for road	792,177	23,310	391	171
35	(52) Locomotives	223,000			
36	(53) Freight-train cars	833,650			
37	(54) Passenger-train cars				
38	(55) Highway revenue equipment				
39	(56) Floating equipment				
40	(57) Work equipment	7,811			
41	(58) Miscellaneous equipment	1,254			
42	Total expenditures for equipment	1,065,715			
43	(76) Interest during construction	2,047	661		2
44	(77) Other expenditures—General		158		1
45	Total general expenditures	2,047	819		3
46	Total	1,859,939	24,129	391	174
47	(80) Other elements of investment	(18,051)	(751)	127	
48	(90) Construction work in progress	59,708	91		
49	Grand Total	1,901,596	23,469	518	174

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

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

Schedule 361 – Capitalized Capital Leases
363 – Operating Leases
364 – Lessee Disclosures

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

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

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

B. Definitions

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

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

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

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

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

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

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

361. CAPITALIZED CAPITAL LEASES

PART I. PRESENT VALUE OF MINIMUM LEASE PAYMENTS

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

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

Line No.	Item (a)	1982 (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later Years (g)	Total (h)
1	Lease payments	\$ 4,765	\$ 4,373	\$ 3,706	\$ 3,706	\$ 2,978	\$ 3,421	\$ 22,949
	Less: Executory costs:							
2	- Taxes							
3	- Maintenance							
4	- Insurance							
5	- Other							
6	Total executory costs (2-5)							
7	Minimum lease payments (1, 6)							
8	Less: Amount representing interest	1,642	1,350	1,068	794	509	513	5,876
9	Present value of minimum lease payments (line 7, 8)	\$ 3,123	\$ 3,023	\$ 2,638	\$ 2,912	\$ 2,469	\$ 2,908	\$ 17,073

PART II. TOTAL RENTAL EXPENSES

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

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

Line No.	Item (a)	1982 (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
10	Present value of minimum lease payments from Part I above	\$ 3,123	XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX
11	Contingent rentals		XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX
12	Minimum noncancelable sublease rentals	\$	XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX
13	Net rental expense	\$ 3,123	XXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX

PART III. CLASSES OF CAPITAL LEASES

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

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

Line No.	Classes of leased property (a)	Present value	
		Current year (b)	Prior year (c)
14	Structures	\$	\$
15	Revenue equipment		
16	Shop and garage equipment		
17	Service cars and equipment		
18	Noncarrier operating property		
19	Other: (Specify)		
20			
21	Gross capitalized assets		
22	Less: Accumulated amortization		
23	Net capitalized lease assets		

Not applicable - Present value of minimum lease commitments does not exceed 5% of the sum of long-term debt due after one year.

363. OPERATING LEASES

PART I. FUTURE MINIMUM RENTAL PAYMENTS

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

Line No.	Items (a)	1982 (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
1	Minimum lease payments required	\$ 52,195	\$ 42,979	\$ 41,325	\$ 40,507	\$ 40,650	\$ 1,042,994	\$ 1,260,650
2	Minimum noncancelable sublease rentals							
3	Net minimum lease payments	\$ 52,195	\$ 42,979	\$ 41,325	\$ 40,507	\$ 40,650	\$ 1,042,994	\$ 1,260,650

PART II. TOTAL RENTAL

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

Line No.	Expenses (a)	1981 (b)	Prior year (c)
4	Minimum lease payments required	\$ 52,598	\$ 50,033
5	Contingent rentals		
6	Less: Sublease rentals		
7	Total rental expense	\$ 52,598	\$ 50,033

364. LESSEE DISCLOSURE

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

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

Line
No.

(a) Rental payments dependent upon lapse of time.

1
2
3
4
5
6
7
8

(b) Lease renewal option are generally based upon "Fair market rental" at the end of minimum lease period. Purchase options include right of first refusal at prices, as designated by lessor, or as per certain agreements, the "Fair Market Value" at the expiration of lease.

9
10
11
12
13
14
15
16

(c) Respondent is guarantor of debt under twelve (12) long-term leases wherein the respondent is lessee. The aggregate obligation under these agreements was \$50.9 million at December 31, 1981

17
18
19
20
21
22
23
24

(d)

None

25
26
27
28
29
30
31
32

(e)

None

33
34
35
36
37
38
39
40

410. RAILWAY OPERATING EXPENSES

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

Line No.	Name of railway operating expense account	Freight				Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
		\$	\$	\$	\$	\$	\$
	WAY AND STRUCTURES:						
	ADMINISTRATION:						
1	Track	6,343	584	203	1,816	8,946	8,946
2	Bridge and Building	1,003	105	60	196	1,364	1,364
3	Signal	779	74	16	111	980	980
4	Communication	623	42	9	61	735	735
5	Other	2,335	302	111	890	3,638	3,638
	REPAIR AND MAINTENANCE:						
6	Roadway - Running	2,186	712	5,341	65	8,304	8,304
7	Roadway - Switching	306	97	382	15	800	800
8	Tunnels and Subways - Running	94	2		4	100	100
9	Tunnels and Subways - Switching						
10	Bridges and Culverts - Running	3,204	1,342	681	480	5,707	5,707
11	Bridges and Culverts - Switching	81	(59)	x	11	33	33
12	Ties - Running	N/A	14,669	N/A	N/A	14,669	14,669
13	Ties - Switching	N/A	2,802	N/A	N/A	2,802	2,802
14	Rail - Running	N/A	11,799	N/A	N/A	11,799	11,799
15	Rail - Switching	N/A	644	N/A	N/A	644	644
16	Other Track Material - Running	N/A	9,377	N/A	N/A	9,377	9,377
17	Other Track Material - Switching	N/A	4,874	N/A	N/A	4,874	4,874
18	Ballast - Running	N/A	5,360	N/A	N/A	5,360	5,360
19	Ballast - Switching	N/A	530	N/A	N/A	530	530
20	Track laying and surfacing - Running	32,829	506	1,431	2,405	37,171	37,171
21	Track laying and surfacing - Switching	9,475	167	189	761	10,592	10,592
22	Road Property Damaged - Running	828	300	107		1,235	1,235
23	Road Property Damaged - Switching	598	66	23		687	687
24	Road Property Damaged - Other	14	3	28		45	45
25	Signals and Interlockers - Running	3,582	2,626	46	873	7,127	7,127
26	Signals and Interlockers - Switching	430	531	10	109	1,080	1,080
27	Communications Systems	1,423	968	26	398	2,815	2,815
28	Electric Power Systems						
29	Highway Grade Crossings - Running	647	387	1,545	20	2,599	2,599
30	Highway Grade Crossings - Switching	115	43	57	5	220	220
31	Station and Office Buildings	939	331	303	88	1,661	1,661
32	Shop Buildings - Locomotives	559	640	211	5	1,415	1,415
33	Shop Buildings - Freight Cars	264	388	146	2	800	800
34	Shop Buildings - Other Equipment	1,136	336	175	13	1,660	1,660

410. RAILWAY OPERATING EXPENSE - Continued

57

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Materials, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
		\$	\$	\$	\$	\$	\$	\$
	WAY AND STRUCTURES - Continued:							
	REPAIR AND MAINTENANCE - Continued:							
101	Locomotive Servicing Facilities	109	392	66	1	568		568
102	Miscellaneous Buildings and Structures	474	678	145	11	1,308		1,308
103	Coal Terminals						N/A	
104	Ore Terminals						N/A	
105	Other Marine Terminals	2		3		5	N/A	5
106	TOFC/COFC - Terminals	75	153	35		263	N/A	263
107	Motor Vehicle Loading and Distribution Facilities	4	6	50		60	N/A	60
108	Facilities for Other Specialized Service Operations						N/A	
109	Roadway Machines	2,242	4,262	3,562	507	10,573		10,573
110	Small Tools and Supplies	2	7,627	220	70	7,919		7,919
111	Snow Removal	119	31	3	32	185		185
112	Fringe Benefits - Running	N/A	N/A	N/A	11,746	11,746		11,746
113	Fringe Benefits - Switching	N/A	N/A	N/A	3,070	3,070		3,070
114	Fringe Benefits - Other	N/A	N/A	N/A	7,198	7,198		7,198
115	Casualties and Insurance - Running	N/A	N/A	N/A	2,156	2,156		2,156
116	Casualties and Insurance - Switching	N/A	N/A	N/A	569	569		569
117	Casualties and Insurance - Other	N/A	N/A	N/A	2,610	2,610		2,610
118	Lease Rentals - Debit - Running	N/A	N/A	4,577	N/A	4,577		4,577
119	Lease Rentals - Debit - Switching	N/A	N/A	215	N/A	215		215
120	Lease Rentals - Debit - Other	N/A	N/A	82	N/A	82		82
121	Lease Rentals - (Credit) - Running	N/A	N/A	(17)	N/A	(17)		(17)
122	Lease Rentals - (Credit) - Switching	N/A	N/A	(1)	N/A	(1)		(1)
123	Lease Rentals - (Credit) - Other	N/A	N/A	(7)	N/A	(7)		(7)
124	Joint Facility Rent - Debit - Running	N/A	N/A	1,116	N/A	1,116		1,116
125	Joint Facility Rent - Debit - Switching	N/A	N/A	1,525	N/A	1,525		1,525
126	Joint Facility Rent - Debit - Other	N/A	N/A	354	N/A	354		354
127	Joint Facility Rent - (Credit) - Running	N/A	N/A	(2,928)	N/A	(2,928)		(2,928)
128	Joint Facility Rent - (Credit) - Switching	N/A	N/A	(852)	N/A	(852)		(852)
129	Joint Facility Rent - (Credit) - Other	N/A	N/A	(272)	N/A	(272)		(272)
130	Other Rents - Debit - Running	N/A	N/A		N/A			
131	Other Rents - Debit - Switching	N/A	N/A		N/A			
132	Other Rents - Debit - Other	N/A	N/A		N/A			
133	Other Rents - (Credit) - Running	N/A	N/A		N/A			

Road Initials:

L&N

Year 1981

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	WAY AND STRUCTURES - Continued:	\$	\$	\$	\$	\$	\$	\$
	REPAIR AND MAINTENANCE - Continued:							
134	Other Rents - (Credit) - Switching	N/A	N/A		N/A			
135	Other Rents - (Credit) - Other	N/A	N/A	N/A	3,294	3,294		3,294
136	Depreciation - Running	N/A	N/A	N/A				
137	Depreciation - Switching	N/A	N/A	N/A				
138	Depreciation - Other	N/A	N/A		3,505	3,505		3,505
139	Joint Facility - Debit - Running	N/A	N/A	2,243	N/A	2,243		2,243
140	Joint Facility - Debit - Switching	N/A	N/A	4,983	N/A	4,983		4,983
141	Joint Facility - Debit - Other	N/A	N/A	234	N/A	234		234
142	Joint Facility - (Credit) - Running	N/A	N/A	(2,530)	N/A	(2,530)		(2,530)
143	Joint Facility - (Credit) - Switching	N/A	N/A	(1,268)	N/A	(1,268)		(1,268)
144	Joint Facility - (Credit) - Other	N/A	N/A	(128)	N/A	(128)		(128)
145	Dismantling Retired Road Property - Running	423		1,913	10	2,346		2,346
146	Dismantling Retired Road Property - Switching	297		187	5	489		489
147	Dismantling Retired Road Property - Other	21	1	364	1	387		387
148	Other - Running	4		64	2,387	2,455		2,455
149	Other - Switching			163	99	262		262
150	Other - Other	118	5	2	67	192		192
151	Total Way and Structures	73,683	73,703	25,203	45,666	218,255		218,255
	EQUIPMENT:							
	LOCOMOTIVES:							
201	Administration	2,043	163	84	321	2,681		2,681
202	Repair and Maintenance	26,443	21,401	9,870	125	57,839		57,839
203	Machinery Repair	789	586	96	8	1,479		1,479
204	Equipment Damaged	94	136	1		231		231
205	Fringe Benefits	N/A	N/A	N/A	6,388	6,388		6,388
206	Other Casualties and Insurance	N/A	N/A	N/A	1,469	1,469		1,469
207	Lease Rentals - Debit	N/A	N/A	15,036	N/A	15,036		15,036
208	Lease Rentals - (Credit)	N/A	N/A	(11)	N/A	(11)		(11)
209	Joint Facility Rent - Debit	N/A	N/A	86	N/A	86		86
210	Joint Facility Rent - (Credit)	N/A	N/A		N/A			
211	Other Rents - Debit	N/A	N/A	298	N/A	298		298
212	Other Rents - (Credit)	N/A	N/A	(796)	N/A	(796)		(796)
213	Depreciation	N/A	N/A	N/A	6,388	6,388		6,388
214	Joint Facility - Debit	N/A	N/A	1,478	N/A	1,478		1,478
215	Joint Facility - (Credit)	N/A	N/A		N/A			
216	Repairs Billed to Others - (Credit)	N/A	N/A		N/A			

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410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
		\$	\$	\$	\$	\$	\$	\$
	LOCOMOTIVES—Continued:							
	OTHER EQUIPMENT:							
217	Dismantling Retired Property	(1)				(1)		(1)
218	Other	(2)	2	18	(43)	(25)		(25)
219	Total Locomotives	29,366	22,288	26,160	14,735	92,549	92,940	92,549
	FREIGHT CARS:							
220	Administration	2,413	147	82	459	3,101	N/A	3,101
221	Repair and Maintenance	23,999	25,250	26,127	(97)	75,279	N/A	75,279
222	Machinery Repair	31	543	12		586	N/A	586
223	Equipment Damaged	(33)	27	1,105		4,099	N/A	4,099
224	Fringe Benefits	N/A	N/A	N/A	6,194	6,194	N/A	6,194
225	Other Casualties and Insurance	N/A	N/A	N/A	7,022	7,022	N/A	7,022
226	Lease Rentals - Debit	N/A	N/A	16,625	N/A	16,625	N/A	16,625
227	Lease Rentals - (Credit)	N/A	N/A	(32)	N/A	(32)	N/A	(32)
228	Joint Facility Rent - Debit	N/A	N/A	203	N/A	203	N/A	203
229	Joint Facility Rent - (Credit)	N/A	N/A		N/A		N/A	
230	Other Rents - Debit	N/A	N/A	132,165	N/A	132,165	N/A	132,165
231	Other Rents - (Credit)	N/A	N/A	(90,732)	N/A	(90,732)	N/A	(90,732)
232	Depreciation	N/A	N/A	N/A	35,165	35,165	N/A	35,165
233	Joint Facility - Debit	N/A	N/A	1,315	N/A	1,315	N/A	1,315
234	Joint Facility - (Credit)	N/A	N/A	(1,241)	N/A	(1,241)	N/A	(1,241)
235	Repairs Billed to Others - (Credit)	N/A	N/A	(24,318)	N/A	(24,318)	N/A	(24,318)
236	Dismantling Retired Property	13				13	N/A	13
237	Other equipment	2	2	16	(32)	(12)	N/A	(12)
238	Total Freight Cars	26,425	25,969	64,327	48,711	165,432	N/A	165,432
301	Administration	191	17	13	36	257		257
	Repair and Maintenance:							
302	Trucks, Trailers, and Containers - Revenue Service			1,035		1,035	N/A	1,035
303	Floating Equipment - Revenue Service						N/A	
304	Passenger and Other Revenue Equipment							
305	Computers and Data Processing Systems							
306	Machinery	1,199	257	44	11	1,511		1,511
307	Work and Other Non-Revenue Equipment	1,533	1,175	2,978	6	5,692		5,692
308	Equipment Damaged	3	13		37	53		53
309	Fringe Benefits	N/A	N/A	N/A	667	667		667
310	Other Casualties and Insurance	N/A	N/A	N/A	418	418		418
311	Lease Rentals - Debit	N/A	N/A	13,266	N/A	13,266		13,266
312	Lease Rentals - (Credit)	N/A	N/A	(155)	N/A	(155)		(155)

41C. RAILWAY OPERATING EXPENSE - Continued

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Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
		\$	\$	\$	\$	\$	\$	\$
	OTHER EQUIPMENT—Continued:							
313	Joint Facility Rent - Debit	N/A	N/A	38	N/A	38		38
314	Joint Facility Rent - (Credit)	N/A	N/A	(1)	N/A	(1)		(1)
315	Other Rents - Debit	N/A	N/A	5,725	N/A	5,725		5,725
316	Other Rents - (Credit)	N/A	N/A	(10,831)	N/A	(10,831)		(10,831)
317	Depreciation	N/A	N/A	N/A	864 852	864 852		864 852
318	Joint Facility - Debit	N/A	N/A	(2)	N/A	(2)		(2)
319	Joint Facility - (Credit)	N/A	N/A	(11)	N/A	(11)		(11)
320	Repairs Billed to Others - (Credit)	N/A	N/A		N/A			
321	Dismantling Retired Property							
322	Other	1		2	(3)			
323	Total Other Equipment	2,927	1,462	12,101	2,036 2,024	18,514		18,514
324	Total Equipment	58,718	49,719	102,588	65,470	276,495		276,495
	TRANSPORTATION:							
	TRAIN OPERATIONS:							
401	Administration	3,067	128	70	662	3,927		3,927
402	Engine Crews	33,679	333	72	2,398	36,482		36,482
403	Train Crews	64,325	859	151	5,344	70,679		70,679
404	Dispatching Trains	4,290	4	40	441	4,775		4,775
405	Operating Signals and Interlockers	2,932	395	414	24	3,765		3,765
406	Operating Drawbridges	1,585	22	20	8	1,635		1,635
407	Highway Crossing Protection	381		15	4	400		400
408	Train Inspection and Lubrication	18,170	503	294		18,967		18,967
409	Locomotive Fuel	1,670	159,652	43	5	161,370		161,370
410	Electric Power Purchased or Produced for Motive Power							
411	Servicing Locomotives	9,991	7,259	733	18	18,001		18,001
412	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A				
413	Clearing Wrecks	1,257	361	959	18	2,595		2,595
414	Fringe Benefits	N/A	N/A	N/A	31,794	31,794		31,794
415	Other Casualties and Insurance	N/A	N/A	N/A	9,932	9,932		9,932
416	Joint Facility - Debit	N/A	N/A	4,478	N/A	4,478		4,478
417	Joint Facility - (Credit)	N/A	N/A	(1,088)	N/A	(1,088)		(1,088)
418	Other	23		302	1,938	2,263		2,263
419	Total Train Operations	141,370	169,516	6,503	52,586	369,975		369,975
	YARD OPERATIONS:							
420	Administration	7,192	204	121	1,066	8,583		8,583
421	Switch Crews	53,425	104	1,290	192	55,011		55,011

410. RAILWAY OPERATING EXPENSE - Continued

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Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)
	YARD OPERATIONS - Continued:	\$	\$	\$	\$	\$	\$	\$
422	Controlling Operations	4,865	9	122	14	5,010		5,010
423	Yard and Terminal Clerical	14,532	29	354	1,185	16,100		16,100
424	Operating Switches, Signals, Retarders and Humps	2,650	172	55	8	2,885		2,885
425	Locomotive Fuel	160	9,762	4		9,926		9,926
426	Electric Power Purchased or Produced for Motive Power							
427	Servicing Locomotives	1,324	811	86	1	2,222		2,222
428	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A				
429	Clearing Wrecks	294	79	171	5	549		549
430	Fringe Benefits	N/A	N/A	N/A	22,056	22,056		22,056
431	Other Casualties and Insurance	N/A	N/A	N/A	5,041	5,041		5,041
432	Joint Facility - Debit	N/A	N/A	8,391	N/A	8,391		8,391
433	Joint Facility - (Credit)	N/A	N/A	(5,884)	N/A	(5,884)		(5,884)
434	Other	15		11	2	28		28
435	Total Yard Operations	84,457	11,170	4,721	29,570	129,918		129,918
	TRAIN AND YARD OPERATIONS COMMON:							
501	Cleaning Car Interiors	1,066	9	84	N/A	1,159		1,159
502	Adjusting and Transferring Loads	1,393		901	N/A	2,294	N/A	2,294
503	Car Loading Devices and Grain Doors	25	296	459	N/A	780	N/A	780
504	Freight Lost or Damaged - all other	N/A	N/A	N/A	16,275	16,275		16,275
505	Fringe Benefits	N/A	N/A	N/A	635	635		635
506	Total Train and Yard Operations Common	2,484	305	1,444	16,910	21,143		21,143
	SPECIALIZED SERVICE OPERATIONS:							
507	Administration						N/A	
508	Pickup & Delivery and Marine Line Haul			2,454		2,454	N/A	2,454
509	Loading & Unloading and Local Marine	83	10	3,251	35	3,379	N/A	3,379
510	Protective Services			761		761	N/A	761
511	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A			N/A	
512	Fringe Benefits	N/A	N/A	N/A	23	23	N/A	23
513	Casualties and Insurance	N/A	N/A	N/A	22	22	N/A	22
514	Joint Facility - Debit	N/A	N/A		N/A		N/A	
515	Joint Facility - (Credit)	N/A	N/A		N/A		N/A	
516	Other			4		4	N/A	4
517	Total Specialized Services Operations	83	10	6,470	80	6,643	N/A	6,643
	ADMINISTRATIVE SUPPORT OPERATIONS:							
518	Administration	4,912	1,123	356	706	7,097		7,097

Road Initials: L&N

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410. RAILWAY OPERATING EXPENSE - Concluded

Line No.	Name of railway operating expense account	Freight					Passenger	Total
		Salaries and wages	Material, tools, supplies, fuels, and lubricants	Purchased services	General	Total freight expense		
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	
	ADMINISTRATIVE SUPPORT OPERATIONS - Con.	\$	\$	\$	\$	\$	\$	\$
519	Employees Performing Clerical and Accounting Functions	14,361	472	959	660	16,452		16,452
520	Communication Systems Operation	2,519	551	824	14	3,908		3,908
521	Loss and Damage Claims Processing		1	10		11		11
522	Fringe Benefits	N/A	N/A	N/A	6,649	6,649		6,649
523	Casualties and Insurance	N/A	N/A	N/A	1,451	1,451		1,451
524	Joint Facility - Debit	N/A	N/A	934	N/A	934		934
525	Joint Facility - (Credit)	N/A	N/A	(1,125)	N/A	(1,125)		(1,125)
526	Other	6	5	621	(5)	627		627
527	Total Administrative Support Operations	21,798	2,152	2,579	9,475	36,004		36,004
528	Total Transportation	250,192	183,153	21,717	108,621	563,683		563,683
	GENERAL AND ADMINISTRATIVE:							
601	Officers - General Administration	10,223	299	4,340	1,554	16,416		16,416
602	Accounting, Auditing and Finance	11,503	229	423	979	13,134		13,134
603	Management Services and Data Processing	1,320	25	4,028	4	5,377		5,377
604	Marketing							
605	Sales	1,535	111	368	779	2,793		2,793
606	Industrial Development	362	15	42	48	467	N/A	467
607	Personnel and Labor Relations	2,294	85	89	530	2,998		2,998
608	Legal and Secretarial	2,567	102	2,382	428	5,479		5,479
609	Public Relations and Advertising	315	24	671	773	1,783		1,783
610	Research and Development	86			(5)	81		81
611	Fringe Benefits	N/A	N/A	N/A	12,716	12,716		12,716
612	Casualties and Insurance	N/A	N/A	N/A	70	70		70
613	Writedown of Uncollectible Accounts	N/A	N/A	N/A	3,060	3,060		3,060
614	Property Taxes	N/A	N/A	N/A	3,314	3,314		3,314
615	Other Taxes Except on Corporate Income or Payrolls	N/A	N/A	N/A	10,935	10,935		10,935
616	Joint Facility - Debit	N/A	N/A	1,015	N/A	1,015		1,015
617	Joint Facility - (Credit)	N/A	N/A		N/A			
618	Other	1,729	85	748	3,457	6,019		6,019
619	Total General and Administrative	31,934	975	14,106	38,642	85,657		85,657
620	Total Carrier Operating Expenses	414,527	307,550	163,614	258,399	1,144,090		1,144,090

Road Initials:

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412. WAY AND STRUCTURES

1. Report freight expenses only.

2. The total depreciation expense reported in column (b), line 35 should balance to the sum of the depreciation expense reported in schedule 410, column (f) lines 136, 137, and 138. The total retirement charges changes reported in column (c) line 35 will not balance to any line in schedule 410. Retirement is included in but does not totally comprise the expenses reported in schedule 410, lines 148, 149 and 150.

3. Report in column (d) the lease/rentals for the various property categories of Way and Structures. The total net lease/rentals reported in column (d), line 35 should balance the net amount reported in schedule 410, column (f) lines 118 through 123, plus lines 130 through 135.

If an entire road or segment of track is leased and if the actual breakdown of lease/rentals by property categories is not known, apportion the lease/rentals based on the percentage of the categories' depreciation bases (or property bases for nondepreciable property) to the sum of (1) the depreciation bases for all categories of depreciable leased property plus (2) the property bases for nondepreciable leased property. Use Schedule 350 of this report for obtaining the depreciation bases of the categories of leased property.

4. Report on line 34 all other lease rentals not apportioned to any category listed on lines 1-33.

5. Report dollars in thousands.

6. Line 14, account 16, should not include computer and data processing equipment reported on line 37 of Schedule 415.

Line No.	Property account	Category (a)	Depreciation (b)	Retirement (c)	Lease/Rentals (net) (d)
1	1	Engineering	\$ 52	\$ 3	\$ 91
2	2	Land for transportation purposes	N/A	N/A	90
3	3	Grading	163	1,168	1,247
4	4	Other right-of-way expenditures	7		1
5	5	Tunnels and subways	55	17	37
6	6	Bridges, trestles and culverts	1,954	N/A	920
7	7	Elevated structures		N/A	
8	8	Ties	N/A	268	240
9	9	Rails	N/A	(28)	577
10	10	Other track material	N/A	531	379
11	11	Ballast	N/A	232	401
12	12	Track laying and surfacing	N/A	273	334
13	13	Fences, snowsheds and signs	57	N/A	25
14	16	Station and office buildings	516	N/A	139
15	17	Roadway buildings	30	N/A	16
16	18	Water stations	8	N/A	8
17	19	Fuel stations	70	N/A	6
18	20	Shops and enginehouses	781	N/A	16
19	22	Storage warehouses		N/A	
20	23	Wharves and docks	18	N/A	
21	24	Coal and ore wharves		N/A	
22	25	TOFC/COFC terminals	155	N/A	17
23	26	Communications systems	785	N/A	40
24	27	Signals and interlockers	1,458	N/A	227
25	29	Power plants	3	N/A	
26	31	Power transmission systems	64	N/A	1
27	35	Miscellaneous structures	28	N/A	
28	37	Roadway machines	915	N/A	
29	39	Public improvements; construction	93	7	36
30	45	Power plant machines	9	N/A	
31	76	Interest during construction	N/A		N/A
32	77	Other expenditures; general	N/A		N/A
33	80	Other elements of investment	N/A		N/A
34	-	Other lease/rentals	(422)		1
35	-	Total	6,799	2,471	4,849

Road Initials:

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NOTES AND REMARKS

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

1. Report freight expenses only.
2. Report in this supporting schedule rental information by car type and other freight carrying equipment relating to the interchange of railroad equipment, privately owned equipment and equipment leased for less than 30 days.
3. The gross amounts receivable and payable for freight-train cars (line 19 columns (b) through (e) and; line 19 columns (f) through (i) respectively) should balance with Schedule 410, column (f), lines 231 (credits) and 230 (debits). Trailer and container rentals in this schedule are included in Schedule 410, column (f), lines 315 and 316. However, the trailer and container rentals in this schedule will not balance to lines 315 and 316 of Schedule 410 because those lines include rents for "other equipment" which is reported in Schedule 415 column (e). The balancing of Schedule 410, 414 and 415 "other equipment" is outlined in note 6 to Schedule 415.

4. Report in Columns (b) and (f) rentals for private-line cars (whether under railroad control or not) and shipper owned cars.
5. Report in Columns (c), (d), (g), and (h) rentals for railroad owned cars prescribed by the Commission in Ex Parte No. 334, for which rentals are settled on a combination mileage and time basis (basic per diem). Include railroad owned per diem tank cars on line 17.
6. Report in Columns (e) and (i) the incentive per diem payments for Box and Gondola General Service—Unequipped cars prescribed by the Commission in Ex Parte No. 252. Basic per diem payments for these cars are to be reported in Columns (c), (d), (g), and (h).
- NOTES: Mechanical designations for each car type are shown in Schedule 710.
7. Thousand dollar reporting rule.

415.		GROSS AMOUNTS RECEIVABLE Per Diem Basis				GROSS AMOUNTS PAYABLE Per Diem Basis			
Line No.	Type of Equipment (a)	Private Line Cars (b)	Mileage (c)	Time		Private Line Cars (f)	Mileage (g)	Time	
				Basic (d)	Incentive (e)			Basic (h)	Incentive (i)
CAR TYPES:									
1	Box-Plain 40 Foot	\$	\$ 429	\$ 719	\$	\$	\$ 407	\$ 577	\$
2	Box-plain 50 Foot and Longer		1,920	6,248		2,158	3,791	12,235	
3	Box-Equipped		4,496	11,670		2	5,009	15,179	
4	Gondola-Plain		2,349	4,362		5	1,992	4,155	
5	Gondola-Equipped		278	589	XXX		426	923	XXX
6	Hopper-Covered		1,793	7,839	XXX	7,052	3,984	13,736	XXX
7	Hopper-Open Top-General Service		12,983	23,577	XXX	311	986	2,251	XXX
8	Hopper-Open Top-Special Service		76	695	XXX	6	77	635	XXX
9	Refrigerator-Mechanical				XXX	61	309	750	XXX
10	Refrigerator-Non-Mechanical		268	648	XXX	730	1,335	3,520	XXX
11	Flat TOFC/COFC				XXX	11,016	367	776	XXX
12	Flat Multi-Level		12	21	XXX	4,191	232	411	XXX
13	Flat-General Service		101	177	XXX		174	231	XXX
14	Flat-Other		263	884	XXX	4,082	619	2,193	XXX
15	Tank-Under 22,000 Gallons				XXX	10,732			XXX
16	Tank-22,000 Gallons and Over				XXX	6,169			XXX
17	All Other Freight Cars		303	1,532	XXX	94	232	1,327	XXX
18	Auto Racks			6,500	XXX		19,939	6,718	XXX
19	Total Freight Train Cars		25,271	65,461		46,609	19,939	65,617	
OTHER FREIGHT CARRYING EQUIPMENT									
20	Refrigerated trailers				XXX	131		38	XXX
21	Other trailers			10,831	XXX	3,602		1,954	XXX
22	Refrigerated containers				XXX				XXX
23	Other containers				XXX				XXX
24	Total Trailers & containers			10,831	XXX	3,733		1,992	XXX
25	Grand Total (Lines 19, & 24)		25,271	76,292		50,342	19,939	67,609	

SCHEDULE 415. SUPPORTING SCHEDULE: EQUIPMENT

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

SCHEDULE 415. SUPPORTING SCHEDULE: EQUIPMENT

SEE INSTRUCTIONS ON PAGE 66

Line No.	Types of Equipment (a)	Repairs (Net Expense) (b)	Depreciation		Adjustment net during year (e)
			Owned (c)	Capitalized lease (d)	
LOCOMOTIVES:					
1	Diesel Locomotive - Yard	\$ 6,114	\$ 538	\$	\$ (22)
2	Diesel Locomotive - Road	51,725	7,821		(2,177)
3	Other Locomotive - Yard	SPARE PARTS	104		(33)
4	Other Locomotive - Road				
5	TOTAL	57,839	8,463		(2,232)
FREIGHT TRAIN CARS:					
6	Box-Plain 40 Foot	710	288	286	85
7	Box-Plain 50 Foot and Longer	4,250	2,148	573	(59)
8	Box-Equipped	6,329	3,994	789	(418)
9	Gondola-Plain	4,872	1,428	31	597
10	Gondola-Equipped	551	226		52
11	Hopper-Covered	4,404	2,698	334	(449)
12	Hopper-Open Top-General Service	21,886	19,301	893	(509)
13	Hopper-Open Top-Special Service	341	220		(25)
14	Refrigerator-Mechanical				
15	Refrigerator-Nonmechanical	287	9		
16	Flat TOFC/COFC	8	2		1
17	Flat Multi-level	244	29		
18	Flat-General Service	909	21	39	21
19	Flat-Other	1,018	310	10	(90)
20	All Other Freight Cars	1,426	444	117	236
21	Caboose	2,813	356		(15)
22	Auto Racks	913	660	318	152
23	Miscellaneous Accessories		9		(12)
24	TOTAL FREIGHT TRAIN CARS	50,961	32,143	3,390	(433)
OTHER EQUIPMENT-REVENUE FREIGHT HIGHWAY EQUIPMENT					
25	Refrigerated Trailers				
26	Other Trailers	1,035			
27	Refrigerated Containers				
28	Other Containers				
29	Bogies				
30	Chasis				
31	Other Highway Equipment (Freight)				
32	TOTAL HIGHWAY EQUIPMENT	1,035			
FLOATING EQUIPMENT-REVENUE SERVICE					
33	Marine Line-Haul				
34	Local Marine				
35	TOTAL FLOATING EQUIPMENT				
OTHER EQUIPMENT					
36	Passenger and Other Revenue Equipment (Freight Portion)			205	
37	Computer & Data Processing Equipment				
38	Machinery - Locomotives ¹	1,479	165		(8)*
39	Machinery - Freight Cars ²	586	65		(3)*
40	Machinery - Other Equipment ³	1,511	169		(11)*
41	Work & Other Non-revenue Equipment	5,692	406	306	(211)
42	TOTAL OTHER EQUIPMENT	9,268	805	511	(233)
43	TOTAL, ALL EQUIPMENT (FREIGHT PORTION)	119,103	41,411	3,901	(2,898)*

¹The data to be reported on line 38, in column (b) is the amount reported in Schedule 410, column (f), line 203 reduced by the allocable portion of line 216.²The data to be reported on line 39, in column (b) is the amount reported in Schedule 410, column (f), line 222 reduced by the allocable portions of line 235.³The data to be reported on line 40, in column (b) is the amount reported in Schedule 410, column (f), lines 302 through 306 reduced by the allocable portion of line 320.

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*Include CR \$22 Clear ICC Adjustment Reserve for Acct. 44 (305).

SEE INSTRUCTIONS ON PAGE 65					
Retirements (f)	Lease and Rentals (Net) (g)	Depreciation Base as of 12/31		Accumulated Depreciation as of 12/31	
		Owred (h)	Capitalized lease (i)	Owred (j)	Capitalized lease (k)
\$ (22)		\$ 35,050		\$ 33,045	
	14,527	185,561		52,682	
		2,389		1,332	
(22)	14,527	223,000		87,059	
	3,736	4,607	3,119	(2,512)	2,142
	1,498	45,766	5,897	14,357	3,076
		92,616	9,189	31,976	7,063
(4)	1,900	40,531	324	23,586	204
	139	7,847		3,360	
(1)	1,289	94,534	4,412	19,657	3,727
	4,723	444,707	10,928	133,839	8,743
		12,955		2,701	
	623	228		135	
		58		12	
		1,073		585	
(6)	228	891	462	622	353
	44	11,424	106	3,622	66
	404	14,962		8,905	
		12,327		3,913	
	2,009	10,407	2,725	4,184	818
		225		1,974	
(11)	16,593	795,158	37,162	250,916	26,192
	13,266				
	13,266				
		4,317		2,139	
		1,701		843	
		4,422		2,190	
	(155)	8,400	4,077	6,135	959
	(155)	18,840	4,077	11,307	959
(33)	44,231	1,035,998	41,239	349,282	27,151

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

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

417. SPECIALIZED SERVICE SUBSCHEDULE - TRANSPORTATION

Instructions:

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

5. The operation of floating equipment in line-haul service (between distinct terminals) should be reported in column (c) on line 2. Floating operations conducted within a general terminal or harbor area should be reported in column (c), line 3.

6. Report in column (g), line 3, the expenses incurred by the railroad in loading and unloading automobiles, trucks, etc., to and from bi-level and tri-level auto rack cars. Report on line 2, column (g), the expense incurred by the railroad in moving automobiles, etc., between bi-level and tri-level loading and unloading facilities over the highway to shippers, receivers or connecting carriers. Report in column (F) operating expenses for land facilities in support of floating operations, including the operation of docks and wharves.

7. Report on line 4, column (b), the expenses related to heating and refrigeration of TOFC/COFC trailers and containers (net debits and credits). The expenses on line 4, column (h) relate to refrigerator cars only.

8. Report in column (i) total expenses incurred in performing rail substitute service, other highway revenue service, LCL terminal operations, warehouse operations, freight car transloading, grain elevator terminal operations and livestock feeding operations only.

9. Dollars in Thousands.

Line No.	Items	TOFC/COFC Terminal	Floating Equipment	Coal Marine Terminal	Ore Marine Terminal	Other Marine Terminal	Motor Vehicle Load and Distribution	Protective Services Refrigerator Car	Other Special Services	Total Columns (b-i)
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	Administration	\$	\$	\$	\$	\$	\$	\$	\$	\$
2	Pick up & delivery, marine line haul	2,454						N/A		2,454
3	Loading and unloading and local marine	2,277					1,102	N/A		3,379
4	Protective services	100						661		761
5	Freight lost or damaged-solely related									
6	Fringe benefits	23								23
7	Casualty and insurance	22								22
8	Joint facility - Debit									
9	Joint facility - Credit									
10	Other	4								4
11	Total	4,880					1,102	661		6,643

419. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION

This schedule should be completed by carriers participating in the National Railroad Passenger Corporation (NRPC) agreement, as required by order of the Commission, January 30, 1973, No. 35344 (Sub-No. 3). Classify by accounts the amounts credited for remunerations for intercity passenger service performed by respondent on behalf of NRPC. All contra entries should be indicated in parenthesis. (Dollars in thousands.)

Line No.	Name of Account (a)	Amount (b)
	WAY AND STRUCTURES	\$
	Administration	
1	Track _____	
2	Bridge and Building _____	
3	Signal _____	
4	Communication _____	
5	Other _____	
	Repair and Maintenance	
6	Roadway - Running _____	
7	Roadway - Switching _____	
8	Tunnels and Subways - Running _____	
9	Tunnels and Subways - Switching _____	
10	Bridges and Culverts - Running _____	
11	Bridges and Culverts - Switching _____	
12	Ties - Running _____	9
13	Ties - Switching _____	
14	Rail - Running _____	
15	Rail - Switching _____	
16	Other Track Material - Running _____	3
17	Other Track Material - Switching _____	
18	Ballast - Running _____	
19	Ballast - Switching _____	
20	Track laying and surfacing - Running _____	225
21	Track laying and surfacing - Switching _____	
22	Road Property Damaged - Running _____	
23	Road Property Damaged - Switching _____	
24	Road Property Damaged - Other _____	
25	Signals and Interlockers - Running _____	
26	Signals and Interlockers - Switching _____	
27	Communications systems _____	
28	Electric Power Systems _____	
29	Highway Grade Crossings - Running _____	
30	Highway Grade Crossings - Switching _____	
31	Station and Office Buildings _____	42
32	Shop Buildings - Locomotives _____	
33	Shop Buildings - Other Equipment _____	

419. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION—Continued

Line No.	Name of Account (a)	Amount (b)
	Repair and Maintenance—Continued	\$
101	Locomotive Servicing Facilities _____	
102	Miscellaneous Buildings and Structures _____	
109	Roadway Machines _____	
110	Small Tools and Supplies _____	
111	Snow Removal _____	
112	Fringe Benefits - Running _____	1
113	Fringe Benefits - Switching _____	
114	Fringe Benefits - Other _____	
115	Casualties and Insurance - Running _____	
116	Casualties and Insurance - Switching _____	
117	Casualties and Insurance - Other _____	
118	Lease Rentals - Debit - Running _____	
119	Lease Rentals - Debit - Switching _____	
120	Lease Rentals - Debit - Other _____	
121	Lease Rentals - (Credit) - Running _____	
122	Lease Rentals - (Credit) - Switching _____	
123	Lease Rentals - (Credit) - Other _____	
124	Joint Facility Rent - Debit - Running _____	
125	Joint Facility Rent - Debit - Switching _____	
126	Joint Facility Rent - Debit - Other _____	
127	Joint Facility Rent - (Credit) - Running _____	
128	Joint Facility Rent - (Credit) - Switching _____	
129	Joint Facility Rent - (Credit) - Other _____	
130	Other Rents - Debit - Running _____	
131	Other Rents - Debit - Switching _____	
132	Other Rents - Debit - Other _____	
133	Other Rents - (Credit) - Running _____	
134	Other Rents - (Credit) - Switching _____	
135	Other Rents - (Credit) - Other _____	
136	Depreciation - Running _____	
137	Depreciation - Switching _____	
138	Depreciation - Other _____	
139	Joint Facility - Debit - Running _____	
140	Joint Facility - Debit - Switching _____	
141	Joint Facility - Debit - Other _____	
142	Joint Facility - (Credit) - Running _____	
143	Joint Facility - (Credit) - Switching _____	
144	Joint Facility - (Credit) - Other _____	
145	Dismantling Retired Road Property - Running _____	
146	Dismantling Retired Road Property - Switching _____	
147	Dismantling Retired Road Property - Other _____	
148	Other - Running _____	
149	Other - Switching _____	
150	Other - Other _____	
151	Total WAY AND STRUCTURES _____	280

#19. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION—Continued

Line No.	Name of Account (a)	Amount (b)
	EQUIPMENT	5
	Locomotives	
201	Administration _____	
202	Repair and Maintenance _____	
203	Machinery Repair _____	
204	Equipment Damaged _____	
205	Fringe Benefits _____	
206	Other Casualties and Insurance _____	3
207	Lease Rentals - Debit _____	
208	Lease Rentals - (Credit) _____	
209	Joint Facility Rent - Debit _____	
210	Joint Facility Rent - (Credit) _____	
211	Other Rents - Debit _____	
212	Other Rents - (Credit) _____	
213	Depreciation _____	
214	Joint Facility - Debit _____	
215	Joint Facility - (Credit) _____	
216	Repairs Billed to Others - (Credit) _____	
217	Dismantling Retired Property _____	
218	Other _____	
219	Total Locomotives _____	3
	Other Equipment	
301	Administration _____	
	Repair and Maintenance:	
304	Passenger and Other Revenue Equipment _____	
305	Computers and Data Processing System _____	
306	Machinery _____	
307	Work and Other Non-Revenue Equipment _____	
308	Equipment Damaged _____	
309	Fringe Benefits _____	
310	Other Casualties and Insurance _____	
311	Lease Rentals - Debit _____	
312	Lease Rentals - (Credit) _____	
313	Joint Facility Rent - Debit _____	
314	Joint Facility Rent - (Credit) _____	
315	Other Rents - Debit _____	
316	Other Rents - (Credit) _____	
317	Depreciation _____	
318	Joint Facility - Debit _____	
319	Joint Facility - (Credit) _____	
320	Repairs Billed to Others - (Credit) _____	
321	Dismantling Retired Property _____	
322	Other _____	
323	Total Other Equipment _____	
324	TOTAL EQUIPMENT _____	3

419. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION—Continued

Line No.	Name of Account (a)	Amount (b)
	TRANSPORTATION	\$
	Train Operation	
401	Administration	
402	Engine Crews	189
403	Train Crews	181
404	Dispatching Trains	
405	Operating Signals and Interlockers	
406	Operating Drawbridges	
407	Highway Crossing Protection	
408	Train Inspection and Lubrication	66
409	Locomotive Fuel	513
410	Electric Power Purchased or Produced for Motive Power	
411	Servicing Locomotives	
412	Freight Lost or Damaged - Solely Related	
413	Clearing Wrecks	
414	Fringe Benefits	24
415	Other Casualties and Insurance	
416	Joint Facility - Debit	
417	Joint Facility - (Credit)	
418	Other	
419	Total Train Operations	973
	Yard Operations	
420	Administration	
421	Switch Crews	
422	Controlling Operations	
423	Yard and Terminal Clerical	
424	Operating Switches, Signals, Retarders and Humps	
425	Locomotive Fuel	
426	Electric Power Purchased or Produced for Motive Power	
427	Servicing Locomotives	
428	Freight Lost or Damaged - Solely Related	
429	Clearing Wrecks	
430	Fringe Benefits	
431	Other Casualties and Insurance	
432	Joint Facility - Debit	
433	Joint Facility - (Credit)	
434	Other	
435	Total Yard Operations	

419. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION—Concluded

Line No.	Name of Account (a)	Amount (b)
	Train and Yard Operations Common	\$
501	Cleaning Car Interiors _____	
504	Freight Lost or Damaged - all other _____	
505	Fringe Benefits _____	
506	Total Train and Yard Operations Common _____	
	Administrative Support Operations	
518	Administration _____	
519	Employees Performing Clerical and Accounting Functions _____	
520	Communication Systems Operation _____	
521	Loss and Damage Claims Processing _____	
522	Fringe Benefits _____	
523	Casualties and Insurance _____	
524	Joint Facility - Debit _____	
525	Joint Facility - (Credit) _____	
526	Other _____	
527	Total Administrative Support Operations _____	
528	TOTAL TRANSPORTATION _____	973
	GENERAL AND ADMINISTRATIVE	\$
601	Officers - General Administration _____	
602	Accounting, Auditing and Finance _____	
603	Management Services and Data Processing _____	
604	Marketing _____	
605	Sales _____	
607	Personnel and Labor Relations _____	
608	Legal and Secretarial _____	
609	Public Relations and Advertising _____	
610	Research and Development _____	
611	Fringe Benefits _____	
612	Casualties and Insurance _____	
613	Writedown of Uncollectible Accounts _____	
614	Property Taxes _____	
615	Other Taxes Except on Corporate Income or Payrolls _____	
616	Joint Facility - Debit _____	
617	Joint Facility - (Credit) _____	
618	Other _____	
619	TOTAL GENERAL AND ADMINISTRATIVE _____	
	TOTAL REMUNERATIONS _____	1,256

**Summary of Incentive and Penalty Payment Adjustments for
the year ended December 31, 1981**

Performance Standard**Schedule adherence**

Net amount, if any credited to
Account 112, Miscellaneous

Amount of Payment**Incentive**\$151\$151**Adjustments****Penalty**NoneNone

NOTES AND REMARKS

Note to Schedule 450. Analysis of Federal Income Taxes, Page 78.

Investment tax credit used to reduce tax accruals:

Currently payable (a/c 556)	\$3,365
Deferred taxes (a/c 557)	<u>26,756</u>
	<u>\$30,121</u>

450. ANALYSIS OF FEDERAL INCOME TAXES

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

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

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

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

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

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

Report dollars in thousands.

Line No.	Particulars (a)	Beginning of Year Balance (b)	Net Credits (Charges) for Current Year (c)	Adjustments (d)	End of Year Balance (e)
1	Accelerated depreciation, Sec. 167 I.R.C.: Guideline lives pursuant to Rev. Proc. 62-21.	\$ 202,234	\$ 9,316	\$	\$ 211,550
2	Accelerated amortization of facilities Sec. 168. I.R.C.				
3	Accelerated amortization of rolling stock, Sec. 184 I.R.C.	2,908	(159)		2,749
4	Amortization of rights of way, Sec. 185 I.R.C.	2,769	1,446		4,215
5	Other (Specify) <u>ACRS Dep'n (New Sec. 168)</u>		25,375		25,375
6	<u>Other timing differences</u>	(24,726)	611		(24,115)
7	<u>State deferred taxes</u>	5,472	3,214		8,686
8	<u>Transfer of benefits - Tax leases</u>		13,013		13,013
9	<u>Investment tax credit*</u>	(83,578)	(26,756)		(110,334)
10	TOTALS	105,079	26,060		131,139

*Footnotes:

11. If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit See Note on page 75 \$ 30,121
12. If deferral method for investment tax credit was elected:
- (1) Indicate amount of credit utilized as a reduction of tax liability for current year \$ _____
- (2) Deduct amount of current year's credit applied to reduction of tax liability but deferred for accounting purposes \$ _____
- (3) Balance of current year's credit used to reduce current year's tax accrual \$ _____
- (4) Add amount of prior year's deferred credits being amortized to reduce current year's tax accrual \$ _____
- (5) Total decrease in current year's tax accrual resulting from use of investment tax credits \$ _____
13. Total - Other than U.S. Government Taxes \$ 18,547

Income taxes:	
Normal tax and surtax	1,098
Excess profits	
Total—Income taxes	1,098
Old-age retirement*	63,359
Unemployment insurance	6,795
All other United States Taxes	1
Total—U.S. Government Taxes	71,253
Grand Total—Railway Tax Accruals	89,800

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

Hospital insurance	\$ 4,630
Supplemental annuities	4,786

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

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

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

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

(Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Debits (c)	Credits (d)
1	519	Miscellaneous Income	\$	\$
2				
3		Transfer of domestic tax benefits under tax		
4		leases		28,573
5		Gain on sale of investment - K&IT		7,735
6		Profit from land sales		3,952
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS

NOTES AND REMARKS

500. CONTINGENT ASSETS AND LIABILITIES

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

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

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

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

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

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

(Dollars in thousands)

Line No.	Item (a)	Amount (b)
	<u>Contingent Liabilities</u>	\$
1	The case of Charles G. Hickman v. L&N was tried in the Circuit	
2	Court of Crestview, Florida in August of 1981. Plaintiff, Charles	
3	G. Hickman, alleged permanent injury due to inhalation of noxious	
4	fumes following the derailment of an L&N freight train at Crestview,	
5	Florida, on April 8, 1979. His wife, Mary Hickman, joined in the	
6	suit alleging loss of consortium. Medical evidence presented at the	
7	trial was to the effect that the inhalation of the noxious fumes	
8	aggravated a pre-existing emphysema condition and accelerated the	
9	onset of congestive heart failure. An award of \$50,000 compensatory	
10	damages to Charles Hickman and \$50,000 compensatory (loss of con-	
11	sortium) damages to Mary Hickman was made by the jury, together with	
12	a \$7 million punitive damages award. Post-trial motions seeking a	
13	new trial or judgment notwithstanding the verdict were timely filed	
14	and were argued on November 6, 1981. With a minor adjustment in	
15	respect of one compensatory damage award, the motions were denied.	
16	An appeal has been taken.	
17		
18	The United States Department of the Navy has presented a notice	
19	of intent to file with L&N a freight claim for an undisclosed amount,	
20	expected to exceed \$4 million, for damages to a missile launcher	
21	while in transit. Counsel for L&N believe there are defenses to	
22	the claim. Moreover, the L&N is protected by liability insurance	
23	for any payment in excess of \$1 million which may be required. In	
24	the opinion of counsel, resolution of this matter is not expected	
25	to affect L&N's business or financial condition.	
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501. GUARANTIES AND SURETYSHIPS

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

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

Line No.	Names of all parties principally and primarily liable (a)	Description (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	Carolina, Clinchfield & Ohio Rwy.	F.D. 23529 1st Mortgage 4-1/2% Bonds, Ser. B, due April 1, 1990	\$ 8,555	Joint
2	Guarantors:			
3	L&N RR and SCL RR			
4	Clinchfield RR Co.	Pollution Control Loan Agreement	1,250	Joint
5	(Prin.) SCL RR Co.	Int. rate 67% of rate in effect	and interest	
6	& L&N RR Co.	at Continental Ill. Natl. Bank	thereon	
7	Guarantors	Maturity Sept. 1, 1991		
8	Terminal RR Assoc	Refunding & improvement mtge.		
9	of St. Louis	Bonds, Series C, 4% due July 1, 2019, F.D. 14553	7,787	Note 1
10	Guarantors: L&N, B&O			
11	BN, CNW, ICG, ITC,	Series D, 2-7/8%, due Oct. 1, 1985, F.D. 15070	24,157	Note 2
12	MKT, MP, N&W, CR			
13	SLSF, Sou. SSW			
14	Note 1. As to Refunding and Improvement Mortgage Bonds, Series C, this Company guarantees to the extent of 1/16th only, the interest & sinking fund payments.			
15	Note 2. A to Series D, the guaranty covers 1/16th only of principal, sinking fund payments and interest, and in addition each guarantor agrees in the event of default of any other guarantor, to pay its pro rata share of defaulted guaranty.			
16	Clinchfield RR Co.	F.D. 24405 Payment of Equip. Trust	427	Joint
17	Guarantors: L&N RR	Certificates, 5-1/2%, Series G	and dividends	
18	and SCL RR	Final Maturity Jan. 15, 1982	thereon	
19	Clinchfield RR Co.	F.D. 26677 Payment of Equip. Trust	792	Joint
20	Guarantors: L&N RR	Certificates, 8%, Series H,	and dividends	
21	and SCL RR	Final Maturity July 15, 1986	thereon	
22	Clinchfield RR Co.	F.D. 27206 Payment of Equip. Trust	1,092	Joint
23	Guarantors: L&N RR	Certificates 7-1/4%, Series I,	and dividends	
24	and SCL	Final Maturity Nov. 15, 1987	thereon	
25	Clinchfield RR Co.	F.D. 29335F Payment of Equip. Trust	6,867	Joint
26	Guarantors: L&N RR	Certificates 11%, Series J,	and dividends	
27	and SCL RR	Final Maturity June 2, 1995	thereon	
28	Trailer Train Co.	L&N RR, together with other pro-	1,217	Joint
29	Proprietary Cos.	prietary companies of Trailer		
30	subject to change	Train Co., is obligated to advance		
31		to Trailer Train under certain con-		
32		ditions such sum as may be needed		
33		by that Co. to pay principal and		
34		interest under terms of certain of		
35		its outstanding obligations.		

(Continued on Page 83-A)

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

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

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

501. GUARANTIES AND SURETYSHIPS

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

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

Line No.	Names of all parties principally and primarily liable (a)	Description (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	City of New Orleans,	Under the terms of the New Orleans	\$ 4,630	Joint
2	La. Guarantors: L&N	Union Pass. Term. Agreement dated		
3	RR, ICG RR, L&A Ry	Oct. 22, 1947, F.D. 15920, the L&N		
4	Sou. Ry., T&NO RR,	and 6 other railroads severally		
5	T&P Ry. & MP RR	guarantee payment as and when due,		
6		principal, interest and expense of		
7		City of New Orleans Union Passenger		
8		Term. revenue bonds dated Jan. 1,		
9		1948, due serially to Jan. 1, 1998.		
10	The Belt Railway Co.	Assumption by the named railroads of	21,542	Joint
11	of Chicago	obligation and liability as joint		
12	Guarantors: L&N RR	and several guarantors by endorse-		
13	ICG RR, AT&SF Ry.,	ment in respect of the principal,		
14	BN RR, CR, Soo I	interest and sinking fund payments		
15	RR, C&O Ry. MP RR,	on principal amount First Mortgage		
16	GTW RR, N&W Ry.	4-5/8% Sinking Fund Bonds, Series		
17		A, dated Aug. 15, 1962, due Aug.		
18		15, 1987. ICC Finance Docket #22140		
19	Kentucky & Indiana	First Mortgage 4-7/8% Bonds, due	3,898	Joint
20	Terminal Co.	March 1, 1986	and interest	
21	Guarantors: L&N RR		thereon	
22	B&O RR & Sou. Ry.			
23	Cybernetics & Sys.	Various notes due First National	359	Sole
24	Guarantors: L&N RR	Bank of Evanston		
25	& SCL RR			
26	Haysi Railroad	Note payable and interest thereon	200	Joint
27	Guarantors: L&N RR	at the prime rate plus 1/4%		
28	and SCL RR	F.D. 27032		
29	The Western Railway	Montgomery, Ala. Pollution Con-	440	Joint
30	of Alabama	trol Bonds dated July 1, 1979	and interest	
31	Guarantors: L&N RR	Final Maturity July 1, 1991	thereon	
32	and SCL RR			
33				
34				
35				
36				
37				
38				

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

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

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

502. COMPENSATING BALANCES AND SHORT-TERM BORROWING ARRANGEMENTS

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

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

Compensating balance arrangements in the aggregate amount to less than 15% of liquid assets.

Lines of credit unused - None

Lines of credit used - None

Short term borrowings outstanding at December 31, 1981 - None

Notes to Schedule 510 - Debtholdings

- Note A - Prime rate plus 1/4 of 1% currently being charged by certain banks.
Note B - Prime rate plus 1/4 of 1% and 8%.
Note C - Prime rate of Bankers Trust Co., NY, times 1.18, plus 1/4 of 1%.
Note D - Prime rate plus 2.5%.
Note E - Prime rate of Morgan Guaranty Tr., Co., NY, times 1.08, plus 1/4 of 1%.
Note F - Prime rate plus 1/4 of 1% and 9%.
Note G - 9.25% and 9.75%.
Note H - 9%, 9.375% and 9.75%.
Note I - Prime rate of Commerce Union Bank, Nashville, TN times .6667.
Note J - 8-1/2% and 9-1/4%.
Note K - 8-1/2% and 9%.
Note L - 7-3/4%, 8% and 8-3/4%.
Note M - Prime rate, prime rate plus 1/4 of 1% and prime rate plus 1/2 of 1% being charged by Citibank, N.A.
Note N - Bonds shall bear interest at the rate of 4.85% to 7.125% as set out in Article 11, Section 202 of Indenture of Trust dated November 1, 1977.
Note O - 7-5/8% and 8-3/8%.
Note P - 7-3/4% and 8-1/2%.
Note Q - 7-3/8%, 8-1/8% and 8-1/2%.
Note R - Contingent interest, all paid for current year, no contingent interest unpaid.
Note S - Dollar Savings Bank, Pittsburgh, PA; Central Life Assurance Co., Des Moines, IA; Cont., Ill. Natl. Bank & Trust, Chicago, IL; Mutual Service Life Ins. Co., St. Paul, Minn.
Note T - These obligations are subject to a call provision prior to maturity and also have a sinking fund requirement.
Note U - This obligation is subject to a call provision before maturity.
Note V - Prime rate of Mellon Bank, Pittsburgh, PA times .65
Note W - Notes bear interest at rates of 7.75% to 10-1/2% as set out in official statement dated October 9, 1980.
Note X - No interest payable except in event of default then payable at prime rate of a majority of major New York banks.
Note Y - Interest at a floating rate per annum based on U.S. Treasury 10 year constant maturities series plus 1%; however, at December 31, 1981 all certificates were held by a subsidiary and no interest was accruing.

85-A

Road Initials:

L&N

Year 1981

NOTES AND REMARKS

510. DEBT HOLDINGS

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

Accounts to be considered in completing this schedule are:

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

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

(1) MORTGAGE BONDS:

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

(2) COLLATERAL TRUST BONDS:

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

(3) UNSECURED BONDS (Debentures):

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

(4) EQUIPMENT OBLIGATIONS:

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

(5) MISCELLANEOUS OBLIGATIONS**(6) RECEIVERS' AND TRUSTEE' SECURITIES (Other than equipment obligations).****(7) SHORT-TERM NOTES IN DEFAULT.**

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

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

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

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

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

510. DEBTHOLDINGS—Continued

Line No.	Description of obligation	Name and address of creditor or trustee	Original amount	Portion due	
				Within one year	After one year
	(a)	(b)	(c)	(d)	(e)
1.	764-765 Funded Debt	Unmatured:			
2.	(1) (a) Mortgage Bonds:				
3.	N.C.-St.L Ry. 1st B.	US Tr. Co. NY	15,000		7,455
4.					
5.	Ky. Cen. Ry. 1st Mtg.	Mfg. Hanover Tr, NY	6,710		4,883
6.					
7.	A.K.&N. Ry. 1st Consol	Chem. Bk. NY, NY	500		372
8.					
9.	1st. Ref. Series F	U.S. Tr. Co., NY	53,835		35,398
10.					
11.	1st. Ref. Series G	US Tr. Co, NY, NY	53,119		30,545
12.					
13.	1st & Ref. Ser. H	US Tr. Co, NY, NY	30,000		8,919
14.					
15.	1st & Ref Ser. I	US Tr. Co, NY, NY	30,350		7,829
16.					
17.	Total (1) (a) Mtg. Bonds		189,514		95,501
18.					
19.	(1) (b) Mortgage Bonds:				
20.	CI&L 1st, Inc.	1st Natl. Bk. Cgo, IL	7,614	1,492	
21.					
22.	CI&L 2nd Inc.	Cgo Title & Tr. Cgo, IL	8,914	885	
23.					
24.	Total (1) (b) Mtg. Bonds		16,528	2,377	
25.					
26.	Total (1) Mtg. Bonds		206,042	2,377	95,501
27.					
28.	(2) (a) Coll. Tr. Bonds:				
29.					
30.	Coll. Tr. of 1962	Chem. Bk., NY, NY	25,000		11,461
31.					
32.	Coll. Tr. of 1968	Citibank, NY, NY	40,000		29,166
33.					
34.	Coll. Tr. of 1975	Chem. Bnk, NY, NY	50,000		36,991
35.					
36.	Total (2) Coll. Tr. Bonds		115,000		77,618
37.					
38.	(3) (a) Unsecured Bonds:				
39.	Industrial Park Revenue				
40.	Bonds (Lou. and Nash. RR)				
41.	Series 1977	Hancock Bk. Gulfport MS	8,000	120	7,655
42.					
43.	(3) (b) Inc. Debens	Mfg. Hanover Tr, NY	7,280		5,231
44.					
45.	Total (3) Unsecured Bonds		15,280	120	12,886
46.					
47.					
48.					
49.					
50.					

510. DEBTHOLDINGS—Continued

Line No.	Description of obligation	Name and address of creditor or trustee	Original amount	Portion due	
				Within one year	After one year
(a)	(b)	(c)	(d)	(e)	
1	764-765 Funded Debt Unmatured (Cont'd.)				
2	(5) Misc. Obligations				
3	Note	US Tr.Co., NY, NY	3,300	330	
4					
5	Note-E.C. RR	Notes	2,100	236	703
6					
7	Pollut. Cont. Notes	Fulton Nat. Bk. Ga. At	1,030		1,030
8					
9	Pollut. Cont. & Indus. Dev. Notes	Commerce Union Bk Nashville, TN	1,650	165	1,485
10					
11	Poll. Cont. & Ind. Dev. Notes	Mellon Bk. PittsPA	11,490	1,149	10,341
12					
13	Poll. Cont. & Ind. Dev. Notes	3rd Nat. Bk. NashN	5,720	410	4,860
14					
15					
16	Notes	W. D. Tucker, Sr. SO. Miami, FL	44		44
17					
18	Notes	E. E. Tucker, Jr. Chattanooga, TN	35	7	21
19					
20	Settle. Agreement	Cinn. Union Term.	503	50	352
21					
22	Total (5) Misc. Obligations		25,872	2,347	18,836
23					
24	Total Accts. 764-765		362,194	4,844	204,841
25					
26	764-766 Equipment Obligations				
27	(4) (a) Equipment Trust Certificates:				
28	Series RR-1	Mer. Safe Dep. Mo	8,820		
29					
30	" RR-2	" " " "	7,455		
31					
32	" SS	" " " "	7,680		
33					
34	" TT	" " " "	8,325		
35					
36	" UU-1	" " " "	5,550	370	
37					
38	" UU-2	" " " "	5,535	369	
39					
40	" VV	" " " "	4,305	287	
41					
42	" WW	" " " "	4,020	268	536
43					
44	" XX	" " " "	7,290	486	972
45					
46	" YY	" " " "	7,680	512	1,024
47					
48	" ZZ	" " " "	7,515	501	1,503
49					
50	" 1	" " " "	9,930	662	1,485

Road Initials: L&N

Year 19 81

510. DEBTHOLDINGS—Continued

Date of issue (f)	Date of maturity (g)	Interest			At year end	
		Rate (h)	Accrued during year (i)	Paid during year (j)	Unamortized debt discount 770.1 (k)	Unamortized premium 770.2 (l)
8/1/76	2/20/82	Note A	120	151		
12/18/75	11/1/85	11-1/2%	155	148		
8/1/78	8/1/03	7-1/4%	75	75	17	
2/29/80	3/1/91	Note I	475	529		
3/15/80	12/15/91	Note V	1,466	1,485		
10/1/80	10/1/90	Note W	206	211		
3/4/80	3/4/85	8%	4	4		
3/4/80	3/4/85	8%	3	3		
10/30/80	10/30/88	Note X				
			2,504	2,606	17	
			14,073	14,573	929	602
3/15/66	3/15/81	5-1/4%	6	16		
3/15/66	3/15/81	5-1/8%	5	13		
6/15/66	6/15/81	5-1/4%	12	14		
9/15/66	9/15/81	6%	24	33		
2/1/67	2/1/82	5%	20	28		
2/1/67	2/1/82	5-3/8%	22	30		
9/1/67	9/1/82	6%	29	35	1	
3/1/69	3/1/84	7%	59	66	1	
7/15/69	7/15/84	7-5/8%	127	148	6	
10/1/69	10/1/84	8%	154	164	6	
12/1/69	12/1/84	8-1/4%	162	165	5	
2/1/70	2/1/85	8-5/8%	233	257	8	

510. DEBTHOLDINGS—Continued

Line No.	Description of obligation	Name and address of creditor or trustee	Original amount	Portion due	
				Within one year	After one year
(a)	(b)	(c)	(d)	(e)	
1.	764-766 Equipment Obligations (Cont'd.)				
2.	(4) (a) Equipment				
3.	Trust Certificates				
4.	Series 2	Balt. Mer.-Safe Dep. MD	9,900	660	1,980
5.					
6.	" 3	" " " "	9,705	647	1,941
7.					
8.	" 4	" " " "	9,990	666	1,998
9.					
10.	" 5	" " " "	6,420	428	1,284
11.					
12.	" 6	" " " "	9,555	637	2,548
13.					
14.	" 7	" " " "	9,585	639	2,556
15.					
16.	" 8	" " " "	9,600	640	2,560
17.					
18.	" 9	" " " "	9,405	627	2,508
19.					
20.	" 10	" " " "	53,600		42,972
21.					
22.	" 11	" " " "	13,425	895	11,635
23.					
24.	" J (CRR)	" " " "	3,338	222	2,893
25.					
26.	" 12	" " " "	17,250	1,150	16,100
27.					
28.	" 13	" " " "	15,000	1,000	14,000
29.					
30.	" 14	" " " "	46,942	3,353	43,589
31.					
32.	Total Equipment Trust Certificates		307,820	15,019	154,084
33.					
34.	(4) (c) Conditional Sale Agreements				
35.	Cond. Sale Agree.	3rd Nat. Bk. Nash, TN	1,824		
36.					
37.	" " "	Balt. Mer.-Safe Dep. MD	18,770	1,043	4,171
38.					
39.	" " "	" " " "	8,070	538	1,614
40.					
41.	" " "	1st Nat. Bk., Atl, GA	2,848		
42.					
43.	" " "	1st Nat. Bk., B-ham, AL	5,857		
44.					
45.	" " "	Balt. Mer.-Safe Dep. MD	8,650	576	2,883
46.					
47.	" " "	1st Nat. Bk., Bham, AL	12,142	809	3,643
48.					
49.	" " "	Balt. Mer.-Safe Dep. MD	9,832	669	5,111
50.					

510. DEBTHOLDINGS--Continued

Date of issue (f)	Date of maturity (g)	Interest			At year end	
		Rate (h)	Accrued during year (i)	Paid during year (j)	Unamortized debt discount 770.1 (k)	Unamortized premium 770.2 (l)
4/1/70	4/1/85	8-3/4%	245	260		
6/15/70	6/15/85	9-1/4%	267	269		
10/15/70	10/15/85	8-3/4%	279	291		
12/15/70	12/15/85	8-3/8%	178	179		
2/15/71	2/15/86	7-1/8%	233	250		
4/15/71	4/15/86	7-3/8%	249	259		12
6/15/71	6/15/86	8-1/4%	288	290		
9/15/71	9/15/86	7-1/2%	268	282	9	
2/1/80	2/1/95	12-3/10%	5,809	5,988	407	
6/1/80	6/1/95	11-1/4%	1,452	1,460	98	
6/2/80	6/2/95	11%	353	353		
5/1/81	5/1/96	14%	1,556	1,167	148	
5/15/81	5/15/96	14-7/8%	1,190	911		
4/15/81	4/15/96	Note Y	2,078	2,078		
			15,298	15,006	689	12
8/1/66	9/1/81	5-7/8%	3	4		
1/15/68	1/15/86	6-7/8%	361	394		
2/15/70	6/1/85	Note A	229	233		
1/15/71	5/1/81	Note A	8	11		
6/15/71	10/15/81	Note A	47	64		
1/1/72	2/15/87	Note B	282	300		
4/1/72	4/1/87	Note b	389	389		
7/1/73	11/15/88	8-1/4%	516	515		

510. DEBTHOLDINGS - Continued

Line No	Description of obligation	Name and address of creditor or trustee	Original amount	Portion due	
				Within one year	After one year
	(a)	(b)	(c)	(d)	(e)
1.	764-766 Equipment Obligations (Cont'd.)				
2.	(4)(c) Conditional Sale Agreements				
3.	Cond. Sale Agree.	Mer-Safe Dep. Balt. MD.	9,715	723	3,847
4.	" " "	" " " "	16,268	1,084	7,276
5.	" " "	" " " "	14,135	934	7,461
6.	" " "	" " " "	18,960	1,264	8,901
7.	" " "	" " " "	21,787	1,452	10,988
8.	" " "	" " " "	20,250	1,350	10,335
9.	" " "	" " " "	16,944	1,070	8,549
10.	" " "	" " " "	5,610	363	3,087
11.	" " "	" " " "	20,529	1,360	12,239
12.	" " "	" " " "	22,629	1,477	13,357
13.	" " "	" " " "	9,320	621	5,592
14.	" " "	Citibank, NY, NY	5,327	533	2,575
15.	" " "	Mer-Safe Dep. Balt. MD.	4,122	275	2,610
16.	" " "	" " " "	29,039	1,904	18,136
17.	" " "	" " " "	20,761	1,384	13,841
18.	" " "	" " " "	17,790	1,186	11,860
19.	" " "	" " " "	17,584	1,172	12,309
20.	" " "	" " " "	7,168	478	5,495
21.	" " "	" " " "	2,920	365	1,825
22.	" " "	" " " "	20,521	2,520	32,754
23.	Assumed From Seaboard				
24.	Coast Line RR	Wachovia Bk, Ral, NC	128		
25.	Assumed from Chicago				
26.	& Eastern Ill. RR				
27.	Cond. Sale Agmt.	Ill. St. Bk. of Cgo.	419		
28.					
29.	Total Conditional Sale Agreements		369,919	25,150	210,459

510. DEBTHOLDINGS—Continued

Date of issue (f)	Date of maturity (g)	Interest			At year end	
		Rate (h)	Accrued during year (i)	Paid during year (j)	Unamortized debt discount 770.1 (k)	Unamortized premium 770.2 (l)
12/1/73	5/15/89	Note E	454	448		
4/15/74	11/1/89	Note F	874	900		
8/1/74	5/15/90	11%	972	975		
10/15/74	5/1/90	11-1/4%	1,226	1,250		
1/15/75	11/1/90	10%	1,329	1,353		
3/1/75	11/1/90	Note G	1,196	1,227		
5/1/75	11/1/90	Note H	990	1,007		
10/15/75	4/15/91	10-1/2%	383	385		
3/1/76	10/30/91	Note J	1,334	1,345		
5/1/76	10/20/91	Note K	1,440	1,429		
6/1/76	7/22/91	Note L	566	389		
6/15/76	4/20/87	Note M	655	683		
9/15/76	4/20/92	Note K	272	276		
1/15/77	4/20/92	Note O	1,762	1,766		
4/1/77	10/20/92	Note P	1,343	1,364		
7/1/77	10/20/92	Note O	1,149	1,168		
2/15/78	4/20/92	8-7/8%	1,254	1,274		
8/15/78	2/20/94	9-5/8%	593	609		
8/1/79	9/20/87	10-3/8%	245	256		
9/1/80	11/6/95	12-1/2%	4,528	4,189		
10/1/65	4/1/81	5%		1		
2/1/67	5/1/82	6-3/4%	1	1		
			24,401	24,205		

510. DEBTHOLDINGS—Continued

Line No.	Description of obligation	Name and address of creditor or trustee	Original amount	Portion due	
				Within one year	After one year
	(a)	(b)	(c)	(d)	(e)
1.	764-766 Equipment Obligations (Cont'd.)				
2.	(4)(c) Deferred Payment Agreements				
3.	Lease-Purch. Agree.	Mfg. Hanover Tr, NY	1,822	35	141
4.					
5.	Chattel Mortgage	Comm. Cr. Ind. Corp.	347	4	
6.		Roseville, MICH			
7.	" "	" "	371	37	15
8.					
9.	" "	" "	150	2	
10.					
11.	" "	" "	104	10	11
12.					
13.	" "	Bankrs. Tr. Co., NY	744	106	372
14.					
15.	Capital Lease	Crowder & Robt. Atl. GA	4,165		
16.					
17.	" "	Tr. Co. - Ga., Atl. GA	3,277	466	122
18.					
19.	" "	" " " " "	3,195	458	493
20.					
21.	" "	1st Sec. Bk. Utah	4,616	501	1,841
22.		Salt Lake Cy. UT			
23.	" "	Conn. Bk & Tr. Hart. CT	1,158		
24.					
25.	" "	Wells Fargo Bk. SE CA	177	35	19
26.					
27.	" "	Am. Sec. & Tr., Wash DC	13,268	1,230	7,170
28.					
29.	" "	B.T. Equip. Leas Hous. TX	903	74	658
30.					
31.	" "	" " " " "	1,822	196	1,225
32.					
33.	" "	P.H.H. Lease, Balt. MD	2,728	164	2,421
34.					
35.					
36.	Total Deferred Payment Agreements		38,847	3,318	14,488
37.					
38.	Total Accounts 764-766		716,586	43,487	379,031
39.					
40.	769 Amounts Payable to Affiliated Companies				
41.					
42.		Clinchfield RR Co	834		
43.					
44.					
45.					
46.	Grand Total		1,079,614	48,331	583,872
47.					
48.					
49.					
50.					

510. DEBTHOLDINGS—Continued

Date of issue (f)	Date of maturity (g)	Interest			At year end	
		Rate (h)	Accrued during year (i)	Paid during year (j)	Unamortized debt discount 770.1 (k)	Unamortized premium 770.2 (l)
7/15/65	5/30/87	4%	14	14		
2/23/73	6/1/81	Note D	2	2		
4/18/73	4/1/83	Note D	14	14		
5/15/73	12/1/81	Note D	2	2		
6/1/73	12/1/83	Note D	6	6		
6/28/78	5/1/86	Note C	127	127		
3/15/67	11/1/81	5-3/4%	57	57		
6/1/72	2/1/83	7-1/2%	64	71		
12/1/72	11/1/83	7-3/4%	96	103		
12/15/74	11/15/85	10-1/4%	272	311		
12/31/73	12/31/81	10%	18	18		
4/13/77	4/13/83	9-3/8%	7	7		
2/1/76	4/20/87	9-3/8%	849	867		
1/3/79	3/15/89	9-1/2%	74	74		
5/18/79	6/2/87	11-3/4%	180	180		
11/1/80	11/1/90	13-1/8%	350	350		
			2,132	2,203		
			41,831	41,414	689	12
			103	117		
			56,007	56,104	1,618	614

510. DEBTHOLDINGS—Continued
(Notes and Other Disclosures)

Line No.	a. Nature of Security or Collateral, if any
1.	(1) Mortgage Bonds
2.	Lien on owned track and assets provided for in each indenture
3.	(2) (a) Collateral Trust Bonds
4.	First and Refunding Mortgage Bonds Series K, M and P are nominally issued
5.	as collateral security for collateral trusts of 1962, 1968 and 1975,
6.	respectively.
7.	(4) (a) Equipment Obligations
8.	Lien on various equipment
9.	(5) Miscellaneous Obligations
10.	Note - Whitney National Bank - Secured by certain property at New Orleans,
11.	LA.
12.	Note - Evansville Connecting RR Co. - Secured by title and interest in
13.	Trackage Agreement as provided by the loan agreement.
14.	Pollution Control Notes - Fulton National Bank - Secured through nominal
15.	issuance of Seaboard Coast Line RR, Series ZZ and ZZZ.
16.	Note - Industrial Development & Pollution Control - Commerce Union Bank -
17.	Nashville, TN - interest in certain collateral as described by
	Security Agreement.
	Note - Pollution Control & Industrial Development - Mellon Bank - Pitts-
	burgh - interest in certain collateral as described by agreement.
b. With respect to each holder of more than five percent of each issue reported, provide the name, address, and type of holder—bank, broker, holding company, individual or other specified category.	
	Note - Pollution Control & Industrial Development - Third National Bank -
	Nashville - Lien on Industrial Development projects as provided
	by agreement.

Line No.	Name and address of holder	Type of holder
1.		
2.		
3.	(See Pages 89-A, 89-B and 89-C)	
4.		
5.		
6.		
7.		
8.		
9.		
10.		
11.		
12.		
13.		
14.		
15.		
16.		
17.		
18.		

c Other Notes and Comments

Debtholdings -

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

Louisville and Nashville Railroad Company First
and Refunding Series F 3-3/8% due 4/1/2003

Bloomfield & Co.

Nominee

c/o Connecticut General Life Ins. Co.

P. O. Box 1499

Hartford, CT 06101

Cede & Co.

Nominee

c/o Depository Trust Co.

P. O. Box 7547

Church Street Station

New York, NY 10249

Louisville and Nashville Railroad Company First
and Refunding Series G 2-7/8% due 4/1/2003

Bloomfield & Co.

Nominee

c/o Connecticut General Life Ins. Co.

P. O. Box 1499

Hartford, CT 06101

Cede & Co.

Nominee

c/o Depository Trust Co.

P. O. Box 7547

Church Street Station

New York, NY 10249

Louisville and Nashville Railroad Company First
and Refunding Series H 3-3/4% due 4/1/2003

Cede & Co.

Nominee

c/o Depository Trust Co.

P. O. Box 7547

Church Street Station

New York, NY 10249

Emigrant Industrial Savings Bank

Bank

51 Chambers Street

New York, NY 10007

The Mutual Benefit Life Insurance Co.

Corporation

P. O. Box 1752

Church Street Station

New York, NY 10019

Continued on Page 89-B

NOTES AND REMARKS

Louisville and Nashville Railroad Company First
and Refunding Series I 3-3/8% due 4/1/2003

AGL-DEL

c/o American General Corp.

P. O. Box 3247

Houston, TX 77001

Nominee

AGL-TEX

P. O. Box 1705

Stamford, CT 06920

Corporation

American General Life Ins. Co.

P. O. Box 3247

Houston, TX 77001

Corporation

New York Life Insurance Co.

Attn: Treas. Dept.

51 Madison Avenue

New York, NY 10038

Corporation

The Nashville, Chattanooga & St. Louis Railway
3% due 2/1/86

Woodmen

c/o Omaha National Bank

(Estate & Trust Div.)

17th & Farnam Streets

Omaha, NB 68108

Corporation

Collateral Trust of 1962 4-7/8% Bonds due 12/1/87

Cede & Co.

c/o Depository Trust Co.

P. O. Box 7547

Church Street Station

New York, NY 10249

Nominee

Haggard & Co.

Phoenix Mutual Life Insurance Co.

P. O. Box 10803

Newark, NJ 07101

Nominee

Kentres

c/o Farmers Bk Plaza

Frankfort, KY 40601

Nominee

Continued on Page 89-C

Collateral Trust of 1968 7-3/8% due 12/1/93

Cede & Co.
55 Water Street
New York, NY 10004

Nominee

Licova & Co.
P. O. Box 17610
Richmond, VA 23261

Nominee

Collateral Trust of 1975 11% due 7/15/85

Cede & Co.
c/o Depository Trust Co.
Box 20 Bowling Green Station
New York, NY 10274

Nominee

Kentucky Central Railway 4% due 7/1/87

Haggard & Co.
Phoenix Mutual Life Ins. Co.
P. O. Box 70803
Newark, NJ 07101

Nominee

Licova & Co.
Attn: Treasury Division
914 Capitol Street
Richmond, VA 23209

Nominee

Pacific & Co.
P. O. Box 7877
San Francisco, CA 94120

Nominee

Monon 6% Income Debentures due 1/1/07

Cede & Co.
Box 20 - Bowling Green Station
New York, NY 10004

Nominee

C. A. England & Co.
c/o Chemical Bank
P. O. Box 1368
Church Street Station
New York, NY 10008

Nominee

89-D

Road Initials: L&N Year 1981

NOTES AND REMARKS

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 700

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

700. MILEAGE OPERATED AT CLOSE OF YEAR

Line No.	Class	Proportion owned or leased by respondent	Main (M) or branch (B) line	Running Tracks, Passing Tracks, Cross-Overs, Etc.				Miles of way switching tracks	Miles of yard switching tracks	Total
				Miles of road	Miles of second main track	Miles of all other main tracks	Miles of passing tracks, cross-overs, turnouts			
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)
1	1	A11	M	3,785	225	4	650	455	1,475	6,594
2	1J	1/4	M						2	2
3	1J	1/3	M						1	1
4	1J	1/2	M	66	66		16	13	98	259
5	1J	2/3	M						1	1
6	Total Cl. 1J Main			66	66		16	13	102	263
7	Total Cl. 1 & 1J Main			3,851	291	4	666	468	1,577	6,857
8										
9	1	A11	B	1,939	2		129	329	61	2,460
10	1	1/2	B	6			1	15		22
11	Total Cl. 1 & 1J Branch			1,945	2		130	344	61	2,482
12										
13	Total Cl. 1 & 1J Main									
14	& 1 & 1J Branch			5,796	293	4	796	812	1,638	9,339
15										
16	2		M	2			1			3
17										
18	3A	A11	M	137			18	15	17	187
19	3AJ	1/2	B						1	1
20	Total Cl. 3A Main									
21	& 3A Branch			137			18	15	18	188
22										
23	3B	A11	M	268	17		54	20	19	378
24	3B	A11	B	2				1		3
25	Total Cl. 3B Main									
26	& 3B Branch			270	17		54	21	19	381
27										
28	4B	A11	B	10			1	2		13
29										
30										
31	5		M	235	30	6	20	21	187	499
32	5		B	88			3	13	12	116
33	Total Cl. 5 Main									
34	& 5 Branch			323	30	6	23	34	199	615
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49										
50										
51										
52										
53										
54										
55	Total Main Line		XXX	4,493	338	10	759	524	1,800	7,924
56	Total Branch Lines		XXX	2,045	2		134	360	74	2,615
57	Grand Total		XXX	6,538	340	10	893	884	1,874	10,539
58	Miles of road or track electrified included in preceding grand total		XXX							None

701. 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	1	Track at								
2		Covington, Ky.	M	1						1
3										
4	1	Clarksville &								
5		Princeton								
6		Branch	B	20						20
7										
8										
9										
10										
11										
12										
13										
14										
15		Total	XXX	21						21

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

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

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

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

Line No.	State or territory (a)	ROAD OPERATED BY RESPONDENT							LINE OWNED, NOT OPERATED BY RESPONDENT		New line constructed during year (k)
		LINE OWNED		Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage right. (g)	Total mileage operated (h)	Main line (i)	Branch lines (j)	
		Main line (b)	Branch lines (c)								
1	Alabama	587	540		41		108	1,276			
2	Florida	205	37				1	243			
3	Georgia	63	105		118		45	331			
4	Illinois	211	57				64	332			
5	Indiana	500	244	2			28	774			
6	Kentucky	1,152	422		139	10	19	1,742	1	20	
7	Louisiana	35					8	43			
8	Mississippi	74						74			
9	No. Carolina		13					13			
10	Ohio						3	3			
11	Tennessee	925	517		109		49	1,600			
12	Virginia	66	6				35	107			
13											
14											
15											
16	Total Mileage (single track)	3,818	1,941	2	407	10	360	6,538	1	20	

705. CHANGES DURING THE YEAR

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

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

(Class 1) Line owned by respondent.

(Class 2) Line owned by proprietary companies.

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

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

(Class 5) Line operated under trackage rights.

2. For changes in miles of road, give dates of beginning or abandonment of operations. 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	1	M		10				4	14	
2	3B	M		1					1	
3	5	M	18			1			19	
4	5	B	34				2	3	39	
5										
6										
7										
8										
9										
10										
11										
12										
13	Total Increase		52	11		1	2	7	73	

DECREASES IN MILEAGE

14	1	M	1			5	22		28	
15	1	B	83			7	7	2	99	
16	3A	M				1			1	
17	5	M					2		2	
18										
19										
20										
21										
22										
23										
24										
25	Total Decrease		84			13	31	2	130	

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 None Miles of road abandoned 87

Owned by proprietary companies:

Miles of road constructed None Miles of road abandoned None

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.

NOTES AND REMARKS

INSTRUCTIONS CONCERNING RETURNS IN SCHEDULE 710

Instructions for reporting locomotive and passenger-train car data.

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

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

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

4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.

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

6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other self-powered unit" includes all units other than diesel or electric, e.g., steam, gas turbine. Show the type of unit, service and number, as appropriate, in a brief description sufficient for positive identification. An "Auxiliary unit" includes all units used in conjunction with locomotives but which draw their power from the "mother" unit, e.g., boosters,

slugs, etc. For reporting purposes indicate radio-controlled self-powered diesel units on lines 1 through 8, as appropriate. Radio-controlled units that are not self-powered, i.e., those without a diesel, should be reported on line 13 under "Auxiliary units".

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

8. Passenger-train car types and service equipment car types correspond to AAR Mechanical Division designations. Descriptions of car codes and designations are published in The Official Railway Equipment Register.

710. INVENTORY OF EQUIPMENT

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

Line No.	Type or design of units	Units in service of respondent at beginning of year	Changes During the Year				Units retired from service of respondent whether owned or leased, including reclassification	Units at Close of Year				
			Units installed					Owned and used	Leased from others	Total in service of respondent (col. (h) & (i))	Aggregate capacity of units reported in col. (j) (see ins. 7)	Leased to others
			New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	Locomotive Units										(H.P.)	
1	Diesel-Freight _____ A units	935	30				63	538	364	902	2,302,750	
2	Diesel-Freight _____ B units											
3	Diesel-Passenger _____ A units											
4	Diesel-Passenger _____ B units											
5	Diesel-Multiple purpose _____ A units	51					43	8		8	14,400	
6	Diesel-Multiple purpose _____ B units											
7	Diesel-Switching _____ A units	223				73	13	258	25	283	448,550	
8	Diesel-Switching _____ B units											
9	Total (lines 1 to 8) _____	1,209	30			73	119	804	389	1,193	2,765,700	
10	Electric-Locomotives _____											
11	Other self-powered units _____											
12	Total (lines 9, 10 and 11) _____	1,209	30			73	119	804	389	1,193	2,765,700	
13	Auxiliary units _____	26						26		26	XXXX	
14	Total Locomotive Units (lines 12 and 13) _____	1,235	30			73	119	830	389	1,219	XXXX	

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

Line No.	Type or design of units (a)	Before	Between	Between	Between	During Calendar Year					TOTAL	
		Jan. 1, 1960	Jan. 1, 1960, and Dec. 31, 1964	Jan. 1, 1965, and Dec. 31, 1969	Jan. 1, 1970, and Dec. 31, 1974	Jan. 1, 1975 and Dec. 31, 1979	1980	1981	1982	1983		1984
		(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)		(k)
15	Diesel _____	186	142	175	379	224	57	30				1,193
16	Electric _____											
17	Other self-powered units _____											
18	Total (lines 15 to 17) _____	186	142	175	379	224	57	30				1,193
19	Auxiliary units _____	26										26
20	Total Locomotive Units (lines 18 and 19) _____	212	142	175	379	224	57	30				1,219

710. INVENTORY OF EQUIPMENT—Continued												
UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS												
Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year	Changes During the Year					Units 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 re-written into property accounts	All other units, including reclassification and second hand units purchased or leased from others						
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PASSENGER-TRAIN CARS											
	<i>Non-Self-Propelled</i>											
21	Coaches [PA, PB, PBO] _____											
22	Combined cars [All class C, except CSB] _____											
23	Parlor cars [PBC, PC, PL, PO] _____											
24	Sleeping cars [PS, PT, PAS, PDS] _____											
25	Dining, grill and tavern cars											
26	[All class D, PD] _____										XXXX	
27	Non-passenger carrying cars [All class B, CSB, M, PSA, IA] _____										XXXX	
28	Total (lines 21 to 27) _____											
	<i>Self-Propelled Rail Motorcars</i>											
29	Electric passenger cars [EP, ET] _____											
30	Electric combined cars [EC] _____											
31	Internal combustion rail motorcars [ED, EG] _____											
32	Other self-propelled cars Specify types: _____											
33	Total (lines 29 to 32) _____											
34	Total (lines 28 and 33) _____											
	COMPANY SERVICE CARS											
35	Business cars [PV] _____	4					1	3		3	XXXX	
36	Boarding outfit cars [MWX] _____	268	2			6	37	239		239	XXXX	
37	Derrick and snow removal cars [MWU, MWV, MWW, MWK] _____										XXXX	
38	Dump and ballast cars [MWB, MWD] _____	276				1	1	35	241	276	XXXX	
39	Other maintenance and service equipment cars _____	1,112				6	55	848	215	1,063	XXXX	
40	Total (lines 35 to 39) _____	1,660	2			13	94	1,125	456	1,581	XXXX	

710. INVENTORY OF EQUIPMENT—Continued

Instructions for reporting freight-train car data:

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

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

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

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

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes During the Year			
		Time-mileage cars	All others	Units Installed			
				New units purchased or built ¹	New or rebuilt units leased from others ¹	Rebuilt units acquired and rebuilt units rewritten into property accounts ¹	All other units, including reclassification and second hand units purchased or leased from others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	FREIGHT TRAIN CARS						
41	Plain Box Cars - 40' (B100-129)	1,823					8
42	Plain Box Cars - 50' (B200-229; B300-329)	4,109					61
43	Equipped Box Cars (All Code A)	8,205		100			131
44	Plain Gondola Cars (G092-392; G401-492)	5,034					98
45	Equipped Gondola Cars (All Codes C and E)	685					12
46	Covered Hopper Cars (L151-154;251-254;351-354;451-454; 551-554;651-654;751-754)	4,886	61	618			170
47	Open Top Hopper Cars-General Service (All Code H)	28,090		702			304
48	Open Top Hopper Cars-Special Service (All Codes J and K)	430		100			
49	Refrigerator Cars - Non-mechanical (R100, 101, 102, 103, 105, 106, 107, 108, 109, 113, 114, 115, 116, R200, 201, 202, 203, 205, 206, 207, 208, 209, 213, 214, 215, 216)	363	15				
50	Refrigerator Cars - Mechanical (R104, 110, 111, 112, 117, 118, R204, 210, 211, 212, 217, 218)						
51	Flat Cars - TOFC/COFC (F071-078;F871-978)	2					
52	Flat Cars - Multi-level (All Code V)	47					4
53	Flat Cars - General Service (F101-109;F201-209)	264					7
54	Flat Cars - Other (F111-189;211-289;301-389;401-540)	706					1
55	Tank Cars - Under 22,000 Gallons (T-0, T-1, T-2, T-3, T-4, T-5)						
56	Tank Cars - 22,000 Gallons & Over (T-6, T-7, T-8, T-9)						
57	All Other Freight Cars (F191-199;291;391;L006-048; L070, L080, L090 - All "L" with second numeric 6;L161-L764;T-770; All Class S)	1,547					24
58	Total (lines 41 to 57)	56,191	76	1,520			820
59	Caboose (All N)	XXXX	494	50			
60	Total (lines 58, 59)	56,191	570	1,570			820

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710. INVENTORY OF EQUIPMENT—Continued

4. Column (m) should show aggregate capacity for all units reported in columns (k) and (l), as follows: for freight-train cars, report the nominal capacity (in tons of 2,000 lbs) as provided for in Rule 86 of the AAR Code of Rules Governing Cars in Interchange. Convert the capacity of tank cars to capacity in tons of the commodity which the car is intended to carry customarily.

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

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

Changes during year (Concluded)	Units At Close of Year						Line No.	
	Owned and used	Leased from others	Total in service of respondent (col. (i) & (j))		Aggregate capacity of units reported in col. (k) & (l) (see ins. 4)	Leased to others		
			Time-mileage cars	All other				
Units retired from service of respondent whether owned or leased in- cluding re- classification	(h)	(i)	(j)	(k)	(l)	(m)	(n)	
455	602	774	1,376			73,743		41
141	2,797	1,232	4,029			293,137		42
627	4,763	3,046	7,809			506,595		43
181	3,804	1,147	4,951			386,913		44
62	559	76	635			48,790		45
236	4,390	1,109	5,438		61	515,234		46
1,736	23,255	4,105	27,360			2,345,720		47
4	526		526			46,112		48
4		374	362		12	25,039		49
								50
1	1		1			65		51
6	45		45			2,925		52
22	175	74	249			13,614		53
32	575	100	675			54,171		54
								55
								56
								57
48	1,472	51	1,523			108,585		
3,555	42,964	12,088	54,979		73	4,420,643		58
5	539		xxxx		539	xxxxxxxxxxxx		59
3,560	43,503	12,088	54,979		612	4,420,643		60

710. INVENTORY OF EQUIPMENT—Concluded

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

Line No.	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes During the Year			
		Per diem	All other	Units Installed			
				New units purchased or built	New units leased from others	Rebuilt units acquired and rebuilt units re-written into property accounts	All other units, including reclassification and second hand units purchased or leased from others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	FLOATING EQUIPMENT						
61	Self-propelled vessels [Tugboats, car ferries, etc.]	X X X X					
62	Non-self-propelled vessels [Car floats, lighters, etc.]	X X X X					
63	Total (lines 61 and 62)	X X X X					
	HIGHWAY REVENUE EQUIPMENT						
64	Bogie-chassis						
65	Dry van	6,044					
66	Flat bed	712					
67	Open top	343					
68	Mechanical refrigerator						
69	Bulk						
70	Insulated	557					
71	Platform removable sides	35					
72	Other trailer or container						
73	Tractor						
74	Truck						
75	Total (lines 64 to 74)	7,691					

NOTES AND REMARKS

710. INVENTORY OF EQUIPMENT—Concluded

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

Changes during year (Concluded)	Units At Close of Year						Line No.
Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Total in service of respondent (col. (i) & (j))		Aggregate capacity of units reported in col. (k) & (l) (see ins. 4)	Leased to others	
			Pier diem	All other			
(h)	(i)	(j)	(k)	(l)	(m)	(n)	
			X X X X				61
			X X X X				62
			X X X X				63
							64
3,518		2,526	2,526		50,520		65
286		426	426		8,520		66
3		340	340		6,800		67
							68
							69
557							70
35							71
							72
							73
							74
4,399		3,292	3,292		65,840		75

NOTES AND REMARKS

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

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

2. In column (a) list each class or type of locomotive unit, car, or TOFC/COFC equipment on a separate line. By class is meant the standard classification used to distinguish types of locomotive units, freight cars or other equipment adopted by the Association of American Railroads; and should include physical characteristics requested by Schedule 710; locomotive units should be identified as to power source, wheel arrangement, and horsepower per unit; such as Multiple purpose diesel locomotive A units (B-B), 2500 HP; and cars should be identified as to special construction or service characteristics such as Aluminum covered hopper cars, LO; Steel boxcars-special service, XAP, etc., for TOFC/COFC show type of equipment as enumerated in Schedule 710.

3. In column (c) show the total weight in tons of 2,000 pounds. The weight of the equipment acquired should be the weight empty.

4. The cost should be the complete cost as entered on the ledger, including foreign line freight charges and handling charges.

5. Data for this schedule should be confined to the units reported in Schedule 710, columns (c) and (e) for locomotive units, passenger train cars and company service cars; columns (d) and (f) for freight train cars, floating equipment and highway revenue equipment. Disclose new units in the upper section of this schedule and in the lower section disclose rebuilt units acquired or rewritten into the Respondent's accounts. The term "new" as used herein shall refer to and mean a unit or units placed in service for the first time on any railroad.

6. All unequipped boxcars acquired in whole or in part with incentive per diem funds should be reported on separate lines and appropriately identified by footnote or sub-heading.

7. Report dollars in thousands.

NEW UNITS

Line No.	Class of equipment (a)	Number of units (b)	Total weight (tons) (c)	Total cost (d)	Method of acquisition (see instructions) (e)
1	FRT.-TRAIN CARS				
2	XL Steel Boxes, S.S., 100-Ton	100	3,825	5,693	P
3	LO Cov'd Hoppers, 3,000 C.F., 100-Ton	100	2,625	3,858	P
4	HTS Woodchip Hoppers, SS, 7000CF 100Ton	100	4,110	5,988	P
5	NE Cabooses, Bay Window, All Steel	50	1,250	3,418	P
6	LO Cov'd Hoppers, 4750 CF, 100-Ton	518	15,540	22,556	P
7	HT Coal Hoppers, 100-Ton	702	17,550	29,726	P
8					
9	Work Equipment				
10	Scale Test Cars	2	100	155	P
11					
12	The following units were acquired				
13	in the year 1980 but not reported				
14	because the total cost was not				
15	determined:				
16	LO Cov'd hoppers, 4750 CF, 100-Ton	232	6,960	10,102	P
17	HT Coal Hoppers, 100-Ton	498	12,450	21,088	P
18					
19	The following units were acquired				
20	in the year 1981 but not reported				
21	because the total cost was not				
22	determined:				
23	30-SD40-2 Locomotives, Frt., A-Units				
24	"CC", 6-Axle				
25	TOTAL	2,302	XXXX	102,584	XXXX

REBUILT UNITS

26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38	TOTAL		XXXX		XXXX
39	GRAND TOTAL	2,302	XXXX	102,584	XXXX

715. HIGHWAY MOTOR VEHICLE OPERATIONS

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

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

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

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

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

A. OPERATED BY RESPONDENT
(Revenue and nonrevenue service)

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

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

B. OPERATED BY OTHERS
(Revenue service)

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

715. HIGHWAY MOTOR VEHICLE OPERATIONS—Concluded

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

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

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

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Trucks (i)	Combination bus-trucks (j)	Line No.
			7,691			1
			20			2
			482			3
			7,229			4
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		5
XXXXXX		XXXXXX			XXXXXX	6
XX/XX				XXXXXX	XXXXXX	7
						8
						9
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	10
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	11
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	12
XX/XX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	13
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	14
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	15
				1,118		16
				431		17
				437		18
				1,112		19

B. OPERATED BY OTHERS—Concluded
(Revenue service)

Containers (e)	Semitrailers (f)	Tractors (g)	Trailers (h)	Truck (i)	Combination bus-trucks (j)	Line No.
XXXXXX	XXXXXX	XXXXXX	XXXXXX	None	XXXXXX	20
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	21
XXXXXX	XXXXXX	XXXXXX	XXXXXX	None	XXXXXX	22
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	23

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

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

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

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

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

Line No.	Name and address of highway motor-vehicle enterprise (a)	Nature of respondent's interest (b)	Date on which respondent's direct or indirect interest was originally acquired (c)
1			
2			
3	NONE		
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

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

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

*Track category

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

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

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

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

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

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

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

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

720. TRACK AND TRAFFIC CONDITIONS

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

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

Line No.	Track category	Mileage of tracks at end of period	Average annual traffic density in millions of gross ton-miles per mile**	Average running speed limit	Average speed reduction per slow order track mile	Track miles under slow orders at end of period
	(a)	(b)	(c)	(d)	(e)	(f)
1	A	2,821	31.453	45	7	260.6
2	B	1,880	11.745	38	10	131.3
3	C	1,053	2.030	27	11	214.4
4	D	1,052	.444	25	11	229.6
5	E	2,433				
6	F		XXXXXXXX	XXXXX	XXXXX	
7	Potential abandonments	597	XXXXXXXX	15		
8	Total	9,836				835.9

741. TIES LAID IN REPLACEMENT

(1) Disclose the requested information concerning ties laid in replacement.

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

(3)

Line No.	Track Category (a)	Number of crossties laid in replacement							Total (i)	Switch and Bridge Ties (Board feet) (j)	% of Spot Maintenance (k)
		New Ties				Second-hand ties					
		Wooden		Concrete (d)	Other (e)	Wooden		Other (h)			
		Treated (b)	Untreated (c)			Treated (f)	Untreated (g)				
1	A	318,370							318,370	1,098,213	*
2	B	238,280							238,280	299,144	
3	C	198,562							198,562	91,042	
4	D	92,357							92,357	40,821	
5	E	229,598							229,598	1,100,430	
6	F										
7	Potential Abandonments	20,180							20,180	6,832	
8	Total	1,097,347							1,097,347	2,636,482	

Remarks * % of Spot Maintenance

	Crossties	Switch & Bridge Ties
A	9.71	48.28
B	43.34	82.89
C	20.39	43.09
D	39.26	60.79
E	41.90	70.69
F	-	-
PA	24.99	46.23

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

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

In column (a) classify the ties as follows:

(U) Wooden ties untreated when applied.

(T) Wooden ties treated before application.

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

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

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

Line No.	Class of ties (a)	CROSSTIES			SWITCH AND BRIDGE TIES			Remarks (h)
		Total number of ties applied (b)	Average cost per tie (c)	Total cost of crossties laid in new tracks during year (d)	Number of feet (board measure) laid in tracks (e)	Average cost per M feet (board measure) (f)	Total cost of switch and bridge ties laid in new tracks during year (g)	
1	T	98,079	\$ 12.56	\$ 1,232	554,300	\$ 351.59	\$ 195	New
2								
3	T	14,907	.83	12	16,020	54.29	1	SH
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20	Total	112,986	11.01	1,244	570,320	343.24	196	
21	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid						11.94 Trk. Miles	
22	Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid						30.31 Trk. Miles	

723. RAILS LAID IN REPLACEMENT

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

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

Line No.	Track category (a)	Miles of rail laid in replacement (rail-miles)				Total		Percent of spot maintenance (h)
		New rail		Relay rail		Welded rail (f)	Bolted rail (g)	
		Welded rail (b)	Bolted rail (c)	Welded rail (d)	Bolted rail (e)			
1	A	250.45	3.36	39.61	29.52	290.06	32.88	28.39
2	B	9.95	2.23	190.15	19.59	200.10	21.82	31.58
3	C	.02	.19	3.43	10.23	3.45	10.42	67.13
4	D		.20	.02	4.71	.02	4.91	93.29
5	E	28.56	4.88	58.11	33.10	86.67	37.98	53.94
6	F							
7	Potential Abandonments	.01		.37	.64	.38	.64	48.43
8	Other							
9	TOTAL	288.99	10.86	291.69	97.79	580.68	108.65	

Remarks

Road Initials:

L&N

Year 19 81

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

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

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

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

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

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

Line No.	Class of rail	RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC.				RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS			
		Weight of Rail		Total cost of rail applied in running tracks, passing tracks, cross-overs, etc., during year	Average cost per ton (2,000 lb.)	Weight of Rail		Total cost of rail applied in yard, station, team, industry, and other switching tracks during year	Average cost per ton (2,000 lb.)
		Pounds per yard of rail	Number of tons (2,000 lb.)			Pounds per yard of rail	Number of tons (2,000 lb.)		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
1	2	132	894	384	429.57	132	167	85	511.41
2	4	132	1,403	116	82.26	132	2,620	164	62.67
3	4	119	16	3	198.85	119	10	1	140.28
4	2	115	4	2	390.95	115	61	27	443.03
5	4	115	6		40.12	115	275	19	67.40
6	4					112	388	29	76.15
7	2					100	180	65	358.59
8	4	100	344	6	18.65	100	1,895	90	47.39
9	2					90	2		
10	4					90	478	17	35.57
11									
12									
13									
14									
15									
16	Total	X X X	2,667	511	191.56	X X X	6,076	497	81.88
17	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid 11.94 Track Miles								
18	Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid 30.31 Track Miles								
19	Track-miles of welded rail installed this year 20.32 : total to date 2,087.61*								

725. WEIGHT OF RAIL

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

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

Line No.	Weight of rails per yard (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)
1	Pounds 56	.09		
2	58	1.31		
3	60	.07		
4	68	.85		
5	70	3.37		
6	75	.54		
7	80	249.83		
8	85	68.18		
9	90	979.42		
10	100	1,217.58		
11	110	65.36		
12	112	246.29		
13	115	571.12		
14	119	37.23		
15	132	3,016.67		
16	141	.06		

726. SUMMARY OR TRACK MAINTENANCE

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

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

Line No.	Track category (a)	Ties				Rail		Ballast	Track surfacing	
		Number of ties replaced Cross ties (b)	Switch and Bridge Ties (Board Feet) (c)	Percent replaced Cross ties (d)	SW & BR ties (e)	Miles of rail replaced (rail-miles) (e)	Percent replaced (f)	Cubic yards of ballast placed (g)	Miles surfaced (h)	Percent surfaced (i)
1	A	318,370	1,098,213	1.1	1.2	322.94	1.6	436,703	725.5	7.4
2	B	238,280	299,144	.8	.3	221.92	1.1	326,845	543.0	5.5
3	C	198,562	91,042	.7	.1	13.87	.1	272,364	452.5	4.6
4	D	92,357	40,821	.3	.1	4.93		126,684	210.5	2.1
5	E	229,598	1,000,430	.8	1.2	124.65	.6	314,936	523.2	5.3
6	F									
7	Potential abandonments	20,180	6,832	.1		1.02		27,680	45.9	.5
8	Total	1,097,347	2,636,482	3.8	2.9	689.33	3.4	1,505,212	2,500.6	25.4

727. TEN-YEAR SUMMARY OF TRACK MAINTENANCE

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

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

Line No.	Year (a)	Ties				Rail		Ballast	Track surfacing	
		Number of ties replaced Cross ties (b)	Switch and Bridge Ties (Board Feet) (c)	Percent replaced Cross ties (d)	SW & BR ties (e)	Miles of rail replaced (rail-miles) (e)	Percent replaced (f)	Cubic yards of ballast placed (g)	Miles surfaced (h)	Percent surfaced (i)
1	Current year	1,097,347	2,636,482	3.8	2.9	689.33	3.4	1,505,212	2,500.6	25.4
2	First preceding	1,079,706	1,865,706	4.0	2.1	570.36	2.9	1,239,966	2,494.5	25.1
3	Second preceding	1,069,737	2,290,219	4	3	637.06	2	1,030,685	2,028.4	20
4	Third preceding	967,908	2,499,295	4	3	358.78	2	736,447	1,622.4	16
5	Fourth preceding	916,054	2,931,160	3	3	460.38	2	763,272	1,712.6	17
6	Fifth preceding	894,768	2,865,506	3	3	406.92	2	901,637	1,865.1	18
7	Sixth preceding	882,626	2,267,420	3	3	275.64	1	812,196	1,733.3	17
8	Seventh preceding	589,710	2,617,298	2	3	480.58	2	845,340	1,719.4	17
9	Eighth preceding	591,400	1,991,408	2	2	429.94	2	818,434	1,547.1	15
10	Ninth preceding	488,239	2,552,620	2	3	495.86	2	929,588	N/A	

REMARKS

N/A - Not Available

728. DEFERRED MAINTENANCE-TRACKS

- (1) Disclose the requested information concerning the monetary and quantity of deferred maintenance of tracks.
- (2) Explain in remarks section below the methods and/or calculations used in determining the amounts and quantities reported.

Line No.	Type of Track	Monetary Amount of Deferred Maintenance	
		End of the Year	Beginning of the Year
	(a)	(b)	(c)
1	A	\$	\$
2	B		
3	C		
4	D		
5	E		
6	F	NONE	
7	Potential Abandonments		
8	Total Tracks		
	Selected Track Maintenance	Quantities of Deferred Maintenance	
		End of the Year	Beginning of the Year
9	Crossties		
10	Rail		
11	Ballast		

Remarks

On the basis of the definition of deferred maintenance as prescribed by the Commission in Docket 36557, respondent has answered "none."

NOTES AND REMARKS

750. CONSUMPTION OF FUEL BY MOTIVE-POWER UNITS

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

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

A. LOCOMOTIVES

Line No.	Kind of locomotive service (a)	Diesel	Electric	Other (Steam, Gas Turbine, Etc.)	
		Diesel oil (gallons) (b)	Kilowatt-hours (c)	Coal (tons) (d)	Fuel oil (gallons) (e)
1	Freight _____	156,844,134			
2	Passenger _____				
3	Yard switching _____	9,650,948			
4	Total _____	166,495,082			
5	Cost of Fuel* _____	\$ 171,305	\$	\$	\$
6	Work Train _____	1,293,836			

B. RAIL MOTORCARS

Line No.	Kind of locomotive service (f)	Diesel	Electric	Gasoline
		Diesel oil (gallons) (g)	Kilowatt-hours (h)	Gasoline (gallons) (i)
7	Freight _____			
8	Passenger _____			
9	Yard switching _____			
10	Total _____			
11	Cost of Fuel* _____	\$ NONE	\$	\$
12	Work Train _____			

*Show cost of fuel charged to train and yard service (Functions 67-Loco. Fuels and 68-Electric Power Purchased/Produced for Motive Power). The cost stated for the various kinds of fuel should be the total charges in the accounts specified, including freight charges and handling expenses. The cost stated for electric current should be the total charges in the accounts enumerated. Fuel and power consumed by mixed and special trains that are predominantly freight should be included in freight service, but where the service of mixed or special trains is predominantly passenger, the fuel and power used should be included in passenger service. (Dollars in thousands)

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)	ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)
1. Miles of Road Operated (A)	1	6,538		5. Freight Car-Miles: (Thousands) (H)			
2. Train Miles-Running (B)				5-01 RR Owned & Leased Cars-Loaded			
2-01 Unit Trains	2			5-010 Box-Plain 40-Foot	27	6,313	
2-02 Way Trains				5-011 Box-Plain 50-Foot & Longer	28	49,407	
2-020 Diesel Locomotives	3	3,777,144		5-012 Box-Equipped	29	62,829	
2-021 Other Locomotives	4			5-013 Gondola-Plain	30	15,465	
2-03 Through Trains				5-014 Gondola-Equipped	31	4,631	
2-030 Diesel Locomotives	5	13,171,518		5-015 Hopper-Covered	32	49,752	
2-031 Other Locomotives	6			5-016 Hopper-Open Top-General Service	33	159,231	
2-04 Total Train Miles (lines 2-6)	7	16,948,662		5-017 Hopper-Open Top-Special Service	34	1,337	
2-05 Motorcars	8			5-018 Refrigerator-Mechanical	35	1,815	
2-06 Total, All Trains (lines 7, 8)	9	16,948,662		5-019 Refrigerator-Non-Mechanical	36	14,325	
3 Locomotive Unit Miles: (C)				5-020 Flat-TOFC/COFC	37	2,528	
Road Service: (D)				5-021 Flat Multi-Level	38	3,007	
3-01 Unit Trains	10			5-022 Flat-General Service	39	1,568	
3-02 Way Trains				5-023 Flat-All Other	40	9,003	
3-020 Diesel	11	9,682,254		5-024 All Other Car Types-Total	41	6,445	
3-021 All Other (Type)	12			5-025 Total (lines 27-41)	42	387,656	
3-03 Through Trains				5-11 RR Owned & Leased Cars-Empty			
3-030 Diesel	13	47,925,766		5-110 Box-Plain 40-Foot	43	5,623	
3-031 All Other (Type)	14			5-111 Box-Plain 50-Foot & Longer	44	42,579	
3-04 Total (lines 10-14)	15	57,608,020		5-112 Box-Equipped	45	63,153	
Train Switching: (E)				5-113 Gondola-Plain	46	16,054	
3-11 Diesel	16	2,905,414		5-114 Gondola-Equipped	47	5,040	
3-12 A, Other (Type)	17			5-115 Hopper-Covered	48	54,533	
3-13 Total (lines 16, 17)	18	2,905,414		5-116 Hopper-Open Top-General Service	49	138,234	
Yard Switching: (F)				5-117 Hopper-Open Top-Special Service	50	1,601	
3-21 Diesel	19	7,492,647		5-118 Refrigerator-Mechanical	51	1,709	
3-22 All Other (Type)	20			5-119 Refrigerator-Non-Mechanical	52	13,084	
3-23 Total (lines 19, 20)	21	7,492,647		5-120 Flat-TOFC/COFC	53	2,093	
3-31 Total All Services (lines 15, 18, 21)	22	68,006,081		5-121 Flat-Multi-Level	54	2,669	
4 Motorcar Car-Miles: (Thousands) (G)				5-122 Flat-General Service	55	1,300	
4-01 Diesel	23			5-123 Flat-All Other	56	9,243	
4-02 Electric	24			5-124 All Other Car Types	57	7,147	
4-03 All Other	25			5-125 Total (lines 43-57)	58	364,062	
4-04 Total (lines 23-25)	26						

755 Railroad Operating Statistics—Continued

ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)	ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)
5-13 Private Line Cars-Loaded (H)				5-164 Tank-Under 22,000 Gallons	91	29,867	
5-130 Box-Plain 40-Foot	59	26		5-165 Tank-22,000 Gallons and Over	92	15,001	
5-131 Box-Plain 50-Foot & Longer	60	5,790		5-166 All Other Car Types	93	2,101	
5-132 Box-Equipped	61	25		5-167 Total (lines 77-93)	94	128,091	
5-133 Gondola-Plain	62	1		5-17 Work Equipment & No Payment Cars-Miles (I)			
5-134 Gondola-Equipped	63	26		5-170 Unit Trains	95		
5-135 Hopper-Covered	64	31,668		5-171 Way Trains	96	8,860	
5-136 Hopper-Open Top-General Service	65	5,538		5-172 Through Trains	97	124,217	
5-137 Hopper-Open Top-Special Service	66	180		5-173 Total (lines 95-97)	98	133,077	
5-138 Refrigerator-Mechanical	67	757		5-18 Total Car-Miles by Train Type:			
5-139 Refrigerator-Non-Mechanical	68	1,853		5-180 Unit Trains	99		
5-140 Flat-TOFC/COFC	69	59,163		5-181 Way Trains	100	56,229	
5-141 Flat-Multi-Level	70	14,446		5-182 Through Trains	101	1,123,864	
5-142 Flat-General Service	71	453		5-183 Total (lines 99-101)	102	1,180,093	
5-143 Flat-All Other	72	4,659		5-19 Caboose Miles	103	16,661	
5-144 Tank Under 22,000 Gallons	73	26,963		6. Passenger Car-Miles: (Thousands) (J)			
5-145 Tank-22,000 Gallons and Over	74	13,350		6-01 Coaches	104		
5-146 All Other Car Types	75	2,309		6-02 Combination, Passenger Cars	105		
5-147 Total (lines 59-75)	76	167,207		6-03 Sleeping and Parlor Cars	106		
5-15 Private Line Cars-Empty (H)				6-04 Dining, Grill and Tavern Cars	107		
5-150 Box-Plain 40-Foot	77	28		6-05 Head-end Cars (Other than 6-02)	108		
5-151 Box-Plain 50-Foot & Longer	78	1,616		6-06 Total (lines 104-108)	109		
5-152 Box Equipped	79	21		6-07 Business Cars	110		
5-153 Gondola-Plain	80	1		6-08 Crew Cars (Other than Cabs)	111		
5-154 Gondola-Equipped	81	24		7. Gross Ton-Miles: (Thousands) (K)			
5-155 Hopper-Covered	82	32,457		7-01 Road Locomotives	112	8,945,303	
5-156 Hopper-Open Top-General Service	83	4,773		7-02 Freight Trains, Crs., Cnts., and Caboose			
5-157 Hopper-Open Top-Special Service	84	214		7-020 Unit Trains	113		
5-158 Refrigerator-Mechanical	85	1,212		7-021 Way Trains	114	3,638,767	
5-159 Refrigerator-Non-Mechanical	86	1,913		7-022 Through Trains	115	76,114,891	
5-160 Flat-TOFC/COFC	87	20,562		7-03 Passenger-Trains, Crs., and Cnts.	116		
5-161 Flat-Multi-Level	88	13,000		7-04 Non-Revenue	117	962,102	
5-162 Flat-General Service	89	449		7-05 Total (lines 112-117)	118	89,661,063	
5-163 Flat-All Other	90	4,852					

755 Railroad Operating Statistics—Continued

ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)	ITEM DESCRIPTION (a)	LINE NO.	FREIGHT TRAIN (b)	PASSENGER TRAIN (c)
8. Tons of Freight (Thousands)				14. TOFC/COFC-Number of Rev. Trailers & Containers Loaded & Unloaded (Q)	137	229,634	
8-01 Revenue	119	136,040		15. Multi-Level Cars-Number of Motor Vehi- cles Loaded & Unloaded (Q)	138	380,286	
8-02 Non-Revenue	120	3,403		16. TOFC/COFC Number of Rev. Trailers Picked Up and Delivered (R)	139	3,208	
8-03 Total (lines 119, 120)	121	139,443		17. Revenue Tons-Marine Terminals (S)			
9. Ton-Miles of Freight (Thousands)(L)				17-01 Marine Terminals-Coal	140		
9-01 Revenue-Road Service	122	40,401,487		17-02 Marine Terminals-Ore	141		
9-02 Revenue-Lake Transfer Service	123			17-03 Marine Terminals-Other	142		
9-03 Total (lines 122, 123)	124	40,401,487		17-04 Total (lines 140-142)	143		
9-04 Non-Revenue-Road Service	125	811,754		18. Number of Foreign Per Diem Cars on Line (T)			
9-05 Non-Revenue-Lake Transfer	126			18-01 Serviceable	144	12,050	
9-06 Total (lines 125, 126)	127	811,754		18-02 Unserviceable	145	47	
9-07 Total-Revenue & Non-Revenue (lines 124, 127)	128	41,213,241		18-03 Surplus	146	825	
10. Train Hours: (M)				18-04 Total Lines 144-146	147	12,922	
10-01 Road Service	129	1,052,128					
10-02 Train Switching	130	205,871,484,236					
11. Total Yard-Switching Hours (N)	131	1,248,775					
12. Train-Miles Work Trains: (O)		875,849					
12-01 Locomotives	132	414,427					
12-02 Motorcars	133						
13. Number of Loaded Freight Cars: (P)							
13-01 Unit Trains	134						
13-02 Way Trains	135	891,831					
13-03 Through Trains	136	3,790,647					

800. CONTRACTS, AGREEMENTS, ETC.

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

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

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

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

4. Under item 1(g), give particulars of arrangements, written or

oral with affiliated companies for routing of traffic. Through route arrangements for handling of traffic interchanged with carrier affiliates should not be reported.

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

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

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

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

9. Compliance with the requirements of this schedule does not relieve the respondent of the duty placed upon common carriers by 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."

- (b) Memorandum of Agreement dated November 23, 1981, effective June 1, 1981 between Seaboard Coast Line Railroad Company and Louisville and Nashville Railroad Company covering car hauling by SCL for L&N's account between (1) Birmingham, Ala., and Cartersville, Ga., (2) Birmingham, Ala., and Atlanta, Ga., and (3) Wellington, Ala., and Cartersville, Ga. The contract provides for a charge of \$201 per load, Birmingham-Atlanta, \$164 per load Birmingham-Cartersville and \$84 per load Wellington-Cartersville. No charge is assessed for handling empty car equipment. The contract is terminable upon thirty days written notice and supersedes trackage rights contract between the parties dated May 3, 1971, as supplemented August 22, 1977, under which L&N was permitted to operate over SCL's line between Cartersville, Ga. and Birmingham, Ala.
- (h) Equipment lease dated January 1, 1981, between Cargill Equipment Leasing Company (Owner), Mercantile-Safe Deposit and Trust Company (Agent) and Louisville and Nashville Railroad Company (Lessee), covering 178 reconstructed box cars, 304 reconstructed open top hoppers, 80 reconstructed gondolas, 7 reconstructed bulkhead flat cars, 70 reconstructed covered hoppers, 6 reconstructed covered gondolas and 7 reconstructed pulpwood cars, for a term of 10 years, at a rental aggregating approximately \$1,979 annually, payable in advance in 20 consecutive semi-annual payments, commencing August 1, 1982, and ending February 1, 1992.

Continued on Page 126-A

Equipment Lease dated January 1, 1981, between First Security Bank of Utah (Lessor), PH&H (Equipment Consultants) and Louisville and Nashville Railroad Company (Lessee), covering Maintenance of Way vehicles, for a term of three to six years, at a rental aggregating approximately \$297 annually, payable in advance on a monthly basis commencing August 15, 1981, and ending July 15, 1984 and annually through July 15, 1987.

Equipment Lease dated January 2, 1981, between First Security Bank of Utah (Lessor), PH&H (Equipment Consultants) and Louisville and Nashville Railroad Company (Lessee), covering Maintenance of Way vehicles, for a term of three to six years, at a rental aggregating approximately \$843 annually, payable in advance on a monthly basis commencing February 15, 1982 and ending January 15, 1985 and annually through January 15, 1988.

Equipment Lease dated January 3, 1981, between First Security Bank of Utah (Lessor), PH&H (Equipment Consultants) and Louisville and Nashville Railroad Company (Lessee) covering Maintenance of Way vehicles, for a term of six, eight or ten years, at a rental aggregating approximately \$375 annually, payable in advance on a monthly basis commencing August 15, 1981 or February 15, 1982 and ending July 15, 1987 and annually through January 15, 1992.

Equipment Lease dated September 18, 1982, between Lloyd's International Leasing Limited (Lessor) and Louisville and Nashville Railroad Company (Lessee), covering 100 100-Ton 4,750 cubic foot covered hoppers cars and 489 100-ton coal hopper cars, for a term of fifteen years, at a rental aggregating approximately \$1,824, payable in arrears in 30 consecutive semi-annual payments, commencing March 18, 1982 and ending September 18, 1996. Payments of rentals provided for under a deposit agreement with Lloyd's Bank International Limited dated September 18, 1981.

During 1981, respondent entered into several contract rates with shippers and a copy of each confidential contract, together with a public summary of each, was filed with the Commission as authorized by 49 USC §10713. Those contracts are omitted from this Schedule.

850. COMPETITIVE BIDDING-CLAYTON ANTITRUST ACT

Section 10 of the Clayton Antitrust Act (15 U.S.C. 20) states that "no common carrier engaged in commerce shall have any dealings in securities, supplies or other articles of commerce, or shall make or have any contracts for construction or maintenance of any kind, to the amount of more than \$50,000, in the aggregate, in any one year, with another corporation, firm, partnership or association when the said common carrier shall have upon its board of directors or as its president, manager, or as its purchasing or selling officer, or agent in the particular transaction, any person who is at the same time a director, manager, or purchasing or selling officer of, or who has any substantial interest in, such other corporation, form, partnership or association, unless and

except such purchases shall be made from, or such dealings shall be made with, the bidder whose bid is the most favorable to such common carrier, to be ascertained by competitive bidding under regulations to be prescribed by rule or otherwise by the Interstate Commerce Commission." The specification for competitive bids is found in the Code of Federal Regulations, Part 1010-Competitive Bids through Part 1010.7 - Carriers Subject to the Interstate Commerce Act.

In column (g), identify the company awarded the bid by including company name and address, name and title of respondent officers, directors, selling officer, purchasing officer and/or general manager that has an affiliation with the seller.

	Nature of bid (a)	Date Published (b)	Contract number (c)	No. of bidders (d)	Method of awarding bid (e)	Date filed with the Commission (f)	Company awarded bid (g)
1							
2							
3							
4							
5							
6							
7							
8	NONE						
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Road Initials: L&N

127
Year 1981

VERIFICATION

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

OATH

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

State of Florida

County of Duval

E. E. Hutchens makes oath and says that he is Acting Chief Accounting Officer
(Insert here name of the affiant) (Insert here the official title of the affiant)

Of Louisville and Nashville 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 accounts of the respondent and to control the manner in which such books are kept; that he knows that such books have been kept in good faith during the period covered by this report; that he knows that the entries contained in this report relating to accounting matters have been prepared in accordance with the provisions of the Uniform System of Accounts for Railroads and other accounting and reporting directives of this Commission; that he believes that all other statements of fact contained in this report are true, and that this report is a correct and complete statement, accurately taken from the books and records, of the business and affairs of the above-named respondent during the period of time from and including

January 1, 19 81, to and including December 31, 19 81

E. E. Hutchens
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 16th day of April, 19 81

My commission expires August 8, 1984

Use an
L.S.
impression seal

J. C. Shepard
(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of Florida

County of Duval

A. P. Funkhouser makes oath and says that he is President
(Insert here name of the affiant) (Insert here the official title of the affiant)

Of Louisville and Nashville 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 81, to and including December 31, 19 81

A. Paul Funkhouser
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 16th day of April, 19 81

My commission expires August 8, 1984

Use an
L.S.
impression seal

J. C. Shepard
(Signature of officer authorized to administer oaths)

