

RC-124600 LOUISVILLE AND NASHVILLE R.R. CO. 1980 1

RC 124600

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CLASS I RAILROADS

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

ORIGINAL

annual report

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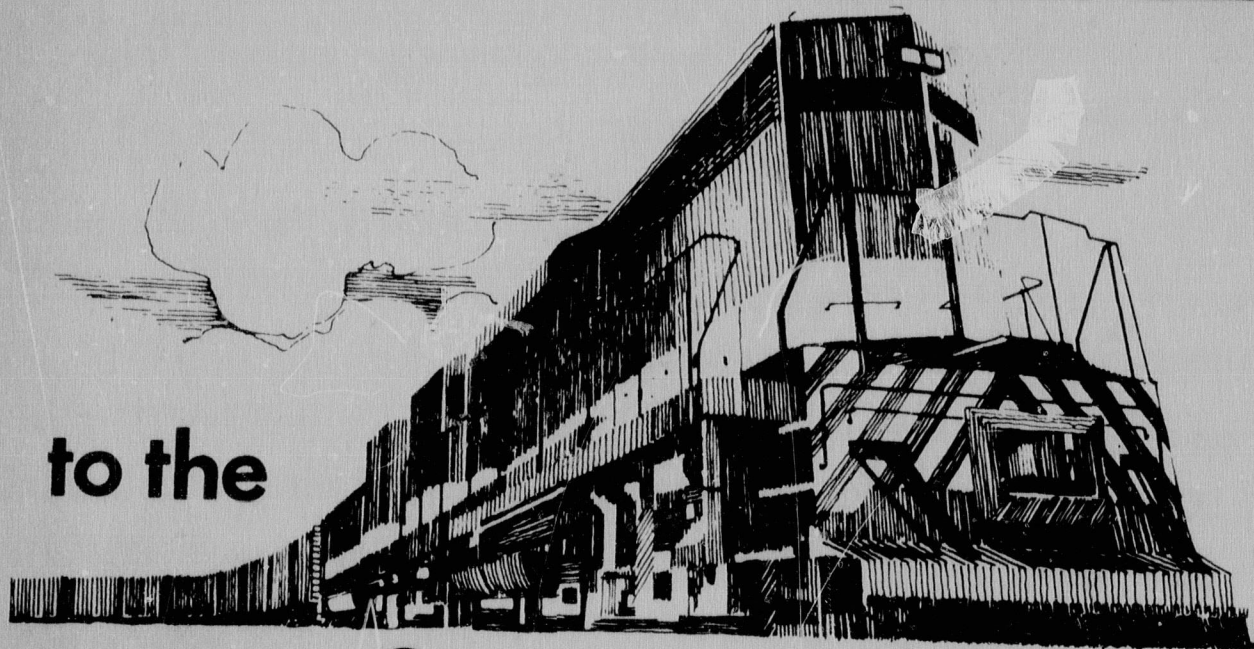
APR 13 1981

ICC - P. O. 2040

LOUISVILLE AND NASHVILLE RAILROAD COMPANY
500 Water Street
Jacksonville, FL 32202

Correct name and address if different than shown.

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



to the

Interstate Commerce Commission

FOR THE YEAR ENDED DECEMBER 31, 1980

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, lesser, * * * 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 lesser, * * * 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 lesser 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 lesser 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, lesser 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, 1980

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.

(Title) Assistant Vice President - FLRS
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 GAO requirements pursuant to Section 409 of Public Law 93-153, 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) 3200

TABLE OF CONTENTS

SCHEDULE NO. PAGE		SCHEDULE NO. PAGE			
Schedules Omitted by Respondent	A	1	Supporting Schedule: Equipment	415	65
Identity of Respondent	B	2	Specialized Service Subschedule - Transportation	417	66
Voting Powers and Elections	C	3	Remunerations from National Railroad Passenger Corporation	419	67
Comparative Statement of Financial Position	200	5	Miscellaneous Rent Income	430	72
Comparative Results of Operations	210	9	Miscellaneous Rents (Expense)	440	73
Retained Earnings - Unappropriated	220	11	Separately Operated Properties - Profit or Loss	445	74
Retained Earnings - Appropriated	221	12	Analysis of Federal Income Taxes	450	75
Transfers from Government Authorities	225	12	Railway Tax Accruals	451	76
Capital Stock	230	13	Items in Selected Income and Retained Earnings Accounts for the Year	460	77
Statement of Changes in Financial Position	240	14	Contingent Assets and Liabilities	500	79
Changes in Working Capital	241	17	Guaranties and Suretyships	501	80
Working Capital Information	245	18	Mileage Operated at Close of Year	700	82
Items in Selected Current Asset Accounts	300	19	Mileage Owned but not Operated by Respondent at Close of Year	701	83
Compensating Balances and Short-Term Borrowing Arrangements	301	20	Miles of Road at Close of Year - By States and Territories (Single Track)(For Other Than Switching and Terminal Companies)	702	84
Investments and Advances Affiliated Companies	310	22	Miles of Tracks at Close of Year - By States and Territories (For Switching and Terminal Companies Only)	703	84
Investments in Common Stocks of Affiliated Companies	310A	24	Changes During the Year	705	85
Special Funds and Other Investments	315	26	Inventory of Equipment	710	88
Securities, Advances, and Other Intangibles Owned or Controlled Through Nonreporting Subsidiaries	319	28	Unit Cost of Equipment Installed During Year	710S	94
Property Used in Other Than Carrier Operations	325	30	Highway Motor Vehicle Operations	715	96
Other Assets and Other Deferred Debits	329	32	Highway Motor Vehicle Enterprises in Which the Respondent had a Direct or Indirect Financial Interest During the Year	716	98
Road and Equipment Property Owned	330	34	Track and Traffic Conditions	720	99
Improvements on Leased Property	330A	36	Ties Laid in Replacement	721	100
Depreciation Base and Rates-Road and Equipment Owned and Used and Leased from Others	332	38	Ties Laid in Additional Tracks and in New Lines and Extensions	722	101
Accumulated Depreciation-Road and Equipment Owned and Used	335	39	Rails Laid in Replacement	723	102
Accrued Liability-Leased Property	339	40	Rails Laid in Additional Tracks and in New Lines and Extensions	724	103
Depreciation Base and Rates-Improvements to Road Equipment Leased from Others	340	41	Weight of Rail	725	103
Accumulated Depreciation-Improvements to Road and Equipment Leased from Others	342	42	Summary of Track Maintenance	726	104
Depreciation Base and Rates-Road and Equipment Leased to Others	350	43	Ten-Year Summary of Track Maintenance	727	104
Accumulated Depreciation-Road and Equipment Leased to Others	351	44	Deferred Maintenance - Tracks	728	105
Investment in Railroad Property Used in Transportation Service (By Company)	352A	45	Consumption of Fuel by Motive-Power Units	750	111
Investment in Railway Property Used in Transportation Service (By Property Accounts)	352B	46	Grade Crossings-A-Railroad With Railroad	760	112
Other Elements of Investment	355	47	B-Railroad With Highway	760	113
Capitalized Capital Leases	361	49	Grade Separations	761	114
Noncapitalized Capital Leases	362	50	Contracts, Agreements, Etc.	800	115
Operating Leases	363	51	Competitive Bidding - Clayton Antitrust Act	850	116
Lessee Disclosure	364	52	Compensation of Officers, Directors, Etc.	900	117
Items in Selected Current Liability Accounts	370	53	Verification		118
Other Long-Term Liabilities and Other Deferred Credits	379	54	Memoranda		119
Railway Operating Expenses	410	55			
Way and Structures	412	62			
Rent for Leased Roads and Equipment	413	63			
Rents for Interchanged Freight Train Cars and Other Freight Carrying Equipment	414	64			

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 the Close of the Year 1980 (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 (a)	Address of security holder (b)	Number of votes to which security holder was entitled (c)	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						
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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 28, 1980
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 Begin- ning of Year (c)
		<u>Current Asset</u>		
1	701	Cash	\$	\$
2	702	Temporary Cash Investments (Sch. 300)	15,718	13,956
3	703	Special Deposits (Sch. 300)		
		Accounts Receivable	737	436
4	705	- Interline and Other Balances		
5	706	- Customers	2,382	4,278
6	707, 704	- Other	65,510	57,067
7	709, 708	- Accrued Accounts Receivables	9,974	12,007
8	708.5	- Receivables from Affiliated Companies	133,299	121,942
9	709.5	- Less: Allowance for Uncollectible Accounts	29,663	9,841
10	710, 711, 714	Prepayments (and working funds) (Sch. 300)	6,694	1,719
11	712	Materials and Supplies	41,973	36,628
12	713	Other Current Assets (Sch. 300)	8,844	3,106
13		Total Current Assets	315,294	260,980
		<u>Other Assets</u>		
14	715, 716, 717, 722, 723, 724	Special Funds and Other Investments and advances (Sch. 315)	12,993	9,547
15	721, 721.5	Investments and Advances; Affiliated Companies (Sch. 310)	70,947	68,989
16	737, 738	Property used in other than Carrier Operations (less depreciation \$). (Sch. 325)	7,882	8,003
17	739, 741	Other Assets (Sch. 329)	12,429	10,396
18	743, 744	Other Deferred Debits (Sch. 329)	14,181	11,459
19		Total Other Assets	118,432	108,394
		<u>Road and Equipment</u>		
20	731, 732	Road (Sch. 330 & 330A)	793,987	760,270
21		Equipment	1,007,829	920,488
22		Unallocated Items		
23	733, 734, 735, 736	Accumulated Depreciation and amortization (Schs. 335, 351, 342, 339)	(520,168)	(504,301)
24		Net road and Equipment	1,281,648	1,176,457
25		Total Assets	1,715,374	1,545,831

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	93
27	752	Accounts Payable; Interline and Other Balances	2,609	4,213
28	753, 754	Other Accounts Payable	41,332	58,886
29	755, 756	Interest and Dividends Payable	12,626	10,258
30	757	Payables to Affiliated Companies	5,140	16,575
31	759	Accrued accounts Payable (Sch. 370)	127,924	115,060
32	760, 761, 761.5, 762	Taxes Accrued (Sch. 370)	20,964	17,371
33	763	Other Current Liabilities (Sch. 370)	30,278	27,873
34	764	Equipment obligations and other long-term debt due within one year	42,377	44,140
35		Total Current Liabilities	283,258	294,469
		<u>Non Current Liabilities</u>		
36	765, 767	Funded debt unmatured	223,020	216,808
37	766	Equipment obligations	316,895	268,415
38	766.5	Capitalized Lease Obligations	14,918	19,085
39	768	Debt in default		
40	769	Accounts payable; Affiliated Companies	981	202
41	770.1, 770.2	Unamortized debt premium (discount)	(983)	(617)
42	781	Interest in default		
43	783	Deferred revenues-Transfers from Government Authorities		
44	786	Accumulated deferred income tax credits	110,035	110,446
45	771, 772, 774, 775, 782, 784	Other long-term liabilities and deferred credits (Sch. 379)	94,092	62,298
46		Total Noncurrent Liabilities	758,958	676,637
		<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	43,816
		Retained Earnings:		
52	797	Appropriated (221)		
53	798	Unappropriated (220)	390,825	356,392
54	798.1	Net Unrealized loss on noncurrent marketable equity securities		
55	798.5	Less Treasury Stock		
56		Net Stockholders Equity	673,158	574,725
57		Total Liabilities and Shareholders Equity	1,715,374	1,545,831

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 explanatory

statements explaining (1) service interruption insurance policies and indicate the amount of indemnity to which respondent will be entitled for work stoppage losses and the maximum amount of additional premium respondent may be obligated to pay in the event such losses are sustained by other railroads; (2) particulars concerning obligations for stock purchase options granted to officers and employees; and (3) what entries have been made for net income or retained income restricted under provisions of mortgages and other arrangements. (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 May 1, 1980

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 of 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. State separately amounts of deferred maintenance and delayed capital improvements as reported to the Commission in Ex Parte No. 305 as of close of year:

(a) Deferred maintenance Not Required \$

(b) Delayed capital improvements Not Required \$

6. (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

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 \$7,215 in 1980 and \$7,211 in 1979 including amortization of prior service costs over periods not exceeding thirty years. Pension plans for employees of railroad subsidiaries were amended in 1979 and in the latter part of 1978 to increase retirement benefits resulting in increased pension expenses. As of January 1, 1980, the actuarial present value of vested accumulated plan benefits was \$30,852; the actuarial present value of nonvested accumulated plan benefits was \$1,344; the net assets available for benefits were \$32,478; and the assumed rate of return used in determining the actuarial present values of vested and nonvested accumulated plan benefits was 6-1/2%.

Continued on Page 8

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.

(Continued from Page 7)

NOTES AND REMARKS

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; Haysi RR Co.; 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. Respondent carries a service interruption policy with the Imperial Insurance Company, Limited, indemnifying it against a maximum daily loss of \$1,653 to cover its fixed and continuing expenses during certain work stoppages. Respondent may be obligated to pay additional premiums, subject to a maximum of \$16,531 in the event such losses are sustained by other railroads holding similar policies.

10. 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.

(Continued on Page 8-A)

(Continued from Page 8)

11. 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 amounted to \$4,574 in 1980.
12. 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 the accounting methods of CSX railroad subsidiaries and to record the investment in Fruit Growers Express Company (FGE) at equity. A summary of these adjustments follows:

	<u>1980</u>	<u>1979</u>	<u>Retained Income January 1, 1979</u>
Adjustments to Conform Accounting Methods:			
Unfunded Pensions	\$1,391	\$1,223	\$ 3,296
Personal Injuries	958	2,364	3,246
Deferred Taxes on Unfunded Pensions and Personal Injuries	(323)	(336)	(1,101)
Deferred Taxes - Other	(107)	664	2,282
Undistributed Equity in Certain Affiliated Companies	-	436	1,022
Adjustments to Change Investment in FGE from Cost of Equity	<u>(101)</u>	<u>(139)</u>	<u>(4,073)</u>
Reduction in Income	<u>\$1,818</u>	<u>\$4,212</u>	<u>\$ 4,672</u>

13. Included in Account 708.5 "Receivables from Affiliated Companies" at December 31, 1980 was \$20,900 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.
14. Changes in depreciation rates during the year resulted in an increase of \$1,597 in net income. If the previous depreciation rates had been in effect, net income for the year would have been \$42,620.

NOTES AND REMARKS

LOUISVILLE AND NASHVILLE RAILROAD COMPANY
SCHEDULE FOR I.C.C. ORDER NO. 37063 - INCREASE RATES ON COAL
TWELVE MONTHS ENDED DECEMBER 31, 1980

Freight revenue included in Revenue Account No. 101 \$ 35,688,298

Account 716 - Restricted Funds:

Beginning balance in account (January 31, 1980) \$ - 0 -

Freight revenues collected and deposited to
restricted funds account

Qualified Expenditures: 34,413,495

Capital Projects:

Equipment:

40-Locomotives - 6-axle \$14,650,641

Road:

Install CTC:

Between Etowah, Tenn. and
Cartersville, Ga. \$ 363,059

Between Tennessee-Georgia
State to Junta, Ga. 549,440

Construct double track
Silers, Ky. (MP 175-179) 117,159

Construct double track 6 miles
between Corbin, Ky. and
Atlanta, Ga. 1,433,956

Yard improvements to facil-
itate unit coal trains,
Ravenna, Ky 2,056,272

Construct and lengthen sid-
ings between Corbin, Ky
and Atlanta, Ga. 1,679,239

Mechanical facilities -
Corbin Division 1,283,551

Total Road 7,482,676

Total Capital Projects 22,133,317

Maintenance Expenditures -

Excess installations over Normalized Maintenance:

42,918 Main Line Cross Ties \$1,437,748

3.72 Track Miles New 132#
Welded Rail 540,993

15.61 Track Mile Relay 132#
Welded Rail 1,253,038

Total Maintenance
Expenditures

3,231,779

Total Qualified Expenditures

Excess Collections over qualified expenditures 1980 25,365,096

Excess-Qualified Expenditures over collections-prior 1980 9,048,399

Excess-Qualified Expenditures over collections-accumulative (48,407,050)

Qualified Expenditures transferred from restricted funds (39,358,651)

A/C 716-1980

34,413,495

Balance Account 716 December 31, 1980

\$ - 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. Report 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 **	\$ 1,037,313	\$ 945,916	\$ 1,037,313	\$
2	(102) Passenger **				
3	(103) Passenger-Related				
4	(104) Switching	8,281	7,008	8,281	
5	(105) Water Transfers				
6	(106) Demurrage	14,931	17,024	14,931	
7	(110) Incidental	3,365	2,807	3,365	
8	(121) Joint Facility-Credit	506	487	506	
9	(122) Joint Facility-Debit	1	3	1	
10	(501) Railway operating revenues (Exclusive of transfers from Government Authorities)	1,064,395	973,239	1,064,395	
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)	1,064,395	973,239	1,064,395	
14	(531) Railway operating expenses	999,746	929,997	999,746	
15	*Net revenue from railway operations	64,649	43,242	64,649	
	OTHER INCOME				
16	(506) Revenue from property used in other than carrier operations	636	716		
17	(510) Miscellaneous rent income	2,140	1,546		
18	(512) Separately operated properties-Profit	10,157	4,235		
19	(513) Dividend Income	130	214		
20	(514) Interest income	1,384	888		
21	(516) Income from sinking and other funds	3,453	963		
22	(517) Release of premiums of funded debt	31	34		
23	(518) Contributions from other companies				
24	(519) Miscellaneous income	12,590	13,689		
	Income from affiliated companies:				
25	Dividends				
26	Equity in undistributed earnings (losses)	(1,272)	624		
27	Total other income (lines 16-26)	29,249	22,909		
28	Total income (lines 15, 27)	93,898	66,151		
	MISCELLANEOUS DEDUCTIONS FROM INCOME				
29	(534) Expenses of property used in other than carrier operations	192	203		
30	(535) Taxes on property used in other than carrier operations	550	517		
31	(543) Miscellaneous rent expense	210	225		
32	(544) Miscellaneous taxes		4		
33	(545) Separately operated properties-Loss	951	724		
34	(549) Maintenance of investment organization				
35	(550) Income transferred to other companies				
36	(551) Miscellaneous income charges	3,060	1,730		
37	(553) Uncollectible accounts	190	194		
38	Total miscellaneous deductions (lines 29-37)	5,153	3,597		
39	Income available for fixed charges (lines 28, 38)	88,745	62,554		

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		43,542	44,164
41 (b) Interest in default			
42 (547) Interest on unfunded debt		3,145	5,138
43 (548) Amortization of discount on funded debt		312	328
44 Total fixed charges (lines 40-43)		46,999	49,630
45 Income after fixed charges (lines 39, 44)		41,746	12,924
	OTHER DEDUCTIONS		
(546) Interest on funded debt:			
46 (c) Contingent interest		447	501
	UNUSUAL OR INFREQUENT ITEMS		
47 (555) Unusual or infrequent items (debit) credit			
48 Income (loss) for continuing operations (before income taxes)		41,299	12,423
	PROVISIONS FOR INCOME TAXES		
(556) Income taxes on ordinary income:			
49 Federal income taxes		1,127	(8,230)
50 State income taxes		1,323	(97)
51 Other income taxes			
52 (557) Provision for deferred income taxes		(5,368)	(3,817)
53 Income from continuing operations		44,217	24,567
	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 \$)			
55A	Income before extraordinary items	44,217	24,567
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES		
56 (570) Extraordinary items (Net)			
57 (590) Income taxes on extraordinary items			
58 (591) Provision for deferred taxes - Extraordinary items			
59 Total extraordinary items (lines 56-58)			
60 (592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			
61 Net income		44,217	24,567
	*Reconciliation of net railway operating income (NROI)		
62 Net revenues from railway operations		64,649	
63 (556) Income taxes on ordinary income		(2,450)	
64 (557) Provision for deferred income taxes		(5,368)	
65 Income from lease of road and equipment		(28)	
66 Rent for leased roads and equipment		4,149	
67 Net railway operating income		71,688	
	**Report hereunder the charges to the revenue accounts representing payments made to others for-		
68 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 ()			
69 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>15,287</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):			
70 (a) Payments for transportation of persons		\$ <u>None</u>	
71 (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):			
72 Charges for service for the protection against heat		\$ <u>80</u>	
73 Charges for service for the protection against cold		\$ <u>1</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 61, 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 (a)	Retained earnings—Unappropriated (b)	Equity in undistributed earnings (losses) of affiliated companies (c)
1	Balances at beginning of year _____	\$ 359,637	\$ 5,638
2	(601.5) Prior period adjustments to beginning retained earnings _____		
	CREDITS		
3	(602) Credit balance transferred from earnings _____	45,489	
4	(603) Appropriations released _____		
5	(606) Other credits to retained earnings _____		4,212
6	Total _____	45,489	4,212
	DEBITS		
7	(612) Debit balance transferred from income _____		1,272
8	(616) Other debits to retained income _____	11,638	1,458
9	(620) Appropriations for sinking and other reserve funds _____		
10	(621) Appropriations for other purposes _____		
11	(623) Dividends: Common stock _____	5,000	
12	Preferred stock ¹ _____	4,783	
13	Total _____	21,421	2,730
14	Net increase (decrease) during year (Line 6 minus line 13) _____	24,068	1,482
15	Balances at close of year (Lines 1, 2 and 14) _____	383,705	7,120
16	Balance from line 15(c) _____	7,120	x x x x x
17	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year _____	390,825	x x x x x
	REMARKS		
	Amount of assigned Federal income tax consequences:		
18	Account 606 _____	None	x x x x x
19	Account 616 _____	1,509	x x x x x

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

Respondent is subject to a restrictive covenant of loan agreements which limits its payment of dividends to SCL. As of December 31, 1980 \$202,623 of L&N's retained earnings was 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 income			
2	Funded debt retired through retained income			
3	Sinking fund reserves			
4	Incentive per diem funds			
5	Miscellaneous fund reserves			
6	Other appropriations (specify):			
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.

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

230. CAPITAL STOCK

PART I. CAPITAL STOCK

1. Disclose in column (a) the particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect.
 2. Present in column (b) the par or stated value of each issue. If none, so state.
 3. Disclose in columns (c), (d), (e) and (f) the required information concerning the number of shares authorized, issued, in treasury and outstanding for the various issues.
 4. For the purposes of this report, capital stock and other securities are considered¹ 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 under such circumstances as required them to be considered as held alive, and not canceled or retired, they are considered to be nominally outstanding.

5. If stock is being held subject to an exchange for the outstanding securities of constituent companies, then include such stock as outstanding stock, and disclose the details in footnotes.
 6. Report 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	1,423,571		1,428,571	50,000	
5								
6								
7								
8								
9								
10	TOTAL	XXXXX	5,500,000	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 Acquired							
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 investment.

Report 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.

Report 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	44,217	24,567
2	Add expenses not requiring outlay of working capital; (subtract) credits not generating working capital:		
3	Retirement of nondepreciable property	913	734
4	Loss (gain) on sale or disposal of tangible property	(4,384)	(3,581)
5	Depreciation and amortization expenses	44,877	45,493
6	Net increase (decrease) in deferred income taxes	(5,368)	(3,817)
7	Net decrease (increase) in parent's share of subsidiary's undistributed income for the year	1,272	(624)
	Net increase (decrease) in noncurrent portion of estimated liabilities	9,277	7,698
	Other (specify):		
8	Profit on company bonds reacquired	(4,080)	(8,262)
9	Amortization of other elements of investments	(315)	(343)
10	Amortization of debt premium and discount	366	162
11	Accounts in litigation and dispute	3,446	
12	Unfunded pensions, incentive compensation and stock appreciation	2,182	
13	Total working capital from operations before extraordinary items	91,403	62,027

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	91,403	62,027
	Working capital from sources other than operating:		
16	Proceeds from issuance of long-term liabilities	107,807	8,333
17	Proceeds from sale/disposition of carrier operating property	10,226	15,733
18	Proceeds from sale/disposition of other tangible property	97	3,996
19	Proceeds from sale/repayment of investments advances	64,731	10,601
20	Net decrease in sinking and other special funds		
21	Proceeds from issue of capital stock		50,000
	Other (specify):		
22	Contribution to capital by parent	64,000	
23	Net increase in other liabilities and deferred credits	11,685	
24	Net profit from land sales	4,384	3,581
25			
26			
27	Total working capital from sources other than operating	282,930	92,244
28	Total sources of working capital	374,333	154,271

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	\$ 58,401	\$ 79,471
30	Cash dividends declared		
31	Purchase price of carrier operating property	9,783	1,982
32	Purchase price of other tangible property	144,269	42,729
33	Purchase price of long-term investments and advances		306
34	Net increase in sinking or other special funds	87,130	25,391
35	Purchase price of acquiring treasury stock	5,470	1,596
	Other (specify):		
36	Net increase in other assets and deferred charges	3,755	11,691
37			
38			
39			
40			
41			
42			
43			
44			
45	Total application of working capital	308,808	163,166
46	Net increase (decrease) in working capital	65,525	(8,895)

241. CHANGES IN WORKING CAPITAL

Compute the net changes in each element of working capital.
(Thousand dollar Reporting Rule)

Line No.	Item (a)	Current year (b)	Prior year (c)	Increase (Decrease) (d)
1	Cash and temporary investments	\$ 15,718	\$ 13,956	\$ 1,762
2	Net receivables	241,328	205,135	36,193
3	Prepayments	1,553	1,534	19
4	Materials and supplies	41,973	36,628	5,345
5	Other current assets not included above	14,722	3,727	10,995
6	Notes payable and matured obligations	8	93	(85)
7	Accounts payable	184,491	188,417	(3,926)
8	Current equipment obligations and other debt	42,377	44,140	(1,763)
9	Other current liabilities not included above	56,382	61,819	(5,437)
10	Net increase (decrease) in working capital	32,036	(33,489)	65,525

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. Report dollars in thousands.

Line No.	Item (a)	Amount (b)
1	Construction and additions and betterments _____	\$ 5,876
2	Common-carrier operating purposes _____	117,080
3	Used by other than respondent's lessor companies _____	23,531
4	Total _____	146,487
5	Portion of balance in the material and supplies account at end of year that represents scrap and obsolete material _____	1,461
6	Account 707. Accounts receivable; other _____	4,408
7	Account 754. Accounts payable; other _____	7
8	Account 760. Federal income taxes accrued _____	1,028
9	Account 761. State and other income taxes accrued _____	1,954
10	Account 761.5 Other taxes accrued _____	17,150
11	Account 556. Income taxes on ordinary income _____	1,618
12	Account 762. Deferred Income tax credits _____	

NOTES AND REMARKS

300. ITEMS IN SELECTED CURRENT ASSET ACCOUNTS

If the amount in the captioned selected current asset accounts (Accounts 702, 703, 704, 708, 709, 710, 711, 712, and 713) exceeds 5% of total current assets, report the three largest items in the account or combined accounts and any other items exceeding

5% of current assets. Give a brief description of each item listed. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote. (Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Amount (c)
1	709	Estimated Revenue on Interline and Local Freight Traffic	\$ 101,134
2		Estimated Per Diem and Mileage Due from Foreign Lines	15,875
3			
4	712	Roadway and Stores	21,872
5			
6			
7			
8			
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301. 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.

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, 1980 - None

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:

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

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

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

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

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

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

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

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

12. 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) J 35.67*
2				Augusta & Summerville RR Co.	J 12.50
3				The Belt Ry. Company of Chicago	(2) J 15.38
4				The Carrollton Railroad	100.00
5				Central Tfr. Ry. & Stor. Co.	(1) J 50.00
6				Chicago & Western Indiana RR	(2) J 20.00
7				The Cincinnati Union Terminal Co.	J 14.29
8				Evansville Connecting RR	100.00
9				Fruit Growers Express Co.	(1) J 7.06
10				Haysi Railroad Co.	J 50.00
11				Kentucky & Indiana Term. RR	(2) J 33.33
12				L.H. & St. L. Preferred)	
13				Scrip \$79.05)	(1)
14				L.H. & St. L. Common)	(1) 97.51
15				Nashville & Decatur RR	55.01
16				Paducah & Illinois RR Co.	J 33.33
17				The Pullman Company	J 2.59
18				Terminal RR Assn. of St. Louis	(1) J 6.25
19				Trailer Train Company	J 2.44
20				Western Railway of Alabama	J 39.56*
21				Woodstock & Blocton Ry. Co.	(1) J 50.00
22	721	A1		Total	
23					
24	721	A3	II	Chicago & Indianapolis Coal Co.	(2) 100.00
25					
26	721	A3	VI	L&N Investment Corp.	100.00
27	721	A3	VI	Monon Realty Co. Inc.	(2) 100.00
28	721	A3	VII	Monon Transportation Corp.	(2) 100.00
29	721	A3		Total	
30	721	A		Total	
31					
32					
33					
34	*Includes this Company's one-half proportion of stock held jointly with				
35	Seaboard Coast Line RR for account of Lessees of The Georgia RR				
36					
37					
38					
39					
40					

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Continued

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

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

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

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

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

11. For 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 (f)	Additions (g)	Deductions (if other than sale explain) (h)	Closing balance (i)				
\$ 319	\$ 33		\$ 352			\$ 44	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			812				13
659			659				14
2,024			2,024				15
3			3				16
252		(Note B) 32	200		(200)		17
							18
80			80				19
368	9		377			63	20
121			121			6	21
<u>6,325</u>	<u>42</u>	<u>32</u>	<u>6,335</u>		<u>(700)</u>	<u>114</u>	22
							23
299			299				24
							25
1,849	85		1,934				26
7			7				27
5			5				28
<u>2,160</u>	<u>85</u>		<u>2,245</u>				29
<u>8,485</u>	<u>127</u>	<u>32</u>	<u>8,580</u>		<u>(700)</u>	<u>114</u>	30
							31
							32
							33
							34
							35
							36
							37
							38
							39
							40

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	V11	Chicago & Indianapolis Coal Co.	(2)
11				Trailer Train Company	
12	721	D		Total	
13					
14	721	E1	V11	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	V1	L&N Investment Corporation	
29				Houston-McCord Realty Company	
30				Holston Land Company	
31			V111	Cybernetics & Systems, Inc.	
32	721	E3		Total	
33					
34	721	E		Total	
35					
36				Grand Total	
37					
38					
39					
40					

(See Notes on Page 25)

310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES—Concluded

Investments and advances							Line No.
Opening balance (f)	Additions (g)	Deductions (if other than sale explain) (h)	Closing balance (i)	Disposed of; Profit (loss) (j)	Adjustments Account 721.5 (k)	Dividends or interest credited to income (l)	
\$	\$	\$	\$	\$	\$	\$	
10			10			1	1
							2
							3
613			613				4
							5
776			776			39	6
84		37	47			5	7
<u>1,483</u>		<u>37</u>	<u>1,446</u>			<u>45</u>	8
							9
120			120			7	10
934			934			65	11
<u>1,054</u>			<u>1,054</u>			<u>72</u>	12
							13
898			898			52	14
80		80					15
9			9				16
5,580		80	5,500				17
3,605		297	3,308		(3,308)		18
24,304	10,048	6,085	28,267				19
6,635	2,978	3,179	6,434				20
300			300			47	21
1,329	77		1,406			2	22
3,736	40	11	3,765			2	23
1,384	7	32	1,359			84	24
691	85	139	637			25	25
<u>48,551</u>	<u>13,235</u>	<u>9,903</u>	<u>51,883</u>		<u>(3,308)</u>	<u>212</u>	26
							27
3,266	5		3,271				28
1,496	145	689	952				29
114	178	68	224				30
155	270		425				31
<u>5,031</u>	<u>598</u>	<u>757</u>	<u>4,872</u>				32
							33
53,582	13,833	10,660	56,755		(3,308)	212	34
							35
<u>64,604</u>	<u>13,960</u>	<u>10,729</u>	<u>67,835</u>		<u>(4,008)</u>	<u>443</u>	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. (a)	Balance at beginning of year (b)	Adjustment for investments equity method (c)	Equity in undistributed earnings (losses) during year (d)	Amortization during year (e)	Adjustment for investments disposed of or written down during year (f)	Balance at Close of year (g)
1	Carriers: (List specifics for each company)	\$	\$	\$	\$	\$	\$
2	Louisville, Henderson & St. Louis Ry. Co.	4,009		(16)			3,993
3	The Carrollton Railroad	1,328		282			1,610
4							
5	Nashville and Decatur RR	119					119
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25	Total	5,456		266			5,722
26	Non-carriers (show totals only for each column)	182	2,754	(1,538)			1,398
27	Total	5,638	2,754	(1,272)			7,120

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 |
| Kentucky & Indiana Terminal R.R. | 92 |

Note A - In all cases (except the Atlanta & West Point R.R. Co. and the Western Railway of Alabama, control of which is held through ownership of stock and through agreement) control is established through ownership of majority of stock; is exercised direct and is "sole" except where percentage is prefixed by the letter "J" indicating joint.

Income Account 513, "Dividend Income," includes the following dividends on stocks held under the Georgia Railroad Lease: (Dollars in Thousands)
 Atlanta & West Point Rail Road Co. - \$21; Western Railway of Alabama - \$34

Other Parties to Joint Agreement for Control:

- Line 2 - Southern Ry. Co., Central of Georgia Ry. Co., and Seaboard Coast Line R.R. Co.
 Line 10 - Seaboard Coast Line Railroad Company
 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; E.J. & E. Ry. Co., 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 Railway Company and Norfolk and Western R.R.
 Lines 9, 17, and 19 - Jointly controlled with other roads
 Line 11 - Baltimore and Ohio R.R. and Southern Ry. Co.
 Line 16 - Burlington Northern R.R. and Illinois Central Gulf R.R. Co.
 Line 18 - C.R.I.&P. R.R. Co., C&O-B&O R.R. Co., I.C.G. R.R. Co., Sou. Ry. Co., Missouri Pacific R.R. Co., Burlington Northern R.R., St. Louis Southwestern Ry. Co., M.K.T. R.R., Conrail, N.&W. Ry. Co. and St. Louis San Francisco Ry. Co.
 Line 21 - Alabama Great Southern R.R. Co.

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

315. SPECIAL FUNDS AND OTHER INVESTMENTS

1. Complete this schedule if the amount in account 722, "Other Investments" is greater than 1% of total assets.

2. Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of other than affiliated companies, included in accounts Nos. 715, "Sinking funds", and 717, "Other funds." Investments included in

accounts Nos. 715, 716, and 717 held by trustees in lieu of cash deposits required under the governing instrument are not to be reported.

3. 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

Line No.	Account No.	Class No.	Kind of industry	Name of issuing company or government and description of security held; also lien reference, if any	Balance at close of year	Book value of investment made during the year
	(a)	(b)	(c)	(d)	(e)	(f)
1					\$	\$
2				Less than 1% of total assets		
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
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46						

315. SPECIAL FUNDS AND OTHER INVESTMENTS—Continued

(a), (b), and (c). Investment in U.S. Treasury obligations may be reported as one item. Items where original cost is less than \$500,000 may be combined as one item.

4. 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.

5. Give totals for each subclass and a grand total for each account.

6. Entries in column (d) should show date of maturity of bonds and other evidences of indebtedness. In case obligations of the same designation matured serially, the date in column (d) may be reported as "Serially 19__ to 19__." In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

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

8. Report dollars in thousands.

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		Adjustment at end of year (Account 723)	Allowance for unrealized loss on noncurrent marketable equity securities (Account 724)		Dividends or interest during year credited to income	Line No.
Book value (g)	Profit or (Loss) (h)		Changes during year (j)	Balance at close of year (k)		
\$	\$	\$	\$	\$	\$	
						1
						2
						3
						4
						5
						6
						7
						8
						9
						10
						11
						12
						13
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						44
						45
						46

319. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING SUBSIDIARIES

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

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

Line No.	Class No.	Name of issuing company and security or other intangible thing in which investment is made	Total book value of investments at close of year	Book value of investments made during year
	(a)	(b)	(c)	(d)
1	A-3	Cybernetics & Systems, Inc. - Capital Stock	100 ^{\$}	
2	A-3	Houston - McCord Realty Co. - Capital Stock	100	
3	A-3	Monon Coal Company, Inc. - Capital Stock	91	
4				
5				
6				
7				
8				
9				
10				
11				
12				
13	B-3	Monon Coal Company, Inc.	120	
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
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29				
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41				
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44				
45				
46				
47				
48				
49				

319. SECURITIES, ADVANCES, AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING SUBSIDIARIES—Continued

2. This schedule should include all securities, open account advances, and other intangible property owned or controlled by non-reporting companies as well as those owned or controlled by any other organization or individual whose action respondent is able to determine.

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

4. Column (c), Class No., should show classifications as provided in General Instructions, Schedules 310 & 315.
(Dollars in thousands)

INVESTMENTS DISPOSED OF OR WRITTEN DOWN DURING YEAR		Extent of control	Names of subsidiaries in connection with things owned or controlled through them	Line No.
Book Value (e)	Selling price (f)			
\$	\$	100 %	L&N Investment Corporation	1
		100	L&N Investment Corporation	2
		92	Chicago and Indianapolis Coal Co., Inc.	3
				4
				5
				6
				7
				8
				9
				10
				11
				12
5		5 92	Chicago and Indianapolis Coal Co., Inc.	13
				14
				15
				16
				17
				18
				19
				20
				21
				22
				23
				24
				25
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325. PROPERTY USED IN OTHER THAN CARRIER OPERATIONS

1. This schedule may be omitted unless (a) gross property used in other than carrier operations is more than 5% of total assets, or (b) net profit from noncarrier operations for the year amounts to 10% or more of income before extraordinary items.

2. Show separately (a) the three properties with the greatest asset value, and (b) the three properties with greatest revenues. Show also each property whose gross value exceeds 5% of total assets or whose net profit from noncarrier operations exceed 10% of income before extraordinary items. Other items may be combined on one line.

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

4. In section B include in column (f) the gross amount of revenue or income included in account 506; in column (g), the gross amount of expenses (including depreciation) charged to accounts

Line No.	Item (Kind and location of property, and nature of business, if any) (a)	A. INVESTMENT (ACCOUNT 737)			
		Year of acquisition (b)	Charges during the year (c)	Credits during the year (d)	Balance of close of year (See ins. 3) (e)
1			\$	\$	\$
2					
3					
4	Less than 5% of total assets.				
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22	Total	X X X X			

NOTES AND REMARKS

325. PROPERTY USED IN OTHER THAN CARRIER OPERATIONS—Continued

506 and 534; in column (h), the amount of taxes charged to accounts 535 and 544 for the year; and in column (i), the net profit or loss of columns (f) minus (g) and (h).

5. Any differences between the total of column (h) and the totals of accounts 535 and 544, and differences between the total of column (i) and the net total of accounts 506, 534, 535, and 544, of such accounts in Schedule 210, "Results of Operations", should be explained in a footnote.

6. In section C give an analysis of accumulated depreciation in account 738 for each item shown in column (a). Show in column

(n) the percentage or composite rate used by the respondent for computing the amount of depreciation credited to the account during the year. Any adjustments of importance included in columns (j) and (k) should be fully explained in a footnote.

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

3. Report dollars in thousands.

B. REVENUES, INCOME, EXPENSES AND TAXES CREDITED AND DEBITED TO ACCOUNTS 506, 534, 535 AND 544 DURING THE YEAR				C. ACCUMULATED DEPRECIATION (ACCOUNT 738)					Line No.
Revenues or income (f)	Expenses (g)	Taxes (h)	Net profit for year (L loss) (i)	Credits during the year (j)	Debits during the year (k)	Balance at close of year (l)	Base (m)	Rates (n)	
\$	\$	\$	\$	\$	\$	\$	\$	%	
									1
									2
									3
									4
									5
									6
									7
									8
									9
									10
									11
									12
									13
									14
									15
									16
									17
									18
									19
									20
									21
								XXXXX	22

NOTES AND REMARKS

329. OTHER ASSETS AND OTHER DEFERRED DEBITS

If the amount in either the captioned Accounts 739, 741, 743, 744 "Other assets" account or the "Other deferred debit" account exceeds 5% of total assets, then report the three largest items in those respective amounts. Also report any single item exceeding 5%

of total assets. Give a brief description of each item. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote. (*Dollars in thousands.*)

Line No.	Account No. (a)	Item (b)	Amount (c)
1			\$
2			
3		Less than 5% of total assets.	
4			
5			
6			
7			
8			
9			
10			
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12			
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32			
33			
34			
35			
36			
37			
38			
39			
40			
41			
42			
43			
44			
45			

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	(4,678.05)
Acct. 43	(241.00)
	(4,919.05)

Schedule 332

* Includes Amounts on which Accruals discontinued per circular 146 AMTRAK	Acct.	1	16
	Col. b	\$ 1	\$ 2127
# Includes \$1,734 fully depreciated-Accruals discontinued.	Col c	(10)	1745

@ Rates adjusted effective 1/1/80 per ICC Sub order R-796-D.
See Note No. 14, Page 8-A.

Schedule 335

Establish adjustment reserve per ICC, letter 2/13/80, File AC-AR/MZB	Col.d	Col.f
Acct. 16-Includes Depr. on Cap. Lsd. Computers Charged Acct. 331	17,959	17,959
Acct. 17-Includes Depr. on Rail Welding Plant Charged production	191	
Line 27-Clear reserve for loss due to AMTRAK	77	
Total Road	18,227	259
		18,218
Establish equipment reserve per ICC letter 2/13/80, File AC-AR/MZB	32,611	32,611
Acct. 58 Depr. on Rail welding Plant Charged to Production	2	X
Total Equipment	32,613	32,611

Clear Adjustment reserve - Credits to 266 & 331.

330. ROAD AND EQUIPMENT PROPERTY (See Instructions)

Line No.	Account (a)	Balance at beginning of year (b)	Expenditures during the year for original road and equipment, and road extensions (c)	Expenditures during the year for purchase of existing lines, reorganizations, etc. (d)
1	(1) Engineering	\$ 6,718	\$	\$
2	(2) Land for transportation purposes	22,342		
3	(3) Grading	149,679		
4	(4) Other right-of-way expenditures	404		
5	(5) Tunnels and subways	11,079		
6	(6) Bridges, trestles, and culverts	102,132		
7	(7) Elevated structures			
8	(8) Ties	29,704		
9	(9) Rails	70,952		
10	(10) Other track material	64,756		
11	(11) Ballast	28,720		
12	(12) Track laying and surfacing	40,764		
13	(13) Fences, snowsheds, and signs	2,720		
14	(16) Station and office buildings	31,333		
15	(17) Roadway buildings	4,676		
16	(18) Water stations	246		
17	(19) Fuel stations	1,822		
18	(20) Shops and enginehouses	29,197		
19	(22) Storage warehouses			
20	(23) Wharves and docks	897		
21	(24) Coal and ore wharves			
22	(25) TOFC/COFC terminals	2,484		
23	(26) Communication systems	18,381		
24	(27) Signals and interlockers	54,009		
25	(29) Power plants	177		
26	(31) Power-transmission systems	2,662		
27	(35) Miscellaneous structures	1,096		
28	(37) Roadway machines	14,489		
29	(39) Public improvements—Construction	9,571		
30	(44) Shop machinery	9,905		
31	(45) Power-plant machinery	470		
32	Other (specify and explain)			
33	Total expenditures for road	711,385		
34	(52) Locomotives	165,883		
35	(53) Freight-train cars	744,002		
36	(54) Passenger-train cars			
37	(55) Highway revenue equipment			
38	(56) Floating equipment			
39	(57) Work equipment	7,459		
40	(58) Miscellaneous equipment	2,812		
41	Total expenditures for equipment	920,156		
42	(76) Interest during construction			
43	(77) Other expenditures—General			
44	Total general expenditures			
45	Total	1,631,541		
46	(80) Other elements of investment	(18,722)		
47	(90) Construction work in progress	47,799		
48	Grand Total	1,660,618		

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)	
\$ 123	\$ (11)	\$ 134	\$ 6,852	1
	(117)	117	22,459	2
483	(151)	634	150,313	3
			404	4
	168	(168)	10,911	5
997	51	946	103,078	6
				7
221	260	(39)	29,665	8
12,869	10,904	1,965	72,917	9
5,210	2,749	2,461	67,217	10
419	422	(3)	28,717	11
946	274	672	41,436	12
	29	(29)	2,691	13
288	204	84	31,417	14
6	47	(41)	4,635	15
			246	16
265	23	242	2,064	17
2,025	4	2,021	31,218	18
				19
			897	20
				21
44	9	35	2,519	22
573	439	134	18,515	23
324	296	28	54,037	24
			177	25
18		18	2,680	26
			1,096	27
91	258	(167)	14,322	28
47	64	(17)	9,554	29
101	39	62	9,967	30
			470	31
				32
25,050	15,961	9,089	720,474	33
42,210	4,421	37,789	203,672	34
80,122	30,542	49,580	793,582	35
				36
				37
				38
142	406	(264)	7,195	39
(264)	12	(276)	2,536	40
122,210	35,381	86,829	1,006,985	41
52		52	52	42
				43
52		52	52	44
147,312	51,342	95,970	1,727,511	45
	(315)	315	(18,407)	46
24,328		24,328	72,127	47
171,640	51,027	120,613	1,781,231	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	\$ 280	\$	\$
2	(2) Land for transportation purposes	1,293		
3	(3) Grading	2,588		
4	(4) Other right-of-way expenditures	7		
5	(5) Tunnels and subways	270		
6	(6) Bridges, trestles, and culverts	2,729		
7	(7) Elevated structures			
8	(8) Ties	514		
9	(9) Rails	2,557		
10	(10) Other track material	2,829		
11	(11) Ballast	97		
12	(12) Track laying and surfacing	1,097		
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	889		
24	(27) Signals and interlockers	2,682		
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	19,626		
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			
42	(76) Interest during construction			
43	(77) Other expenditures—General			
44	Total general expenditures			
45	Total	19,626		
46	(80) Other elements of investment			
47	(90) Construction work in progress	514		
48	Grand Total	20,140		

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)	
\$ 8	\$ 1	\$ 7	\$ 287	1
			1,293	2
14		14	2,602	3
			7	4
			270	5
171	6	165	2,894	6
(1)		(1)	513	7
701	611	90	2,647	8
169	124	45	2,874	9
4	2	2	99	10
19		19	1,116	11
			58	12
			537	13
			(19)	14
			(31)	15
			(18)	16
			(31)	17
				18
				19
				20
			13	21
3	24	(21)	868	22
31		31	2,713	23
				24
			2	25
			(1)	26
			1,290	27
			(1)	28
			(5)	29
1,119	768	351	19,977	30
				31
				32
				33
				34
				35
				36
				37
				38
				39
				40
6		6	6	41
6		6	6	42
1,125	768	357	19,983	43
88		88	602	44
1,213	768	445	20,585	45
				46
				47
				48

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

1. Show in columns (b) and (c), for each primary account, the depreciation base used in computing the depreciation charges for the month of January and in columns (d) and (f) show the depreciation base used in computing the depreciation charges the month of December; in columns (e) 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.	Account (a)	(Dollars in thousands)		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	4,618*	4,693	.96		304	305	1.22	
2	(3) Grading	7,736	7,726	2.05		198	198	1.22	
3	(4) Other right-of-way expenditures	362	362	2.00		4	4	3.00	
4	(5) Tunnels and subways	4,725	4,653	1.08		137	137	.95	
5	(6) Bridges, trestles, and culverts	101,622	102,568	1.65		4,424	4,447	1.66	
6	(7) Elevated structures								
7	(13) Fences, snowsheds, and signs	2,706	2,676	2.00		120	120	1.17	
8	(16) Station and office buildings	31,213*	31,297	1.81		675	675	1.60	
9	(17) Roadway buildings	4,673	4,633	2.65		75	75	2.55	
10	(18) Water stations	238	238	3.33		41	41	3.31	
11	(19) Fuel stations	1,772	2,013	3.38		28	28	3.29	
12	(20) Shops and enginehouses	29,172	31,194	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	2,484	2,518	3.33		67	67	3.43	
17	(26) Communications systems	18,307	18,444	3.58		196	196	3.15	
18	(27) Signals and interlockers	52,866	52,893	2.53		1,015	1,097	2.83	
19	(29) Power plants	177	177	1.79					
20	(31) Power transmission systems	2,661	2,679	2.33		3	3	.95	
21	(35) Miscellaneous structures	1,092	1,092	2.56					
22	(37) Roadway machines	14,500	14,335	5.81		1	1	5.67	
23	(39) Public improvements—Construction	6,549	6,547	1.08		103	103	1.72	
24	(44) Shop machinery	9,827	9,889	3.84					
25	(45) Power plant machinery	469	469	2.00					
26	All other Account 76		37	2.16					
27	Amortization (other than defense projects)								
28	Total road	298,665	302,029	2.26		7,468	7,574	1.86	
	EQUIPMENT								
29	(52) Locomotives	165,805	203,672	3.74					
30	(53) Freight-train cars	743,751	793,389	4.13					
31	(54) Passenger-train cars								
32	(55) Highway revenue equipment								
33	(56) Floating equipment								
34	(57) Work equipment	7,356	7,103	4.41					
35	(58) Miscellaneous equipment	2,811#	2,535	6.15					
36	Total equipment	919,733	1,006,699	4.06					
37	GRAND TOTAL	1,218,398	1,308,728	3.65 @		7,468	7,574	1.86	

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	2,085	47		33	594	1,505
2	(3) Grading	4,459	158		15		4,602
3	(4) Other, right-of-way	126	7				133
4	(5) Tunnels and subways	1,867	51		54		1,864
5	(6) Bridges, trestles, and culverts	44,611	1,689		391	8,880	37,029
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	1,806	54		24	413	1,423
8	(16) Station and office buildings	8,763	568	903	179		10,055
9	(17) Roadway buildings	649	46	652	46		1,301
10	(18) Water stations	145	7	86			238
11	(19) Fuel stations	1,005	67	3	23		1,052
12	(20) Shops and enginehouses	6,104	636	2,428	4		9,164
13	(22) Storage warehouses						
14	(23) Wharves and docks	204	18	83			305
15	(24) Coal and ore wharves	(5)		5			
16	(25) TOFC/COFC terminals	666	84				741
17	(26) Communication systems	5,456	667		423	616	5,084
18	(27) Signals and interlockers	17,951	1,340		292	4,207	14,792
19	(29) Power plants	125	3			45	83
20	(31) Power-transmission systems	1,371	62			486	947
21	(35) Miscellaneous structures	403	28			89	342
22	(37) Roadway machines	8,581	842		254	1,972	7,197
23	(39) Public improvements—Construction	2,477	72		39		2,510
24	(44) Shop machinery*	5,129	380		38	657	4,814
25	(45) Power-plant machinery*	148	9	24			181
26	All other road accounts (Acct. 76)		1				1
27	Amortization (other than defense projects)	2,185	(468)	14,043		259	15,501
28	Total road	116,311	6,368	18,227	1,824	18,218	120,864
	EQUIPMENT		(2,876)	32,611			29,735
29	Amortization equipment						
30	(52) Locomotives	110,001	7,615		3,830	26,783	87,003
31	(53) Freight-train cars	262,246	32,785		22,520	5,103	267,408
32	(54) Passenger-train cars	90				90	
33	(55) Highway revenue equipment						
34	(56) Floating equipment						
35	(57) Work equipment	4,999	313		294		5,018
36	(58) Miscellaneous equipment	2,772	156	2	11	635	2,284
37	Other	X	(2,876)	32,611			29,735
38	Total Equipment	380,108	37,993	32,613	26,655	32,511	391,448
	Grand Total	496,419	44,361	50,840	28,479	50,829	512,312

*Chargeable to account 305.

SEE PAGE 33 FOR NOTES

Railroad Annual Report R-1

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	43	4				47
2	(3) Grading	32	3				35
3	(4) Other right-of-way expen.	2					2
4	(5) Tunnels and subways	7	1				8
5	(6) Bridges, trestles, and culverts	1,312	74			1	1,385
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	93	1				94
8	(16) Station and office buildings	(9)	11				2
9	(17) Roadway buildings	(2)	2				X
10	(18) Water stations	7	2				9
11	(19) Fuel stations	8	1				9
12	(20) Shops and enginehouses	7	2				9
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	76	2	28 *			106
17	(26) Communication systems	99	6				105
18	(27) Signals and interlockers	560	31				591
19	(29) Power plants						
20	(31) Power-transmission systems	7		1 *			8
21	(35) Miscellaneous structures	1					1
22	(37) Roadway machines	2					2
23	(39) Public improvements—Construction	26	1				27
24	(44) Shop machinery						
25	(45) Power-plant machinery						
26	All other road accounts						
27	Amortization (other than defense projects)						
28	Total road	2,271	141	29 *		1 #	2,440
	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	X					X
37	GRAND TOTAL	2,271	141	29 *		1	2,440

* Depreciation on Property north of Dolton Jct., Charged to Acct. 278.

Depreciation on Glasgow Railway, Charged to Acct. 266., Credit to 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	186 *	194 *	.98
2	(3) Grading	82	95	1.16
3	(4) Other right-of-way expenditures			
4	(5) Tunnels and subways	251	251	.95
5	(6) Bridges, trestles and culverts	2,405	2,569	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	891	870	1.41
18	(27) Signals and interlockers	2,511	2,542	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 (Acct. 76)		4	2.16
27	Amortization (other than defense projects)			
28	Total road	8,007	8,206	1.54 #
	EQUIPMENT			
29	(52) Locomotives	* Includes amounts on which accruals have been discontinued per circular		
30	(53) Freight-train cars			
31	(54) Passenger-train cars	146 (AMTRAK)	Acct. 1 16	
32	(55) Highway revenue equipment		Col.B 1 35	
33	(56) Floating equipment		Col.C 1 4	
34	(57) Work equipment			
35	(58) Miscellaneous equipment	# Rates Adjusted effective 1/1/80 per ICC		
36	Total equipment	Sub Order R-796-D.		
37	GRAND TOTAL	8,007	8,206	1.54 #

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 (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	76	2		1		77
2	(3) Grading	52	1				53
3	(4) Other right-of-way expen.						
4	(5) Tunnels and subways	102	2				104
5	(6) Bridges, trestles, and culverts	1,018	36		5		1,049
6	(7) Elevated structures						
7	(13) Fences, snow sheds, and signs	118					118
8	(16) Station and office buildings	291	12				303
9	(17) Roadway buildings	(19)	(1)				(20)
10	(18) Water stations	(5)	(1)				(6)
11	(19) Fuel stations	(1)	(1)				(2)
12	(20) Shops and enginehouses		(1)				(1)
13	(22) Storage warehouses						
14	(23) Wharves and docks						
15	(24) Coal and ore wharves						
16	(25) TOFC/COFC terminals	5	1				6
17	(26) Communication systems	243	13		5		251
18	(27) Signals and interlockers	1,260	45				1,305
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	250	18				268
24	(44) Shop machinery						
25	(45) Power-plant machinery	(2)					(2)
26	All other road accounts						
27	Total road	3,389	126		11		3,504
	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	3,389	126		11		3,504

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.	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					21
19	(29) Power plants						
20	(31) Power-transmission systems						
21	(35) Miscellaneous structures						
22	(37) Roadway machines						
23	(39) Public improvements—Construction	18	1				19
24	(44) Shop machinery						
25	(45) Power-plant machinery						
26	All other road accounts						
27	Total road	41	1				42
	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	41	1				42

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 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.	5,843	\$ 1,801,294	\$ 519,601
2					
3	L	Nashville & Decatur RR Co.	134	3,851	129
4	L	Louisville, Henderson & St. Louis Rwy. Co.	137	11,000	1,915
5	L	Glasgow Rwy. Co.	10	406	29
6	L	Western & Atlantic RR Co.	134	7,915	786
7					
8		Total	415	23,172	2,859
9					
10	P	U. S. Pipe & Foundry Co. (VS 43A-Ala.)		14	
11	P	Track for Union Rwy. (Pt. VS 96-Tenn)		16	
12	P	Clarksville & Princeton Branch-			
13		Illinois Central R.R. Co. (VS 92 Ky)	21	319	
14	P	Track at Covington, Ky. - The Covington			
15		& Cincinnati Elevated Railroad			
16		Transfer & Bridge Co. (VS 73-C)	1	148	42
17	P	Tracks at Paducah, Ky. - Paducah and			
18		Illinois R.R. (Pt. VS 93)		13	
19	P	Main Track Dalton, Ga.-Southern Rwy.			
20		Co. (Pt. VS 302)		12	
21					
22					
23		Total	22	522	42
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 89F)	2	156	31
29	O	Southern Rwy. Co. -Land at			
30		Atlanta, Ga.-(Pt. VS 301)		5	
31					
32		Total	2	174	31
33					
34		Total	6,282	1,825,162	522,533
35					
36		Deduct:			
37	P	Property owned but not used-leased to			
38		others	22	522	42
39		TOTAL	6,260	1,824,640	522,491

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	\$ 7,133	\$ 435	\$ 6	\$ 2
2	(2) Land for transportation purposes	23,703	425	49	9
3	(3) Grading	152,838	5,988	77	50
4	(4) Other right-of-way expenditures	411	6		
5	(5) Tunnels and subways	11,181	179		
6	(6) Bridges, trestles, and culverts	105,951	4,427	21	20
7	(7) Elevated structures				
8	(8) Ties	30,145	1,152	33	10
9	(9) Rails	75,504	2,687	60	19
10	(10) Other track material	70,068	1,697	23	7
11	(11) Ballast	28,792	1,938	24	3
12	(12) Track laying and surfacing	42,525	1,562	27	11
13	(13) Fences, snowsheds, and signs	2,745	121	4	
14	(16) Station and office buildings	31,949	644	5	31
15	(17) Roadway buildings	4,612	75	4	
16	(18) Water stations	214	38	1	3
17	(19) Fuel stations	2,046	23		6
18	(20) Shops and enginehouses	31,187	76		
19	(22) Storage warehouses				
20	(23) Wharves and docks	897			
21	(24) Coal and ore wharves				
22	(25) TOFC/COFC terminals	2,532	67		
23	(26) Communication systems	19,383	196		
24	(27) Signals and interlockers	56,731	1,097	19	
25	(29) Power plants	177			
26	(31) Power-transmission systems	2,682	3		
27	(35) Miscellaneous structures	1,096			
28	(37) Roadway machines	14,321	1		
29	(39) Public improvements—Construction	10,806	173	38	
30	(44) Shop machinery	9,966	1		
31	(45) Power-plant machinery	470			
32	Leased property capitalized rentals (explain)	(5)	5		
33	Other (specify & explain)				
34	Total expenditures for road	740,060	23,016	391	171
35	(52) Locomotives	203,672			
36	(53) Freight-train cars	793,582			
37	(54) Passenger-train cars				
38	(55) Highway revenue equipment				
39	(56) Floating equipment	7,195			
40	(57) Work equipment	2,536			
41	(58) Miscellaneous equipment	1,006,985			
42	Total expenditures for equipment	58	661		2
43	(76) Interest during construction		158		1
44	(77) Other expenditures—General	58	819		3
45	Total general expenditures	1,747,103	23,835	391	174
46	Total	(18,538)	(751)	131	
47	(80) Other elements of investment	72,729	88		
48	(90) Construction work in progress				
49	Grand Total	1,801,294	23,172	522	174

355. OTHER ELEMENTS OF INVESTMENT

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

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

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

(Dollars in thousands)

Line No.	Item (a)	Contra account number (b)	Charges during the year (c)	Credits during the year (d)
1			\$	\$
2	Clear an Equitable portion of Acct. 80 based on			
3				
4	retirements of non-depreciable property	519	315	
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
21				
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23				
24				
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37				
38				
39				
40				
41				
42				
43				
44				
45				
46				
47				
48				
49				
50	TOTALS _____	X X X	315	
51	NET CHANGES _____	X X X	315	

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
- 362 — Noncapitalized Capital Leases
- 363 — Operating Leases
- 364 — Lessee Disclosures

Under Docket No. 36604, "Accounting for Leases," the Commission established guidelines for capitalizing all leases entered into after 1/1/77, which meet the criteria of a capital lease. (See 49 CFR 1201, Instruction 2-26). These leases shall be properly disclosed in Schedule 361, "Capitalized Capital Leases." However, for all leases in effect on 12/31/76, respondents may either capitalize these leases immediately or phase in the capitalization requirements through 12/31/80. Thereafter, all capital leases must be capitalized. Noncapitalized capital leases, if any, for this reporting year shall properly be disclosed in Schedule 362, "Noncapitalized Capital Leases."

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. Report dollars in thousands.

Line No.	Item (a)	1981 (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later Years (g)	Total (h)
1	Lease payments	\$ 5,662	\$ 4,423	\$ 3,956	\$ 3,224	\$ 3,224	\$ 3,978	\$ 24,467
2	Less: Executory costs:							
3	- Taxes							
4	- Maintenance							
5	- Insurance							
6	- Other							
7	Total executory costs (2-5)							
8	Minimum lease payments (1, 6)	1,647	1,327	1,048	790	544	378	5,734
9	Less: Amount representing interest	4,015	3,096	2,908	2,434	2,680	3,600	18,733
	Present value of minimum lease payments (line 7, 8)							

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 sub-lease rentals for the year beginning after the current year as required.

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
10	Present value of minimum lease payments from	\$	\$	\$	\$	\$	\$	\$
11	Part I above	4,015	xxxx	xxxx	xxxx	xxxx	xxxxxx	xxxxxx
12	Contingent rentals		xxxx	xxxx	xxxx	xxxx	xxxxxx	xxxxxx
13	Minimum noncancelable sublease rentals		xxxx	xxxx	xxxx	xxxx	xxxxxx	xxxxxx
	Net rental expense	4,015	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 properties presented. Subtract amounts representing the accumulated amortization to derive at "Net capitalized lease assets."

Line No.	Classes of leased property (a)	Present value	Prior year (c)
		Current year (b)	
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		

362. NONCAPITALIZED 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 values of minimum lease payments. An explanation indicating how the rate of interest was derived for computing present value shall be included in Schedule 364. Report dollars in thousands.

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
1	Lease payments	\$	\$	\$	\$	\$	\$	\$
2	Less: Executory costs:							
3	- Taxes							
4	- Maintenance							
5	- Insurance							
6	- Other							
7	Total executory costs (2-5)							
8	Minimum lease payments (1-6)							
9	Less: Amount representing interest							
	Present value of minimum lease payments (line 7, 8)							

Not Applicable - All Capital Leases Have Been Capitalized

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 from sub-

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

Line No.	Item (a)	Current year (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
10	Present value of minimum lease payments from Part I above	\$	Not Applicable	\$	\$	\$	\$	\$
11	Contingent rentals		XXXX	XXXX	XXXX	XXXX	XXXX.X	XXXXX
12	Minimum noncancelable sublease rentals		XXXX	XXXX	XXXX	XXXX	XX.XXX	XXXXXX
13	Net rental expense		XXXXX	XXXX	XXXX	XXXX	XXXXXX	XXXXXX

RC-124600 LOUISVILLE & NASHVILLE R.R. CO. 1980 2

362. NONCAPITALIZED CAPITAL LEASES—Continued

PART III. INCOME IMPACT

1. If the impact on net income is less than three percent of the average net income for the most recent three years, a statement to this effect will suffice to complete this schedule. Otherwise, show the impact on net income for each period for which an income statement is presented if all noncapitalized financing leases were capitalized, related assets were amortized on a straight-line basis and interest cost was accrued on the basis of the outstanding lease liability. The amounts of amortization and interest cost shall be separately identified.

2. In calculating average net income, loss-years should be excluded. If losses were incurred in each of the most recent three years, the average loss shall be used for purposes of this test.

Line No.	Item (a)	Current year (b)	Prior year (c)
14	Amortization of lease rights		
15	Interest	\$	\$
16	Rent expense		
17	Income tax expense		
18	Impact (reduction) on net income		

Not Applicable - All capital leases have been capitalized.

PART IV. CLASSES OF CAPITAL LEASES

1. 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 value of minimum lease commitments in the aggregate for the major classes of properties presented.

Line No.	Classes of leased property (a)	Present value	
		Current year (b)	Prior year (c)
19	Structures	\$	\$
20	Revenue equipment		
21	Shop and garage equipment		
22	Service cars and equipment		
23	Noncarrier operating property		
24	Other: (Specify)		
25			
26			

Not Applicable - All capital leases have been capitalized.

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)	1981 (b)	Year 2 (c)	Year 3 (d)	Year 4 (e)	Year 5 (f)	Later years (g)	Total (h)
1	Minimum lease payments required	\$ 47,595	\$ 45,941	\$ 35,916	\$ 34,100	\$ 33,021	\$ 283,390	\$ 479,963
2	Minimum noncancelable sublease rentals							
3	Net minimum lease payments	47,595	45,941	35,916	34,100	33,021	283,390	479,963

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)	1980 (b)	Prior year (c)
4	Minimum lease payments required	\$	\$
5	Contingent rentals		
6	Less: Sublease rentals	50,033	43,683
7	Total rental expense	50,033	43,683

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)	
1	Rental payments dependent upon lapse of time.
2	
3	
4	
5	
6	
7	
8	
(b)	
9	Lease renewal options are generally based upon "Fair Market Rental" at the end of
10	minimum lease period. Purchase options include right of first refusal at prices
11	as designated by lessor, or as per certain agreements, the "Fair Market Value"
12	at the expiration of lease.
13	
14	
15	
16	
(c)	
17	Respondent is guarantor of debt under twelve (12) long-term leases wherein the
18	respondent is lessee. The aggregate obligation under these agreements was \$64
19	million at December 31, 1980.
20	
21	
22	
23	
24	
(d)	
25	None
26	
27	
28	
29	
30	
31	
32	
(e)	
33	None
34	
35	
36	
37	
38	
39	
40	

370. ITEMS IN SELECTED CURRENT LIABILITY ACCOUNTS

1. For accounts Nos. 751, "Loans and notes payable", 759, "Accrued accounts payable", and 763, "Other current liabilities", if the total of any such account exceeds 5% of total current liabilities, report the three largest items, and any other items which exceeds 5% of current liabilities.

2. Show character of loans and notes, with name of creditor

(or class of creditors), dates of issue and maturity, and appropriate description for each class of accrued accounts payable and for the other current liabilities.

3. Make full disclosure of the character of each item reported.
(Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Amount (c)
1	759	Estimated casualty and other claims payable within one year	\$ 33,169
2		Estimated equipment rental payable	28,085
3		Estimated amounts payable for employees vacations	21,181
4			
5	763	Prepaid on freight in transit	28,951
6		Percentages due contractors within one year	576
7		Bonds outstanding matured-not presented	272
8			
9			
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11			
12			
13			
14			
15			
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379. OTHER LONG-TERM LIABILITIES AND OTHER DEFERRED CREDITS

If the caption "Other long-term liabilities and deferred credits" (accounts 771, 772, 774, 775, 782, and 784) exceeds 5% of total (current and noncurrent) liabilities, report the three largest items,

and each other item amounting to 5% or more of total liabilities. Disclose fully the nature of each item reported. (Dollars in thousands)

Line No.	Account No. (a)	Item (b)	Amount (c)
1	774	Reserve for injuries to persons	\$ 19,095
2			
3	782	Costs of turnouts to be refunded	5,521
4		Accrued amortization of improvements on leased property - Western	
5		and Atlantic Railroad	5,273
6			
7			
8			
9			
10			
11			
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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 (a)	Freight					Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)		
		\$	\$	\$	\$	\$	\$	\$ (h)
WAY AND STRUCTURES:								
ADMINISTRATION:								
1	Track	5,710	464	221	1,254	7,649		7,649
2	Bridge and Building	892	91	50	224	1,257		1,257
3	Signal	700	65	17	120	902		902
4	Communication	543	37	9	68	657		657
5	Other	2,106	306	93	560	3,065		3,065
REPAIR AND MAINTENANCE:								
6	Roadway - Running	2,092	540	3,852	143	6,627		6,627
7	Roadway - Switching	272	86	292	17	667		667
8	Tunnels and Subways - Running	70	26	7	4	107		107
9	Tunnels and Subways - Switching							
10	Bridges and Culverts - Running							
11	Bridges and Culverts - Switching	2,783	669	399	454	4,305		4,305
12	Ties - Running	76	3		12	91		91
13	Ties - Switching	N/A	13,353	N/A	N/A	13,353		13,353
14	Rail - Running	N/A	2,089	N/A	N/A	2,089		2,089
15	Rail - Switching	N/A	9,359	N/A	N/A	9,359		9,359
16	Other Track Material - Running	N/A	86	N/A	N/A	86		86
17	Other Track Material - Switching	N/A	7,560	N/A	N/A	7,560		7,560
18	Ballast - Running	N/A	2,034	N/A	N/A	2,034		2,034
19	Ballast - Switching	N/A	4,095	N/A	N/A	4,095		4,095
20	Track laying and surfacing - Running	29,654	356	N/A	N/A	356		356
21	Track laying and surfacing - Switching	6,451	451	1,122	2,589	33,816		33,816
22	Road Property Damaged - Running	1,177	110	101	616	7,278		7,278
23	Road Property Damaged - Switching	741	643	350		2,170		2,170
24	Road Property Damaged - Other	27	170	47		958		958
25	Signals and Interlockers - Running	2,964	9	112		148		148
26	Signals and Interlockers - Switching	410	1,785	(3)	722	5,468		5,468
27	Communications Systems	1,204	288	13	109	820		820
28	Electric Power Systems		531	24	377	2,136		2,136
29	Highway Grade Crossings - Running	493	747	1,038	28	2,306		2,306
30	Highway Grade Crossings - Switching	41	59	56	1	157		157
31	Station and Office Buildings	936	398	372	104	1,810		1,810
32	Shop Buildings - Locomotives	408	412	236	5	1,061		1,061
33	Shop Buildings - Freight Cars	366	551	26	4	947	N/A	947
34	Shop Buildings - Other Equipment	849	359	198	13	1,419		1,419

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight						Passenger	Total
		Salaries and wages (b)	Materials, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)			
		\$	\$	\$	\$	\$	\$	\$	\$
	WAY AND STRUCTURES - Continued:								
	REPAIR AND MAINTENANCE - Continued:								
101	Locomotive Servicing Facilities	102	364	14	1	481			481
102	Miscellaneous Buildings and Structures	373	475	37	7	892			892
103	Coal Terminals							N/A	
104	Ore Terminals							N/A	
105	Other Marine Terminals	1	1			2		N/A	2
106	TOFC/COFC - Terminals	55	126	58	1	240		N/A	240
107	Motor Vehicle Loading and Distribution Facilities	4	13	35		52		N/A	52
108	Facilities for Other Specialized Service Operations								
109	Roadway Machines	1,841	3,552	2,318	429	8,140			8,140
110	Small Tools and Supplies	5	6,243	215	57	6,520			6,520
111	Snow Removal	215	27	3	39	284			284
112	Fringe Benefits - Running	N/A	N/A	N/A	9,337	9,337			9,337
113	Fringe Benefits - Switching	N/A	N/A	N/A	1,892	1,892			1,892
114	Fringe Benefits - Other	N/A	N/A	N/A	5,521	5,521			5,521
115	Casualties and Insurance - Running	N/A	N/A	N/A	2,295	2,295			2,295
116	Casualties and Insurance - Switching	N/A	N/A	N/A	468	468			468
117	Casualties and Insurance - Other	N/A	N/A	N/A	2,774	2,774			2,774
118	Lease Rentals - Debit - Running	N/A	N/A	4,125	N/A	4,125			4,125
119	Lease Rentals - Debit - Switching	N/A	N/A	(8)	N/A	(8)			(8)
120	Lease Rentals - Debit - Other	N/A	N/A	13	N/A	13			13
121	Lease Rentals - (Credit) - Running	N/A	N/A	(21)	9A	(21)			(21)
122	Lease Rentals - (Credit) - Switching	N/A	N/A	(1)	N/A	(1)			(1)
123	Lease Rentals - (Credit) - Other	N/A	N/A	(6)	N/A	(6)			(6)
124	Joint Facility Rent - Debit - Running	N/A	N/A	1,055	N/A	1,055			1,055
125	Joint Facility Rent - Debit - Switching	N/A	N/A	1,014	N/A	1,014			1,014
126	Joint Facility Rent - Debit - Other	N/A	N/A	160	N/A	160			160
127	Joint Facility Rent - (Credit) - Running	N/A	N/A	(1,121)	N/A	(1,121)			(1,121)
128	Joint Facility Rent - (Credit) - Switching	N/A	N/A	(898)	N/A	(898)			(898)
129	Joint Facility Rent - (Credit) - Other	N/A	N/A	(114)	N/A	(114)			(114)
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				

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight						Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	(g)		
		\$	\$	\$	\$	\$	\$	\$	\$
	WAY AND STRUCTURES - Continued:								
	REPAIR AND MAINTENANCE - Continued:								
134	Other Rents - (Credit) - Switching	N/A	N/A	N/A	N/A	3,079			3,079
135	Other Rents - (Credit) - Other	N/A	N/A	N/A	N/A	3,184			3,184
136	Depreciation - Running	N/A	N/A	2,117	N/A	2,117			2,117
137	Depreciation - Switching	N/A	N/A	3,403	N/A	3,403			3,403
138	Depreciation - Other	N/A	N/A	(94)	N/A	(94)			(94)
139	Joint Facility - Debit - Running	N/A	N/A	(1,616)	N/A	(1,616)			(1,616)
140	Joint Facility - Debit - Switching	N/A	N/A	(1,324)	N/A	(1,324)			(1,324)
141	Joint Facility - Debit - Other	N/A	N/A	108	N/A	108			108
142	Joint Facility - (Credit) - Running	480		848	13	1,341			1,341
143	Joint Facility - (Credit) - Switching	115		143	3	265			265
144	Joint Facility - (Credit) - Other	14		15	1	30			30
145	Dismantling Retired Road Property - Running	1		5	672	678			678
146	Dismantling Retired Road Property - Switching			82	118	200			200
147	Dismantling Retired Road Property - Other			21	72	259			259
148	Other - Running	122	44						
149	Other - Switching								
150	Other - Other								
151	Total Way and Structures	64,297	58,577	19,218	37,387	179,479			179,479
	EQUIPMENT:								
	LOCOMOTIVES:								
201	Administration	1,874	128	70	337	2,379			2,379
202	Repair and Maintenance	23,486	16,079	7,904	144	47,613			47,613
203	Machinery Repair	600	563	22	10	1,195			1,195
204	Equipment Damaged	26	804		(41)	789			789
205	Fringe Benefits	N/A	N/A	N/A	4,879	4,879			4,879
206	Other Casualties and Insurance	N/A	N/A	N/A	1,674	1,674			1,674
207	Lease Rentals - Debit	N/A	N/A	15,176	N/A	15,176			15,176
208	Lease Rentals - (Credit)	N/A	N/A		N/A				
209	Joint Facility Rent - Debit	N/A	N/A	59	N/A	59			59
210	Joint Facility Rent - (Credit)	N/A	N/A		N/A				
211	Other Rents - Debit	N/A	N/A	243	N/A	243			243
212	Other Rents - (Credit)	N/A	N/A	(1,589)	N/A	(1,589)			(1,589)
213	Depreciation	N/A	N/A	N/A	5,525	5,525			5,525
214	Joint Facility - Debit	N/A	N/A	1,284	N/A	1,284			1,284
215	Joint Facility - (Credit)	N/A	N/A		N/A				
216	Repairs Billed to Others - (Credit)	N/A	N/A		N/A				

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight						Passenger (g)	Total (h)
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)			
		\$	\$	\$	\$	\$	\$	\$	\$
	EQUIPMENT - Continued:								
	OTHER EQUIPMENT:								
217	Dismantling Retired Property								
218	Other	31	1	17	(21)	28			28
219	Total Locomotives	26,017	17,575	23,186	12,477	79,255			79,255
	FREIGHT CARS:								
220	Administration	2,211	188	73	430	2,902	N/A		2,902
221	Repair and Maintenance	20,374	17,264	23,323	(322)	60,639	N/A		60,639
222	Machinery Repair	17	351	9		377	N/A		377
223	Equipment Damaged	57	(4)	4,100		4,153	N/A		4,153
224	Fringe Benefits	N/A	N/A	N/A	4,797	4,797	N/A		4,797
225	Other Casualties and Insurance	N/A	N/A	N/A	8,935	8,935	N/A		8,935
226	Lease Rentals - Debit	N/A	N/A	14,834	N/A	14,834	N/A		14,834
227	Lease Rentals - (Credit)	N/A	N/A		N/A		N/A		
228	Joint Facility Rent - Debit	N/A	N/A	187	N/A	187	N/A		187
229	Joint Facility Rent - (Credit)	N/A	N/A		N/A		N/A		
230	Other Rents - Debit	N/A	N/A	125,529	N/A	125,529	N/A		125,529
231	Other Rents - (Credit)	N/A	N/A	(80,044)	N/A	(80,044)	N/A		(80,044)
232	Depreciation	N/A	N/A	N/A	32,397	32,397	N/A		32,397
233	Joint Facility - Debit	N/A	N/A	1,251	N/A	1,251	N/A		1,251
234	Joint Facility - (Credit)	N/A	N/A	(1,152)	N/A	(1,152)	N/A		(1,152)
235	Repairs Billed to Others - (Credit)	N/A	N/A	(24,806)	N/A	(24,806)	N/A		(24,806)
236	Dismantling Retired Property	10		2		12	N/A		12
237	Other	32	1	16	(6)	43	N/A		43
238	Total Freight Cars	22,701	17,800	63,322	46,231	150,054	N/A		150,054
301	Administration	183	26	11	46	266			266
	Repair and Maintenance:								
302	Trucks, Trailers, and Containers - Revenue Service			1,178		1,178	N/A		1,178
303	Floating Equipment - Revenue Service						N/A		
304	Passenger and Other Revenue Equipment								
305	Computers and Data Processing Systems			24		24			24
306	Machinery	1,241	192	7	20	1,460			1,460
307	Work and Other Non-Revenue Equipment	1,523	1,182	3,205	(1)	5,909			5,909
308	Equipment Damaged	2	11		4	17			17
309	Fringe Benefits	N/A	N/A	N/A	540	540			540
310	Other Casualties and Insurance	N/A	N/A	N/A	649	649			649
311	Lease Rentals - Debit	N/A	N/A	13,196	N/A	13,196			13,196
312	Lease Rentals - (Credit)	N/A	N/A	(178)	N/A	(178)			(178)

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight						Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)			
		\$	\$	\$	\$	\$	\$	\$	(h)
	FREIGHT CARS - Continued:								
313	Joint Facility Rent - Debit	N/A	N/A	23	N/A	23			23
314	Joint Facility Rent - (Credit)	N/A	N/A		N/A				
315	Other Rents - Debit	N/A	N/A	5,250	N/A	5,250			5,250
316	Other Rents - (Credit)	N/A	N/A	(12,388)	N/A	(12,388)			(12,388)
317	Depreciation	N/A	N/A	N/A	620	620			620
318	Joint Facility - Debit	N/A	N/A	(15)	N/A	(15)			(15)
319	Joint Facility - (Credit)	N/A	N/A	(7)	N/A	(7)			(7)
320	Repairs Billed to Others - (Credit)	N/A	N/A		N/A				
321	Dismantling Retired Property	1	N/A		N/A				1
322	Other	4		3		10			10
323	Total Other Equipment	2,951	1,411	10,309	1,881	16,555			16,555
324	Total Equipment	51,672	36,786	96,817	60,589	245,364			245,864
	TRANSPORTATION:								
	TRAIN OPERATIONS:								
401	Administration	2,760	106	77	534	3,477			3,477
402	Engine Crews	31,107	233	65	2,284	33,689			33,689
403	Train Crews	58,076	710	126	4,881	63,793			63,793
404	Dispatching Trains	3,963	1	57	480	4,501			4,501
405	Operating Signals and Interlockers	2,608	268	378	30	3,284			3,284
406	Operating Drawbridges	1,500	27	15	3	1,545			1,545
407	Highway Crossing Protection	436	1	16	4	457			457
408	Train Inspection and Lubrication	16,525	345	100		16,970			16,970
409	Locomotive Fuel	1,462	126,316	58	147	127,983			127,983
410	Electric Power Purchased or Produced for Motive Power								
411	Servicing Locomotives	9,312	6,112	743	23	16,190			16,190
412	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A					
413	Clearing Wrecks	1,970	441	1,645	26	4,082			4,082
414	Fringe Benefits	N/A	N/A	N/A	25,167	25,167			25,167
415	Other Casualties and Insurance	N/A	N/A	N/A	11,400	11,400			11,400
416	Joint Facility - Debit	N/A	N/A	3,937	N/A	3,937			3,937
417	Joint Facility - (Credit)	N/A	N/A	(971)	N/A	(971)			(971)
418	Other	21		433	1,313	2,267			2,267
419	Total Train Operations	129,740	134,560	6,679	46,792	317,771			317,771
	YARD OPERATIONS:								
420	Administration	6,431	175	134	925	7,665			7,665
421	Switch Crews	50,681	110	1,074	149	52,014			52,014

410. RAILWAY OPERATING EXPENSE - Continued

Line No.	Name of railway operating expense account (a)	Freight						Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	(g)		
		\$	\$	\$	\$	\$	\$	\$	\$
422	YARD OPERATIONS - Continued:								
423	Controlling Operations	4,500	8	99	11	4,618			4,618
424	Yard and Terminal Clerical	13,450	25	291	937	14,703			14,703
425	Operating Switches, Signals, Retarders and Humps	2,254	190	41	84	2,569			2,569
426	Locomotive Fuel	148	8,080	6	14	8,248			8,248
427	Electric Power Purchased or Produced for Motive Power								
428	Servicing Locomotives	1,160	700	66	1	1,927			1,927
429	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A					
430	Clearing Wrecks	288	63	181	4	536			536
431	Fringe Benefits	N/A	N/A	N/A	18,298	18,298			18,298
432	Other Casualties and Insurance	N/A	N/A	N/A	6,727	6,727			6,727
433	Joint Facility - Debit	N/A	N/A	7,738	N/A	7,738			7,738
434	Joint Facility - (Credit)	N/A	N/A	(5,349)	N/A	(5,349)			(5,349)
	Other	15		37	2	54			54
435	Total Yard Operations	78,927	9,351	4,318	27,152	119,748			119,748
	TRANSPORTATION - Continued:								
501	TRAIN AND YARD OPERATIONS COMMON:								
502	Cleaning Car Interiors	898	(16)	69	N/A	951			951
503	Adjusting and Transferring Loads	1,311		1,308	N/A	2,619	N/A		2,619
504	Car Loading Devices and Grain Doors	33	485	402	N/A	920	N/A		920
505	Freight Lost or Damaged - all other	N/A	N/A	N/A	15,865	15,865			15,865
506	Fringe Benefits	N/A	N/A	N/A	509	509			509
	Total Train and Yard Operations Common	2,242	465	1,779	16,374	20,864			20,864
	SPECIALIZED SERVICE OPERATIONS:								
507	Administration								
508	Pickup & Delivery and Marine Line Haul						N/A		
509	Loading & Unloading and Local Marine	75	4	2,576	1	2,577	N/A		2,577
510	Protective Services			2,379	36	2,494	N/A		2,494
511	Freight Lost or Damaged - Solely Related			707		707	N/A		707
512	Fringe Benefits	N/A	N/A	N/A	16	16	N/A		16
513	Casualties and Insurance	N/A	N/A	N/A	24	24	N/A		24
514	Joint Facility - Debit	N/A	N/A		N/A	1	N/A		1
515	Joint Facility - (Credit)	N/A	N/A		N/A		N/A		
516	Other						N/A		
517	Total Specialized Services Operations	75	4	5,663	77	5,819	N/A		5,819
518	ADMINISTRATIVE SUPPORT OPERATIONS:								
	Administration	3,869	935	311	591	5,706			5,706

410. RAILWAY OPERATING EXPENSE - Concluded

Line No.	Name of railway operating expense account (a)	Freight						Passenger	Total
		Salaries and wages (b)	Material, tools, supplies, fuels, and lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	(g)		
		\$	\$	\$	\$	\$	\$	\$	\$
	ADMINISTRATIVE SUPPORT OPERATIONS - Con.								
519	Employees Performing Clerical and Accounting Functions	12,893	311	769	466	14,439			14,439
520	Communication Systems Operation	2,295	968	737	16	4,016			4,016
521	Loss and Damage Claims Processing		5	10		15			15
522	Fringe Benefits	N/A	N/A	N/A	4,979	4,979			4,979
523	Casualties and Insurance	N/A	N/A	N/A	1,700	1,700			1,700
524	Joint Facility - Debit	N/A	N/A	460	N/A	460			460
525	Joint Facility - (Credit)	N/A	N/A	(314)	N/A	(314)			(314)
526	Other	4	16	504	(1,323)	(799)			(799)
527	Total Administrative Support Operations	19,061	2,235	2,477	6,429	30,202			30,202
528	Total Transportation	230,045	146,619	20,916	96,824	494,404			494,404
	GENERAL AND ADMINISTRATIVE:								
601	Officers - General Administration	7,136	283	5,071	1,493	13,983			13,983
602	Accounting, Auditing and Finance	12,472	259	305	872	13,908			13,908
603	Management Services and Data Processing	1,758	27	35	30	1,850			1,850
604	Marketing								
605	Sales	3,571	130	485	760	4,946			4,946
606	Industrial Development	328	15	36	65	444		N/A	444
607	Personnel and Labor Relations	1,504	61	62	383	2,010			2,010
608	Legal and Secretarial	1,756	125	2,248	733	4,862			4,862
609	Public Relations and Advertising	172	29	203	710	1,114			1,114
610	Research and Development	128	1	2	(1)	130			130
611	Fringe Benefits	N/A	N/A	N/A	11,190	11,190			11,190
612	Casualties and Insurance	N/A	N/A	N/A	108	108			108
613	Writedown of Uncollectible Accounts	N/A	N/A	N/A					
614	Property Taxes	N/A	N/A	N/A	5,474	5,474			5,474
615	Other Taxes Except on Corporate Income or Payrolls	N/A	N/A	N/A	2,050	2,050			2,050
616	Joint Facility - Debit	N/A	N/A	914	N/A	914			914
617	Joint Facility - (Credit)	N/A	N/A		N/A				
618	Other	981	125	418	8,492	10,016			10,016
619	Total General and Administrative	29,806	1,055	9,779	39,359	79,999			79,999
620	Total Carrier Operating Expenses	375,820	243,037	146,730	234,159	999,746			999,746

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 (charges 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	\$ 53	\$ (40)	\$ 77
2	2	Land for transportation purposes	N/A	N/A	77
3	3	Grading	162	(502)	1,068
4	4	Other right-of-way expenditures	7		1
5	5	Tunnels and subways	54	73	32
6	6	Bridges, trestles and culverts	1,799	N/A	787
7	7	Elevated structures		N/A	
8	8	Ties	N/A	209	206
9	9	Rails	N/A	139	479
10	10	Other track material	N/A	478	302
11	11	Ballast	N/A	210	343
12	12	Track laying and surfacing	N/A	215	278
13	13	Fences, snowsheds and signs	55	N/A	21
14	16	Station and office buildings	591	N/A	119
15	17	Roadway buildings	47	N/A	13
16	18	Water stations	8	N/A	7
17	19	Fuel stations	67	N/A	5
18	20	Shops and enginehouses	637	N/A	13
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	87	N/A	12
23	26	Communications systems	686	N/A	35
24	27	Signals and interlockers	1,416	N/A	194
25	29	Power plants	3	N/A	
26	31	Power transmission systems	62	N/A	1
27	35	Miscellaneous structures	28	N/A	
28	37	Roadway machines	842	N/A	
29	39	Public improvements; construction	92	8	31
30	45	Power plant machines	9	N/A	1
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	(446)		
35	-	Total	6,277	790	4,102

413. RENT FOR LEASED ROADS AND EQUIPMENT

1. This schedule may be omitted if total rent is less than 10% of net income before extraordinary items. Otherwise, give particulars called for with respect to roads and equipment leased from others during the year, the rent for which is includible in account No. 31-00-00.

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

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

4. Show the three largest items regardless of the dollar amount and all other items amounting to 10% or more of total rent for the year. (Dollars in thousands)

Line No.	Name of lessor or reversioner and description of property (a)	Total rent accrued during year (t)	Classification of Amount Column (b)		
			Interest on bonds (c)	Dividends on stocks (d)	Cash (e)
1	Western & Atlantic Railroad	\$ 3,260	\$	\$	\$ 3,260
2					
3	Glasgow Railway Co.	266			266
4					
5	Wabash River Bridge, Clinton, Ind.	195			195
6					
7	Other items each less than 10%				
8	of total rent	428		123	305
9					
10	Total	4,149		123	4,026

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).
7. Mechanical designations for each car type are shown in Schedule 710.
7. Thousand dollar reporting rule.

Line No.	Type of Equipment (a)	GROSS AMOUNTS RECEIVABLE Per Diem Basis				GROSS AMOUNTS PAYABLE Per Diem Basis							
		Private Line Cars (b)	Mileage (c)	Time		Private Line Cars (f)	Mileage (g)	Time					
				Basic (d)	Incentive (e)			Basic (h)	Incentive (i)				
CAR TYPES:													
1	Box-Plain 40 Foot	\$	580	\$	1,263	\$	182	\$	534	\$	1,003	\$	196
2	Box-plain 50 Foot and Longer		1,777		6,052		1,151		3,618		13,183		2,875
3	Box-Equipped		3,928		11,419		12		4,028		13,571		322
4	Gondola-Plain		1,571		4,947		1,083		1,228		4,497		1,281
5	Gondola-Equipped		225		684		XXX		221		721		XXX
6	Hopper-Covered		1,496		6,631		XXX		3,618		12,839		XXX
7	Hopper-Open Top-General Service		8,231		18,524		XXX		834		2,638		XXX
8	Hopper-Open Top-Special Service		37		316		XXX		43		479		XXX
9	Refrigerator-Mechanical						XXX		222		592		XXX
10	Refrigerator-Non-Mechanical		243		737		XXX		1,245		3,658		XXX
11	Flat TOFC/COFC						XXX		280		762		XXX
12	Flat Multi-Level		26		71		XXX		262		512		XXX
13	Flat-General Service		75		105		XXX		141		299		XXX
14	Flat-Other		262		894		XXX		544		1,877		XXX
15	Tank-Under 22,000 Gallons						XXX						XXX
16	Tank-22,000 Gallons and Over						XXX						XXX
17	All Other Freight Cars		281		1,052		XXX		72		1,003		XXX
18	Total Freight Train Cars		18,732		58,675		2,428		39,604		57,634		4,674
19	Auto Racks				6,209		XXX				6,588		XXX
OTHER FREIGHT CARRYING EQUIPMENT													
20	Refrigerated trailers						XXX				18		XXX
21	Other trailers				12,386		XXX		3,170		1,962		XXX
22	Refrigerated containers						XXX						XXX
23	Other containers						XXX						XXX
24	Total Trailers & containers				12,386		XXX		3,270		1,980		XXX
25	Grand Total (Lines 19, & 24)		18,732		71,272		2,428		42,874		66,202		4,674

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 column (c). 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 column (c). 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 column (c) 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. 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 the ledger value of salvage and insurance recovered. Retirement charge reported in column (d), 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.
6. Lease/Rentals reported in column (e) 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.
7. Depreciation base by types of equipment shall be reported in column (f) and should not include the cost 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).
8. Accumulated depreciation for each class of equipment shall be reported in column (g). 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 (g).
9. Depreciation adjustment for prior over and/or underdepreciation of each equipment type shall be reported in column (h) as a debit or credit to the appropriate line item, the net adjustment shall equal the equipment amortization reported in column (c) of Schedule 335.

SCHEDULE 415. SUPPORTING SCHEDULE: EQUIPMENT

SEE INSTRUCTIONS ON PAGE 65

Line No.	Types of Equipment (a)	Repairs (Net Expense) (b)	Depreciation		Retirements (e)
			Owned (c)	Capitalized lease (d)	
	LOCOMOTIVES:				
1	Diesel Locomotive - Yard	\$ 5,281	\$ 542	\$	\$ (49)
2	Diesel Locomotive - Road	42,332	6,971		
3	Other Locomotive - Yard Spare Parts		102		
4	Other Locomotive - Road				(49)
5	TOTAL	47,613	7,615		
	FREIGHT TRAIN CARS:				
6	Box-Plain 40 Foot	1,077	383	219	
7	Box-Plain 50 Foot and Longer	2,426	2,204	1,531	
8	Box-Equipped	4,845	3,891		
9	Gondola-Plain	2,974	1,421	31	(1)
10	Gondola-Equipped	405	246		
11	Hopper-Covered	2,921	1,796	333	(23)
12	Hopper-Open Top-General Service	16,592	17,317	914	
13	Hopper-Open Top-Special Service	253	155		
14	Refrigerator-Mechanical				
15	Refrigerator-Nonmechanical	223	10		
16	Flat TOFC/COFC	2	2		
17	Flat Multi-level	27	31		
18	Flat-General Service	156	23	40	(8)
19	Flat-Other	415	317	10	
20	All Other Freight Cars	914	445	117	
21	Caboose	1,863	281		(1)
22	Auto Racks	740	741	318	
23	Miscellaneous Accessories		10		
24	TOTAL FREIGHT TRAIN CARS	35,833	29,273	3,513	(33)
	OTHER EQUIPMENT-REVENUE FREIGHT				
	HIGHWAY EQUIPMENT				
25	Refrigerated Trailers				
26	Other Trailers	1,178			
27	Refrigerated Containers				
28	Other Containers				
29	Bogies				
30	Chasis				
31	Other Highway Equipment (Freight)				
32	TOTAL HIGHWAY EQUIPMENT	1,178			
	FLOATING EQUIPMENT-REVENUE SERVICE				
33	Marine Line-Haul				
34	Local Marine				
35	TOTAL FLOATING EQUIPMENT				
	OTHER EQUIPMENT				
36	Passenger and Other Revenue Equipment (Freight Portion)				
37	Computer & Data Processing Equipment	24		191	
38	Machinery - Locomotives ¹	1,195	150		
39	Machinery - Freight Cars ²	377	47		
40	Machinery - Other Equipment ³	1,460	183		
41	Work & Other Non-revenue Equipment	5,909	402	66	
42	TOTAL OTHER EQUIPMENT	8,965	782	257	
43	TOTAL, ALL EQUIPMENT (FREIGHT PORTION)	93,589	37,670	3,770	(82)

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 235³The 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.

RC 124600

Road Initials: L&N

Year 19 80

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) are for refrigerator cars only.

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

9. Thousand dollar Reporting Rule.

Line No.	Items (a)	TOFC/COFC Terminal (b)	Floating Equipment (c)	Coal Marine Terminal (d)	Ore Marine Terminal (e)	Other Marine Terminal (f)	Motor Vehicle Load and Distribution (g)	Protective Services Refrigerator Car (h)	Other Special Services (i)	Total Columns (b-i) (j)
1	Administration									
2	Pick up & delivery, marine line haul	1,628					949	N/A		2,577
3	Loading and unloading and local marine	2,494						N/A		2,494
4	Protective services							707		707
5	Freight lost or damaged-solely related									
6	Fringe benefits	16								16
7	Casualty and insurance	24								24
8	Joint facility - Debit	1								1
9	Joint facility - Credit									
10	Other									
11	Total	4,163					949	707		5,819

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	
13	Ties - Switching	
14	Rail - Running	
15	Rail - Switching	
16	Other Track Material - Running	
17	Other Track Material - Switching	
18	Ballast - Running	
19	Ballast - Switching	50
20	Track laying and surfacing - Running	
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	92
31	Station and Office Buildings	
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	30
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	173

419. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION—Continued

Line No.	Name of Account (a)	Amount (b)
	EQUIPMENT	\$
	Locomotives	
201	Administration	
202	Repair and Maintenance	
203	Machinery Repair	
204	Equipment Damaged	
205	Fringe Benefits	
206	Other Casualties and Insurance	
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	
	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	

419. REMUNERATIONS FROM NATIONAL RAILROAD PASSENGER CORPORATION—Continued

Line No.	Name of Account (a)	Amount (b)
	TRANSPORTATION	\$
	Train Operation	
401	Administration	2
402	Engine Crews	40
403	Train Crews	36
404	Dispatching Trains	
405	Operating Signals and Interlockers	
406	Operating Drawbridges	
407	Highway Crossing Protection	
408	Train Inspection and Lubrication	23
409	Locomotive Fuel	973
410	Electric Power Purchased or Produced for Motive Power	
411	Servicing Locomotives	92
412	Freight Lost or Damaged - Solely Related	
413	Clearing Wrecks	
414	Fringe Benefits	5
415	Other Casualties and Insurance	
416	Joint Facility - Debit	
417	Joint Facility - (Credit)	9
418	Other	
419	Total Train Operations	1180
	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	1,180
	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	
620	TOTAL REMUNERATIONS	1353

Summary of Incentive and Penalty Payment Adjustments
for the year ended December 31, 1980

<u>Performance Standard</u>	<u>Amount of Payment Incentive</u>	<u>Adjustments Penalty</u>
1. Schedule Adherence	\$ 17	None
Net amount, if any, credited to Account 112, Miscellaneous	\$ 17	None

430. MISCELLANEOUS RENT INCOME

1. This may be omitted if the total represents less than 10% of net income.

2. Give particulars of rents receivable accrued for use of all properties not otherwise specified under rents receivable*. This account is for rent income from property not operated by the respondent but the cost of which is property included in cost of road and equipment. It should not

*See text of Account 510, "Miscellaneous rent income".

be confused with rents of buildings and other property in Account 110, which is for rent revenue from: operated property in road and equipment the cost of operation of which cannot be separately stated.

3. Show amount of rent from three properties producing largest income, and any other property producing income exceeding 10% of net income.

4. Report dollars in thousands.

Line No.	Description of Property		Name of lessee (c)	Amount of Rent (d)
	Name (a)	Location (b)		
1				\$
2				
3				
4				
5				
6				
7				
8				
9				
10			Total	

Less than 10% of net income.

440. MISCELLANEOUS RENTS (EXPENSE)

This schedule may be omitted if total miscellaneous rents is less than 10% of net income before extraordinary items.

Show the three largest items regardless of the dollar amount and all other items amounting to 10% or more of net income.

Give particulars of all properties the rents on which were charged

by the respondent during the year to Income under the heading "Miscellaneous rents," showing for each item the total charge therefor to Income. See Account 543.

(Dollars in thousands)

Line No.	Description of Property		Name of lessor (c)	Amount charged to Income (d)
	Name (a)	Location (b)		
1				\$
2				
3				
4				
5				
6				
7				
8				
9				
10			Total	

Less than 10% of net income.

445. SEPARATELY OPERATED PROPERTIES - PROFIT OR LOSS

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

amount and all other items amounting to \$250,000 or more. Each item less than \$250,000 may be combined into a single entry designated "Other items, each less than \$250,000". No dividends or other returns on securities held by or for the respondent should be shown hereunder nor any interest on construction advances or other loans.

(Dollar in thousands)

Line No.	Description of property operated (a)	Location of property (b)	Name of operator (c)	ACCRUED TO RESPONDENT	
				Profit (d)	Loss (e)
1	Clinchfield Railroad	Elkhorn City, KY.		\$ 10,157	\$
2		to Spartanburg,			
3		SC and branches			
4					
5	Georgia Railroad	Atlanta, GA. to			951
6		Augusta, GA. and			
7		branches			
8					
9					
10			Total	10,157	951

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.	\$ 199,638	\$ 2,596	\$	\$ 202,234
2	Accelerated amortization of facilities Sec. 168. I.R.C.				
3	Accelerated amortization of rolling stock, Sec. 184 I.R.C.	3,040	(132)		2,908
4	Amortization of rights of way, Sec. 185 I.R.C.	1,411	1,358		2,769
5	Other (Specify)				
6	Other Timing Differences	(19,413)	(5,313)		(24,726)
7	Deferred State Tax	4,304	1,168		5,472
8					
9	Investment tax credit*	(78,533)	(5,045)		(83,578)
10	TOTALS	110,447	(5,368)		105,079

*Footnotes:

11. If flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit \$ 13,579 #
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 \$ _____

Investment Tax Credit Used to Reduce Tax Accruals:

Currently Payable (A/C 556)	\$ 8,534
Deferred Taxes (A/C 557)	5,045
	<u>\$13,579</u>

* Beginning balance restated. See Note 12, Page 8A.

451. RAILWAY TAX ACCRUALS

1. In Sections A and B show the particulars called for with respect to net accruals of taxes on railroad property, and U.S. Government taxes.

2. Report dollars in thousands.

A. Other than U.S. Government Taxes

Line No.	State (a)	Amount (b)	State (a)	Amount (b)	Line No.
1	Alabama	\$ 3,162	South Dakota	\$	41
2	Alaska		Tennessee	5,400	42
3	Arizona		Texas		43
4	Arkansas		Utah		44
5	California		Vermont		45
6	Colorado		Virginia	117	46
7	Connecticut		Washington		47
8	Delaware		West Virginia		48
9	Florida	(273)	Wisconsin		49
10	Georgia	1,307	Wyoming		50
11	Hawaii		District of Columbia		51
12	Idaho				
13	Illinois	572	Other		
14	Indiana	691	Canada		52
15	Iowa		Mexico	168	53
16	Kansas		Puerto Rico		54
17	Kentucky	4,284			55
18	Louisiana	125	Total—Other than U.S. Government Taxes	15,820	56
19	Maine				
20	Maryland		B. U.S. Government Taxes		
21	Massachusetts		Kind of tax	Amount	
22	Michigan		(a)	(b)	
23	Minnesota			\$	
24	Mississippi	241	Income taxes:		
25	Missouri		Normal tax and surtax	1,127	57
26	Montana		Excess profits		58
27	Nebraska		Total—Income taxes	1,127	59
28	Nevada		Old-age retirement*	54,841	60
29	New Hampshire		Unemployment insurance	4,363	61
30	New Jersey		All other United States Taxes	28	62
31	New Mexico		Total—U.S. Government Taxes	60,359	63
32	New York		Grand Total—Railway Tax Accruals		
33	North Carolina	2		76,179	64
34	North Dakota				
35	Ohio	24			
36	Oklahoma		*Includes taxes for hospital insurance (Medicare) and supplemental annuities as follows:		
37	Oregon		Hospital insurance	\$ 3,606	65
38	Pennsylvania		Supplemental annuities	4,107	66
39	Rhode Island				
40	South Carolina				

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		Profit from reacquisition of company bonds		4,167
3		Profit from land sales		4,421
4		Royalties		1,316
5				
6				
7	606	Undistributed Equity in Fruit Growers Express Co.		
8		at January 1, 1980 - See Note 12 Page 8-A		4,212
9				
10				
11				
12	616	Adjustments to conform accounting methods at		
13		January 1, 1980. See Note 12 Page 8-A	11,638	
14				
15				
16	616	Change in undistributed equity of certain affil-		
17		iated companies as of January 1, 1980 due to		
18		adjustments to conform accounting methods. See		
19		Note 12 Page 8-A	1,458	
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				

MEMORANDA RELATING TO SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS

NOTES AND REMARKS

(Continued from Page 79)

In July 1978, Interstate Coal Company, Inc. and others brought suit against the Company, certain of its officers and SCL in the U. S. District Court for the Eastern District of Kentucky seeking to enjoin the Company to comply with Federal statutes governing the allocating and delivery of coal unit-train cars to the plaintiff, a declaratory judgment and damages in the amount of \$24.8 million. The case is pending on motion. No action has been taken since March 1979. Although the outcome of litigation cannot be predicted with certainty, in the opinion of counsel for the Company the defendants have substantial defenses to the action.

500. CONTINGENT ASSETS AND LIABILITIES

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

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

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

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

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

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

(Dollars in thousands)

Line No.	Item (a)	Amount (b)
1	<u>CONTINGENT ASSETS</u>	\$
2	none	
3		
4	<u>CONTINGENT LIABILITIES</u>	
5		
6	Richard Jensen v. Chicago & WIR Co., No. 79-781, now pending in the	
7	Appellate Court of Illinois, 1st Judicial District, on appeal from the	
8	Circuit Court of Cook County, Illinois. Jensen, beginning in about the	
9	year 1964, stored two steam engines and tenders, and related old rail	
10	equipment on CW&I property. During the years 1968 and 1969, C&WI gave	
11	Jensen three written notices to remove the equipment, and when he failed	
12	to do so sold the equipment to a scrap dealer and delivered to Jensen	
13	the proceeds of approximately \$6,000. In 1973, Jensen sued the C&WI	
14	alleging breach of contract and conversion. The Trial Court excluded	
15	evidence of the cost of the equipment (some \$22,000), and on the basis	
16	of opinion evidence the jury returned a verdict for Jensen in the amount	
17	of \$707,302 as compensatory damages and \$1,000,000 as punitive damages.	
18	The case was orally argued to the Appellate Court on September 24, 1980,	
19	and a decision is expected at any time. Counsel for the C&WI has advised	
20	that if the judgment is affirmed, the C&WI will seek to apportion it	
21	among the owners (other than Conrail) on an equal basis, with the L&N's	
22	portion being one-fourth. With interest and penalty, the L&N's share	
23	could be as much as \$500,000. Counsel for the C&WI is quite hopeful that	
24	judgment will be reversed.	
25	In September, 1980, the L&N and SCL were joined as defendants in an	
26	amended complaint filed by Robert Hansen, doing business as Hansen	
27	Trucking and Truck Rail Service, Inc. in the United States District	
28	Court for the Southern District of Indiana, at Indianapolis. The com-	
29	plaint had originally been brought against the N&W and others. The	
30	allegations are quite vague. It appears that the N&W cancelled its	
31	TOFC rates to and from Danville, Illinois, which left its drayman,	
32	Hansen, without an opportunity to perform drayage service for the N&W,	
33	It is alleged that the L&N and the SCL, and others, acted in concert,	
34	collusion and conspiracy with the N&W in circumventing published tariff	
35	rules and rates. Each of three counts seeks \$10,000,000 compensatory	
36	damages and \$30,000,000 punitive damages. It is believed that neither	
37	SCL nor L&N should have liability in this case and that they may have	
38	been jointed as defendants because they are parties to a tariff which	
39	includes certain piggyback rates.	
40		
41		
42	(Continued on Page 78)	
43		
44		
45		
46		
47		

501. GUARANTIES AND SURETYSHIPS

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

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

Line No.	Names of all parties principally and primarily liable (a)	Description (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)
1	Carolina, Clinchfield & Ohio Railway	F.D. 23529 First Mortgage 4-1/2% Bonds, Series B, due April 1, 1990	\$ 8,705 and interest thereon	Joint
3	Guarantors:			
4	L&N RR and SCL RR			
5	Clinchfield RR Co.	Pollution Control Loan Agreement	1,250	Joint
6	(Prin.) SCL RR Co.	Interest rate 67% of rate in effect at Continental Ill. Natl. Bank	and interest thereon	
7	& L&N RR Co.			
8	Guarantors	Maturity Sept. 1, 1991		
9	Terminal RR Assoc. of St. Louis	Refunding and Improvement Mtge. Bonds: Series C, 4% due July 1, 2019, F.D. 14553	7,787	Note 1
10	Guarantors: L&N, B&O, BN, CNW, ICG, ITC, MKT, MP, N&W, CR, SLSF, Sou, SSW	Series D, 2-7/8%, due Oct. 1, 1985, F.D. 15070	24,562	Note 2
15	Note 1. As to Refunding and Improvement Mortgage Bonds, Series C, this Company			
16	guarantees to the extent of one-sixteenth only, the interest and sinking			
17	fund payments.			
18	Note 2 As to Series D, the guaranty covers one-sixteenth only of principal, sink-			
19	ing fund payments and interest, and in addition each guarantor agrees in			
20	the event of default of any other guarantor, to pay its pro rata share of			
21	defaulted guaranty.			
22	Clinchfield RR Co.	F.D. 24225 Payment of Equip. Trust	553	Joint
23	Guarantors: L&N RR	Certificates, 5-1/2%, Series F,	and dividends	
24	and SCL RR	Final Maturity Aug. 1, 1981	thereon	
25	Clinchfield RR Co.	F.D. 24405 Payment of Equip. Trust	854	Joint
26	Guarantors: L&N RR	Certificates, 5-1/2%, Series G,	and dividends	
27	and SCL RR	Final Maturity Jan. 15, 1982	thereon	
28	Clinchfield RR Co.	F.D. 26677 Payment of Equip. Trust	951	Joint
29	Guarantors: L&N RR	Certificates, 8%, Series H,	and dividends	
30	and SCL RR	Final Maturity July 15, 1986	thereon	
31	Clinchfield RR Co.	F.D. 27206 Payment of Equip. Trust	1,274	Joint
32	Guarantors: L&N RR	Certificates, 7-1/4%, Series I,	and dividends	
33	and SCL	Final Maturity Nov. 15, 1987	thereon	
34	Clinchfield RR Co.	F.D. 29335F Payment of Equip. Trust	7,357	Joint
35	Guarantors: L&N RR	Certificates, 11%, Series J,	and dividends	
36	and SCL RR	Final Maturity June 2, 1995	thereon	
37	Trailer Train Company	L&N RR, together with other pro-	2,578	Joint
38	Proprietary companies	proprietary companies of Trailer		
	subject to change.			

(Continued on Page 80-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		Train Co., is obligated to advance	\$	
2		to Trailer Train under certain con-		
3		ditions such sum as may be needed		
4		by that Company to pay principal		
5		and interest under terms of certain		
6		of its outstanding obligations.		
7	City of New Orleans,	Under the terms of the New Orleans	5,136	Joint
8	La. Guarantors: L&N	Union Passenger Terminal Agreement		
9	RR, ICG RR, L&A Ry.	dated Oct. 22, 1947, F.D. 15920,		
10	Sou. Ry., T&NO RR,	the L&N and six other railroads		
11	T&P Ry. and MP RR	severally guarantee payment as and		
12		when due, principal, interest and		
13		expense of City of New Orleans		
14		Union Passenger Terminal revenue		
15		bonds dated Jan. 1, 1948, due		
16		serially to Jan. 1, 1998.		
17	The Belt Railway Co.	Assumption by the named railroads of	22,190	Joint
18	of Chicago	obligation and liability as joint		
19	Guarantors: L&N RR	and several guarantors by endorse-		
20	ICG RR, AT&SF Ry.,	ment in respect of the principal,		
21	BM RR, CR, Soo Line	interest and sinking fund payments		
22	RR, C&O Ry, MP RR,	on principal amount First Mortgage		
23	GTW RR, N&W Ry.	4-5/8% Sinking Fund Bonds, Series A		
24		dated Aug. 15, 1962, due Aug. 15,		
25		1987. ICC Finance Docket No.		
26		22140.		
27	Kentucky & Indiana	First Mortgage 4-7/8% Bonds, due	4,033	Joint
28	Terminal Company	March 1, 1986	and interest	
29	Guarantors: L&N RR		thereon	
30	B&O RR and Sou. Ry.			
31	Louisville & Nashville	Equipment Lease Agreement dated	7,243	Sole
32	Railroad Company	September 1, 1972, due Apr. 1, 1988		
33	Louisville & Nashville	Equipment Lease Agreement dated	1,506	Sole
34	Railroad Company	May 1, 1973, due May 1, 1984		
35	Louisville & Nashville	Equipment Lease Agreement dated	3,009	Sole
36	Railroad Company	Dec. 1, 1973, due Nov. 15, 1984		
37	Louisville & Nashville	Equipment Lease Agreement dated	5,025	Sole
38	Railroad Company	Dec. 27, 1973, due Dec. 27, 1988		

(Continued on Page 80-B)

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	Louisville & Nashville Railroad Company	Equipment Lease Agreement dated Jan. 1, 1974, due Oct. 15, 1982	\$ 8,368	Sole
2	Louisville & Nashville Railroad Company	Equipment Lease Agreement dated Jan. 15, 1974, due Nov. 1, 1989	9,603	Sole
3	Louisville & Nashville Railroad Company	Equipment Lease Agreement dated June 1, 1974, due May 15, 1985	3,880	Sole
4	Louisville & Nashville Railroad Company	Equipment Lease Agreement dated Sept. 1, 1974, due May 15, 1990	11,819	Sole
5	Louisville & Nashville Railroad Company	Equipment Lease Agreement dated Dec. 1, 1974, due May 30, 1990	10,162	Sole
6	Haysi Railroad	Note payable and interest thereon at the prime rate plus 1/4% F.D. 27032	600	Joint
7	Guarantors: L&N RR and SCL RR	Montgomery, Ala. Pollution Control Bonds dated July 1, 1979	440	Joint
8	The Western Railway of Alabama	Final Maturity July 1, 1991	and interest thereon	
9	Guarantors: L&N RR and SCL RR	Revolving Credit and Term Loan Agreement dated May 15, 1978	9,500	Note 3
10	Southern Pacific Development Corp.		and interest thereon	
11	L&N Investment Corp.			
12	Hilton Hotels Corp., and Lester E. Kabacoff			
13				
14				
15				
16				
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				

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				

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 *terminals* 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	All	M	3,786	215	4	655	477	1,471	6,608
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			3,852	281	4	671	490	1,573	6,871
8										
9	1	All	B	2,022	2		136	336	63	2,559
10	1	1/2	B	6			1	15		22
11	Total Cl. 1 & 1J Branch			2,028	2		137	351	63	2,581
12										
13	Total Cl. 1 & 1J Main									
14	& 1 & 1J Branch			5,880	283	4	808	841	1,636	9,452
15										
16	2		M	2			1			3
17										
18	3A	All	M	137			19	15	17	188
19	3AJ	1/2	B						1	1
20	Total Cl. 3A Main									
21	& 3A Branch			137			19	15	18	189
22										
23	3B	All	M	268	16		54	20	19	377
24	3B	All	B	2				1		3
25	Total Cl. 3B Main									
26	& 3B Branch			270	16		54	21	19	380
27										
28	4B	All	B	10			1	2		13
29										
30	5		M	217	30	6	19	23	187	482
31	5		B	54			3	11	9	77
32	Total Cl. 5 Main									
33	& 5 Branch			271	30	6	22	34	196	559
34										
35										
36										
37										
38										
39										
40										
41										
42										
43										
44										
45										
46										
47										
48										
49										
50										
51										
52										
53										
54										
55	Total Main Line		XXX	4,476	327	10	764	548	1,756	7,921
56	Total Branch Lines		XXX	2,094	2		141	365	73	2,675
57	Grand Total		XXX	6,570	329	10	905	913	1,869	10,596
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		and 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)	LINE OWNED		ROAD OPERATED BY RESPONDENT						LINE OWNED, NOT OPERATED BY RESPONDENT		New line constructed during year (k)
		Main line (b)	Branch lines (c)	Line of proprietary companies (d)	Line operated under lease (e)	Line operated under contract, etc. (f)	Line operated under trackage rights (g)	Total mileage operated (h)	Main line (i)	Branch lines (j)		
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	245	2				747				
6	Kentucky	1,152	439		139	10	19	1,759	1	20		
7	Louisiana	35					8	43				
8	Mississippi	74						74				
9	Nc. Carolina		13					13				
10	Ohio											
11	Tennessee	926	583		109		2	2				
12	Virginia	66	6				25	1,643				
13							35	107				
14												
15												
16	Total Mileage (single track)	3,819	2,025	2	407	10	307	6,570	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										
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13	Total Increase									

DECREASES IN MILEAGE

14	1	M		6		6	8	6	26	
15	1	B	62			3	6	1	72	
16	3B	M					1		1	
17										
18										
19										
20										
21										
22										
23										
24										
25	Total Decrease		62	6		9	15	7	99	

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 13

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 (1); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (h); units rented from others for a period less than one year should not be included in column (i).
4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operation 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 or leased from others	Units at Close of Year			
			New units purchased or built	New units leased from others	Rebuilt units acquired and rewritten into property accounts	All other units including reclassification and second hand units purchased from others		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)
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)
1	Locomotive Units										
2	Diesel-Freight A units	908	57				30	571	364	935	2,370,800
3	Diesel-Freight B units										
4	Diesel-Passenger A units										
5	Diesel-Passenger B units	125					74	51		51	87,050
6	Diesel-Multiple purpose A units										
7	Diesel-Multiple purpose B units	143				84	4	198	25	223	318,050
8	Diesel-Switching A units										
9	Diesel-Switching B units	1,176	57			84	108	820	389	1,209	2,775,900
10	Total (lines 1 to 8)										
11	Electric Locomotives										
12	Other self-powered units	1,176	57			84	108	820	389	1,209	2,775,900
13	Total (lines 9, 10 and 11)	26						26		26	XXXX
14	Auxiliary units										
15	Total Locomotive Units (lines 12 and 13)	1,202	57			84	108	846	389	1,235	XXXX

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

Line No.	Type or design of units	Before Jan. 1, 1960	Between Jan. 1, 1960, and Dec. 31, 1964		Between Jan. 1, 1965, and Dec. 31, 1969		Between Jan. 1, 1970, and Dec. 31, 1974		Between Jan. 1, 1975 and Dec. 31, 1979		During Calendar Year			
			(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	1981	1982	1983	1984
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)	(m)	(n)
15	Diesel	195	149	162	379	267	57							1,209
16	Electric													
17	Other self-powered units													
18	Total (lines 15 to 17)	195	149	162	379	267	57							1,209
19	Auxiliary units	26												26
20	Total Locomotive Units (lines 18 and 19)	221	149	162	379	267	57							1,235

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					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	Units retired from service whether owned or leased, including reclassification					
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)	(l)
	PASSENGER-TRAIN CARS											
	Non-Self-Propelled											
21	Coaches [PA, PB, PBO]											
22	Combined cars											
	[All class C, except CSB]											
23	Parlor cars [PBC, PC, PL, PO]											
24	Sleeping cars [PS, PT, PAS, PDS]											
25	Dining, grill and tavern cars											
26	[All class D, PD]										XXXX	
27	Non-passenger carrying cars										XXXX	
	[All class B, CSB, M, PSA, IA]											
28	Total (lines 21 to 27)											
	Self-Propelled Rail Motorcars											
29	Electric passenger cars											
	[EP, ET]											
30	Electric combined cars [EC]											
31	Internal combustion rail motorcars											
	[ED, EG]											
32	Other self-propelled cars											
	Specify types:											
33	Total (lines 29 to 32)											
34	Total (lines 28 and 33)											
	COMPANY SERVICE CARS											
35	Business cars [PV]	4						4		4	XXXX	
36	Boarding outfit cars [MWX]	272					4	268		268	XXXX	
37	Derrick and snow removal cars										XXXX	
	[MWU, MWV, MWV, MWK]											
38	Dump and ballast cars [MWB, MWD]	227				50	1	26	250	276	XXXX	
39	Other maintenance and service equipment cars	1138				53	79	897	215	1112	XXXX	
40	Total (lines 35 to 39)	1641				103	84	1195	465	1660	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	New units leased from others	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)	2394					
42	Plain Box Cars - 50' (B200-229; B300-329)	4173					137
43	Equipped Box Cars (All Code A)	8420		35			187
44	Plain Gondola Cars* (G092-392; G401-492)	5125					102
45	Equipped Gondola Cars (All Codes C and E)	658					58
46	Covered Hopper Cars (L151-154; 251-254; 351-354; 451-454; 551-554; 651-654; 751-754)	4794	63	232			96
47	Open Top Hopper Cars - General Service (All Code H)	28699		1598			151
48	Open Top Hopper Cars - Special Service (All Codes J and K)	433					
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)	366	63				
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)	7					
52	Flat Cars - Multi-level (All Code V)	47					
53	Flat Cars - General Service (F101-109; F201-209)	290					5
54	Flat Cars - Other (F111-189; 211-289; 301-389; 401-540)	712					15
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)	1572		50			25
58	Total (lines 41 to 57)	57690	126	1915			776
59	Caboose (All N)	XXXX	497				
60	Total (lines 58, 59)	57690	623	1915			776
*Box unequipped (which relates to incentive per diem order) *applicable to XF boxcars		New units purchased or built			Units rebuilt or acquired		
		General funds		Incentive funds	General funds		Incentive funds
		None		None	None		None

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 including re-classification (h)	(i)	(j)	(k)	(l)	(m)	(n)	
571	998	825	1823		98270		41
201	2973	1136	4109		29753		42
437	5137	3068	8205		524189		43
193	3955	1079	5034		392377		44
31	619	66	685		53210		45
238	3894	1053	4886	61	458836		46
2358	24246	3844	28090		2371729		47
3	430		430		36763		48
51	13	365	363	15	25319		49
5	2		2		130		51
	47		47		3055		52
31	189	75	264		14244		53
21	613	93	706		56183		54
							55
							56
							57
100	1502	45	1547		109979		
4240	44618	11649	56191	76	4443037		58
3	494	-	xxxx	494	xxxxxxxxxxx		59
4243	45112	11649	56191	570	4443037		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	6802					
66	Flat bed	715					
67	Open top	343					
68	Mechanical refrigerator						
69	Bulk						
70	Insulated	585					
71	Platform removable sides	35					
72	Other trailer or container						
73	Tractor						
74	Truck						
75	Total (lines 64 to 74)	8480					

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
758		6044	6044		131440		65
3		712	712		15223		66
-		343	343		6860		67
							68
							69
28		557	557		13090		70
-		35	35		823		71
							72
							73
							74
789		7691	7691		167436		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	Locomotives:				
2	Diesel-Electric Road A-Units, 3,000				
3	HP, 6-Axle, "CC"	21	3,654	15,756	P
4					
5	Diesel-Electric Road A-Units, 3,000				
6	HP, 4-Axle, "BB"	17	1,972	11,142	P
7					
8	Diesel-Electric Road A-Units, 3,000				
9	HP, 6-Axle, "CC"	11	1,914	8,697	P
10					
11	Diesel-Electric Road A-Units,				
12	3,000 HP, 6-Axle "CC"	8	1,376	1,640	P
13					
14	Frt. - Train Cars:				
15	Ht O.T. Coal Hoppers, 100-Ton	1,000	32,000	40,821	P
16	Ht O.T. Coal Hoppers, 100-Ton	100	3,200	4,172	P
17	XL Steel Boxes, S.S., 70-Ton	35	1,505	2,317	P
18	L P Pulpwood Flats, 77-Ton	50	1,272	1,636	P
19					
20	The Following Units were Acquired				
21	in the year 1980 but not reported				
22	because the Total cost was not				
23	determined:				
24	232-LO Cov'd Hoppers, 100-Ton				
25	498- HT Coal Hoppers, 100-Ton	1,242	XXXX	86,181	XXXX
	TOTAL				

REBUILT UNITS

26	Note: Part (6) of the Instructions				
27	Does not apply to any of the				
28	Unequipped box cars listed				
29	on this Schedule				
30					
31					
32					
33					
34					
35					
36					
37					
38	TOTAL	X	XXXX	X	XXXX
39	GRAND TOTAL	1,242	XXXX	86,181	XXXX

NOTES AND REMARKS

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.
			8,480			1
						2
			789			3
			7,691			4
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX		5
XXXXXX		XXXXXX			XXXXXX	6
XXXXXX				XXXXXX	XXXXXX	7
						8
						9
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	10
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	11
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	12
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	13
XXXXXX	XXXXXX	XXXXXX	XXXXXX		XXXXXX	14
XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	15
				1,053		16
				302		17
				237		18
				1,118		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	None		
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

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 1a(5)(a) 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 (a)	Mileage of tracks at end of period (b)	Average annual traffic density in millions of gross ton-miles per mile** (c)	Average running speed limit (d)	Average speed reduction per slow order track mile (e)	Track miles under slow orders at end of period (f)
1	A	2,850	32,257	45	7	285.8
2	B	1,899	12,201	38	10	142.9
3	C	1,064	2,706	27	11	233.6
4	D	1,063	455	25	11	253.7
5	E	2,457	N/A	-	-	-
6	F		XXXXXXXXXX	XXXXXX	XXXXXX	-
7	Potential abandonments	610	XXXXXXXXXX	15	-	-
8	Total	9,943				916.0

721. TIES LAID IN REPLACEMENT

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

(2) The term "spot maintenance" in column (j) 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).	Number of cross-ties 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	552,103							552,103	717,498	*	
2	B	201,364							201,364	245,393		
3	C	122,345							122,345	107,554		
4	D	42,579							42,579	26,501		
5	E	160,645							160,645	744,575		
6	F											
7	Potential Abandonments	670							670	24,185		
8	Total	1,079,706							1,079,706	1,865,706		

Remarks * % of spot maintenance

Cross Ties		Switch & Bridge Ties	
A	12.71		43.28
B	20.36		58.83
C	21.61		55.82
D	44.44		77.19
E	30.87		70.04
F	-		-
PA	100.00		8.93

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 foot (board measure) (f)	Total cost of switch and bridge ties laid in new tracks during year (g)		
1	T	12,599	\$ 10.13	\$ 128	167,260	\$ 333.37	\$ 56	New	
2	T	253	.60		17,648	163.05	3	SH	
3									
4									
5									
6									
7									
8								Excludes credit adjustment of prior year charges:	
9								Col. g, line 1 (23,559.74)	
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20	Total	12,852	9.95	128	184,908	317.48	59		
21	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which ties were laid								-O- Trk. Miles
22	Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid								5.49 Trk. Miles

723. RAILS LAID IN REPLACEMENT

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

(2) The term "spot maintenance" in column (g) 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	236.00	2.96	30.32	29.21	266.32	32.17	18.65		
2	B	.05	.48	123.98	37.17	124.03	37.65	21.94		
3	C		.03		11.52		11.55	92.28		
4	D	1.64	.01	21.33	3.96	22.97	3.97	14.15		
5	E	7.41	3.27	18.66	40.72	26.07	43.99	52.13		
6	F									
7	Potential Abandonments	.38		.75	.51	1.13	.51	100.00		
8	Other									
9	TOTAL	245.48	6.75	195.04	123.09	440.52	129.84			

Remarks

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	27.96	14	485.24
2	4					132	124.61	5	39.69
3	4					115	2.30		40.02
4	2					112	.37		297.30
5	4					112	17.43	1	40.03
6	2					100	106.80	49	463.05
7	4					100	133.49	7	51.66
8	2					90	35.10	11	333.33
9	4					90	497.28	33	65.96
10	4					80	3.16		
11									
12									
13									
14									
15									
16	Total	X X X				X X X	948.50	120	126.82

17	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid	0 - Track Miles
18	Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid	5.49 Track Miles
19	Track-miles of welded rail installed this year	1.97 : total to date 2,067.29 *

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 here, 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)
	Pounds			
1	56	.09		
2	58	.64		
3	60	.07		
4	68	2.76		
5	70	3.23		
6	75	.54		
7	80	291.53		
8	85	70.83		
9	90	1,015.23		
10	100	1,291.32		
11	110	65.36		
12	112	232.09		
13	115	579.32		
14	119	37.05		
15	132	2,931.04		
16	141	.06		

726. SUMMARY OF TRACK MAINTENANCE

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

2. In column (c), (e), and (h) 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 Switch and Cross-ties (Board Feet) (b)	Percent replaced Cross-ties Switch and Bridge Ties (d)	Percent replaced Ties (e)	Miles of rail replaced (rail-miles) (c)	Percent replaced (f)		Cubic yards of ballast placed (g)	Miles surfaced (h)	Percent surfaced (i)
1	A	552,103	717,498	2.0	0.8	298.49	1.5	640,443	1,288.4	13.0
2	B	201,364	245,393	0.7	0.3	161.68	0.8	282,340	568.0	5.7
3	C	122,345	107,554	0.5	0.1	11.55	0.1	91,385	183.8	1.8
4	D	42,579	26,501	0.2	-	26.94	0.1	53,071	106.8	1.1
5	E	160,645	744,575	0.6	0.9	70.06	0.4	170,743	343.5	3.5
6	F									
7	Potential abandonments	670	24,185	-	-	1.64	-	1,984	4.0	-
8	Total	1,079,706	1,865,706	4.0	2.1	570.36	2.9	1,239,966	2,494.5	25.1

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 Switch and Bridge Ties (Board Feet) (b)	Percent replaced Cross-ties Switch and Bridge Ties (d)	Percent replaced SWBR Ties (e)	Miles of rail replaced (rail-miles) (f)	Cubic yards of ballast placed (g)		Miles surfaced (h)	Percent surfaced (i)	
1	Current year	1,079,706	1865706	4.0	2.1	570.36	2.9	1,239,966	2,494.5	25.1
2	First preceding	1,069,737	2290219	4	3	637.06	2	1,030,685	2,028.4	20
3	Second preceding	967,908	2499295	4	3	358.78	2	736,447	1,622.4	16
4	Third preceding	916,054	2931160	3	3	460.38	2	763,272	1,712.6	17
5	Fourth preceding	894,768	2865506	3	3	406.92	2	901,637	1,865.1	18
6	Fifth preceding	882,626	2267420	3	3	275.64	1	812,196	1,733.3	17
7	Sixth preceding	585,710	2617298	2	3	480.58	2	845,340	1,719.4	17
8	Seventh preceding	591,400	1991408	2	2	429.94	2	818,434	1,547.1	15
9	Eighth preceding	488,239	2552620	2	3	495.86	2	929,588	N/A	
10	Ninth preceding	908,483	3073525	3	3	815.54	4	922,176	N/A	

REMARKS

N/A - Not Available
1971 Acquisition of Monon Railroad

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			
7	Potential Abandonments	NONE		
8	Total Tracks			
	Selected Track Maintenance	Quantities of Deferred Maintenance	Beginning of the Year	
		End 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

RC-124600 LOUISVILLE & NASHVILLE R.R. CO. 1980 3

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 _____	155,231,074			
2	Passenger _____				
3	Yard switching _____	9,975,634			
4	Total _____	165,206,708			
5	Cost of Fuel* _____	\$ 136,232	\$	\$	\$
6	Work Train _____	1,451,946			

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 _____	NONE		
10	Total _____			
11	Cost of Fuel* _____	\$	\$	\$
12	Work Train _____			

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

760. GRADE CROSSINGS

A—Railroad With Railroad

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

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

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

Line No.	Number of crossings (a)	Interlocking (b)	Automatic signals (automatic interlocking) (c)	Derails on one line, no protection on other (d)	Hand-operated signals, without interlocking (e)	Gates (f)	Total specially protected (g)	Total not specially protected (h)	Grand total (i)
1	Number at beginning of year	38	3	1	3	6	51	23	74
2	Crossing added: New crossings								
3	Change in protection		2				2		2
4	Crossings eliminated: Separation of grade								
5	Change in protection	2					2		2
6	Other causes								
7	Number at close of year	36	5	1	3	6	51	23	74
8	Number at Close of Year by States:								
9	Alabama	7				4	11	11	22
10	Illinois	7					7		7
11	Indiana	10	2		2	1	15	3	18
12	Kentucky	3	2				5	4	9
13	Louisiana	4					4	2	6
14	Tennessee	5	1	1	1	1	9	3	12
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									

760. GRADE CROSSINGS—Continued B—Railroad With Highway

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

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

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

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

4. In columns (b) and (c) include grade crossings with or without audible signals. In columns (d) and (e) include grade crossings with or without any type of audible or visible supplemental device. Exclude from columns (f) and (g) those crossings where train movement is protected only by a member of the train crew. Audible signals reportable in column (h) include any train-actuated bell, whistle, siren or other audible device located adjacent to the crossing. Other automatic signals reportable in column (i) include wigwags, Highway Traffic Signals or special types of train-actuated devices with or without audible signals. Include in column (j), in addition to "Railroad Crossing" crossbuck, any other static sign except "Number of Tracks" sign or any non-train-actuated signal such as amber continuous-flashing lights. In column (m) report other than railroad crossbuck. Totals in column (o), lines 9 and 10 should be equal, resulting in no change in the total number of crossings.

TYPES OF PROTECTION FOR, AND NUMBERS OF CROSSINGS AT GRADE

Line No.	Item of Annual Change (a)	Automatic gates with flashing lights (b)	Automatic flashing light signals (c)	Gates manually operated		Watchmen only		Audible signals only (h)	Other automatic signals (i)	Total indicating warning of train approach (j)	"Railroad crossing" crossbuck (k)	Crossbuck signs with other fixed signs (l)	Other fixed signs only (m)	No signs or signals (n)	Total crossings at grade (o)
				24 hours per day (d)	Less than 24 hours per day (e)	24 hours per day (f)	Less than 24 hours per day (g)								
1	Number at beginning of year	461	1,618					9	69	2,157	3,921	1,065	202	439	7,784
2	Added: By new, extended or relocated highway	2	4							6					6
3	By new, extended or relocated railroad														
4	Total added	2	4							6					6
5	Eliminated: By closing or relocation of highway														
6	By relocation or abandonment of railroad		3						3	3	57		4		64
7	By separation of grades														
8	Total eliminated		3						3	3	57		4		64
9	Changes in protection: Number of each type added	42	76							118					118
10	Number of each type deducted		18												
11	Net of all changes	44	59									16			122
12	Number at close of year	505	1,677					9	66	2,257	3,779	1,049	198	439	7,722
Number at close of year by States:															
13	Alabama	37	187						8	232	267	662	109	115	1,385
14	Florida	64	56					1	2	123	113	14		5	255
15	Georgia	44	50							94	109	99	20	15	337
16	Illinois	25	82							107	192	3		19	321
17	Indiana	57	421					6	36	520	724	44	8		1,296
18	Kentucky	171	449					1	9	630	1,268	41	21		1,960
19	Louisiana	6	5							11		8		3	29
20	Mississippi	15	45							60		91	5	8	164
21															
22	North Carolina										3	4		1	8
23															
24	Tennessee	80	377					1	11	469	1,281	83	28	270	1,931
25	Virginia	6	5							11	22			3	36
26															

761. GRADE SEPARATIONS Highway-Railroad

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

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

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

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

3. Not to be included are crossings of tracks with private roads leading to or within industrial plants, or with other roads not dedicated to public use.

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

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

Line No.	Items of Annual Change (a)	Types and numbers of highway-railroad grade separations		
		Overpass (Highway above railroad) (b)	Underpass (Railroad above highway) (c)	TOTAL (d)
1	Number at beginning of year	773	571	1,344
2	Added: By new, extended or relocated highway	6		6
3	By new, extended or relocated railroad			
4	By elimination of grade crossing			
5	Total added	6		6
6	Deducted: By closing or relocation of highway			
7	By relocation or abandonment of railroad	7	3	10
8	Total deducted	7	3	10
9	Net of all changes	(1)	(3)	(4)
10	Number at close of year	772	568	1,340
	Number at close of year by States:			
11	101 Alabama	147	63	210
12	109 Florida	14	4	18
13	110 Georgia	63	22	85
14	113 Illinois	13	12	25
15	114 Indiana	54	40	94
16	117 Kentucky	211	190	401
17	118 Louisiana	3	1	4
18	124 Mississippi	3	1	4
19	133 North Carolina	1		1
20	135 Ohio	1	1	2
21	142 Tennessee	259	220	479
22	146 Virginia	3	14	17
23				
24				
25				
26				
27				
28				
29				

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."

(f) L&N - Conditional Sale Agreement dated as of 9/1/80 between Louisville and Nashville Railroad Co., Vendee and Pullman Inc., Paccar Inc., & the Chessie Corp. as Vendors, & Agreement & Assignment dated as of 9/1/80 between Mercantile-Safe Deposit & Trust Co. & said Vendors covering 75-70 ton Box Cars, 375 - 100 ton Covered Hoppers, 462 - 100 ton Coal Hoppers & 35 - 70 ton Box Cars. Payments commence November 6, 1981 through & including November 6, 1995.

(h) L&N Equipment Lease dated 1/1/80 between Louisville & Nashville Railroad Co. Lessee & First Security Bank of Utah, N.A. Lessor and Westinghouse Credit Corporation as Beneficiary, covering 285 Box Cars, 150 Open Top Hopper Cars, 103 Gondolas, 50 Ballast Cars, 33 Ribbon Rail, 15 Bulkhead Flat Cars, 12 Covered Gondolas, 25 Pulpwood Cars, 96 Covered Hoppers. Payments commencing 8/1/81 through & including 2/1/94, semi-annually.

L&N - Equipment Lease dated as of 2/15/80 between Louisville & Nashville Railroad Co., Lessee and Cargill Leasing Corp., Lessor & Mercantile-Safe Deposit & Trust Co., as Agent covering 144 autoracks. Payments to commence December 1, 1980 to & including 6/2/92.

L&N - Equipment Lease dated 7/24/80 between Louisville & Nashville Railroad Co., Lessee and First Greyhound Leasing Company, Lessor covering various maintenance of way equipment. Payments are quarterly commencing November 17, 1980 with 39 quarterly payments thereafter.

Lease dated November 12, 1980 between PHH Triangle Leasing, Inc., Lessor, and Louisville and Nashville Railroad Company, Lessee, covering various vehicles, machinery and maintenance-of-way equipment, for a term of 10 years, at a rental aggregating approximately \$4,891,000 payable in 120 consecutive monthly payments, commencing December 1, 1980 and ending November 1990.

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, firm, 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	50 - 19' 50 ton bay	7-9, 11, 15	80-1	3	Most favorable	Sept. 8, 1980	Fruit Growers Express
2	window cabooses	8 18, 80					Co. 1625 K St. N.W.
3							Washington, D.C. 20006
4							D. L. Morris, Director
5							D. C. Hastings, Director
6							
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900. COMPENSATION OF OFFICERS, DIRECTORS, ETC.

1. In columns (a) and (b) enter the name and position of each of the persons named in Schedule 110 of this report to whom the respondent paid the largest amount during the year as compensation for current or past service over and above necessary expenses incurred in discharge of duties. In addition, list all other officers, directors, pensioners or employees, if any, to whom the respondent paid \$75,000 or more in total compensation during the year.

2. The salary per annum to be entered in column (c) is the annual rate at which an employee is paid rather than the amount actually paid for a part of a year. If the salary of an individual was increased or decreased during the year, show salary before each change as well as at close of year.

3. If an officer, director, etc., receives compensation from one or more of the affiliated companies listed in Schedule 112 reference to this fact should be made if the aggregate compensation from all companies amounts to \$75,000 or more.

4. Report in column (d) the total amount of compensation other than annual salary paid to each listed employee during the year. This includes forms of nonmonetary compensation given which directly benefits each employee. Examples:

Fair value of property given, such as exclusive use of an automobile;

Amounts paid for membership of the employee in nonbusiness associations, private clubs, etc.;

Commissions, bonuses, shares in profits;

Contingent compensation plans;

Monies paid or accrued for any pension, retirement, savings, retirement annuities, deferred compensation, or similar plan; Premiums on life insurance where the respondent is not the beneficiary. Do not report premiums on group life insurance for benefits less than \$50,000.

Give the details of any plan not previously reported, the basis of determining the ultimate benefits payable, and the payments or provisions made during the year.

5. Also include in column (d) all remuneration paid, directly or indirectly, in the form of securities, options, warrants, rights or other property. Furnish particulars concerning any options, warrants, or rights issued or granted during the year including prices, expiration dates and other information relating to exercise of the options, warrants, or rights. Specify the amount of such securities or assets so entitled to be purchased by each officer, director, etc. (Dollars in thousands)

Line No.	Name of person (a)	Position or Title (b)	Salary per annum as of close of year (see instructions) (c)	Other compensation during the year (d)
1	K. C. Dufford	Vice Pres.-Operations	\$ 64	\$ 28
2		March 1, 1980	70	
3		November 1, 1980	77	
4	J. L. Lenihan	Vice Pres. & Gen. Counsel	64	31
5		March 1, 1980	68	
6		May 1, 1980	72	
7		November 1, 1980	75	
8				
9				
10				
11				
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15	Note: For compensation paid other officers, directors, etc., see Schedule 900 of Seaboard Coast Line Railroad Company's Annual Report Form R-1 for 1980.			
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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

D. L. Morris makes oath and says that he is Vice President and Comptroller

(Insert here name of the affiant)

(Insert here the official title of the affiant)

Of 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 80, to and including December 31, 19 80

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 8th day of April, 19 81

My commission expires AUG 8 1984

Use an
L.S.
impression seal

(Signature of officer authorized to administer oaths)

Notary Public, State of Florida at Large

My commission expires Aug. 8, 1984

Notary Public, State of Florida at Large

My commission expires Aug. 8, 1984

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 80, to and including December 31, 19 80

(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and county above named, this 8th day of April, 19 81

My commission expires Nov. 4, 1983

Use an
L.S.
impression seal

(Signature of officer authorized to administer oaths)

Notary Public, State of Florida at Large

My Commission Expires Nov. 4, 1983

Year 19 80

MEMORANDA
(FOR USE OF COMMISSION ONLY)

CORRESPONDENCE

[illegible]

CORRECTIONS

[illegible]

EXPLANATORY REMARKS

INDEX

Page No.

Accruals—Railway tax.....	76
Agreements, contracts, etc.....	115
Amortization of Defense projects.....	45
Analysis of Federal Income Taxes.....	75
Application of funds—Source and.....	14
Assets—	
Other.....	32
Balance sheet.....	5-8
Capital Stock.....	13
Capital Improvements at year end.....	108
Car, locomotive, and floating equipment—classification of respondents.....	88-93
Car statistics.....	110
Changes in financial position.....	14-16
Changes in working capital.....	17
Company service equipment.....	89
Compensating balances and short-term borrowing arrangements.....	20
Compensation of officers and directors.....	117
Competitive Bidding - Clayton Antitrust Act.....	116
Consumption of fuel by motive-power units.....	111
Contingent assets and liabilities.....	79
Contracts—	
Agreements, etc.....	115
Credits—Other deferred.....	54
Crossings—Grade.....	112, 113
Added and eliminated during year.....	112, 113
Crossties (see Ties).....	
Deferred Maintenance - Tracks.....	105
Depreciation base and rates—property used in other than carrier operations.....	30, 31
Road and equipment leased:	
From others.....	38
Improvements to.....	36, 37
To others.....	43
Owned and used.....	38
Road and equipment leased:	
From others.....	39
Improvements to.....	39
To others.....	44
Owned and used.....	39
Dividend appropriations.....	12
Elections and voting powers.....	3
Electric locomotive equipment at close of year.....	88
Enterprises—Highway motor-vehicle.....	98
Equipment—Classified.....	88-93
Company service.....	89
Floating.....	92
Freight-train cars.....	90, 91
Inventory.....	88, 93
Owned—Not in service of respondent.....	88, 93
Passenger-train cars.....	89
Equipment—Leased, depreciation base and rate	
From others.....	38
Improvements to.....	36, 37
Reserve.....	40, 42
To others.....	43
Reserve.....	44

Page No.

Equipment—Owned, depreciation base and rates.....	38
Reserve.....	39
Equipment Data at year end.....	109
Expenses—	
Physical property used in other than carrier.....	30-31
Railway operating.....	55-61
Extraordinary items.....	10
Federal income taxes.....	75
Financial position—Changes in.....	14-16
Floating equipment.....	92
Freight-train cars.....	90, 91
Fuel consumed by motive-power units.....	111
Cost.....	111
Funded debt (see Debt).....	
Funds—Capital.....	13
Insurance.....	13
Other reserve.....	13
Sinking.....	13
Gauge of track.....	103
Gasoline (see Fuel).....	
Grade crossing.....	112, 113
Grade separations.....	114
Guaranties and suretyships.....	80
Highway motor-vehicle operations—Respondent's.....	96, 97
Financial interest.....	98
Identity of respondent.....	2
Items in selected Income and Retained Earning Accounts.....	77
Investments in Common Stocks of Affiliated Companies.....	24
Investments and advances affiliated companies.....	21-23
Other.....	30, 31
Controlled, through nonreporting subsidiaries.....	28, 29
Railway property used in transportation service.....	45, 46
Road and equipment.....	33-35
Changes during year.....	33-35
Temporary cash.....	19
Investments, other elements.....	47
Leased lines—Investments made during the year in additions and betterments on.....	33-35
Leases.....	48-52
Liabilities—Other.....	54
Loans and notes payable.....	53
Receivable.....	19
Locomotive equipment.....	88
Electric and other.....	88
Consumption of fuel.....	111
Mileage—Average of road operated.....	103
Changes during the year.....	85
Of main tracks and weight of rail.....	103
Of new tracks in which rails were laid.....	103
Of new tracks in which ties were laid.....	104
Of road constructed and abandoned.....	85
Operated at close of year.....	82
By States and Territories.....	84
Owned and not operated at close of year.....	83
Miscellaneous items in retained income accounts for the year.....	77
Miscellaneous rent income.....	72
Miscellaneous rents.....	73
Motor rail cars owned or leased.....	89

INDEX—Continued

	Page No.		Page No.
Motor-vehicle enterprises, highway, in which respondent had an interest during year.....	98	Used—Depreciation base and rates.....	33
Motor vehicles, highway.....	96, 97	Reserve.....	39
Net income.....	10	Road—Mileage Operated at close of year.....	84
Oath.....	118	By States and Territories.....	84
Officers—		Road—Owned and not operated at close of year.....	93
Compensation of.....	117	Roadway and Equipment—Deferred maintenance at year end.....	103
Operating expenses (see Expenses)		Ties withdrawn.....	100
Revenues (see Revenues)		Securities (see Investments)	
Statistics (see Statistics)		Separately operated properties—Profit or loss.....	74
Ordinary income.....	9	Short-term borrowing arrangements—Compensating balances and.....	20
Other assets and other deferred debits.....	32	Sinking Funds.....	13
Other long-term liabilities and other deferred credits.....	54	Source and application of funds.....	14-16
Pick-up and delivery services.....	96, 97	Specialized service subschedule.....	66
Rail motor cars.....	111	Special funds and other investments.....	26-27
Rails		Statement of changes in financial position.....	14-16
Laid in replacement.....	102	Statistics of rail-line operations.....	103
Charges to additions and betterments.....	102	Switching and terminal traffic and car.....	110
Charges to operating expenses.....	102	Stock outstanding.....	13
Salvage value.....	102	Changes during year.....	13
Additional tracks, new lines, and extensions.....	103	Consideration received for issues.....	13
Miles of new track in which rails were laid.....	103	Liability for conversion.....	13
Weight of.....	103	Number of security holders.....	3, 4
Railway—Operating expenses.....	55-61	Total voting power.....	3, 4
Operating Revenues.....	9	Value per share.....	3, 4
Remuneration From National Railroad Passenger Corporation.....	67-71	Voting rights.....	3, 4
Rent for leased roads and equipment.....	63	Suretyships—Guaranties and.....	80
Rent Income—Miscellaneous.....	72	Temporary cash investments.....	17
Rents Payable—Miscellaneous.....	73	Ties laid in replacement.....	100
Results of Operations.....	9, 10	Charges to additions and betterments.....	100
Retained income—Appropriated.....	12	Charges to operating expenses.....	100
Unappropriated.....	11	Salvage.....	100
Miscellaneous items in account for year.....	77	Ties—Additional tracks, new lines, and extensions.....	101
Revenues—property used in other than carrier operations.....	30	Ties—Miles of new tracks in which ties were laid.....	101
Revenues—Railway operating.....	9	Number in maintained tracks.....	100
Freight.....	9	Tracks operated at close of year (switching and terminal companies).....	82
Passenger.....	9	Miles of, at close of year, by States and Territories (switching and terminal companies).....	82
Road and equipment—Investment in.....	33-35	Track and traffic conditions.....	99
Leased from others—Depreciation base and rates.....	39	Transfers from Government authorities.....	12
Improvements to leased property.....	36, 37, 41	Unit cost of equipment installed during the year.....	94
Reserve.....	40, 42	Vehicles—Highway motor.....	96, 97
Leased to others—Depreciation base and rates.....	43	Verification.....	118
Reserve.....	44	Voting powers and elections.....	3, 4
Owned—Depreciation base and rates.....	38	Weight of rail.....	103
Reserve.....	39	Working capital information.....	18