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RC-137700 SOO LINE 1998

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APPROVED BY OMB  
2140-0009  
EXPIRES 11/30/2000

# Class I Railroad Annual Report

	<p>RC000388    SOO LINE    101137700</p> <p>SOO LINE RAILROAD COMPANY P.O. BOX 530 MINNEAPOLIS, MN    55440-0530</p>
<p>Correct name and address if different than shown</p>	<p>Full name and address of reporting carrier (Use mailing label on original, copy in full on duplicate)</p>



To The  
Surface Transportation Board  
For the Year Ending December 31, 1998

# NOTICE

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

For Index, See Back of Form

# ANNUAL REPORT

OF

**SOO LINE RAILROAD COMPANY**

TO THE

**SURFACE TRANSPORTATION BOARD**

FOR THE

**YEAR ENDED DECEMBER 31, 1998**

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

(Name) JOHN C. MILLER (Title) CONTROLLER

(Telephone number) (612) 347-8182  
(area code) (telephone number)

(Office address) 501 MARQUETTE AVENUE SOUTH, MINNEAPOLIS, MN 55402  
(street and number, city, state, and zip code)

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## SPECIAL NOTICE

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

The dark border on the schedules represents data that are captured for processing by the Commission

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



**B. IDENTITY OF RESPONDENT**

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

- 1 Give in full the exact name of the respondent Use the words "The" and "Company" only when they are parts of the corporate name Be careful to distinguish between *railroad* and *railway* The corporate name should be given uniformly throughout the report, notably on the cover, on the title page, and in the "Verification" If the report is made by receivers, trustees, a committee of bondholders, or individuals otherwise in possession of the property, state names and facts with precision If the report is for a consolidated group, pursuant to Special Permission from the Commission, Accounting and Valuation Board, indicate such fact on line 1 below and list the consolidated group on page 4.
- 2 If incorporated under a special charter, give date of passage of the act, if under a general law, give date of filing certificate of organization, if a reorganization has been effected, give date of reorganization. If a receivership or other trust, give also date which such receivership or other possession began If a partnership, give date of formation and also names in full of present partners.
- 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

Soo Line Railroad Company

- 2 Date of incorporation October 19, 1949
- 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 of trustees  
Originally organized under the Minnesota Business Corporation Act, Chapter 300, Laws of Minnesota, 1933, as amended. Now governed by the new Minnesota Business Corporation Act, Chapter 302A, effective January 1, 1984.

- 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  
On December 16, 1998, CanPac Car Inc. was merged into Soo Line Railroad Company. See Note 12 to Schedule 200 on page 11.

**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 \$ 3-1/3 per share, first preferred \$ N/A per share, second preferred \$ N/A per share, debenture stock \$ N/A per share
- 2 State whether or not each share of stock has the right to one vote If not, give full particulars in a footnote Yes
- 3 Are voting rights proportional to holdings Yes  
If not, state in a footnote the relation between holdings and corresponding voting rights
- 4 Are voting rights attached to any securities other than stocks No If so, name in a footnote each security other than stock to which voting rights are attached as of the close of the year, and state in detail the relation between holdings and corresponding voting rights, stating whether voting rights are actual or contingent, and if contingent, showing the contingency
- 5 Has any class or issue of securities any special privileges in the election of directors, trustees, or managers, or in the determination of corporate action by any method No If so, describe fully in a footnote each such class or issue and give a succinct statement showing clearly the character and extent of such privileges.
- 6 Give the date of the latest closing of the stock book prior to the actual filing of this report, and state the purpose of such closing  
Stock books not closed, last compiled December 31, 1984.
- 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 7,752,399.5 votes as of (date) December 31, 1998.
- 8 State the total number of stockholders of record as of the date shown in answer to inquiry No 7 One (1) 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 one 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.*

No	Line 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 Stock			Line No
				Common (d)	Second (e)	First (f)	
1	Soo Line Corporation	501 Marquette Avenue	7,752,399.5	7,752,399.5	N/A	N/A	1
2		Box 530					2
3		Minneapolis, MN 55440					3
4							4
5							5
6							6
7							7
8							8
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26							26
27							27
28							28
29							29
30							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 7,586,283 votes cast
11. Give the date of such meeting: April 30, 1998
12. Give the place of such meeting: N/A\*

**NOTES AND REMARKS**

\* This was an Action in Writing by sole shareholder in lieu of Annual Meeting.

**200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS**  
(Dollars in Thousands)

Line No	Cross Check	Account	Title (a)	Balance at close of year (b)	Balance at beginning of year (c)	Line No
<b>Current Assets</b>						
1		701	Cash	2,440	2,748	1
2		702	Temporary Cash Investments	0	203,400	2
3		703	Special Deposits	218	81	3
			Accounts Receivable			
4		704	- Loan and Notes	0	0	4
5		705	- Interline and Other Balances	20,486	28,395	5
6		706	- Customers	37,897	24,414	6
7		707	- Other	6,128	6,862	7
8		709, 708	- Accrued Accounts Receivables	17,243	18,848	8
9		708 5	- Receivables from Affiliated Companies	5,642	7,101	9
10		709 5	- Less Allowance for Uncollectible Accounts	0	0	10
11		710, 711, 714	Working Funds, Prepayments & Deferred Income Tax Debits	5,213	3,517	11
12		712	Materials and Supplies	22,437	25,203	12
13		713	Other Current Assets	2,732	1,108	13
14			<b>TOTAL CURRENT ASSETS</b>	<b>120,436</b>	<b>321,677</b>	<b>14</b>
<b>Other Assets</b>						
15		715, 716, 717	Special Funds	0	0	15
16		721, 721 5	Investments and Advances Affiliated Companies (Schedule 310 and 310A)	66,879	54,297	16
17		722, 723	Other Investments and Advances	29	29	17
18		724	Allowances for Net Unrealized Loss on Noncurrent Marketable Equity Securities-Cr	0	0	18
19		737, 738	Property Used in Other than Carrier Operation (less Depreciation) \$ (0)	817	9,012	19
20		739, 741	Other Assets	11,731	10,926	20
21		743	Other Deferred Debits	9,349	5,960	21
22		744	Accumulated Deferred Income Tax Debits	0	0	22
23			<b>TOTAL OTHER ASSETS</b>	<b>88,805</b>	<b>80,224</b>	<b>23</b>
<b>Road and Equipment</b>						
24		731, 732	Road (Schedule 330) L-30 Col h & b	780,288	700,124	24
25		731, 732	Equipment (Schedule 330) L-39 Col h & b	581,292	437,654	25
26		731, 732	Unallocated Items	12,685	12,900	26
27		733, 735	Accumulated Depreciation and Amortization (Schedules 335, 342, 351)	(359,963)	(330,795)	27
28			<b>NET ROAD AND EQUIPMENT</b>	<b>1,014,302</b>	<b>819,883</b>	<b>28</b>
29			<b>TOTAL ASSETS</b>	<b>1,223,543</b>	<b>1,221,784</b>	<b>29</b>

**NOTES AND REMARKS**

**200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - LIABILITIES AND SHAREHOLDERS' EQUITY**  
(Dollars in thousands)

Line No	Cross Check	Account	Title (a)	Balance at close of year (b)	Balance at beginning of year (c)	Line No
<b>Current Liabilities</b>						
30	751	Loans and Notes Payable		0	0	30
31	752	Accounts Payable Interline and Other Balances		9,778	9,939	31
32	753	Audited Accounts and Wages		12,975	12,401	32
33	754	Other Accounts Payable		454	350	33
34	755, 756	Interest and Dividends Payable		2,301	343	34
35	757	Payables to Affiliated Companies		7,919	3,223	35
36	759	Accrued Accounts Payable		136,034	153,108	36
37	760, 761, 761.5, 762	Taxes Accrued		11,488	10,847	37
38	763	Other Current Liabilities		9,374	20,496	38
39	764	Equipment Obligations and Other Long-Term Debt due Within One Year		1,286	3,714	39
40		<b>TOTAL CURRENT LIABILITIES</b>		<b>191,609</b>	<b>214,421</b>	<b>40</b>
<b>Non-Current Liabilities</b>						
41	765, 767	Funded Debt Unmatured		1,069	1,462	41
42	766	Equipment Obligations		146,061	0	42
43	766.5	Capitalized Lease Obligations		8,605	9,286	43
44	768	Debt in Default		0	0	44
45	769	Accounts Payable Affiliated Companies		350,798	561,805	45
46	770.1, 770.2	Unamortized Debt Premium		0	0	46
47	781	Interest in Default		0	0	47
48	783	Deferred Revenues-Transfers from Government Authorities		3,423	3,711	48
49	786	Accumulated Deferred Income Tax Credits		23,273	34,638	49
50	771, 772, 774, 775, 782, 784	Other Long-Term Liabilities and Deferred Credits		150,828	127,880	50
51		<b>TOTAL NONCURRENT LIABILITIES</b>		<b>684,057</b>	<b>738,782</b>	<b>51</b>
<b>Shareholders' Equity</b>						
52	791, 792	Total Capital Stock (Schedule 230) (L53 & 54)		251,194	246,176	52
53		Common Stock		251,194	246,176	53
54		Preferred Stock		0	0	54
55		Discount on Capital Stock		0	0	55
56	794, 795	Additional Capital (Schedule 230)		85,588	42,966	56
<b>Retained Earnings</b>						
57	797	Appropriated		0	0	57
58	798	Unappropriated (Schedule 220)		11,095	(20,561)	58
59	798.1	Net Unrealized Loss on Noncurrent Marketing Equity Securities		0	0	59
60	798.5	Less Treasury Stock		0	0	60
61		Net Shareholders' Equity		347,877	268,581	61
62		<b>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>		<b>1,223,543</b>	<b>1,221,784</b>	<b>62</b>

**NOTES AND REMARKS**

**200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES**  
(Dollars in thousands)

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

- 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 \$ N/A
- 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  
See Schedule 450 Footnotes, Page 64.
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 11 on Pages 9, 10, and 11.  
 (b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund See Note 11 on Pages 9, 10, and 11.  
 (c) Is any part of pension plan funded? Specify Yes X No       
 (i) If funding is by insurance, give name of insuring company      N/A  
 If funding is by trust agent, list trustee(s)      First Bank National Association  
 Date of trust agreement or latest amendment A. February 17, 1988; B. February 6, 1996  
 If respondent is affiliated in any way with the trustee(s), explain affiliation      N/A  
 (d) List affiliated companies which are included in the pension plan funding agreement and describe basis for allocating charges under the agreement. A. Delaware & Hudson Railway Company and Canadian Pacific (U.S.) Finance Inc., common affiliates, are charged the increased proportional costs of including their respective employees in the pension plan.  
 (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 N/A  
 (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? Trustee
- 4 State whether a segregated political fund has been established as provided by the Federal Election Campaign Act of 1971 (18 U.S.C. 610) Yes      No X
5. (a) The amount of employers contribution to employee stock ownership plans for the current year was \$ N/A  
 (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 \$ N/A
- 6 In reference to Docket No 37465, specify the total amount of business entertainment expenditures charged to the non-operating expense account. \$ N/A

Continued on following page

## 200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES - Continued

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

Disclose the nature and amount of contingency that is material

Examples of contingent liabilities are items which may become obligations as a result of pending or threatened litigation, assessments or possible assessments of additional taxes and agreements or obligations to repurchase securities or property. Additional pages may be added if more space is needed. (Explain and/or reference to the following pages.)

See Footnote 9 on Page 9.

- (a) Changes in Valuation Accounts

N/A

- 8 Marketable Equity Securities See Footnote 10 on Page 9.

		Cost	Market	Dr (Cr) to Income	Dr (Cr) to Stockholders Equity
(Current Yr )	Current Portfolio			None	N/A
as of / /	Noncurrent Portfolio			N/A	\$ None
(Previous Yr )	Current Portfolio			N/A	N/A
as of / /	Noncurrent Portfolio			N/A	N/A

- (b) At 12/31/98, 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 the filing, applicable to marketable equity securities owned at balance sheet date shall be disclosed below.

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

## 200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES - Continued

## NOTES TO FINANCIAL STATEMENTS

## 9. COMMITMENTS AND CONTINGENT LIABILITIES

Under the requirements of the Federal Comprehensive Environmental Response, Compensation and Liability Act of 1980 (Superfund) and comparable state laws, SOO is potentially liable for the cleanup cost of various contaminated sites identified by the U S Environmental Protection Agency (EPA) and comparable agencies. SOO has been notified by the EPA and state agencies that it is a Potentially Responsible Party (PRP) for study and cleanup costs at a number of sites. In most of these instances, SOO is one of numerous PRPs. In certain cases, future environmental-related expenditures cannot be quantified due to the uncertainty of the cleanup standards, methods to be used, and the number of other PRPs involved. SOO believes its December 31, 1998 accruals are adequate to cover known liabilities which are probable and estimatable.

On July 30, 1998 SOO entered into a credit agreement whereby SOO is obligated under certain conditions to provide up to \$1.7 million of financing to I&M RailLink, LLC (IMRL), a 33-1/3% owned affiliate of SOO. The agreement expires no later than March 31, 2004.

SOO has guaranteed certain loans by the North Dakota Department of Transportation to the short line operator which operates and maintains SOO owned trackage in western North Dakota. The amount outstanding at December 31, 1998 was \$1.0 million.

## 10. MARKETABLE EQUITY SECURITIES

Not applicable

## 11. PENSION AND OTHER EMPLOYEE BENEFITS

SOO provides noncontributory defined benefit plans covering substantially all non-union employees. Benefits are based on final average pay and years of service. Benefits are funded by SOO contributions and plan earnings consistent with minimum funding requirements of federal law and regulations. Plan assets consist principally of listed equity securities and U S Government and corporate obligations.

In addition, SOO has a noncontributory defined benefit retirement plan for United Transportation Union (UTU) employees who elected a buyout of certain compensation based workrule payments as of December 31, 1995. Benefits are funded by SOO contributions and plan earnings consistent with minimum funding requirements of federal law and regulations. Plan assets consist of mutual funds and temporary cash investments.

Benefits for retired employees generally include major medical coverage to age 65 and a small lump sum death benefit both based on certain age and service requirements. Post retirement benefits other than pensions are accounted for as shown below for all employees.

The following illustrates the status of each of these benefit plans at December 31, 1998 and 1997.

Change in Benefit Obligation	Management Pension Plan		UTU Pension Plan		Postretirement Benefit Plans Other Than Pensions	
	1998	1997	1998	1997	1998	1997
Benefit obligation at beginning of year	\$84,085	\$83,074	\$1,639	\$1,342	\$35,642	\$35,301
Service cost	962	764	447	582	1,076	1,074
Interest cost	6,093	5,942	97	87	2,487	2,633
Actuarial (gain)/loss	13,767	643	62	(85)	(2,624)	(804)
Benefits paid	(6,403)	(6,338)	(447)	(287)	(3,229)	(2,562)
Benefit obligation at end of year	<u>\$98,504</u>	<u>\$84,085</u>	<u>\$1,798</u>	<u>\$1,639</u>	<u>\$33,352</u>	<u>\$35,642</u>

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

**11. PENSION AND OTHER EMPLOYEE BENEFITS (Continued)**

	<b>Management Pension Plan</b>		<b>UTU Pension Plan</b>		<b>Postretirement Benefit Plans Other Than Pensions</b>	
	1998	1997	1998	1997	1998	1997
<b>Change in Plan Assets</b>						
Fair value of plan assets at beginning of year	\$79,262	\$72,532	\$1,423	\$854	\$0	\$0
Actual return on plan assets	9,141	11,164	116	44	0	0
Employer contribution	(187)	1,904	613	812	3,229	2,562
Benefits paid	(6,403)	(6,338)	(447)	(287)	(3,229)	(2,562)
Fair value of plan assets at end of year	<u>\$81,813</u>	<u>\$79,262</u>	<u>\$1,705</u>	<u>\$1,423</u>	<u>\$0</u>	<u>\$0</u>
 Funded status	(\$16,691)	(\$4,823)	(\$93)	(\$216)	(\$33,352)	(\$35,642)
Unrecognized net actuarial loss	16,348	4,519	0	0	405	3,030
Deferred credit to be amortized over plan life	0	0	(3,233)	(3,695)	0	0
Unrecognized net transition obligation	1,840	2,204	0	0	0	0
Unrecognized prior service cost	240	276	0	0	0	0
Prepaid (accrued) benefit cost	<u>\$1,737</u>	<u>\$2,176</u>	<u>(\$3,326)</u>	<u>(\$3,911)</u>	<u>(\$32,947)</u>	<u>(\$32,612)</u>
 Amounts recognized in the statement of financial position consist of						
Prepaid benefit cost	\$1,737	\$2,176	\$0	\$0	\$0	\$0
Accrued benefit liability	(7,940)	0	(3,326)	(3,911)	(32,947)	(32,612)
Intangible asset	2,067	0	0	0	0	0
Accumulated other comprehensive income	5,873	0	0	0	0	0
Net amount recognized	<u>\$1,737</u>	<u>\$2,176</u>	<u>(\$3,326)</u>	<u>(\$3,911)</u>	<u>(\$32,947)</u>	<u>(\$32,612)</u>

**Weighted Average Assumptions at December 31**

Discount rate	6.25%	7.25%	6.25%	7.25%	6.25%	7.25%
Expected return on plan assets	9.50%	9.50%	6.00%	6.00%	N/A	N/A
Rate of compensation increase	4.50%	4.50%	N/A	N/A	N/A	N/A

For measurement purposes, an 8.0% annual rate of increase in the per capita cost of covered health care benefits was assumed for 1998. The rate was assumed to decrease gradually to 5.0% for 2004 and remain at that level thereafter.

**Components of Net Periodic Benefit Cost**

Service cost	\$961	\$764	\$448	\$583	\$1,076	\$1,074
Interest cost	6,093	5,942	97	87	2,487	2,633
Expected return on plan assets	(7,203)	(6,617)	(94)	(56)	0	0
Recognized net actuarial loss	0	0	0	0	0	21
Amortization of deferred credit	0	0	(423)	(471)	0	0
Amortization of transition obligation	36	36	0	0	0	0
Amortization of prior service cost	365	365	0	0	0	0
Net periodic benefit cost	<u>\$252</u>	<u>\$490</u>	<u>\$28</u>	<u>\$143</u>	<u>\$3,563</u>	<u>\$3,728</u>

Assumed health care cost trends have a significant effect on the amounts reported for health care plans. A one-percentage point change in assumed health care cost trend rates would have the following effects on the postretirement benefit plan:

	1-PERCENTAGE Point Increase	1-PERCENTAGE Point Decrease
Effect on total of service and interest cost components	\$387	(\$333)
Effect on postretirement benefit obligation	\$2,840	(\$2,490)



## 200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES - Continued

## NOTES TO FINANCIAL STATEMENTS

## 11. PENSION AND OTHER EMPLOYEE BENEFITS (Continued)

SOO provides defined contribution savings plans to several groups of employees. Participants are fully vested in SOO's contribution. Participants may contribute certain percents of their annual compensation to the plans and SOO in some cases will also make a contribution on the participant's behalf. The total annual expense for all such plans for 1998 and 1997 was \$845,000 and \$888,000, respectively.

SOO makes loans to certain employees as part of its relocation policy. As of December 31, 1998 and 1997 \$1.0 million and \$1.1 million of these loans were outstanding, respectively.

## 12. TRANSACTIONS WITH RELATED PARTIES

On December 16, 1998, CanPac Car Inc., a wholly owned subsidiary of Canadian Pacific, was merged into SOO. On the same day, the rolling stock assets formerly owned by CanPac were sold to Canadian Pacific Railway for \$6.4 million, which was \$2.5 million higher than the carrying value on CanPac's books.

SOO accounted for the merger under a method similar to the purchase accounting method. The book basis of the rolling stock was increased to the value of the subsequent fair market sales price. Deferred taxes were increased to reflect the expected taxes payable in conjunction with the sale.

Balances before and after the merger are shown below, in millions:

Account		Dec 16	Dec 16
		Before	After
		Merger	Merger
Cash	701	\$0.4	\$0.4
Accounts Receivable	708	0.7	0.7
Net Property	731/735	3.9	6.4
Taxes Accrued	760	0.2	0.2
Deferred Taxes	786	1.1	2.3
Capital	791	3.7	5.0

Advances payable to affiliates under common control totaled \$350.8 million and \$561.8 million at December 31, 1998 and 1997, respectively.

During 1998, Parent forgave \$32.2 million of deferred taxes and \$10.4 million of advances owed by SOO to Parent. The above aforementioned debt cancellations were treated as additional capital (account 794) on SOO's 1998 Schedule 200.

## 13. ACCOUNTS RECEIVABLE

Receivables are presented net of allowances of \$2,814,000 as of December 31, 1998 and \$2,292,000 as of December 31, 1997.

## 14. HEDGING

SOO periodically uses futures as hedges in its diesel fuel purchasing program. Gains and losses on such transactions are matched to specific inventory purchases and are charged or credited to operating expenses when such inventory is used. Deposits with futures brokers are included in other current assets.

## 15. SHAREHOLDER'S EQUITY

In accordance with FAS 87, "Employers Accounting for Pensions", SOO reported a \$3.8 million reduction of equity at December 31, 1998 related to its unfunded pension liabilities.

In conjunction with the merger of CanPac Car Inc. into SOO on December 16, 1998, 166,116.5 shares of additional common stock were issued to Parent at a market value of \$5,018,000 (See Note 12).

In 1997, SOO declared dividends totaling \$167.7 million.

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

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**200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES - Continued**

**NOTES TO FINANCIAL STATEMENTS**

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

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**200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - EXPLANATORY NOTES - Concluded**

**NOTES TO FINANCIAL STATEMENTS**

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# 210. RESULTS OF OPERATIONS (Dollars in thousands)

- 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 & expense amounts reported in Sch. 410 must be fully explained on pg 18
- 3 List dividends from investments accounted for under the cost method on the appropriate line No 19 for account No. 513. "Dividend Income" List dividends accounted for by the equity method on on the appropriate dividend line No 25 under the "Income from Affiliated Companies" subsection of this schedule
- 4 All contra entries hereunder should be indicated in parenthesis

## 5 Cross-checks

### Schedule 210

Line 15, column (b)  
Line 47 plus 48 plus 49, col (b)  
Line 50, col (b)

### Schedule 210

= Line 62, col (b)  
= Line 63, col (b)  
= Line 64, col (b)

### Schedule 410

= Line 620, col (h)  
= Line 620, col (f)  
= Line 620, col (g)

Line 14, column (b)  
Line 14, column (d)  
Line 14, column (e)  
Line 49, column (b)

Line No	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue & expenses (d)	Passenger-related revenue & expenses (e)	Line No
<b>ORDINARY ITEMS</b>							
<b>OPERATING INCOME</b>							
<b>Railway Operating Income</b>							
1		(101) Freight	526,589	543,608	526,589	0	1
2		(102) Passenger	0	0	0	0	2
3		(103) Passenger-Related	0	0	0	0	3
4		(104) Switching	11,683	10,403	11,683	0	4
5		(105) Water Transfers	0	0	0	0	5
6		(106) Demurrage	4,727	3,386	4,727	0	6
7		(110) Incidental	2,036	1,984	2,036	0	7
8		(121) Joint Facility-Credit	0	0	0	0	8
9		(122) Joint Facility-Debit	0	0	0	0	9
10		(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	545,035	559,381	545,035	0	10
11		(502) Railway operating revenues-Transfers from Government Authorities for current operations	0	0	0	0	11
12		(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities	287	287	287	0	12
13		<b>TOTAL RAILWAY OPERATING REVENUES (lines 10-12)</b>	545,322	559,668	545,322	0	13
14		(531) Railway operating expenses	477,273	465,937	477,273	0	14
15		<b>Net revenue from railway operations</b>	68,049	93,731	68,049	0	15
<b>OTHER INCOME</b>							
16		(506) Revenue from property used in other than carrier operations	0	0			16
17		(510) Miscellaneous rent income	2,460	2,566			17
18		(512) Separately operated properties-Profit	0	0			18
19		(513) Dividend Income (cost method)	166	21			19
20		(514) Interest Income	7,806	11,846			20
21		(516) Income from sinking and other funds	0	0			21
22		(517) Release of premiums on funded debt	0	0			22
23		(518) Reimbursements received under contracts and agreements	0	0			23
24		(519) Miscellaneous income	6,602	15,655			24
25		Income from affiliated companies. 519					
25	a	Dividends (equity method)	882	980			25
26	b	Equity in undistributed earnings (losses)	(83)	(2,113)			26
27		<b>TOTAL OTHER INCOME (lines 16-26)</b>	17,833	28,955			27
28		<b>TOTAL INCOME (lines 15, 27)</b>	85,882	122,686			28
<b>MISCELLANEOUS DEDUCTIONS FROM INCOME</b>							
29		(534) Expenses of property used in other than carrier operations	0	0			29
30		(544) Miscellaneous taxes	0	0			30
31		(545) Separately operated properties-loss	0	0			31
32		(549) Maintenance of investment organization	0	0			32
33		(550) Income Transferred under contracts and agreements	0	0			33
34		(551) Miscellaneous income charges	39	109			34
35		(553) Uncollectible accounts	0	0			35
36		<b>TOTAL MISCELLANEOUS DEDUCTIONS (lines 29-35)</b>	39	109			36
37		<b>Income available for fixed charges (lines 28, 36)</b>	85,843	122,577			37

**210. RESULTS OF OPERATIONS - Continued**  
(Dollars in thousands)

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No
<b>FIXED CHARGES</b>					
		(546) Interest on funded debt:			
38		(a) Fixed interest not in default	29,578	31,545	38
39		(b) Interest in default	0	0	39
40		(547) Interest on unfunded debt	1,222	705	40
41		(548) Amortization of discount on funded debt	0	0	41
42		<b>TOTAL FIXED CHARGES (lines 38-41)</b>	<b>30,800</b>	<b>32,250</b>	<b>42</b>
43		<b>Income after fixed charges (lines 37, 42)</b>	<b>55,043</b>	<b>90,327</b>	<b>43</b>
<b>OTHER DEDUCTIONS</b>					
		(546) Interest on funded debt:			
44		(c) Contingent interest	0	0	44
<b>UNUSUAL OR INFREQUENT ITEMS</b>					
45		(555) Unusual or infrequent items (debit) credit	0	0	45
46		<b>Income (loss) from continuing operations (before income taxes)</b>	<b>55,043</b>	<b>90,327</b>	<b>46</b>
<b>PROVISIONS FOR INCOME TAXES</b>					
		(556) Income taxes on ordinary income:			
47		(a) Federal income taxes	200	4,273	47
48		(b) State income taxes	0	0	48
49		(c) Other income taxes	0	0	49
50		(557) Provision for deferred taxes	19,370	(208)	50
51		<b>TOTAL PROVISIONS FOR INCOME TAXES (lines 47-50)</b>	<b>19,570</b>	<b>4,065</b>	<b>51</b>
52		<b>Income from continuing operations (lines 46-51)</b>	<b>35,473</b>	<b>86,262</b>	<b>52</b>
<b>DISCONTINUED OPERATIONS</b>					
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$ )	0	0	53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$ )	0	0	54
55		<b>Income before extraordinary items (lines 52 + 53 + 54)</b>	<b>35,473</b>	<b>86,262</b>	<b>55</b>
<b>EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES</b>					
56		(570) Extraordinary items (net)	0	0	56
57		(590) Income taxes on extraordinary items	0	0	57
58		(591) Provision for deferred taxes-Extraordinary items	0	0	58
59		<b>TOTAL EXTRAORDINARY ITEMS (lines 56-58)</b>	<b>0</b>	<b>0</b>	<b>59</b>
60		(592) Cumulative effect of changes in accounting principles (less applicable tax of \$0)	0	0	60
61		<b>Net income (loss) (lines 55 + 59 + 60)</b>	<b>35,473</b>	<b>86,262</b>	<b>61</b>
<b>Reconciliation of net railway operating income (NROI)</b>					
62		Net revenues from railway operations	68,049	93,731	62
63		(556) Income taxes on ordinary income (-)	200	4,273	63
64		(557) Provision for deferred income taxes (-)	19,370	(208)	64
65		Income from lease of road and equipment (-)	800	0	65
66		Rent for leased roads and equipment (+)	1,239	1,382	66
67		<b>Net railway operating income (loss)</b>	<b>48,918</b>	<b>91,048</b>	<b>67</b>

**NOTES AND REMARKS FOR SCHEDULES 210 AND 220****1. SPECIAL CHARGES**

SOO has recorded various special charges in prior years as disclosed in Annual Reports R-1 previously

During 1998 and 1997, \$8.1 million and \$40.4 million of net payments were made relating to special charges, respectively. Additionally, accrual adjustments of \$9.5 million were credited to operating expense in 1997.

Remaining special charge balances at December 31, 1998 are conservatively accrued for the expected future costs of the restructuring programs



**220. RETAINED EARNINGS**  
(Dollars in Thousands)

- 1 Show below the items of Retained Earnings Accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies
- 2 All contra entries hereunder should be shown in parentheses
- 3 Show under "Remarks" the amount of assigned Federal income tax consequences for Accounts 606 and 616
- 4 Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting
- 5 Line 3 (line 7 if debit balance), column (c), should agree with line 26, column (b), Schedule 210 The total of columns (b) and (c), lines 3 and 7, should agree with line 61, column (b), Schedule 210
- 6 Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c)

Line No	Cross Check	Item (a)	Retained earnings-unappropriated (b)	Equity in undistributed earnings (losses) of affiliated companies (c)	Line No
1		Balances at beginning of year	(51,774)	31,213	1
2		(601 5) Prior period adjustments to beginning retained earnings	0	0	2
		<b>CREDITS</b>			
3		(602) Credit balance transferred from income	35,556	0	3
4		(603) Appropriations released	0	0	4
5		(606) Other credits to retained earnings	0	0	5
6		<b>TOTAL</b>	<b>35,556</b>	<b>0</b>	<b>6</b>
		<b>DEBITS</b>			
7		(612) Debit balance transferred from income	0	(83)	7
8		(616) Other debits to retained earnings	(3,817)	0	8
9		(620) Appropriations for sinking and other funds	0	0	9
10		(621) Appropriations for other purposes	0	0	10
11		(623) Dividends common stock	0	0	11
12		preferred stock	0	0	12
13		<b>TOTAL</b>	<b>(3,817)</b>	<b>(83)</b>	<b>13</b>
14		Net increase (decrease) during year (line 6 minus line 13)	31,739	(83)	14
15		Balances at close of year (lines 1, 2 and 14)	(20,035)	31,130	15
16		Balances from line 15(c)	31,130	N/A	16
17		(798) Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year	11,095	N/A	17
18		(797) Total appropriated retained earnings			18
19		Credits during year---\$			19
20		Debits during year---\$			20
21		Balance at close of year-\$			21
		 Amount of assigned Federal income tax consequences			
22		Account 606-----\$ 0			22
23		Account 616-----\$ 0			23

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

## 230. CAPITAL STOCK

## PART I. CAPITAL STOCK

(Dollars in thousands)

- 1 Disclose in column (a) the particulars of the various issues of capital stock of the respondent, distinguishing separate issues of any general class, if different in any respect
- 2 Present in column (b) the par or stated value of each issue If none, so state
- 3 Disclose in columns (c), (d), (e) and (f) the required information concerning the number of shares authorized, issued, in treasury and outstanding for the various issues
- 4 For the purposes of this report, capital stock and other securities are considered to be nominally issued when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent They are considered to be actually issued when sold to a bona fide purchaser who holds them free from controls by the respondent All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding If reacquired by or for the respondent, and not canceled or retired, they are considered to be nominally outstanding

Line No	Class of Stock (a)	Par Value (b)	Authorized (c)	Number of Shares Issued (d)	In Treasury (e)	Outstanding (f)	Outstanding (g)	In Treasury (h)	Line No
1	Common	\$3-1/3	8,400,000	7,752,399 5		7,752,399 5	251,194		1
2									2
3									3
4	Preferred								4
5									5
6									6
7									7
8									8
9									9
10	TOTAL		8,400,000	7,752,399 5		7,752,399 5	251,194		10

## PART II. SUMMARY OF CAPITAL STOCK CHANGES DURING YEAR

(Dollars in thousands)

- 1 The purpose of this part is to disclose capital stock changes during the year
- 2 Column (a) presents the items to be disclosed
- 3 Columns (b), (d) and (f) require 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) require the applicable disclosure of the book values of preferred, common and treasury stock.
- 5 Disclose in column (h) the additional paid-in capital realized from changes in capital stock during year
- 6 Unusual circumstances arising from changes in capital stock changes shall be fully explained in footnotes to this schedule

Line No	Items (a)	Preferred Stock	Common Stock	Treasury Stock	Additional Capital	Line No
		Number of Shares (b)	Amount \$ (c)	Number of Shares (f)	Amount \$ (g)	Amount \$ (h)
11	Balance at beginning of year					42,966
12	Capital Stock Sold					
13	Capital Stock Rerequired					
14	Capital Stock Canceled					
15	Capital Contribution from Parent					42,622
16						
17	Balance at close of year		251,194			85,588

11b) footnote on page 17 state the purpose of the issue and authority See footnote 15 to schedule 200 on page 11

**240. STATEMENT OF CASH FLOWS**  
(Dollars in thousands)

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

Line No.	Cross Check	Description (a)	Current Year (b)	Prior Year (c)	Line No.
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
1		Cash received from operating revenues			1
2		Dividends received from affiliates			2
3		Interest received			3
4		Other income			4
5		Cash paid for operating expenses			5
6		Interest paid (net of amounts capitalized)			6
7		Income taxes paid			7
8		Other-net			8
9		NET CASH PROVIDED BY OPERATING ACTIVITIES (Lines 1 through 8)	See Note 1	See Note 1	9

**Note 1:** This page is intentionally left blank because the indirect method of reporting cash flows is used.

**240. STATEMENT OF CASH FLOWS - Concluded**  
(Dollars in thousands)

**RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES**

Line No	Cross Check	Description (a)	Current Year (b)	Prior Year (c)	Line No.
10		Income from continuing operations	35,473	86,262	10

**ADJUSTMENTS TO RECONCILE INCOME FROM CONTINUING OPERATIONS TO NET CASH PROVIDED BY OPERATING ACTIVITIES**

Line No	Cross Check	Description (a)	Current Year (b)	Prior Year (c)	Line No.
11		Loss (gain) on sale or disposal of tangible property and investments	(5,629)	(43,642)	11
12		Depreciation and amortization expenses	38,017	34,508	12
13		Net increase (decrease) in provision for Deferred Income Taxes	19,370	0	13
14		Net decrease (increase) in undistributed earnings (losses) of affiliates	83	2,113	14
15		Decrease (increase) in accounts receivable	(1,776)	26,464	15
16		Decrease (increase) in material and supplies and other current assets	(555)	(1,408)	16
17		Increase (decrease) in current liabilities other than debt	(20,385)	(30,977)	17
18		Increase (decrease) in other - net	13,429	(18,516)	18
19		Net cash provided from continuing operations (lines 10 through 18)	78,027	54,804	19
20		Add (Subtract) cash generated (paid) by reason of discontinued operations and extraordinary items	0	0	20
21		NET CASH PROVIDED FROM OPERATING ACTIVITIES (lines 19 and 20)	78,027	54,804	21

**CASH FLOWS FROM INVESTING ACTIVITIES**

Line No	Cross Check	Description (a)	Current Year (b)	Prior Year (c)	Line No.
22		Proceeds from sale of property	15,566	274,475	22
23		Capital expenditures	(231,508)	(88,029)	23
24		Net change in temporary cash investments not qualifying as cash equivalents	0	0	24
25		Proceeds from sale/repayment of investment and advances	0	0	25
26		Purchase price of long-term investment and advances	(12,667)	(18,333)	26
27		Net decrease (increase) in sinking and other special funds	0	0	27
28		Other - net	2	(4,248)	28
29		NET CASH USED IN INVESTING ACTIVITIES (lines 22 through 28)	(228,607)	163,865	29

**CASH FLOWS FROM FINANCING ACTIVITIES**

Line No	Cross Check	Description (a)	Current Year (b)	Prior Year (c)	Line No.
30		Proceeds from issuance of long-term debt	146,288	124,093	30
31		Principle payments of long-term debt	(246,918)	(4,060)	31
32		Proceeds from issuance of capital stock	5,018	0	32
33		Purchase price of acquiring treasury stock	0	0	33
34		Cash dividends paid	0	(167,700)	34
35		Conversion of debt to paid in capital	42,621	0	35
36		NET CASH FROM FINANCING ACTIVITIES (lines 30 through 35)	(52,991)	(47,667)	36
37		NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (lines 21, 29, and 36)	(203,571)	171,002	37
38		Cash and cash equivalents at beginning of the year	206,229	35,227	38
39		CASH AND CASH EQUIVALENTS AT END OF THE YEAR (lines 37 & 38)	2,658	206,229	39
		Footnotes to Schedule			
		Cash paid during the year for			
40		Interest (net of amount capitalized)*	29,231	30,673	40
41		Income taxes (net)*	386	3,128	41

\* Only applies if indirect method is adopted

**245. WORKING CAPITAL**

(Dollars in thousands)

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

Line No	Item (a)	Source No.	Amount (b)	Line No
<b>CURRENT OPERATING ASSETS</b>				
1	Interline and Other Balances	Schedule 200, line 5, column b	20,486	1
2	Customers (706)	Schedule 200, line 6, column b	37,897	2
3	Other (707)	Note A	6,128	3
4	<b>TOTAL CURRENT OPERATING ASSETS</b>	Line 1 + 2 + 3	64,511	4
<b>OPERATING REVENUE</b>				
5	Railway Operating Revenue	Schedule 210, line 13, column b	545,322	5
6	Rent Income	Note B	60,366	6
7	<b>TOTAL OPERATING REVENUES</b>	Lines 5 + 6	605,688	7
8	Average Daily Operating Revenues	Line 7 ÷ 360 days	1,682	8
9	Days of Operating Revenue in Current Operating Assets	Line 4 - Line 8	38	9
10	Revenue Delay Days Plus Buffer	Line 9 + 15 days	53	10
<b>CURRENT OPERATING LIABILITIES</b>				
11	Interline and Other Balances (752)	Schedule 200, line 31, column b	9,778	11
12	Audited Accounts and Wages Payable (753)	Note A	12,975	12
13	Accounts Payable-Other (754)	Note A	454	13
14	Other Taxes Accrued (761.5)	Note A	10,140	14
15	<b>TOTAL CURRENT OPERATING LIABILITIES</b>	Sum of lines 11 to 14	33,347	15
<b>OPERATING EXPENSES</b>				
16	Railway Operating Expenses	Schedule 210, line 14, column b	477,273	16
17	Depreciation	Schedule 410, lines 136, 137, 138, 213, 232, 317, column h	38,017	17
18	Cash Related Operating Expenses	Line 16 + line 6 - line 17	499,622	18
19	Average Daily Expenditures	Line 18 ÷ 360 days	1,388	19
20	Days of Operating Expenses in Current Operating Liabilities	Line 15 - line 19	24	20
21	Days of Working Capital Required	Line 10 - line 20 (Note C)	29	21
22	Cash Working Capital Required	Line 21 x line 19	40,252	22
23	Cash and Temporary Cash Balances	Schedule 200, line 1 + line 2, column b	2,440	23
24	Cash Working Capital Allowed	Lesser line 22 and line 23	2,440	24
<b>MATERIALS AND SUPPLIES</b>				
25	Total Materials and Supplies (712)	Note A	22,437	25
26	Scrap and Obsolete Material included in Acct. 712	Note A	0	26
27	Materials and Supplies held for Common Carrier Purposes	Line 25 - line 26	22,437	27
28	<b>TOTAL WORKING CAPITAL</b>	Line 24 + line 27	24,877	28

Notes (A) Use common carrier portion only Common carrier refers to railway transportation service.

(B) Rent income is the sum of Schedule 410, column h, lines 121, 122, 123, 127, 128, 129, 133, 134, 135, 208, 210, 212, 227, 229, 231, 312, 314, and 316 Rent income is added to railway operating revenues to produce total revenues. Rent income is also added to total operating expenses to exclude the rent revenue items from operating expense.

(C) If result is negative, use zero

**NOTES AND REMARKS**

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## GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES 310, 310A

- 1 Schedule 310 should give particulars of stocks, bonds, other secured obligations, unsecured notes, and investment advances of affiliated companies held by respondent at close of year. Also, disclose the investments made, disposed of, and written down during the year and the applicable dividends and interest credited to income as a result of those investments. They should exclude securities issued or assumed by respondent. For definition of affiliated companies, see the rules governing Account No. 721, "Investments and advances, affiliated companies", in the Uniform System of Accounts for Railroad Companies.
- 2 List the investments in the following order and show a total for each group and each class of investments by accounts in numerical order:
  - (A) Stocks
    - (1) Carriers-active
    - (2) Carriers-inactive
    - (3) Noncarriers-active
    - (4) Noncarriers-inactive
  - (B) Bonds (including U S Government bonds)
  - (C) Other secured obligations
  - (D) Unsecured notes
  - (E) Investment advances
- 3 The subclassification of classes (B), (C), (D) and (E) should be the same as that provided for class (A).
- 4 The kinds of industry represented by respondent's investments in the securities of other companies should be shown by symbol opposite the names of the issuing corporation, the symbols and industrial classification 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.

Company Name	Other Joint Owners
MT Properties, Inc.	BNSF - 37.78%; UP - 36.72%; Whirlpool - 12.75%
Belt Railway Company of Chicago	CSXT-25%; BNSF, Conrail-16.67% each; GTW, ICG, N&W, and UP - 8.33% each
Indiana Harbor Belt Railroad Company	Conrail (CSX/NS) - 51%
I & M Rail Link	Washington Organization - 66.67% (I&M Holdings)
Trailer Train	Various others

## 310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES

- 1 Give particulars of investments in stocks, bonds, other secured obligations, unsecured notes, and investment advances of companies affiliated with respondent, included in accounts Nos 715, "Sinking Funds", 716, "Capital Funds", 721, "Investments and Advances Affiliated Companies", and 717, "Other Funds"
- 2 Entries in this schedule should be made in accordance with the definitions and general instructions given on Page 25, 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 obligations 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

Line No	Account No	Class No	Kind of industry	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds)	Extent of control	Line No
	(a)	(b)	(c)	(d)	(e)	
1	721	A-1	VII	Belt Railway Company of Chicago	8 330	1
2	721	A-1	VII	Indiana Harbor Belt Railroad Company	49 000	2
3	721	A-1	VII	Trailer Train Company	2 700	3
4	721	A-1	VII	I & M Rail Link	33 333	4
5						5
6				Total Class A-1		6
7						7
8	721	A-2	VII	Milwaukee Motor Transportation Company	100 000	8
9	721	A-2	VII	CTH&SE Railway Company	54 020	9
10						10
11				Total Class A-2		11
12						12
13	721	A-3	VII	Tri-State Land Company	100 000	13
14	721	A-3	X	MT Properties, Inc	12 750	14
15						15
16				Total Class A-3		16
17						17
18				Total Class A		18
19						19
20						20
21	721	E-1	VII	Western Railroad Association		21
22						22
23				Total Class E-1		23
24						24
25	721	E-2	VII	Milwaukee Motor Transportation Company		25
26						26
27				Total Class E-2		27
28						28
29	721	E-3	X	MT Properties, Inc		29
30						30
31				Total Class E-3		31
32						32
33				Total Class E		33
34						34
35				Grand Total		35
36						36
37						37
38						38
39						39
40						40
41						41



**310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES - Continued**  
(Dollars in thousands)

- 6 If any of the companies included in this schedule are controlled by respondent, the percent of control should be shown in column (e). In case any company listed is controlled other than through actual ownership of securities, give particulars in a footnote. In cases of joint control, give names of other parties and particulars of control.
- 7 If any advances reported are pledged, give particulars in a footnote.
- 8 Investments in companies in which neither the original cost or present equity in total assets are less than \$10,000 may be combined in one figure.
- 9 Also included should be investments in unincorporated entities such as lessee organizations (exclusive of amounts nominally settled on a current basis).
- 10 This schedule should not include securities issued or assumed by respondent.
- 11 For affiliates which do not report to the Interstate Commerce Commission and are jointly owned, give names and extent of control of other entities by footnotes.

Line No	Investments and advances				Disposed of profit (loss)	Adjustments Account 721.5	Dividends or interest credited to income	Line No
	Opening balance	Additions	Deductions (if other than sale, explain)	Closing balance				
	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1	260	0	0	260	0	0	0	1
2	1,359	0	0	1,359	0	0	0	2
3	218	0	0	218	0	0	0	3
4	18,333	12,667	0	31,000	0	0	0	4
5								5
6	20,170	12,667	0	32,837	0	0	0	6
7								7
8	0	0	0	0	0	0	0	8
9	0	0	0	0	0	0	0	9
10								10
11	0	0	0	0	0	0	0	11
12								12
13	900	0	0	900	0	0	0	13
14	91	0	0	91	0	0	166	14
15								15
16	991	0	0	991	0	0	166	16
17								17
18	21,161	12,667	0	33,828	0	0	166	18
19								19
20								20
21	75	0	0	75	0	0	0	21
22								22
23	75	0	0	75	0	0	0	23
24								24
25	1,745	0	0	1,745	0	0	0	25
26								26
27	1,745	0	0	1,745	0	0	0	27
28								28
29	103	0	(2)	101	0	0	0	29
30								30
31	103	0	(2)	101	0	0	0	31
32								32
33	1,923	0	(2)	1,921	0	0	0	33
34								34
35	23,084	12,667	(2)	35,749	0	0	166	35
36								36
37								37
38								38
39								39
40								40
41								41

**310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES - Continued**  
(Dollars in thousands)

Line No	Account No	Class No	Kind of industry	Name of issuing company and also lien reference, if any (include rate for preferred stocks and bonds)	Extent of control	Line No.
	(a)	(b)	(c)	(d)	(e)	
1						1
2				This page intentionally left blank.		2
3						3
4						4
5						5
6						6
7						7
8						8
9						9
10						10
11						11
12						12
13						13
14						14
15						15
16						16
17						17
18						18
19						19
20						20
21						21
22						22
23						23
24						24
25						25
26						26
27						27
28						28
29						29
30						30
31						31
32						32
33						33
34						34
35						35
36						36
37						37
38						38
39						39
40						40

**310. INVESTMENTS AND ADVANCES AFFILIATED COMPANIES - Continued**  
(Dollars in thousands)

Line No	Opening balance	Investments and advances		Closing balance	Disposed of profit (loss)	Adjustments Account 721 5	Dividends or interest credited to income	Line No
		Additions	Deductions (if other than sale, explain)					
	(f)	(g)	(h)	(i)	(j)	(k)	(l)	
1								1
2			<b>This Page intentionally left blank.</b>					2
3								3
4								4
5								5
6								6
7								7
8								8
9								9
10								10
11								11
12								12
13								13
14								14
15								15
16								16
17								17
18								18
19								19
20								20
21								21
22								22
23								23
24								24
25								25
26								26
27								27
28								28
29								29
30								30
31								31
32								32
33								33
34								34
35								35
36								36
37								37
38								38
39								39
40								40

### 310A. INVESTMENTS IN COMMON STOCKS OF AFFILIATED COMPANIES

(Dollars in thousands)

#### Undistributed Earnings from Certain Investments in Affiliated Companies

- 1 Report below the details of all investments in common stocks included in Account 721, Investments and Advances Affiliated Companies
- 2 Enter in column (c) the amount necessary to retroactively adjust those investments (See instruction 5-2, Uniform System of Accounts )
- 3 Enter in column (d) the share of undistributed earnings (i.e., less dividends) or losses
- 4 Enter in column (e) the amortization for the year of the excess of cost over equity in net assets (equity over cost) at date of acquisition
- 5 For definition of "carrier" and "noncarrier", see general instructions

Line No	Name of issuing company and description of security held (a)	Balance at beginning of year (b)	Adjustments for investments equity method (c)	Equity in 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)	Line No
<b>Carriers: (List specifics for each company)</b>								
1	Indiana Harbor Belt Railroad Company	15,043		2,575			17,618	1
2	Milwaukee Motor Transportation Company	(1,098)					(1,098)	2
3	I & M Rail Link	(4,625)		(3,139)			(7,764)	3
4								4
5								5
6								6
7								7
8								8
9								9
10								10
11								11
12								12
13		9,320	0	(564)	0	0	8,756	13
<b>Noncarrier (List specifics for each company)</b>								
14	Tri-State Land Company	21,893		481			22,374	14
15								15
16								16
17								17
18								18
19								19
20								20
21								21
22								22
23								23
24								24
25								25
26		31,213	0	(83)	0	0	31,130	26
27	Grand Total							27

## INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 330

- 1 Give particulars of balances at the beginning and close of the year and of all changes during the year in Account No. 731, "Road and Equipment Property", and Account No. 732, "Improvements on Leased Property", classified by primary accounts in accordance with the Uniform System of Accounts for Railroad Companies. The balances, by primary accounts, should insofar as known, be stated in column (b) and all changes made during the year should be analyzed in columns (c) to (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 or not replacing other property.
- 5 In column (f) should be entered all credits representing property sold, abandoned, or otherwise retired.
- 6 Both the debit and credit involved in each transfer, adjustment, or clearance between road and equipment accounts, should be included in the column in which the item was initially included, also the transfer of prior years' debits or credits from investment in road and equipment to operating expenses or other accounts, or vice versa, should be included in the column applicable to current items of like nature. Each such transfer, adjustment, or clearance should be fully explained when in excess of \$100,000.
7. If during the year an individual charge of \$100,000 or more was made to Account No. 2, "Land for Transportation Purposes", state in a footnote the cost, location, area, and other details which will identify the property.
- 8 Report on line 29 amounts not includible in the primary road accounts. The items reported should be briefly identified and explained under "Notes and Remarks" below. Amounts should be reported on this line only under special circumstances, usually after permission is obtained from the Commission for exceptions to prescribed accounting. Reference to such authority should be made when explaining the amounts reported. Respondents must not make arbitrary changes to the printed stub or column headings without specific authority from the 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 \$2,000 is used as the minimum for additions and betterments to property investment accounts as provided for in Instruction 2-2 of the Uniform System of Accounts for Railroad Companies, state in a footnote the amount used.

## NOTES AND REMARKS

## 330. ROAD PROPERTY AND EQUIPMENT AND IMPROVEMENTS TO LEASED

## PROPERTY AND EQUIPMENT

(Dollars in thousands)

Line No.	Cross Check	Account	Balance beginning of year	Expenditures during the year for original road & equipment. & road extensions	Expenditures during the year for purchase of existing lines, re-organizations, etc	Line No.
		(a)	(b)	(c)	(d)	
1		(2) Land for transportation purposes	9,214	0	0	1
2		(3) Grading	32,692	0	0	2
3		(4) Other right-of-way expenditures	854	0	0	3
4		(5) Tunnels and subways	2,778	0	0	4
5		(6) Bridges, trestles, and culverts	42,513	0	0	5
6		(7) Elevated structures	0	0	0	6
7		(8) Ties	124,528	0	0	7
8		(9) Rail and other track material	242,852	0	0	8
9		(11) Ballast	96,094	0	0	9
10		(13) Fences, snow sheds, and signs	1,777	0	0	10
11		(16) Station and office buildings	13,527	0	0	11
12		(17) Roadway buildings	2,199	0	0	12
13		(18) Water stations	80	0	0	13
14		(19) Fuel stations	2,378	0	0	14
15		(20) Shops and enginehouses	14,686	0	0	15
16		(22) Storage warehouses	0	0	0	16
17		(23) Wharves and docks	1,300	0	0	17
18		(24) Coal and ore wharves	0	0	0	18
19		(25) TOFC/COFC terminals	5,669	0	0	19
20		(26) Communication systems	17,408	0	0	20
21		(27) Signals and interlockers	41,913	0	0	21
22		(29) Power plants	293	0	0	22
23		(31) Power-transmission systems	1,507	0	0	23
24		(35) Miscellaneous structures	370	0	0	24
25		(37) Roadway machines	28,255	0	0	25
26		(39) Public improvements - Construction	12,518	0	0	26
27		(44) Shop machinery	4,284	0	0	27
28		(45) Power-plant machinery	435	0	0	28
29		Other (specify and explain)	0	0	0	29
30		TOTAL EXPENDITURES FOR ROAD	700,124	0	0	30
31		(52) Locomotives	83,743	0	0	31
32		(53) Freight-train cars	338,958	0	0	32
33		(54) Passenger-train cars	0	0	0	33
34		(55) Highway revenue equipment	0	0	0	34
35		(56) Floating equipment	0	0	0	35
36		(57) Work equipment	7,596	0	0	36
37		(58) Miscellaneous equipment	1,570	0	0	37
38		(59) Computer systems and word processing equipment	5,787	0	0	38
39		TOTAL EXPENDITURES FOR EQUIPMENT	437,654	0	0	39
40		(76) Interest during construction	0	0	0	40
41		(80) Other elements of investment	0	0	0	41
42		(90) Construction in progress	12,900	0	0	42
43		GRAND TOTAL	1,150,678	0	0	43

## 330. ROAD PROPERTY AND EQUIPMENT AND IMPROVEMENTS TO LEASED

## PROPERTY AND EQUIPMENT - Cont'd.

(Dollars in thousands)

Line No	Cross Check	Expenditures for additions during the year	Credits for property retired during the year	Net changes during the year	Balance at close of year	Line No
		(e)	(f)	(g)	(h)	
1		18	0	18	9,232	1
2		3,160	0	3,160	35,852	2
3		0	(1)	1	855	3
4		0	0	0	2,778	4
5		6,623	0	6,623	49,136	5
6		0	0	0	0	6
7		15,613	3,031	12,582	137,110	7
8		28,136	489	27,647	270,499	8
9		9,431	904	8,527	104,621	9
10		151	0	151	1,928	10
11		3,423	0	3,423	16,950	11
12		89	0	89	2,288	12
13		0	0	0	80	13
14		2,515	0	2,515	4,893	14
15		357	0	357	15,043	15
16		0	0	0	0	16
17		0	0	0	1,300	17
18		0	0	0	0	18
19		275	0	275	5,944	19
20		2,118	0	2,118	19,526	20
21		4,348	0	4,348	46,261	21
22		0	0	0	293	22
23		91	0	91	1,598	23
24		78	0	78	448	24
25		5,972	0	5,972	34,227	25
26		1,659	0	1,659	14,177	26
27		530	0	530	4,814	27
28		0	0	0	435	28
29		0	0	0	0	29
30		84,587	4,423	80,164	780,288	30
31		146,066	1,819	144,247	227,990	31
32		175	1,468	(1,293)	337,665	32
33		0	0	0	0	33
34		0	0	0	0	34
35		0	0	0	0	35
36		923	207	716	8,312	36
37		110	4	106	1,676	37
38		(138)	0	(138)	5,649	38
39		147,136	3,498	143,638	581,292	39
40		0	0	0	0	40
41		0	0	0	0	41
42		(215)	0	(215)	12,685	42
43		231,508	7,921	223,587	1,374,265	43

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

(Dollars in thousands)

1 Show in columns (b) and (e), for each primary account, the depreciation base used to compute the depreciation charges for the month of January, and in columns (c) and (f) show the depreciation base used to compute the depreciation charges for the month of December, in columns (d) and (g) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 39 of these columns show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. The depreciation base should not include the cost of equipment used, but not owned, when the rents 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 therefor 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 authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

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

3 Show in columns (e), (f) and (g) data applicable to Lessor property, when the rent 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 depreciation accruals have been discontinued for any account, the depreciation base should be reported, nevertheless, in support of depreciation reserves. Authority for the discontinuance of accruals should be shown in a footnote indicating the account(s) effected.

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

		OWNED AND USED			LEASED FROM OTHERS			
Line		Depreciation base		Annual composite rate	Depreciation base		Annual composite rate	Line
		1/1	12/1					
No	Account (a)	At beginning of year (b)	At close of year (c)	(percent) (d)	At beginning of year (e)	At close of year (f)	(percent) (g)	No
ROAD								
1	(3) Grading	32,692	35,507	0.95				1
2	(4) Other right-of-way expenditures	854	854	1.51				2
3	(5) Tunnels and subways	2,778	2,778	1.16				3
4	(6) Bridges, trestles, and culverts	42,513	48,292	1.51				4
5	(7) Elevated structures	0	0	0.00				5
6	(8) Ties	124,528	138,015	3.84				6
7	(9) Rail and other track material	242,852	267,505	3.32				7
8	(11) Ballast	96,094	103,101	2.26				8
9	(13) Fences, snowsheds, and signs	1,777	1,925	1.82				9
10	(16) Station and office buildings	13,527	16,045	3.47				10
11	(17) Roadway buildings	2,199	2,370	2.69				11
12	(18) Water stations	80	80	5.16				12
13	(19) Fuel stations	2,378	4,420	3.02				13
14	(20) Shops and enginehouses	14,686	15,039	1.69				14
15	(22) Storage warehouses	0	0	0.00				15
16	(23) Wharves and docks	1,300	1,300	3.39				16
17	(24) Coal and ore wharves	0	0	0.00				17
18	(25) TOFC/COFC terminals	5,669	5,901	3.04				18
19	(26) Communication systems	17,408	19,225	2.47				19
20	(27) Signals and interlockers	41,913	44,447	3.08				20
21	(29) Power plants	293	293	1.53				21
22	(31) Power-transmission systems	1,507	1,598	1.55				22
23	(35) Miscellaneous structures	370	448	3.29				23
24	(37) Roadway machines	28,255	33,773	5.43				24
25	(39) Public improvements - Construction	12,518	14,009	3.03				25
26	(44) Shop machinery	4,284	4,738	2.00				26
27	(45) Power-plant machinery	435	435	2.95				27
28	All other road accounts	0	0	0.00				28
29	Amortization (other than defense projects)	0	0	0.00				29
30	TOTAL ROAD	690,910	762,098	3.30				30
EQUIPMENT								
31	(52) Locomotives	83,743	215,319	2.58				31
32	(53) Freight-train cars	338,958	339,995	4.06				32
33	(54) Passenger-train cars	0	0	0.00				33
34	(55) Highway revenue equipment	0	0	0.00				34
35	(56) Floating equipment	0	0	0.00				35
36	(57) Work equipment	7,596	7,665	2.58				36
37	(58) Miscellaneous equipment	1,570	1,675	10.24				37
38	(59) Computer systems and word processing equipment	5,787	5,624	15.00				38
39	TOTAL EQUIPMENT	437,654	570,278	3.92				39
40	GRAND TOTAL	1,128,564	1,332,376	N/A				40



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

(Dollars in Thousand)

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 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 of depreciation of equipment that is used but not owned when the resulting rents are included in "Lease Rental- Debit-Equipment" account and "Other Rents-Debit-Equipment" accounts. (See Schedule 351 for the accumulated depreciation to road and equipment owned and leased to others.)

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

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

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

5 Enter amounts representing amortization under an authorized program other than for defense projects on lines 29 and 39.

Line No	Cross Check	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)	Line No
				Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debts (f)		
ROAD									
1		(3) Grading	9,237	336	0	0	1	9,572	1
2		(4) Other right-of-way expenditures	21	12	0	0	0	33	2
3		(5) Tunnels and subways	(81)	32	0	0	0	(49)	3
4		(6) Bridges, trestles, and culverts	7,739	727	0	0	0	8,466	4
5		(7) Elevated structures	0	0	0	0	0	0	5
6		(8) Ties	43,335	5,315	0	4,766	0	43,884	6
7		(9) Rail and other track material	78,985	8,365	0	1,430	0	85,920	7
8		(11) Ballast	4,884	2,299	0	904	0	6,279	8
9		(13) Fences, snowsheds, and signs	1,227	37	0	0	0	1,264	9
10		(16) Station and office buildings	2,748	453	0	0	0	3,201	10
11		(17) Roadway buildings	481	64	0	0	0	545	11
12		(18) Water stations	70	4	0	0	0	74	12
13		(19) Fuel stations	505	98	0	0	0	603	13
14		(20) Shops and enginehouses	1,523	252	0	0	0	1,775	14
15		(22) Storage warehouses	0	0	0	0	0	0	15
16		(23) Wharves and docks	661	44	0	0	0	705	16
17		(24) Coal and ore wharves	0	0	0	0	0	0	17
18		(25) TOFC/COFC terminals	2,080	142	1	0	0	2,223	18
19		(26) Communication systems	2,577	459	0	0	0	3,036	19
20		(27) Signals and interlockers	8,287	1,294	0	1	0	9,580	20
21		(29) Power plants	76	5	0	0	0	81	21
22		(31) Power-transmission systems	233	25	0	0	0	258	22
23		(35) Miscellaneous structures	220	15	0	0	0	235	23
24		(37) Roadway machines	13,554	611	1,344 @	36	0	15,473	24
25		(39) Public improvements-Construction	2,391	422	0	0	0	2,813	25
26	*	(44) Shop machinery	844	94	0	(56)	0	994	26
27		(45) Power-plant machinery	188	13	0	0	0	201	27
28		All other road accounts	0	0	0	0	0	0	28
29		Amortization (Adjustments)	0	0	0	0	0	0	29
30		TOTAL ROAD	181,785	21,118	1,345	7,081	1	197,166	30
EQUIPMENT									
31	*	(52) Locomotives	48,103	2,281	0	1,814	0	48,570	31
32	*	(53) Freight-train cars	92,032	13,351	0	1,186	0	104,197	32
33	*	(54) Passenger-train cars	0	0	0	0	0	0	33
34	*	(55) Highway revenue equipment	16	0	0	0	0	16	34
35	*	(56) Floating equipment	0	0	0	0	0	0	35
36	*	(57) Work equipment	5,401	196	0	30	0	5,567	36
37	*	(58) Miscellaneous equipment	1,125	201	0	19	0	1,307	37
38		(59) Computer systems and word processing equipment	2,270	870	0	0	0	3,140	38
39	*	Amortization (Adjustments)	0	0	0	0	0	0	39
40		TOTAL EQUIPMENT	148,947	16,899	0	3,049	0	162,797	40
41		GRAND TOTAL	330,732	38,017	1,345	10,130	1	359,963	41

To be reported with equipment rather than W&S expenses

@ Capitalized Roadway Machine depreciation

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

@ Capitalized Roadway Machine depreciation

**339. ACCRUED LIABILITY - LEASED PROPERTY**

(Dollars in thousands)

1 Disclose the required information relating to credits and debits of Account 772, "Accrued Liability Leased Property", during the year concerning road and equipment leased from others.

2 In column (c), enter amounts charged to operating expenses; in column (e), enter debits to account arising from retirements; in column (f), enter amounts paid to lessor

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 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.

Line No	Cross Check	Account	Balance at beginning of year	CREDITS TO ACCOUNTS During the year		DEBITS TO ACCOUNTS During the year		Balance at close of year	Line No.
				Charges to operating expenses	Other credits	Retire-ments	Other debits		
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	
		<b>ROAD</b>							
1		(3) Grading							1
2		(4) Other right-of-way expenditures							2
3		(5) Tunnels and subways							3
4		(6) Bridges, trestles & culverts							4
5		(7) Elevated structures							5
6		(8) Ties							6
7		(9) Rail & other track material							7
8		(11) Ballast							8
9		(13) Fences snow sheds & signs							9
10		(16) Station & office buildings							10
11		(17) Roadway buildings							11
12		(18) Water stations							12
13		(19) Fuel stations							13
14		(20) Shops & enginehouses							14
15		(22) Storage warehouses							15
16		(23) Wharves & docks							16
17		(24) Coal & ore wharves							17
18		(25) TOFC/COFC terminals							18
19		(26) Communication systems							19
20		(27) Signals & interlockers							20
21		(29) Power plants							21
22		(31) Power-transmission systems							22
23		(35) Miscellaneous structures							23
24		(37) Roadway machines							24
25		(39) Public improvements-const.							25
26		(44) Shop machinery*							26
27		(45) Power-plant machinery							27
28		All other road accounts							28
29		Amortization (Adjustments)							29
30		<b>TOTAL ROAD</b>							30
		<b>EQUIPMENT</b>							
31		(52) Locomotives							31
32		(53) Freight-train cars							32
33		(54) Passenger-train cars							33
34		(55) Highway revenue equipment							34
35		(56) Floating equipment							35
36		(57) Work equipment							36
37		(58) Miscellaneous equipment							37
38		(59) Computer systems and word processing equipment							38
39		Amortization Adjustment							39
40		<b>TOTAL EQUIPMENT</b>							40
41		<b>GRAND TOTAL</b>	NONE	NONE	NONE	NONE	NONE	NONE	41

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

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

(Dollars in thousands)

1 Show in column (b) for each primary account the depreciation base used in computing the depreciation charges for the month of January, and in column (c) show the depreciation base used in computing the depreciation charges for the month of December, in column (d) show the composite rates used in computing the depreciation charges for the month of December, and on lines 30 and 40 of these columns show the composite percentage of all road and equipment accounts, respectively, ascertained by applying the primary account composite rates to the depreciation base used in computing the charges for December and dividing the total so computed by the total depreciation base for the same month. This schedule should include only improvements to leased property charged to account 732, "Improvements on Leased Property." The composite rates used should be those prescribed or otherwise authorized by the Commission, except that where the use of component rates has been authorized, the composite rates to be shown for the respective primary accounts should be recomputed from the December charges developed by the use of the authorized rates. If any changes in rates were effective during the year, give full particulars in a footnote.

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

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

4 Disclosures in the respective sections of this schedule may be omitted if either total road leased from others or total equipment leased from others represents less than 5% of the total road owned or total equipment owned, respectively. However, line 41, Grand Total, should be completed.

Line No	Cross Check	Account	Depreciation base		Annual composite rate (percent)	Line No
			At beginning of year	At close of year		
		(a)	(b)	(c)	(d)	
		<b>ROAD</b>				
1		(3) Grading	1	10	0.95	1
2		(4) Other right-of-way expenditures	3	3	1.51	2
3		(5) Tunnels and subways	0	0	N/A	3
4		(6) Bridges, trestles & culverts	0	13	1.51	4
5		(7) Elevated structures	0	0	N/A	5
6		(8) Ties	1,381	2,357	3.84	6
7		(9) Rail & other track material	486	5,116	3.32	7
8		(11) Ballast	1,936	2,595	2.26	8
9		(13) Fences snow sheds & signs	0	0	N/A	9
10		(16) Station & office buildings	556	556	3.47	10
11		(17) Roadway buildings	0	0	N/A	11
12		(18) Water stations	0	0	N/A	12
13		(19) Fuel stations	0	0	N/A	13
14		(20) Shops & enginehouses	0	0	N/A	14
15		(22) Storage warehouses	0	0	N/A	15
16		(23) Wharves & docks	0	0	N/A	16
17		(24) Coal & ore wharves	0	0	N/A	17
18		(25) TOFC/COFC terminals	0	0	N/A	18
19		(26) Communication systems	358	358	2.47	19
20		(27) Signals & interlockers	26	26	3.08	20
21		(29) Power plants	0	0	N/A	21
22		(31) Power-transmission systems	0	0	N/A	22
23		(35) Miscellaneous structures	0	0	N/A	23
24		(37) Roadway machines	7	7	5.43	24
25		(39) Public improvements-const	0	52	3.03	25
26		(44) Shop machinery*	0	0	N/A	26
27		(45) Power-plant machinery	0	0	N/A	27
28		All other road accounts	0	0	N/A	28
29		Amortization (Adjustments)	0	0	N/A	29
30		<b>TOTAL ROAD</b>	<b>4,754</b>	<b>11,093</b>	<b>N/A</b>	<b>30</b>
		<b>EQUIPMENT</b>				
31		(52) Locomotives	1,322	1,322	3.39	31
32		(53) Freight-train cars	748	748	3.54	32
33		(54) Passenger-train cars	0	0	N/A	33
34		(55) Highway revenue equipment	0	0	N/A	34
35		(56) Floating equipment	0	0	N/A	35
36		(57) Work equipment	1	1	N/A	36
37		(58) Miscellaneous equipment	100	100	1.84	37
38		(59) Computer systems and word processing equipment	0	0	N/A	38
39		Amortization Adjustment	0	0	N/A	39
40		<b>TOTAL EQUIPMENT</b>	<b>2,171</b>	<b>2,171</b>	<b>N/A</b>	<b>40</b>
41		<b>GRAND TOTAL</b>	<b>6,925</b>	<b>13,264</b>	<b>N/A</b>	<b>41</b>

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

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

(Dollars in thousands)

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 on page 35. A debit balance in column (b) or (g) for any primary account should be shown in parenthesis or designated "Dr".

3 Any inconsistency between the credits to the reserve as shown in column (c) and the charges to operating expenses should be fully explained on page 35.

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

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

Line No	Cross Check	Account	Balance at beginning of year (b)	CREDITS TO RESERVE During the year		DEBITS TO RESERVE During the year		Balance at close of year (g)	Line No
				Charges to operating expenses (c)	Other credits (d)	Retire-ments (e)	Other debits (f)		
		(a)							
		ROAD							
1		(3) Grading							1
2		(4) Other right-of-way expenditures							2
3		(5) Tunnels and subways							3
4		(6) Bridges, trestles & culverts							4
5		(7) Elevated structures							5
6		(8) Ties							6
7		(9) Rail & other track material							7
8		(11) Ballast							8
9		(13) Fences snow sheds & signs							9
10		(16) Station & office buildings							10
11		(17) Roadway buildings							11
12		(18) Water stations							12
13		(19) Fuel stations							13
14		(20) Shops & enginehouses							14
15		(22) Storage warehouses							15
16		(23) Wharves & docks							16
17		(24) Coal & ore wharves							17
18		(25) TOFC/COFC terminals							18
19		(26) Communication systems							19
20		(27) Signals & interlockers							20
21		(29) Power plants							21
22		(31) Power-transmission systems							22
23		(35) Miscellaneous structures							23
24		(37) Roadway machines							24
25		(39) Public improvements-const.							25
26		(44) Shop machinery*							26
27		(45) Power-plant machinery							27
28		All other road accounts							28
29		TOTAL ROAD		See Note 1.					29
		EQUIPMENT							
30		(52) Locomotives							30
31		(53) Freight-train cars							31
32		(54) Passenger-train cars							32
33		(55) Highway revenue equipment							33
34		(56) Floating equipment							34
35		(57) Work equipment							35
36		(58) Miscellaneous equipment							36
37		(59) Computer systems and word processing equipment							37
38		TOTAL EQUIPMENT		See Note 1.					38
39		GRAND TOTAL	1,336	390				1,726	39

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

Note 1: Figures have been incorporated on Schedule 335 per Surface Transportation Board instructions.

NOTES AND REMARKS FOR SCHEDULE 342

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**350. DEPRECIATION BASE AND RATES-ROAD AND EQUIPMENT LEASED TO OTHERS**  
(Dollars in thousands)

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

2 Show in columns (b) and (c), for each property 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 to compute the depreciation for December and on lines 29 and 38 of this column show the composite percentage for all road and equipment accounts, respectively, ascertained by applying the primary accounts composite rates to the depreciation base used to compute the depreciation for December and dividing the total also computed by the depreciation base.

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

5. If the total road leased to others is less than 5% of the total road owned, omit. If total equipment leased to others is less than 5% of total equipment owned; omit. However, line 39, Grand Total, should be completed

Line No	Cross Check	Account	Depreciation base		Annual composite rate (percent) (d)	Line No
			At beginning of year (b)	At close of year (c)		
		<b>ROAD</b>				
1		(3) Grading				1
2		(4) Other right-of-way expenditures				2
3		(5) Tunnels and subways				3
4		(6) Bridges, trestles & culverts				4
5		(7) Elevated structures				5
6		(8) Ties				6
7		(9) Rail & other track material				7
8		(11) Ballast				8
9		(13) Fences snow sheds & signs				9
10		(16) Station & office buildings				10
11		(17) Roadway buildings				11
12		(18) Water stations				12
13		(19) Fuel stations				13
14		(20) Shops & enginehouses				14
15		(22) Storage warehouses				15
16		(23) Wharves & docks				16
17		(24) Coal & ore wharves				17
18		(25) TOFC/COFC terminals				18
19		(26) Communication systems				19
20		(27) Signals & interlockers				20
21		(29) Power plants				21
22		(31) Power-transmission systems				22
23		(35) Miscellaneous structures				23
24		(37) Roadway machines				24
25		(39) Public improvements-const				25
26		(44) Shop machinery				26
27		(45) Power-plant machinery				27
28		All other road accounts				28
29		<b>TOTAL ROAD</b>		<b>See Note 1.</b>		29
		<b>EQUIPMENT</b>				
30		(52) Locomotives				30
31		(53) Freight-train cars				31
32		(54) Passenger-train cars				32
33		(55) Highway revenue equipment				33
34		(56) Floating equipment				34
35		(57) Work equipment				35
36		(58) Miscellaneous equipment				36
37		(59) Computer systems and word processing equipment				37
38		<b>TOTAL EQUIPMENT</b>		<b>See Note 1.</b>		38
39		<b>GRAND TOTAL</b>		<b>See Note 1.</b>		39

**Note 1: Total road and equipment leased to others is less than 5% of total owned.**

**351. ACCUMULATED DEPRECIATION - ROAD AND EQUIPMENT LEASED TO OTHERS**  
(Dollars in thousands)

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

2 Disclose credits and debits to Account 735, "Accumulated Depreciation-Road 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 330 for the reserve relating to road and equipment owned and used by the respondent).

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

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

Line No.	Cross Check	Account	Balance at beginning of year	CREDITS TO RESERVE During the year		DEBITS TO RESERVE During the year		Balance at close of year	Line No.
				Charges to operating expenses	Other credits	Retire-ments	Other debits		
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	
		<b>ROAD</b>							
1		(3) Grading							1
2		(4) Other right-of-way expenditures							2
3		(5) Tunnels and subways							3
4		(6) Bridges, trestles & culverts							4
5		(7) Elevated structures							5
6		(8) Ties							6
7		(9) Rail & other track material							7
8		(11) Ballast							8
9		(13) Fences snow sheds & signs							9
10		(16) Station & office buildings							10
11		(17) Roadway buildings							11
12		(18) Water stations							12
13		(19) Fuel stations							13
14		(20) Shops & enginehouses							14
15		(22) Storage warehouses							15
16		(23) Wharves & docks							16
17		(24) Coal & ore wharves							17
18		(25) TOFC/COFC terminals							18
19		(26) Communication systems							19
20		(27) Signals & interlockers							20
21		(29) Power plants							21
22		(31) Power-transmission systems							22
23		(35) Miscellaneous structures							23
24		(37) Roadway machines							24
25		(39) Public improvements-const							25
26		(44) Shop machinery*							26
27		(45) Power-plant machinery							27
28		All other road accounts							28
29		<b>TOTAL ROAD</b>		<b>See Note 1.</b>					29
		<b>EQUIPMENT</b>							
30		(52) Locomotives							30
31		(53) Freight-train cars							31
32		(54) Passenger-train cars							32
33		(55) Highway revenue equipment							33
34		(56) Floating equipment							34
35		(57) Work equipment							35
36		(58) Miscellaneous equipment							36
37		(59) Computer systems and word processing equipment							37
38		<b>TOTAL EQUIPMENT</b>		<b>See Note 1.</b>					38
39		<b>GRAND TOTAL</b>		<b>See Note 1.</b>					39

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

**Note 1:** Total road and equipment leased to others is less than 5% of total owned.

**352A. INVESTMENT IN RAILROAD PROPERTY USED IN TRANSPORTATION SERVICE (By Company)**  
(Dollars in Thousands)

1 Disclose the investment in railway property used in transportation service at the close of the year. This investment represents the aggregate of the property owned or leased by the respondent and used in the respondent's transportation service. Such property includes (a) the investment reported in Accounts 731, "Road and Equipment Property", and 732, "Improvements on leased property", of the respondent, less any 731 or 732 property leased to others for their exclusive use of road, track, or bridges (including equipment or other railway property covered by the contract). Equipment leased to others under separate distinct contracts shall not be deducted from the respondent's 731 or 732 property, and (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 of 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 in column (d) and (e). Then show as deductions, data for transportation property leased to carriers and others.

4 In column (c), line-haul carriers report the miles of road used in line-haul service. Report miles in whole numbers.

5 In column (d), show the amount applicable in Accounts 731 and 732 on the books of the companies whose names appear in column (b). Values of property of other carriers segregated by estimate or otherwise should correspond in amount to the deductions made by the owners in their reports. If separate value is not available, explanations should be given. Differences between the amounts in column (d) of this schedule and the amounts shown in column (c), line 24, on the asset side of the comparative general balance sheet of each individual railway, should be explained in a footnote. Book value included in Accounts 731 and 732 of the owner should be reported in column (d) in reference to the investment of the respondent in the securities of the owner unless a good reason can be given for the contrary. Methods of estimating (by capitalizing rentals at 6 percent or otherwise) value of property of private owners, or portions of property of other carriers, should be explained.

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

Line No	Class (See ins 2) (a)	Name of company (b)	Miles of road (see ins 4) (whole number) (c)	Investments in property (see ins 5) (d)	Depreciation & amortization of defense projects (see ins 6) (e)	Line No
1	R	Soo Line Railroad Company	1,785			1
2						2
3		Account 731		1,361,001	358,237	3
4						4
5		Account 732		13,264	1,726	5
6						6
7						7
8						8
9						9
10						10
11						11
12						12
13						13
14						14
15						15
16						16
17						17
18						18
19						19
20						20
21						21
22						22
23						23
24						24
25						25
26						26
27						27
28						28
29						29
30						30
31		TOTAL	1,785	1,374,265	359,963	31



**352B. INVESTMENT IN RAILWAY PROPERTY USED IN TRANSPORTATION SERVICE**

(By Property Accounts)

(Dollars in thousands)

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

2 The amounts for respondent and for each group or class of companies and properties on line 44 herein, should correspond with the amounts for each class of company and properties shown in schedule 352A. Continuing records shall be maintained by respondent of the primary property accounts separately for each company or property included in the schedule

3 Report on line 29 amounts representing capitalization of rentals for leased property based on 6 percent per year where property is not classified by accounts by non-carrier owners, or where cost of property leased from other carriers is not ascertainable. Identify non-carrier owners, and briefly explain on page 37 methods of estimating value of property of non-carriers or property of other carriers

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

Line No	Cross Check	Account (a)	Respondent (b)	Lessor railroads (c)	Inactive (proprietary companies) (d)	Other leased properties (e)	Line No
1		(2) Land for transportation purposes	9,232	0	0	0	1
2		(3) Grading	35,852	0	0	0	2
3		(4) Other right-of-way expenditures	855	0	0	0	3
4		(5) Tunnels and subways	2,778	0	0	0	4
5		(6) Bridges, trestles, and culverts	49,136	0	0	0	5
6		(7) Elevated structures	0	0	0	0	6
7		(8) Ties	137,110	0	0	0	7
8		(9) Rail and other track material	270,499	0	0	0	8
9		(11) Ballast	104,621	0	0	0	9
10		(13) Fences, snow sheds, and signs	1,928	0	0	0	10
11		(16) Station and office buildings	16,950	0	0	0	11
12		(17) Roadway buildings	2,288	0	0	0	12
13		(18) Water stations	80	0	0	0	13
14		(19) Fuel stations	4,893	0	0	0	14
15		(20) Shops and enginehouses	15,043	0	0	0	15
16		(22) Storage warehouses	0	0	0	0	16
17		(23) Wharves and docks	1,300	0	0	0	17
18		(24) Coal and ore wharves	0	0	0	0	18
19		(25) TOFC/COFC terminals	5,944	0	0	0	19
20		(26) Communication systems	19,526	0	0	0	20
21		(27) Signals and interlockers	46,261	0	0	0	21
22		(29) Power plants	293	0	0	0	22
23		(31) Power-transmission systems	1,598	0	0	0	23
24		(35) Miscellaneous structures	448	0	0	0	24
25		(37) Roadway machines	34,227	0	0	0	25
26		(39) Public improvements - Construction	14,177	0	0	0	26
27		(44) Shop machinery	4,814	0	0	0	27
28		(45) Power-plant machinery	435	0	0	0	28
29		Leased property capitalized rentals (explain)	0	0	0	0	29
30		Other (specify and explain)		0	0	0	30
31		TOTAL ROAD	780,288	0	0	0	31
32		(52) Locomotives	227,990	0	0	0	32
33		(53) Freight-train cars	337,665	0	0	0	33
34		(54) Passenger-train cars	0	0	0	0	34
35		(55) Highway revenue equipment	0	0	0	0	35
36		(56) Floating equipment	0	0	0	0	36
37		(57) Work equipment	8,312	0	0	0	37
38		(58) Miscellaneous equipment	1,676	0	0	0	38
39		(59) Computer systems and word processing equipment	5,649	0	0	0	39
40		TOTAL EQUIPMENT	581,292	0	0	0	40
41		(76) Interest during construction	0	0	0	0	41
42		(80) Other elements of investment	0	0	0	0	42
43		(90) Construction in progress	12,685	0	0	0	43
44		GRAND TOTAL	1,374,265	0	0	0	44

## INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 410

## CROSS-CHECKS

## SCHEDULE 410

Line 620, column (h)  
 Line 620, column (f)  
 Line 620, column (g)

= Line 14, column (b)  
 = Line 14, column (d)  
 = Line 14, column (e)

## SCHEDULE 210

## SCHEDULE 412

Lines 136 thru 138 column (f)  
 Lines 118 thru 123, and 130 thru 135 column (f)

= Line 29 column (b)  
 = Line 29, column (c)

## SCHEDULE 414

Line 231, column (f)  
 Line 230, column (f)

= Line 19, columns (b) thru (d)  
 = Line 19, columns (e) thru (g)

## SCHEDULE 415

Lines 207, 208, 211, 212, column (f)  
 Lines 226, 227, column (f)  
 Lines 311, 312, 315, 316, column (f)

= Lines 5, 38, column (f)  
 = Lines 24, 39, column (f)  
 = Lines 32, 35, 36, 37, 40, 41, column (f)

AND  
SCHEDULE 414

Minus line 24, columns (b) thru (d) plus line 24,  
 columns (e) thru (g)

## SCHEDULE 415

Line 213, column (f)  
 Line 232, column (f)  
 Line 317, column (f)

= Lines 5, 38, columns (c) and (d)  
 = Lines 24, 39, columns (c) and (d)  
 = Lines 32, 35, 36, 37, 40, 41, columns (c) and (d)

Lines 202, 203, 216, column (f) (equal to or greater  
 than, but variance cannot exceed line 216, column (f))

Lines 5, 38, column (b)

Lines 221, 222, 235, column (f) (equal to or greater  
 than, but variance cannot exceed line 235, column (f))

Lines 24, 39, column (b)

Lines 302 thru 307 and 320, column (f) (equal to or  
 greater than, but variance cannot exceed line 320,  
 column (f))

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

## SCHEDULE 417

Line 507, column (f)  
 Line 508, column (f)  
 Line 509, column (f)  
 Line 510, column (f)  
 Line 511, column (f)  
 Line 512, column (f)  
 Line 513, column (f)  
 Line 514, column (f)  
 Line 515, column (f)  
 Line 516, column (f)  
 Line 517, column (f)

= Line 1, column (j)  
 = Line 2, column (j)  
 = Line 3, column (j)  
 = Line 4, column (j)  
 = Line 5, column (j)  
 = Line 6, column (j)  
 = Line 7, column (j)  
 = Line 8, column (j)  
 = Line 9, column (j)  
 = Line 10, column (j)  
 = Line 11, column (j)

## SCHEDULE 450

Line 4 column b

## SCHEDULE 210

= Line 47 column b

**SCHEDULE 410 RAILWAY OPERATING EXPENSES**  
(DOLLARS IN THOUSANDS)

S O O 1 9 9 8

**FREIGHT**

Line No.	Cross Check	Name Of Railway Operating Expense Account (A)	Salaries & Wages (B)	Material & Other (C)	Purchased Services (D)	General (E)	Total Freight (F)	Passenger (G)	Total (H)	Line No.
WAY AND STRUCTURES:										
<u>ADMINISTRATION</u>										
1		Track	1,783	82	259	416	2,540	0	2,540	1
2		Bridge & Building	686	70	146	238	1,140	0	1,140	2
3		Signal	910	85	246	401	1,642	0	1,642	3
4		Communication	631	54	146	238	1,069	0	1,069	4
5		Other	448	44	115	193	800	0	800	5
<u>REPAIR AND MAINTENANCE</u>										
6		Roadway And Track Laying & Surfacing-Running	2,540	258	590	215	3,603	0	3,603	6
7		Roadway And Track Laying & Surfacing-Switching	592	63	95	46	796	0	796	7
8		Tunnels & Subways-Running	0	0	0	0	0	0	0	8
9		Tunnels & Subways-Switching	0	0	0	0	0	0	0	9
10		Bridges & Culverts-Running	1,032	377	202	246	1,857	0	1,857	10
11		Bridges & Culverts-Switching	67	33	50	10	160	0	160	11
12		Ties-Running	1,351	471	474	153	2,449	0	2,449	12
13		Ties-Switching	275	55	26	37	393	0	393	13
14		Rail & Other Track Material-Running	4,666	1,936	830	106	7,538	0	7,538	14
15		Rail & Other Track Material-Switching	1,393	520	80	7	2,000	0	2,000	15
16		Ballast-Running	1,273	720	70	254	2,317	0	2,317	16
17		Ballast-Switching	238	155	17	33	443	0	443	17
18		Road Property Damaged-Running	307	119	0	345	771	0	771	18
19		Road Property Damaged-Switching	77	31	0	86	194	0	194	19
20		Road Property Damaged-Other	0	0	0	0	0	0	0	20
21		Signals & Interlockers-Running	3,671	572	99	168	4,510	0	4,510	21
22		Signals & Interlockers-Switching	645	110	57	23	835	0	835	22
23		Communications Systems	1,177	591	98	113	1,979	0	1,979	23
24		Electric Power Systems	36	28	18	14	96	0	96	24
25		Highway Grade Crossings-Running	1,103	495	7	27	1,632	0	1,632	25
26		Highway Grade Crossings-Switching	0	0	0	0	0	0	0	26
27		Station & Office Buildings	518	244	304	117	1,183	0	1,183	27
28		Shop Buildings-Locomotives	136	19	50	17	222	0	222	28
29		Shop Buildings-Freight Cars	94	60	109	2	265	0	265	29
30		Shop Buildings-Other Equipment	344	55	39	9	447	0	447	30

**SCHEDULE 410 RAILWAY OPERATING EXPENSES**  
(DOLLARS IN THOUSANDS)

**FREIGHT**

Line No.	Cross Check	Name Of Railway Operating Expense Account (A)	Salaries & Wages (B)	Material & Other (C)	Purchased Services (D)	General (E)	Total Freight (F)	Passenger (G)	Total (H)	Line No.
101		Locomotive Servicing Facilities	7	8	45	2	62	0	62	101
102		Miscellaneous Buildings & Structures	192	95	114	10	411	0	411	102
103		Coal Terminals	0	0	0	0	0	0	0	103
104		Ore Terminals	0	0	0	0	0	0	0	104
105		Other Marine Terminals	0	0	0	0	0	0	0	105
106		TOFC/COFC-Terminals	72	165	223	90	550	0	550	106
107		Motor Vehicle Loading & Distribution Facilities	0	0	0	0	0	0	0	107
108		Facilities For Other Specialized Service Operations	0	0	0	0	0	0	0	108
109		Roadway Machines	985	1,278	105	115	2,483	0	2,483	109
110		Small Tools And Supplies	85	1,767	898	514	3,264	0	3,264	110
111		Snow Removal	465	43	255	0	763	0	763	111
112		Fringe Benefits-Running	0	0	0	11,573	11,573	0	11,573	112
113		Fringe Benefits-Switching	0	0	0	2,363	2,363	0	2,363	113
114		Fringe Benefits-Other	0	0	0	6,404	6,404	0	6,404	114
115		Casualties & Insurance-Running	0	0	0	2,688	2,688	0	2,688	115
116		Casualties & Insurance-Switching	0	0	0	274	274	0	274	116
117		Casualties & Insurance-Other	0	0	0	202	202	0	202	117
118	*	Lease Rentals-Debit-Running	0	0	0	0	0	0	0	118
119	*	Lease Rentals-Debit-Switching	0	0	0	0	0	0	0	119
120	*	Lease Rentals-Debit-Other	0	0	2,779	0	2,779	0	2,779	120
121	*	Lease Rentals-(Credit)-Running	0	0	0	0	0	0	0	121
122	*	Lease Rentals-(Credit)-Switching	0	0	0	0	0	0	0	122
123	*	Lease Rentals-(Credit)-Other	0	0	0	0	0	0	0	123
124		Joint Facility Rent-Debit-Running	0	0	9,865	0	9,865	0	9,865	124
125		Joint Facility Rent-Debit-Switching	0	0	1,419	0	1,419	0	1,419	125
126		Joint Facility Rent-Debit-Other	0	0	13	0	13	0	13	126
127		Joint Facility Rent-(Credit)-Running	0	0	(1,990)	0	(1,990)	0	(1,990)	127
128		Joint Facility Rent-(Credit)-Switching	0	0	(114)	0	(114)	0	(114)	128
129		Joint Facility Rent-(Credit)-Other	0	0	0	0	0	0	0	129
130	*	Other Rents-Debit-Running	0	0	0	0	0	0	0	130
131	*	Other Rents-Debit-Switching	0	0	0	0	0	0	0	131
132	*	Other Rents-Debit-Other	0	0	0	0	0	0	0	132
133	*	Other Rents-(Credit)-Running	0	0	0	0	0	0	0	133

8 0 0 1 9 9 8

**SCHEDULE 410 RAILWAY OPERATING EXPENSES**  
(DOLLARS IN THOUSANDS)

**FREIGHT**

Line No	Cross Check	Name Of Railway Operating Expense Account (A)	Salaries & Wages (B)	Material & Other (C)	Purchased Services (D)	General (E)	Total Freight (F)	Passenger (G)	Total (H)	Line No.
134	*	Other Rents-(Credit)-Switching	0	0	0	0	0	0	0	134
135	*	Other Rents-(Credit)-Other	0	0	0	0	0	0	0	135
136	*	Depreciation-Running	0	0	0	17,144	17,144	0	17,144	136
137	*	Depreciation-Switching	0	0	0	622	622	0	622	137
138	*	Depreciation-Other	0	0	0	3,258	3,258	0	3,258	138
139		Joint Facility-Debit-Running	0	0	7,010	0	7,010	0	7,010	139
140		Joint Facility-Debit-Switching	0	0	941	0	941	0	941	140
141		Joint Facility-Debit-Other	0	0	89	0	89	0	89	141
142		Joint Facility-(Credit)-Running	0	0	(3,737)	0	(3,737)	0	(3,737)	142
143		Joint Facility-(Credit)-Switching	0	0	(40)	0	(40)	0	(40)	143
144		Joint Facility-(Credit)-Other	0	0	0	0	0	0	0	144
145		Dismantling Retired Road Property-Running	0	0	0	0	0	0	0	145
146		Dismantling Retired Road Property-Switching	0	0	0	0	0	0	0	146
147		Dismantling Retired Road Property-Other	0	0	0	0	0	0	0	147
148		Other-Running	0	90	209	(6,252)	(5,953)	0	(5,953)	148
149		Other-Switching	0	1	68	0	69	0	69	149
150		Other-Other	143	27	675	120	965	0	965	150
151		TOTAL WAY AND STRUCTURES	27,942	10,721	22,954	42,641	104,258	0	104,258	151

**EQUIPMENT**

**LOCOMOTIVES**

201		Administration	1,741	45	65	216	2,067	0	2,067	201
202	*	Repair And Maintenance	5,591	13,574	1,047	(20)	20,192	0	20,192	202
203	*	Machinery Repair	116	77	0	16	209	0	209	203
204		Equipment Damaged	0	0	0	0	0	0	0	204
205		Fringe Benefits	0	0	0	2,658	2,658	0	2,658	205
206		Other Casualties And Insurance	0	0	0	1,045	1,045	0	1,045	206
207	*	Lease Rentals-Debit	0	0	15,909	0	15,909	0	15,909	207
208	*	Lease Rentals-(Credit)	0	0	(350)	0	(350)	0	(350)	208
209		Joint Facility Rent-Debit	0	0	0	0	0	0	0	209
210		Joint Facility Rent-(Credit)	0	0	0	0	0	0	0	210
211	*	Other Rents-Debit	0	0	2,027	0	2,027	0	2,027	211
212	*	Other Rents-(Credit)	0	0	(2,796)	0	(2,796)	0	(2,796)	212
213	*	Depreciation	0	0	0	2,337	2,337	0	2,337	213
214		Joint Facility Rent-Debit	0	0	20	0	20	0	20	214
215		Joint Facility Rent-(Credit)	0	0	0	0	0	0	0	215
216	*	Repairs Billed To Others-(Credit)	0	0	(1,010)	0	(1,010)	0	(1,010)	216

**SCHEDULE 410 RAILWAY OPERATING EXPENSES**  
(DOLLARS IN THOUSANDS)

Line No	Cross Check	Name Of Railway Operating Expense Account (A)	FREIGHT					Passenger (G)	Total (H)	Line No
			Salaries & Wages (B)	Material & Other (C)	Purchased Services (D)	General (E)	Total Freight (F)			
217		Dismantling Retired Property	0	0	0	0	0	0	0	217
218		Other	0	(17)	0	0	(17)	0	(17)	218
219		TOTAL LOCOMOTIVES	7,448	13,679	14,912	6,252	42,291	0	42,291	219
<b>FREIGHT CARS</b>										
220		Administration	722	96	91	332	1,241	0	1,241	220
221	*	Repair & Maintenance	4,679	8,197	11,393	619	24,888	0	24,888	221
222	*	Machinery Repair	116	76	0	16	208	0	208	222
223		Equipment Damaged	0	0	1,232	0	1,232	0	1,232	223
224		Fringe Benefits	0	0	0	1,936	1,936	0	1,936	224
225		Other Casualties & Insurance	0	0	0	1,199	1,199	0	1,199	225
226	*	Lease Rentals-Debit	0	0	34,522	0	34,522	0	34,522	226
227	*	Lease Rentals-(Credit)	0	0	(1,838)	0	(1,838)	0	(1,838)	227
228		Joint Facility Rent-Debit	0	0	0	0	0	0	0	228
229		Joint Facility Rent-(Credit)	0	0	0	0	0	0	0	229
230	*	Other Rents-Debit	0	0	55,461	0	55,461	0	55,461	230
231	*	Other Rents-(Credit)	0	0	(53,278)	0	(53,278)	0	(53,278)	231
232	*	Depreciation	0	0	0	13,375	13,375	0	13,375	232
233		Joint Facility-Debit	0	0	10	0	10	0	10	233
234		Joint Facility-(Credit)	0	0	0	0	0	0	0	234
235	*	Repairs Billed To Others-(Credit)	0	0	(10,049)	0	(10,049)	0	(10,049)	235
236		Dismantling Retired Property	0	0	0	0	0	0	0	236
237		Other	0	0	0	0	0	0	0	237
238		TOTAL FREIGHT CARS	5,517	8,369	37,544	17,477	68,907	0	68,907	238

**OTHER EQUIPMENT**

301		Administrative	73	3	2	42	120	0	120	301
<b>Repairs &amp; Maintenance</b>										
302	*	Trucks, Trailers, Containers	0	11	392	(5)	398	0	398	302
303	*	Floating Equipment - Revenue Services	0	0	0	0	0	0	0	303
304	*	Passenger & Other Revenue Service	0	0	0	0	0	0	0	304
305	*	Computers & Data Processing Systems	0	0	0	0	0	0	0	305
306	*	Machinery	10	20	0	16	46	0	46	306
307	*	Work & Other Non-Revenue Equipment	0	12	1,220	53	1,285	0	1,285	307
308		Equipment Damaged	0	0	0	0	0	0	0	308
309		Fringe Benefits	0	0	0	44	44	0	44	309
310		Other Casualties & Insurance	0	0	0	30	30	0	30	310
311	*	Lease Rentals - Debit	0	0	2,328	0	2,328	0	2,328	311
312	*	Lease Rentals - (Credit)	0	0	0	0	0	0	0	312

**SCHEDULE 410 RAILWAY OPERATING EXPENSES**  
(DOLLARS IN THOUSANDS)

6 0 0 1 9 9 8

**FREIGHT**

Line No	Cross Check	Name Of Railway Operating Expense Account (A)	Salaries & Wages (B)	Material & Other (C)	Purchased Services (D)	General (E)	Total Freight (F)	Passenger (G)	Total (H)	Line No
313		Joint Facility Rent - Debit	0	0	0	0	0	0	0	313
314		Joint Facility Rent - (Credit)	0	0	0	0	0	0	0	314
315	*	Other Rents - Debit	0	0	2,587	0	2,587	0	2,587	315
316	*	Other Rents - (Credit)	0	0	0	0	0	0	0	316
317	*	Depreciation	0	0	0	1,281	1,281	0	1,281	317
318		Joint facility - Debit	0	0	0	0	0	0	0	318
319		Joint facility - (Credit)	0	0	0	0	0	0	0	319
320	*	Repairs Billed to Others - (Credit)	0	0	(3)	0	(3)	0	(3)	320
321		Dismantling Retired Property	0	0	0	0	0	0	0	321
322		Other	38	2	0	4	44	0	44	322
323		TOTAL OTHER EQUIPMENT	121	48	6,526	1,465	8,160	0	8,160	323
324		TOTAL EQUIPMENT	13,086	22,096	58,982	25,194	119,358	0	119,358	324

**TRANSPORTATION**

**TRAIN OPERATIONS**

401		Administration	1,095	41	477	1,051	2,664	0	2,664	401
402		Engine Crews	16,140	68	3,743	1,838	21,789	0	21,789	402
403		Train Crews	17,862	172	4,286	2,565	24,885	0	24,885	403
404		Dispatching Trains	3,948	70	(502)	170	3,686	0	3,686	404
405		Operating Signals & Interlockers	0	197	744	22	963	0	963	405
406		Operating Drawbridges	252	1	1	0	254	0	254	406
407		Highway Crossing Protection	0	0	0	0	0	0	0	407
408		Train Inspection & Lubrication	4,297	104	937	(723)	4,615	0	4,615	408
409		Locomotive Fuel	103	21,731	21	103	21,958	0	21,958	409
410		Electric Power Purchased or Produced for Motive Power	0	0	0	0	0	0	0	410
411		Servicing Locomotives	1,689	588	171	283	2,731	0	2,731	411
412		Freight Lost or Damaged - Solely Related	0	0	0	2,014	2,014	0	2,014	412
413		Clearing Wrecks	22	0	3,120	98	3,240	0	3,240	413
414		Fringe Benefits	0	0	0	15,787	15,787	0	15,787	414
415		Other Casualties and Insurance	0	0	0	11,138	11,138	0	11,138	415
416		Joint Facilities - Debit	0	0	7,851	0	7,851	0	7,851	416
417		Joint Facilities - (Credit)	0	0	(1,136)	0	(1,136)	0	(1,136)	417
418		Other	0	2	(46)	61	17	0	17	418
419		TOTAL TRAIN OPERATIONS	45,408	22,974	19,667	34,407	122,456	0	122,456	419

**YARD OPERATIONS**

420		Administration	0	146	195	181	522	0	522	420
421		Switch Crews	24,043	0	0	(397)	23,646	0	23,646	421

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**SCHEDULE 410 RAILWAY OPERATING EXPENSES**  
(DOLLARS IN THOUSANDS)

Line No.	Cross Check	Name Of Railway Operating Expense Account (A)	FREIGHT						Total Freight (F)	Passenger (G)	Total (H)	Line No.
			Salaries & Wages (B)	Material & Other (C)	Purchased Services (D)	General (E)						
422		Controlling Operations	3,935	59	(19)	(194)	3,781	0	3,781	422		
423		Yard And Terminal Clerical	3,632	42	(171)	10	3,513	0	3,513	423		
424		Operating Switches, Signals Retarders & Humps	0	3	1,141	13	1,157	0	1,157	424		
425		Locomotive Fuel	0	1,854	0	(99)	1,755	0	1,755	425		
426		Electric Power Purchased Or Produced For Motive Power	0	0	0	0	0	0	0	426		
427		Servicing Locomotives	1,600	299	88	(350)	1,637	0	1,637	427		
428		Freight Lost Or Damaged-Solely Related	0	0	0	0	0	0	0	428		
429		Clearing Wrecks	22	0	3	4	29	0	29	429		
430		Fringe Benefits	0	0	0	11,128	11,128	0	11,128	430		
431		Other Casualties & Insurance	0	0	0	1,405	1,405	0	1,405	431		
432		Joint Facility-Debit	0	0	1,564	0	1,564	0	1,564	432		
433		Joint Facility-(Credit)	0	0	0	0	0	0	0	433		
434		Other	0	0	0	0	0	0	0	434		
435		TOTAL YARD OPERATIONS	33,232	2,403	2,801	11,701	50,137	0	50,137	435		
<u>TRAIN AND YARD OPERATIONS COMMON</u>												
501		Cleaning Car Interiors	23	0	46	0	69	0	69	501		
502		Adjusting & Transferring Loads	0	0	8	0	8	0	8	502		
503		Car Loading Devices & Grain Doors	0	0	0	0	0	0	0	503		
504		Freight Lost & Damaged - All Other	0	0	0	813	813	0	813	504		
505		Fringe Benefits	0	0	0	8	8	0	8	505		
506		TOTAL TRAIN AND YARD OPERATIONS COMMON	23	0	54	821	898	0	898	506		
<u>SPECIALIZED SERVICE OPERATIONS</u>												
507	*	Administration	1,457	52	116	(61)	1,564	0	1,564	507		
508	*	Pickup & Delivery & Marine Line Haul	0	0	0	0	0	0	0	508		
509	*	Loading & Unloading & Local Marine	340	95	4,662	326	5,423	0	5,423	509		
510	*	Protection Services	0	0	0	0	0	0	0	510		
511	*	Freight Lost Or Damaged-Solely Related	0	0	0	164	164	0	164	511		
512	*	Fringe Benefits	0	0	0	599	599	0	599	512		
513	*	Casualties & Insurance	0	0	0	0	0	0	0	513		
514	*	Joint Facility-Debit	0	0	0	0	0	0	0	514		
515	*	Joint Facility-(Credit)	0	0	0	0	0	0	0	515		
516	*	Other	0	0	0	0	0	0	0	516		
517	*	TOTAL SPECIALIZED SERVICES OPERATIONS	1,797	147	4,778	1,028	7,750	0	7,750	517		



**SCHEDULE 410 RAILWAY OPERATING EXPENSES**  
(DOLLARS IN THOUSANDS)

**FREIGHT**

8 9 9 9 1 0 0 0 5

Line No.	Cross Check	Name Of Railway Operating Expense Account (A)	Salaries & Wages (B)	Material & Other (C)	Purchased Services (D)	General (E)	Total Freight (F)	Passenger (G)	Total (H)	Line No.
<b>ADMINISTRATIVE SUPPORT OPERATIONS</b>										
518		Administration	4,697	494	1,663	1,215	8,069	0	8,069	518
519		Employees Performing Clerical Functions	4,730	34	(277)	15	4,502	0	4,502	519
520		Communication Systems Operation	0	372	23	2	397	0	397	520
521		Loss & Damage Claims Processing	167	5	7	29	208	0	208	521
522		Fringe Benefits	0	0	0	3,755	3,755	0	3,755	522
523		Casualties & Insurance	0	0	0	2	2	0	2	523
524		Joint Facility - Debit	0	0	1	0	1	0	1	524
525		Joint Facility - (Credit)	0	0	0	0	0	0	0	525
526		Other	0	0	0	0	0	0	0	526
527		TOTAL ADMINISTRATIVE SUPPORT OPERATIONS	9,594	905	1,417	5,018	16,934	0	16,934	527
528		TOTAL TRANSPORTATION	90,054	26,429	28,717	52,975	198,175	0	198,175	528

**GENERAL AND ADMINISTRATIVE**

601		Officers-General Administration	318	131	282	501	1,232	0	1,232	601
602		Accounting, Auditing & Finance	4,351	164	327	57	4,899	0	4,899	602
603		Management Services And Data Processing	477	117	5,785	102	6,481	0	6,481	603
604		Marketing	1,440	112	499	554	2,605	0	2,605	604
605		Sales	1,543	11	82	134	1,770	0	1,770	605
606		Industrial Development	334	6	18	70	428	0	428	606
607		Personnel & Labor Relations	3,145	305	473	1,744	5,667	0	5,667	607
608		Legal And Secretarial	1,928	123	6,835	525	9,411	0	9,411	608
609		Public Relations And Advertising	73	66	7	21	167	0	167	609
610		Research And Development	501	10	40	105	656	0	656	610
611		Fringe Benefits	0	0	0	5,928	5,928	0	5,928	611
612		Casualties & Insurance	0	0	0	96	96	0	96	612
613		Writedown Of Uncollectible Accounts	0	0	0	763	763	0	763	613
614		Property Taxes	0	0	0	4,413	4,413	0	4,413	614
615		Other Taxes Except On Corporate Income Or Payrolls	0	0	0	6,925	6,925	0	6,925	615
616		Joint Facility-Debit	0	0	0	0	0	0	0	616
617		Joint Facility-(Credit)	0	0	0	0	0	0	0	617
618		Other	1,562	29	183	2,267	4,041	0	4,041	618
619		TOTAL GENERAL AND ADMINISTRATIVE	15,672	1,074	14,531	24,205	55,482	0	55,482	619
620	*	TOTAL CARRIER OPERATING EXPENSES	146,754	60,320	125,184	145,015	477,273	0	477,273	620

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# **412. WAY AND STRUCTURES** (Dollars in thousands)

- 1 Report freight expenses only
- 2 The total depreciation expense reported in column (b), line 29, should balance to the sum of the depreciation expense reported in schedule 410, column (f) lines 136, 137 and 138
- 3 Report in column (c) the lease/rentals for the various property categories of Way and Structures. The total net lease/rental reported in column (c), line 29 should balance to 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 category is not known, apportion the lease/rentals based on the percentage of the categories' depreciation bases for all categories of depreciable leased property. Use schedule 352B of this report for obtaining the depreciation bases of the categories of leased property.
- 4 Amortization adjustment of each road property type which is included in column (b) shall be repeated in column (d) as a debit or credit to the appropriate line item. the net adjustment on line 29 shall equal the adjustment reported on line 29 of schedule 335
5. Report on line 28 all other lease rentals not apportioned to any category listed on lines 1 through 27
- 6 Line 11, account 16, should not include computer and data processing equipment reported on line 37 of schedule 415

Line No	Cross Check	Property account	Category (a)	Depreciation (b)	Lease/Rentals (net) (c)	Amortization adjustment during year (d)	Line No.
1		2	Land for transportation purposes	N/A	1	0	1
2		3	Grading	336	6	0	2
3		4	Other right-of-way expenditures	12	0	0	3
4		5	Tunnels and subways	32	0	0	4
5		6	Bridges, trestles and culverts	727	8	0	5
6		7	Elevated structures	0	0	0	6
7		8	Ties	5,315	22	0	7
8		9	Rail and other track material	8,365	42	0	8
9		11	Ballast	2,299	16	0	9
10		13	Fences, snowsheds and signs	37	0	0	10
11		16	Station and office buildings	453	2,557	0	11
12		17	Roadway buildings	64	0	0	12
13		18	Water stations	4	0	0	13
14		19	Fuel stations	98	0	0	14
15		20	Shops and enginehouses	252	2	0	15
16		22	Storage warehouses	0	0	0	16
17		23	Wharves and docks	44	0	0	17
18		24	Coal and ore wharves	0	0	0	18
19		25	TOFC/COFC terminals	142	1	0	19
20		26	Communications systems	459	3	0	20
21		27	Signals and interlockers	1,294	7	0	21
22		29	Power plants	5	0	0	22
23		31	Power transmission systems	25	0	0	23
24		35	Miscellaneous structures	15	0	0	24
25		37	Roadway machines	611	111	0	25
26		39	Public improvements, construction	422	2	0	26
27		45	Power plant machines	13	1	0	27
28		--	Other lease/rentals	N/A	0	N/A	28
29		--	TOTAL	21,024	2,779	0	29

# 414. RENTS FOR INTERCHANGED FREIGHT TRAIN CARS AND OTHER FREIGHT-CARRYING EQUIPMENT (Dollars in thousands)

- 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, owned or leased equipment and privately owned equipment (reporting for leased equipment covers equipment that carrier on railroad markings)
- 3 The gross amounts receivable and payable for freight-train cars (line 19, columns (b) through (d), and line 19, columns (e) through (g), respectively should balance with Schedule 410, column (f), lines 231 (credits) and 230 (debits). Trailer and container rentals in this schedule are included in Schedule 410, column (f), lines 315 and 316. However, the trailer and container rentals in this schedule will not balance to lines 315 and 316 of schedule 410 because those lines include rents for "Other Equipment" which is reported in Schedule 415, column (c). The balancing of schedule 410, 414 and 415 "Other Equipment" is outlined in note 6 to Schedule 415
- 4 Report in columns (b) and (c) rentals for private-line cars (whether under railroad control or not) and shipper-owned cars
- 5 Report in columns (c), (d), (f) and (g) rentals for railroad owned cars prescribed by the Commission in EX Parte no 334, for which rentals are settled on a combination mileage and time basis (basic per diem). Include railroad owned per diem tank cars on line 17

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

Line No	Cross Check	Type of equipment (a)	GROSS AMOUNTS RECEIVABLE			GROSS AMOUNTS PAYABLE			Line No
			Private line cars (b)	Mileage (c)	Time (d)	Private line cars (e)	Mileage (f)	Time (g)	
CAR TYPES									
1		Box-Plain 40 Foot	0	0	0	0	0	0	1
2		Box-Plain 50 Foot and Longer	0	99	357	533	243	753	2
3		Box-Equipped	0	963	2,918	2	2,888	6,250	3
4		Gondola-Plain	0	0	0	227	62	71	4
5		Gondola-Equipped	0	924	2,498	0	870	1,772	5
6		Hopper-Covered	0	10,455	24,968	7,512	2,443	6,708	6
7		Hopper-Open Top-General Service	0	567	2,081	7	76	164	7
8		Hopper-Open Top-Special Service	0	13	39	0	0	0	8
9		Refrigerator-Mechanical	0	0	0	0	27	62	9
10		Refrigerator-Non-Mechanical	0	44	151	3	121	582	10
11		Flat TOLC/COFC	0	713	1,712	3,323	936	4,123	11
12		Flat Multi-Level	0	802	1,426	3,588	257	511	12
13		Flat-General Service	0	3	10	2	15	20	13
14		Flat-Other	0	201	851	2,307	868	1,448	14
15		Tank-Under 22,000 Gallons	0	0	0	1,723	0	0	15
16		Tank-22,000 Gallons and Over	0	0	0	2,129	0	0	16
17		All Other Freight Cars	0	17	133	1	18	70	17
18		Auto Racks	0	0	1,333	2,746	0	0	18
19		TOTAL FREIGHT TRAIN CARS	0	14,801	38,477	24,103	8,824	22,534	19
OTHER FREIGHT-CARRYING EQUIPMENT									
20		Refrigerated Trailers	0	0	0	0	0	0	20
21		Other Trailers	0	0	0	717	0	1,870	21
22		Refrigerated Containers	0	0	0	0	0	0	22
23		Other Containers	0	0	0	0	0	0	23
24		TOTAL TRAILERS AND CONTAINERS	0	0	0	717	0	1,870	24
25		GRAND TOTAL (LINES 19 AND 24)	0	14,801	38,477	24,820	8,824	24,404	25

**NOTES AND REMARKS**

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**GENERAL INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 415**

1. Report freight expenses only
2. Report by type of equipment all natural expenses relating to the equipment functions (salaries and wages, materials, tools, supplies, fuels and lubricants, purchased services and general).
3. Report in column (b) net repair expense excluding the cost to repair damaged equipment

Schedule 415, column (b), will balance to Schedule 410, column (f), as follows.

(a) Locomotives, line 5 plus line 38 compared to the sum of Schedule 410, lines 202, 203 plus 216 (excluding wreck repairs) Do not report in schedule schedule 415. Equipment Damaged from Schedule 410, line 204.

(b) Freight Cars, line 24 plus line 39 compared to the sum of Schedule 410, lines 221, 222 plus 235 (excluding wreck repairs). Do not report in Schedule 415. Equipment Damaged from Schedule 410, line 223

(c) Sum of Highway Equipment (line 32), Floating Equipment (line 35), Passenger and Other Revenue Equipment (line 36), Computer and Data Processing Equipment (line 37), Machinery-Other Equipment (line 40), plus Work and Other Non-Revenue Equipment (line 41) compared to Schedule 410, the sum of lines 302 through 307, inclusive, plus line 320 (excluding wreck repairs) Do not report in Schedule 415. Equipment Damaged from Schedule 410, line 308

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

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

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

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

(a) Locomotives, line 5 plus 38 compared to Schedule 410, line 213

(b) Freight Cars, line 24 plus line 39 compared to schedule 410, line 232.

(c) Sum of Highway Equipment (line 32), Floating Equipment (line 35), Passenger and Other Revenue Equipment (line 36), Computer and Data Processing Equipment (line 37), Machinery-Other Equipment (line 40), and Work and Other Non-Revenue Equipment (line 41) compared to Schedule 410, line 317.

5. Amortization adjustment of each equipment type which is included in column (c) shall be reported in column (e) as a debit or credit to the appropriate line item; the net adjustment on line 43 shall equal the equipment amortization adjustment applicable to equipment used in freight service included in line 39, column (c), of Schedule 335.

6. Lease/Rentals reported in column (f) should balance to column (f) of Schedule 410 as follows:

(a) Locomotives, line 5 plus 38 compared with Schedule 410, lines 207, 208, 211 and 212

(b) Freight Cars, line 24 plus 39 compared with Schedule 410, lines 226 plus 227 (note that Schedule 410, lines 230 and 231, are reported in Schedule 414 and are not to be included in Schedule 415).

(c) Sum of Lease/Rentals for All Other Equipment, lines 32, 35, 36, 37, 40 and 41, will balance to Schedule 410, lines 311, 312, 315 and 316, except for the interchange rental on trailers and containers which is reported in Schedule 414. Therefore, both Schedules 414 and 415 should be used when balancing Lease/Rentals Other Equipment to Schedule 410 Do not report in Schedule 415 the Trailer and Container rentals reported in Schedule 414.

7. Investment base by types of equipment shall be reported in columns (g) and (h) and should not include the cost of Equipment Used But Not Owned when the rents therefore are included in the rent for equipment and Account Nos. 31-21-00, 31-22-00, 31-23-00, 35-21-00, 35-22-00 and 35-23-00. It should include the Cost of Equipment Owned and Leased to Others when the rents are included in the rent for Equipment Account Nos. 32-21-00, 32-22-00, 32-23-00, 36-21-00, 36-22-00, and 36-23-00.

Property Used But Not Owned should also be included when the rent is included in Account Nos. 31-12-00, 31-13-00, 31-21-00, 31-22-00 and 31-23-00, inclusive.

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

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

**415. SUPPORTING SCHEDULE - EQUIPMENT**  
(Dollars in thousands)

Line No	Cross Check	Types of equipment	Repairs (net expense) (b)	Depreciation		Amortization Adjustment net during year (e)	Line No.
				Owned (c)	Capitalized lease (d)		
LOCOMOTIVES							
1		Diesel Locomotive-Yard	1,958	153	0	0	1
2		Diesel Locomotive-Road	17,224	2,128	0	0	2
3		Other Locomotive-Yard	0	0	0	0	3
4		Other Locomotive-Road	0	0	0	0	4
5	*	TOTAL	19,182	2,281	0	0	5
FREIGHT TRAIN CARS							
6		Box-Plain 40 Foot	0	(5)	0	0	6
7		Box-Plain 50 Foot and Longer	529	402	0	0	7
8		Box-Equipped	1,179	367	0	0	8
9		Gondola-Plain	7	0	0	0	9
10		Gondola-Equipped	1,629	611	271	0	10
11		Hopper-Covered	8,911	8,628	0	0	11
12		Hopper-Open Top-General Service	829	365	0	0	12
13		Hopper-Open Top-Special Service	9	0	0	0	13
14		Refrigerator-Mechanical	2	0	0	0	14
15		Refrigerator-Nonmechanical	140	444	0	0	15
16		Flat TOFC/COFC	361	9	0	0	16
17		Flat Multi-level	46	0	0	0	17
18		Flat-General Service	18	32	0	0	18
19		Flat-Other	462	196	0	0	19
20		All Other Freight Cars	50	0	0	0	20
21		Cabooses	98	160	0	0	21
22		Auto Racks	569	452	1,419	0	22
23		Miscellaneous Accessories	0	0	0	0	23
24	*	TOTAL FREIGHT TRAIN CARS	14,839	11,661	1,690	0	24
OTHER EQUIPMENT-REVENUE							
FREIGHT HIGHWAY EQUIPMENT							
25		Refrigerated Trailers	0	0	0	0	25
26		Other Trailers	395	0	0	0	26
27		Refrigerated Containers	0	0	0	0	27
28		Other Containers	0	0	0	0	28
29		Bogies	0	0	0	0	29
30		Chassis	0	0	0	0	30
31		Other Highway Equipment (Freight)	0	0	0	0	31
32	*	TOTAL HIGHWAY EQUIPMENT	395	0	0	0	32
FLOATING EQUIPMENT-REVENUE							
SERVICE							
33		Marine Line-Haul	0	0	0	0	33
34		Local Marine	0	0	0	0	34
35	*	TOTAL FLOATING EQUIPMENT	0	0	0	0	35
OTHER EQUIPMENT							
36	*	Passenger and Other Revenue Equipment (Freight Portion)	0	0	0	0	36
37	*	Computer systems and word processing equipment	0	870	0	0	37
38	*	Machinery-Locomotives 1	209	56	0	0	38
39	*	Machinery-Freight Cars 2	208	24	0	0	39
40	*	Machinery-Other Equipment 3	46	14	0	0	40
41	*	Work and Other Non-revenue Equipment	1,285	397	0	0	41
42		TOTAL OTHER EQUIPMENT	1,748	1,361	0	0	42
TOTAL ALL EQUIPMENT (FREIGHT PORTION)							
43			36,164	15,303	1,690	0	43

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

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

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

**415. SUPPORTING SCHEDULE - EQUIPMENT - Continued**  
(Dollars in thousands)

Line No	Cross Check	Lease and rentals (net) (f)	Investment base as of 12/31		Accumulated depreciation as of 12/31		Line No
			Owned (g)	Capitalized lease (h)	Owned (i)	Capitalized lease (j)	
1		2,104	2,876	0	566	0	1
2		12,686	225,114	0	48,004	0	2
3		0	0	0	0	0	3
4		0	0	0	0	0	4
5		14,790	227,990	0	48,570	0	5
6		0	9	0	(10)	0	6
7		303	9,255	0	6,017	0	7
8		859	3,573	0	2,266	0	8
9		0	0	0	0	0	9
10		(20)	14,599	2,871	10,218	2,668	10
11		19,809	263,583	0	58,262	0	11
12		5,301	10,335	0	5,986	0	12
13		0	0	0	0	0	13
14		0	0	0	0	0	14
15		0	1,890	0	2,028	0	15
16		0	259	0	228	0	16
17		0	0	0	0	0	17
18		213	215	0	128	0	18
19		0	7,311	0	3,421	0	19
20		0	15	0	232	0	20
21		0	2,817	0	2,669	0	21
22		6,119	12,913	8,020	1,818	8,266	22
23		0	0	0	0	0	23
24		32,684	326,774	10,891	93,263	10,934	24
25		0	0	0	0	0	25
26		0	0	0	0	0	26
27		0	0	0	0	0	27
28		0	0	0	16	0	28
29		0	0	0	0	0	29
30		0	0	0	0	0	30
31		0	0	0	0	0	31
32		0	0	0	16	0	32
33		0	0	0	0	0	33
34		0	0	0	0	0	34
35		0	0	0	0	0	35
36		0	0	0	0	0	36
37		0	5,649	0	3,140	0	37
38		0	2,888	0	596	0	38
39		0	1,204	0	249	0	39
40		0	722	0	149	0	40
41		2,328	9,988	0	6,874	0	41
42		2,328	20,451	0	11,008	0	42
43		49,802	575,215	10,891	152,857	10,934	43

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

2 The depreciation to be reported on lines 38, 39 and 40 in column (i) is calculated by multiplying the investment in each element by the effective composite rate for Property Account 44, and then adding or subtracting the adjustment reported in column (e). This calculation should equal the amount shown in column (i), Schedule 335

**416. SUPPORTING SCHEDULE - ROAD**  
(Dollars in thousands)

Line No	Density category (Class) (a)	Account No (b)	Owned and used			Improvements to leased property			Capitalized leases			TOTAL		
			Inv Base (c)	Accum depr (d)	Depr rate % (e)	Inv Base (f)	Accum depr (g)	Depr rate % (h)	Inv Base (i)	Current year Amort (j)	Accum Amort (k)	Inv Base (l)	Accum Depr & Amort (m)	Line No
1	I	3	10,036	2,680	0.94	3	0	0.94	0	0	0	10,039	2,680	1
2		8	27,395	7,785	4.29	435	167	4.29	0	0	0	27,830	7,952	2
3		9	78,276	27,355	4.71	35	1	4.71	0	0	0	78,311	27,356	3
4		11	29,832	1,519	1.82	595	66	1.82	0	0	0	30,427	1,585	4
5	Sub-Total		145,539	39,339		1,068	234		0	0	0	146,607	39,573	5
6	II	3	17,921	4,785	0.94	5	0	0.94	0	0	0	17,926	4,785	6
7		8	86,403	27,544	3.65	1,831	704	3.65	0	0	0	90,234	28,248	7
8		9	175,425	49,224	2.88	5,050	139	2.88	0	0	0	180,475	49,363	8
9		11	63,822	3,810	1.54	1,864	205	1.54	0	0	0	65,686	4,015	9
10	Sub-Total		345,571	85,363		8,750	1,048		0	0	0	354,321	86,411	10
11	III	3	0	N/A	N/A	0	N/A	N/A	0	N/A	N/A	0	0	11
12		8	0	N/A	N/A	0	N/A	N/A	0	N/A	N/A	0	0	12
13		9	0	N/A	N/A	0	N/A	N/A	0	N/A	N/A	0	0	13
14		11	0	N/A	N/A	0	N/A	N/A	0	N/A	N/A	0	0	14
15	Sub-Total		0	N/A	N/A	0	N/A	N/A	0	N/A	N/A	0	0	15
16	IV	3	7,885	2,107	0.94	2	0	0.94	0	0	0	7,887	2,107	16
17		8	18,955	7,649	2.81	91	35	2.81	0	0	0	19,046	7,684	17
18		9	11,681	9,200	1.83	32	1	1.83	0	0	0	11,713	9,201	18
19		11	8,372	664	1.13	136	15	1.13	0	0	0	8,508	679	19
20	Sub-Total		46,893	19,620		261	51		0	0	0	47,154	19,671	20
21	V	3	0	0	0.00	0	0	0.00	0	0	0	0	0	21
22		8	0	0	0.00	0	0	0.00	0	0	0	0	0	22
23		9	0	0	0.00	0	0	0.00	0	0	0	0	0	23
24		11	0	0	0.00	0	0	0.00	0	0	0	0	0	24
25	Sub-Total		0	0		0	0		0	0	0	0	0	25
26	GRAND TOTAL		538,003	144,322	N/A	10,079	1,333	N/A	0	0	0	548,082	145,655	26

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

Columns (d) + (g) + (k) = Column (m)

(2) The base grand total for owned and used, improvements to leased property and capitalized leases should equal the sum of Accounts 3, 8, 9, and 11 shown at year end on Schedule 330 and Schedule 330A



**NOTES AND REMARKS**

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**417. SPECIALIZED SERVICE SUBSCHEDULE - TRANSPORTATION**  
(Dollars in thousands)

- 1 Report freight expenses only
- 2 Report in lines 1, 2, 3, 4 and 10 the total of those natural expenses (salaries and wages, material, tools, supplies, fuels and lubricants, 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 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. See schedule 755, note R.
- 5 The operation of floating equipment in line-haul service (between distinct terminals) should be reported in column (c) on line 2. Floating operations conducted within a general terminal or harbor area should be reported in column (c), line 3
- 6 Report in column (g), line 3, the expenses incurred by the railroad in loading and unloading automobiles, trucks, etc., to and from bi-level and tri-level auto rack cars. Report on line 2, column (g), the expense incurred by the railroad in moving automobiles, etc., between bi-level and tri-level loading and unloading facilities over the highway to shippers, receivers or connecting carriers. Report in column (f) operating expenses for land facilities in support of floating operations, including the operation of docks and wharves
- 7 Report on line 4, column (b), the expenses related to heating and refrigeration of TOFC/COFC trailers and containers (total debits and credits). The expenses on line 4, column (h), relate to refrigerator cars only
- 8 Report in column (i) total expenses incurred in performing rail substitute service, other highway revenue service, ICL terminal operations, warehouse operations, freight car transloading, grain elevator terminal operations and livestock feeding operations only

Line No	Cross Check	Items	TOFC/COFC terminal	Floating equipment	Coal marine terminal	Ore marine terminal	Other marine terminal	Motor vehicle load and distribution	Protective services refrigerator car	Other special services	Total columns (b-i)	Line No
1	*	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	
1	*	Administration	1,564	0	0	0	0	0	0	0	1,564	1
2	*	Pick up and delivery, marine line haul	0	0	0	0	0	0	N/A	0	0	2
3	*	Loading and unloading and local marine	4,940	0	0	0	0	483	N/A	0	5,423	3
4	*	Protective services, total debits and credits	0	0	0	0	0	0	0	0	0	4
5	*	Freight lost or damaged -solely related	164	0	0	0	0	0	0	0	164	5
6	*	Fringe benefits	599	0	0	0	0	0	0	0	599	6
7	*	Casualty and insurance	0	0	0	0	0	0	0	0	0	7
8	*	Joint facility - Debit	0	0	0	0	0	0	0	0	0	8
9	*	Joint facility - Credit	0	0	0	0	0	0	0	0	0	9
10	*	Other	0	0	0	0	0	0	0	0	0	10
11	*	TOTAL	7,267	0	0	0	0	483	0	0	7,750	11

## Schedule 418

## Instruction

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

## Column

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

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

Primary Account Number And Title	Total Investment At End Of Year	Capital Leases		
		Investment At End Of Year	Current Year Amortization	Accumulated Amortization
(a)	(b)	(c)	(d)	(e)
(16) Stat & Off Bldgs				
(20) Shops & Enginehouses				
(25) TOFC COFC Terminals				
(26) Communication System				
(37) Roadway Machines				
Total Road	0	0	0	0
(52) Locomotives				
(53) Freight Train Cars	337,665	10,891	1,690	10,934
(55) Highway Revenue Equipt				
(57) Work Equipment				
(58) Miscellaneous Equipment				
(59) Computer & Word Processing				
Total Equipment	337,665	10,891	1,690	10,934
GRAND TOTAL	337,665	10,891	1,690	10,934

**NOTES AND REMARKS**

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#### 450. ANALYSIS OF TAXES (Dollars in thousands)

##### A Railway Taxes

Line No	Cross Check	Kind of Tax (a)	Amount (b)	Line No
1		Other than U.S. Government Taxes	9,899	1
		U.S. Government Taxes		
		Income Taxes:		
2		Normal Tax & Surtax	200	2
3		Excess Profits	0	3
4	*	Total Income Taxes (ln 2 + 3)	200	4
5		Railroad Retirement	30,841	5
6		Hospital Insurance	2,205	6
7		Supplemental Annuities	1,862	7
8		Unemployment Insurance	2,733	8
9		All Other United States Taxes	2,522	9
10		Total - U.S. Government Taxes	40,363	10
11		Total Railway Taxes	50,262	11

##### B Adjustments to Federal Income Taxes

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

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

3. Indicate in column (c) the net change in Accounts 714, 744, 762 and 786 for the net tax effect of timing differences originating and reversing in the current 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 loss carry-back.

5. The total of line 19 in columns (c) and (d) should agree with the total of the contra charges (credits) to Account 557, 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.

Line No	Particulars (a)	Beginning of year balance (b)	Net credits (charges) for current year (c)	Adjustments (d)	End of year balance (e)	Line No.
1	Accelerated depreciation, Sec. 167 I.R.C.; Guideline lives pursuant to Rev. Proc. 62-21.	77,569	33,991	0	111,560	1
2	Accelerated amortization of facilities, Sec. 168 I.R.C.	(1,466)	113	0	(1,353)	2
3	Accelerated amortization of rolling stock, Sec. 184 I.R.C.	0	0	0	0	3
4	Amortization of rights of way, Sec. 185 I.R.C.	0	0	0	0	4
5	Other items	11,925	5,005	0	16,930	5
6	Gross deferred tax liabilities	88,028	39,109	0	127,137	6
7	Capital leases	(3,422)	1,095	0	(2,327)	7
8	Post retirement benefits	(12,734)	(195)	0	(12,929)	8
9	Reserves for employee severance	(9,206)	(699)	0	(9,905)	9
10	Expense reserves	(34,323)	(3,144)	0	(37,467)	10
11	Other items	(6,560)	(3,292)	0	(9,852)	11
12	Net operating loss carryforwards	0	(8,175)	(32,183)	(40,358)	12
13	ITC/other credit carryforwards	(5,400)	1,600	0	(3,800)	13
14	Minimum tax credit carryforwards	(7,420)	(86)	0	(7,506)	14
15	Gross deferred tax assets	(79,065)	(12,896)	(32,183)	(124,144)	15
16	Deferred tax assets valuation allowance	25,675	(5,395)	0	20,280	16
17						17
18	<b>NET DEFERRED TAX LIABILITIES</b>	<b>34,638</b>	<b>20,818</b>	<b>(32,183)</b>	<b>23,273</b>	<b>18</b>

**450. ANALYSIS OF TAXES - Continued**  
(Dollars in thousands)

**\*Footnotes:**

- 1 If Flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit \_\_\_\_\_ \$ \_\_\_\_\_ N/A \_\_\_\_\_
- If deferral method for investment tax credit was elected
- (1) Indicate amount of credit utilized as a reduction of tax liability for current year \_\_\_\_\_ \$ \_\_\_\_\_ N/A \_\_\_\_\_
- (2) Deduct amount of current year's credit applied to a reduction of tax liability but deferred for accounting purposes \_\_\_\_\_ \$ \_\_\_\_\_ N/A \_\_\_\_\_
- (3) Balance of current year's credit used to reduce current year's tax accrual \_\_\_\_\_ \$ \_\_\_\_\_ N/A \_\_\_\_\_
- (4) Add amount of prior year's deferred credits being amortized to reduce current year's tax accrual \_\_\_\_\_ \$ \_\_\_\_\_ N/A \_\_\_\_\_
- (5) Total decrease in current year's tax accrual resulting from use of investment tax credits \_\_\_\_\_ \$ \_\_\_\_\_ N/A \_\_\_\_\_
- 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 \_\_\_\_\_ \$ \_\_\_\_\_ N/A \_\_\_\_\_

In January 1993, SOO adopted Statement of Financial Accounting Standards No. 109 (FAS 109), Accounting for Income Taxes, which requires the recognition of deferred tax liabilities and assets for the expected future tax consequences of temporary differences between the carrying amounts and the tax basis of other assets and liabilities.

The computation of deferred taxes under FAS 109 provides for the inclusion of judgments about future taxable income, other than temporary item reversals, in the determination of the valuation allowance required. The net change in the valuation allowance for deferred tax assets was a decrease in 1998. This decrease and SOO's limitation on recognizing deferred income tax expense credits in 1998 was a result of Parent's net deferred tax liability position at December 31, 1998.

During 1998, Parent forgave \$32.2 million of deferred income taxes due from SOO.

SOO is included in a federal consolidated tax return with Parent. As of December 31, 1998, Parent and subsidiaries had investment tax and other tax credits and federal tax net operating loss carryforwards (a significant part of which were derived from SOO) for tax return purposes expiring as follows (In thousands):

Year of Expiration	Investment and Other Tax Credits	Federal Net Operating Losses	
		Total	Using Alternatives Minimum Tax Laws
1999	\$1,900	\$0	\$0
2000	1,800	0	0
2001	100	0	0
2002	0	0	0
2003	0	0	0
2004	0	5,000	0
2005	0	10,000	0
2006	0	45,000	0
2007	0	3,000	0
2008	0	9,000	0
2009	0	29,000	0
2011	0	3,000	20,000
Total	<u>\$3,800</u>	<u>\$104,000</u>	<u>\$20,000</u>

As of December 31, 1998, SOO had federal and state minimum tax credit carryforwards in the amount of \$7.5 million. These credits are available to be carried forward indefinitely without expiration.

**460. ITEMS IN SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS FOR THE YEAR**  
(Dollars in thousands)

Give a brief description for all items, regardless of amount, included during the year in Accounts 555, Unusual or Infrequent Items, 560, Income or Loss From Operations of Discontinued Segments, 562, Gain or Loss on Disposal of Discontinued Segments, 570, Extraordinary Items, 590, Income Taxes on Extraordinary Items, 592, Cumulative Effect of Changes in Accounting Principles, 603, Appropriations Released, 606, Other Credits to Retained Earnings, 616, Other Debits to Retained Earnings, 620, Appropriations for Sinking 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 the account and any other items in excess of 10% of net income.

Line No	Account No (a)	Item (b)	Debits (c)	Credits (d)	Line No
1	519	Miscellaneous Income			1
2		Land sale - Glenview, IL		4,007	2
3		Land sales - other		1,575	3
4		Other		1,020	4
5		Total		6,602	5
6					6
7	551	Miscellaneous Income Charges	*		7
8					8
9	616	Other Debits to Retained Earnings			9
10		FAS 87 "Employers Accounting for Pensions"	3,817		10
11					11
12					12
13					13
14					14
15					15
16					16
17					17
18					18
19					19
20					20
21					21
22					22
23					23
24					24
25					25
26					26
27					27
28					28
29					29
30					30

**MEMORANDA RELATING TO SELECTED INCOME AND RETAINED EARNINGS ACCOUNTS**

\* Total does not exceed 10% of net income.

**501. GUARANTIES AND SURETYSHIPS**  
(Dollars in thousands)

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

Line No	Names of all parties principally and primarily liable (a)	Description (b)	Amount of contingent liability (c)	Sole or joint contingent liability (d)	Line No
1					1
2					2
3					3
4		See Footnote 9 to Schedule 200 on page 9			4
5					5
6					6
7					7
8					8
9					9
10					10
11					11
12					12
13					13
14					14
15					15
16					16
17					17
18					18
19					19
20					20
21					21
22					22
23					23
24					24
25					25
26					26
27					27
28					28
29					29
30					30
31					31
32					32
33					33
34					34
35					35
36					36
37					37
38					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 the particulars called for hereunder for each such 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, nor does it include ordinary surety bonds or undertakings on appeals in court proceedings

Line No	maturity date and concise description (a)	Finance Docket number, title, Names of all guarantors and sureties of agreement or obligation (b)	Amount contingent liability of guarantors (c)	Sole or joint contingent liability (d)	Line No
1					1
2					2
3					3
4		NONE			4
5					5
6					6
7					7
8					8
9					9



**502. COMPENSATING BALANCES AND SHORT-TERM BORROWING ARRANGEMENTS**  
(Dollars in thousands)

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

- 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 or 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.

NONE

**NOTES AND REMARKS**

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## SCHEDULE 510 SEPARATION OF DEBT/HOLDINGS BETWEEN ROAD PROPERTY AND EQUIPMENT

(Dollars in thousands)

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

## I Debt Outstanding at End of Year

Line #	Account No	Title	Source	Balance at Close of year
1	751	Loans and Notes Payable	Sch 200, L 30	0
2	764	Equipment Obligations and Other Long Term Debt due Within One Year	Sch 200, L 39	1,286
3	765 / 767	Funded Debt Unmatured	Sch 200, L 41	1,069
4	766	Equipment Obligations	Sch 200, L 42	146,061
5	766 5	Capitalized Lease Obligations	Sch 200, L 43	8,605
6	768	Debt in Default	Sch 200, L 44	0
7	769	Accounts Payable Affiliated Companies	Sch 200, L 45	350,798
8	770 1 / 770 2	Unamortized Debt Premium	Sch 200, L 46	0
9		Total Debt	Sum L 1-8	507,819
10		Debt Directly Related to Road Property	Note 1	1,459
11		Debt Directly Related to Equipment	Note 1	155,562
12		Total Debt Directly Related to Road and Equipment	Sum L 10 and 11	157,021
13		Percent Directly Related to Road	L 10 ÷ L 12 (2 decimals)	0.93%
14		Percent Directly Related to Equipment	L 11 ÷ L 12 (2 decimals)	99.07%
15		Debt Not Directly Related to Road or Equipment	L 9 minus L 12	350,798
16		Road Property Debt (Note 2)	(L 13 × L 15) plus L 10	4,721
17		Equipment Debt (Note 2)	(L 14 × L 15) plus L 11	503,098

## II Interest Accrued During Year

Line #	Account No	Title	Source	Balance at Close of year
18	546-548	Total Interest and Amortization (Fixed Charges)	Sch 210, L 42	30,800
19	546	Contingent Interest On Funded Debt	Sch 210, L 44	0
20	517	Release of Premiums on Funded Debt	Sch 210, L 22	0
21		Total Interest (Note 3)	Sum of Lines 18+19 less 20	30,800
22		Interest Directly Related to Road Property Debt	Note 4	127
23		Interest Directly Related to Equipment Debt	Note 4	2,874
24		Interest Not Directly Related to Road and Equipment Debt	L 21-(L 22+L 23)	27,799
25		Interest Road Property Debt (Note 5)	L 22+(L 24×L 13)	386
26		Interest Equipment Debt (Note 5)	L 23+(L 24×L 14)	30,414
27		Embedded Rate of Debt Capital-Road Property	L 25 ÷ L 16	8.18%
28		Embedded Rate of Debt Capital-Equipment	L 26 ÷ L 17	6.05%

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

Note 2 Line 16 plus Line 17 must equal Line 9

Note 3 Line 21 includes interest on debt in Account 769--Accounts Payable, Affiliated Companies

Note 4 This interest relates to debt reported in Lines 10 and 11, respectively

Note 5 Line 25 plus Line 26 must equal Line 21

**NOTES AND REMARKS**

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## INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 512

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

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

- (a) Lawful tariff charges for transportation services
- (b) Payments to or from other carriers for interline services and interchange of equipment
- (c) Payment to or from other carriers which may reasonably be regarded as ordinarily connected with routine operation or maintenance, but any special or unusual transactions should be reported
- (d) Payments to public utility companies for rates or charges fixed in conformity with government authority

2. In column (a) enter the name of the affiliated company, person, or agent with which respondent received or provided services aggregating \$50,000 or more for the year.

If an affiliated company provides services to more than one affiliate, and the aggregate compensation amounts to \$50,000 or more for the year, list all the affiliates included in the agreement and describe the allocation of the charges. If the respondent provides services to more than one affiliate, and the aggregate compensation amounts to \$50,000 or more for the year, reference to this fact should be made and the detail as to the allocation of charges should be stated. For those affiliates providing services to the respondent, also enter in column (a) the percent of affiliate's gross income derived from transactions with the respondent.

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

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

3. In column (b) indicate nature of relationship or control between the respondent and the company or person identified in column (a) as follows:

- (a) If respondent directly controls affiliate, insert word "direct"
- (b) If respondent controls through another company, insert the word "indirect"
- (c) If respondent is under common control with affiliate, insert the word "common"
- (d) If respondent is controlled directly or indirectly by the company listed in column (a), insert the word "controlled"
- (e) If control is exercised by other means such as a management contract or other arrangement of whatever kind, insert the word "other" and footnote to describe such arrangements

4. In column (c) fully describe the transactions involved such as management fees, lease of building, purchase of material, etc. When the affiliate listed in column (a) provides more than one type of service in column (c), list each type of service separately and show total for the affiliate. When services are both provided and received between the respondent and an affiliate they should be listed separately and the amounts shown separately in column (c).

5. In column (d) report the dollar amounts of the transaction shown and the effect of any change in the method of establishing the terms from that used in the preceding period.

6. In column (e) report the dollar amounts due from or to related parties and, if not otherwise apparent, the terms and manner of settlement. Insert (P) paid and (R) received by the amount in column (e).

**SCHEDULE 512. TRANSACTIONS BETWEEN RESPONDENT AND COMPANIES OR PERSONS AFFILIATED WITH RESPONDENT  
FOR SERVICES RECEIVED OR PROVIDED**

Line No	Name of company or related party with percent of gross income (a)	%	Nature of relationship (b)	Description of transactions (c)	Dollar amounts of transactions (d)		Amount due from or to related parties (e)		Line No
					Receivable	Payable	Receivable	Payable	
1									1
2	Canadian Pacific Railway		Common	Bank Fees					2
3				Computer Services		5,915			3
4				Detour - Derrailment		143		1,234	4
5				Fuel Equalization	103				5
6				Insurance		1,374		664	6
7				Joint Operating Activities		189	26	124	7
8				Lease Guarantee		65		65	8
9				Lease Rentals	350	1,300	796	459	9
10				Locomotive HPH Equalization		576			10
11				Locomotive Repair	769	426	183	418	11
12				Marketing & Sales Labor	1,106				12
13				Materials Purchased	2,206	6,111		1,269	13
14				Misc Employee Expenses	877		55		14
15				Misc Expense Reimbursement	334		421		15
16				Pool Bills		1,377		425	16
17				Track Evaluation Car		109			17
18				Trailer Repairs	496				18
19				Transportation Coordinators Labor		842		138	19
20				All Other	10	193	93	7	20
21									21
22	Canadian Pacific (U S) Finance Inc		Common	Interest Income	7,006				22
23				Medical & Dental Costs	65				23
24									24
25	CanPac Car Inc		Common	Locomotive Leases		943			25
26									26
27	Delaware & Hudson Railway Company		Common	Accounting/Billing Services	295		129		27
28				Administrative Services	63				28
29				Dispatching Services	541		150		29
30				Employee Loans	13				30
31				Legal	128		128		31
32				Locomotive HPH Equalization	216				32
33				Locomotive Training	83				33
34				Materials Purchased	1,358		390		34
35				Medical & Dental Costs	145		26		35
36				Miscellaneous Billing	126		126		36
37				Safety Awards	118		118		37
38				Switching Costs	13				38
39				Transportation Service Center	386		129		39
40				Other	1		34		40
41									41
42									42
43	Soo Line Corporation		Controlled	Interest Expense		27,342		1,598	43
44									44
45									45
46	Tri State Land		Direct	Administrative Services	33				46

### 515. RAILS LAID IN REPLACEMENT

(Dollars in thousands)

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

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

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

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

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				Line No
		Pounds per yard	Number of tons (2,000 lb) of rail	Total cost of rail applied in running tracks, passing tracks, cross-overs, etc. during year	Average cost per ton (2,000 lb)	Pounds per yard of rail	Number of tons (2,000 lb)	Total cost of rail applied in yard, station, team, industry, and other switching tracks during year	Average cost per ton (2,000 lb)	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)		
1	NEW		6,883			497				1
2										2
3										3
4	RELAY		7,089			2,908				4
5										5
6										6
7										7
8										8
9										9
10										10
11										11
12										12
13										13
14										14
15										15
16										16
17										17
18										18
19										19
20	Total	NA	13,972			3,405				20

**NOTES AND REMARKS**

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## INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 700

State particulars of all tracks operated by the respondent at the close of the year, according to the following 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 distance between termini of single or first main track), and in the following columns the lengths of second main track; all other main tracks, passing tracks, cross-overs and turn-outs, way switching tracks; and yard switching tracks. These classes of tracks are defined as follows:

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

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

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

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

Tracks leading to and in gravel and sand pits and quarries, the cost of which is chargeable to a clearing account and which are used in getting out 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

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 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 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.

## 700. MILEAGE OPERATED AT CLOSE OF YEAR

Line No	Class	Proportion owned or leased by respondent	Running tracks, passing tracks, cross-overs, etc						TOTAL	Line No
			Miles of road	Miles of second main track	Miles of all other main tracks	Miles of running tracks*	Miles of way switching tracks	Miles of yard switching tracks		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	
1										1
2	I	100.00%	1,748	142	11	191	180	607	2,879	2
3										3
4	J-I	50.00%	75	2	0	7	20	16	120	4
5										5
6	5		1,535	189	16	74	57	80	1,951	6
7										7
8										8
9										9
10										10
11										11
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48										48
49										49
50										50
51										51
52										52
53										53
54										54
55										55
56										56
57	TOTAL		3,358	333	27	272	257	703	4,950	57
58	Miles of electrified road or track included in preceding grand total	N/A								58

\* Miles of Passing Tracks, Crossovers and Turnouts

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

Give particulars, as of the close of the year, of all road operated and of all owned but not operated. The respondent's proportion of operated road held by it as joint or common owner, or under a joint lease, or under any joint arrangement, should be shown in columns (b), (c), (d) or (e), as may be appropriate. The remainder of jointly operated mileage should be shown in column (f). Respondent's proportion of road jointly owned, not operated, should be shown in column (h), as may be appropriate. Mileage which has been permanently abandoned should not be included in column (h).  
Mileage should be reported to the nearest WHOLE mile adjusted to accord with footings, i.e., counting one-half mile and over as a whole mile and disregarding any fraction less than one-half mile.

Line No	State or Territory	Line Owned	Line of Proprietary Companies	Line Operated Under Lease	Line Operated Under Contract, etc	Line Operated Under Trackage Rights	MILES OF ROAD OPERATED BY RESPONDENT		Line Owned, Not Operated By Respondent	New Line Constructed During Year	Line No
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	
1	Montana	0	0	0	0	0	0	0	57	0	1
2	Michigan	0	0	0	0	0	262	262	0	0	2
3	South Dakota	33	0	0	0	0	0	33	0	0	3
4	North Dakota	523	0	0	0	0	17	540	635	0	4
5	Minnesota	763	0	0	0	0	489	1,252	46	0	5
6	Wisconsin	350	0	0	0	0	273	623	0	0	6
7	Illinois	22	0	0	0	0	334	356	0	0	7
8	Indiana	94	0	0	0	0	197	291	0	0	8
9	Kentucky	0	0	0	0	0	1	1	0	0	9
10											10
11											11
12											12
13											13
14											14
15											15
16											16
17											17
18											18
19											19
20											20
21											21
22											22
23											23
24											24
25											25
26											26
27											27
28											28
29											29
30											30
31											31
32	Total Mileage (single track)	1,785	0	0	0	0	1,573	3,358	738	0	32

**NOTES AND REMARKS**

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## INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 710

Instructions for reporting locomotive and passenger-train car data

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

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

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

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 a third rail or overhead, or internal combustion engines located on the car itself. Trailers equipped for use only in trains of cars that are self-propelled are to be included as self-propelled equipment.

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

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

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

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

9 Cross-checks

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

When data appear in column (j) lines 1 thru 8, column (k) should have data on same lines.

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

**710. INVENTORY OF EQUIPMENT**  
**UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS**

Line No	Cross Check	Type or design of units	Changes During the Year				Units at Close of Year				Line No		
			Units in service of respondent at beginning of year	New units purchased or built	New units leased from others	Rebuilt units acquired & rebuilt units rewritten into property accounts	All other units including reclassification & second hand units purchased or leased from others	Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others		Total in service of respondent col (h) & (i)	Aggregate capacity of units reported in col (j) (see ins 7)
(a) Locomotive Units													
1		Diesel-freight units											1
2		Diesel-passenger units											2
3		Diesel-multi purpose units	276	81	0	0	0	26	265	66	331	1,078,400	3
4		Diesel-switching units	57	0	0	0	16	11	26	36	62	96,800	4
5	*	Total (lines 1 to 4)	333	81	0	0	16	37	291	102	393	1,175,200	5
6	*	Electric-locomotives											6
7	*	Other self-powered units											7
8	*	Total (lines 5, 6 & 7)	333	81	0	0	16	37	291	102	393	1,175,200	8
9	*	Auxiliary units										N/A	9
10	*	Total Locomotive Units (lines 8 & 9)	333	81	0	0	16	37	291	102	393	N/A	10

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

Line No	Cross Check	Type or design of units	During Calendar Year						Line No
			Before Jan 1, 1975	Between Jan 1, 1975 and Dec 31, 1979	Between Jan 1, 1980 and Dec 31, 1984	Between Jan 1, 1985 and Dec 31, 1989	Between Jan 1, 1990 and Dec 31, 1994	Total	
11	*	Diesel							11
12	*	Electric	130	78	38	63	3	0	393
13	*	Other self-powered units							12
14	*	Total (lines 11 to 13)	130	78	38	63	3	0	393
15	*	Auxiliary units							13
16	*	Total Locomotive Units (lines 14 & 15)	130	78	38	63	3	0	393

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

Line No	Cross Check	Type or design of units	Changes During the Year				Units retired from service of whether owned or leased, including reclassification	Owned and used	Leased from others	Units at Close of Year		Line No
			Units in service at beginning of year	New units purchased or built	New units leased from others	Rebuilt units acquired & rebuilt units rewritten into property accounts	All other units including reclassification & second hand units purchased or leased from others			Total in service of re-spondent col (h) & (i)	Aggregate capacity of units reported in col (i) (see ins 7)	
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(k)	(l)
		PASSENGER - TRAIN CARS										
17		Non-Self-Propelled										
18		Coaches [PA, PB, PBO]								0		
		Combined cars										
19		[All class C, except CSB]								0		
20		Parlor cars [PBC, PC, PT, PO]								0		
21		Sleeping cars [PS, PT, PAS, PDS]								0		
		Dining, grill & lavem cars								0		
22		[All class D, PD]								0	N/A	
		Non-passenger-carrying cars										
23		[All class B, CSB, M, PSA, IA]								0	N/A	
		TOTAL (lines 17 to 22)	0	0	0	0	0	0	0	0	0	0
24		Electric passenger cars										
		[EP, ET]								0		
25		Electric combined cars [EC]								0		
26		Internal combustion rail								0		
		motocars [LD, LG]								0		
27		Other self-propelled cars								0		
		(Specify types)								0		
28		TOTAL (lines 24 to 27)	0	0	0	0	0	0	0	0	0	0
29		TOTAL (lines 23 and 28)	0	0	0	0	0	0	0	0	0	0
		COMPANY SERVICE CARS										
30		Business cars [BV]								0	N/A	
31		Board outfit cars [MWX]	17	0	0	0	0	0	17	0	N/A	0
32		Derrick & snow removal cars								0		
		[MWU, MWV, MWV, MWK]	42	0	0	0	0	0	42	0	N/A	0
33		Dump and ballast cars								0		
		[MWB, MWD]	61	0	0	0	0	1	60	0	N/A	0
34		Other maintenance and service										
		equipment cars	477	0	0	0	0	71	405	1	N/A	0
35		TOTAL (lines 30 to 34)	597	0	0	0	0	72	524	1	N/A	0

## 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 TO OTHERS									
Line No.	Cross Check	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes during the year				Line No.
			Time-mileage cars	All others	New units purchased or built	Units installed New or rebuilt units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, incl reclassification and second hand units purchased or leased from others	
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	
FREIGHT TRAIN CARS									
36		Plain box cars - 40' (B100 - B287)	5	0	0	0	0	0	36
37		Plain box cars - 50' and longer (B300 - B887)	461	0	0	0	0	0	37
38		Equipped box cars (All code A) Except A_5	294	0	0	0	0	332	38
39		Plain gondola cars (All codes G & J-1,J-2,J-3 & J-4)	0	0	0	0	0	0	39
40		Equipped gondola cars (All code E)	1,153	0	0	0	0	0	40
41		Covered hopper cars (All code C_1,C_2)	7,127	0	0	800	0	1,742	41
42		Open top hopper cars-general service (All code H)	1,006	0	0	0	0	308	42
43		Open top hopper cars-special service (All codes K,J-0)	0	0	0	0	0	0	43
44		Refrigerator cars-mechanical R_5_, R_6_, R_7_, R_8_, R_9_	0	0	0	0	0	0	44
45		Refrigerator cars-non-mechanical R_0_, R_1_, R_2_	78	0	0	0	0	0	45
46		Flat cars - TOFC/COFC (All code P & Q & S) except Q8-	425	0	0	0	0	0	46
47		Flat cars - multi-level (All code V)	0	0	0	0	0	0	47
48		Flat cars-general service F10_, F20_, F30_	39	0	0	0	0	0	48
49		Flat cars-other F_1_, F_2_, F_3_, F_4_, F_5_, F_6_, F_7_, F_8_, F40	309	0	0	0	0	0	49
50		Tank cars-under 22,000 ga (T-0,T-1,T-2,T-3,T-4, T-5)	0	0	0	0	0	0	50
51		Tank cars-22,000 ga & over (T-6,T-7,T-8,T-9)	0	0	0	0	0	0	51
52		All other freight cars A_5_ (All code L & Q8_	31	0	0	0	0	0	52
53		TOTAL (lines 36 to 52)	10,928	0	0	800	0	2,382	53
54		Caboose (All code M-930)	N/A	108	0	0	0	0	54
55		TOTAL (lines 53 & 54)	10,928	108	0	800	0	2,382	55



## 710. INVENTORY OF EQUIPMENT - Continued

4 Column (m) should show the 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 refer 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 TO OTHERS									
Line No	Cross Check	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 columns (k) & (l) (see ins 4)	Leased to others	
		(h)	(i)	(j)	(k)	(l)	(m)	(n)	
36		3	2	0	2	0	106	0	36
37		8	453	0	453	0	34,428	0	37
38		10	266	350	616	0	46,200	0	38
39		0	0	0	0	0	0	0	39
40		3	1,150	0	1,150	0	113,620	270	40
41		25	5,809	3,835	9,644	0	1,057,870	0	41
42		2	450	862	1,312	0	131,200	0	42
43		0	0	0	0	0	0	0	43
44		0	0	0	0	0	0	0	44
45		1	77	0	77	0	5,390	0	45
46		143	16	266	282	0	18,330	0	46
47		0	0	0	0	0	0	0	47
48		1	38	0	38	0	2,921	0	48
49		5	234	70	304	0	24,320	0	49
50		0	0	0	0	0	0	0	50
51		0	0	0	0	0	0	0	51
52		0	31	0	31	0	2,139	0	52
53		201	8,526	5,383	13,909	0	1,436,524	270	53
54		9	99	0	N/A	99	N/A	0	54
55		210	8,625	5,383	13,909	99	1,436,524	270	55

## 710. INVENTORY OF EQUIPMENT - Continued

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED TO OTHERS									
Line No	Cross Check	Class of equipment and car designations	Units in service of respondent at beginning of year		Changes during the year				Line No
			Per diem	All others	New units purchased or built	New or rebuilt units leased from others	Rebuilt units acquired and rebuilt units rewritten into property accounts	All other units, incl reclassification and second hand units purchased or leased from others	
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	
FLOATING EQUIPMENT									
56		Self-propelled vessels							56
		[Tugboats, car ferries, etc.]	N/A						
57		Non-self-propelled vessels							57
		[Car floats, lighters, etc.]	N/A						
58		TOTAL (lines 56 & 57)	N/A	0	0	0	0	0	58
HIGHWAY REVENUE EQUIPMENT									
59		Bogie-chassis Z1_Z67_Z68_Z69	0	0	0	0	0	0	59
60		Dry van U2_Z2_Z6_1-6							60
61		Flat bed U3_Z3							61
62		Open top U4_Z4							62
63		Mechanical refrigerator U5_Z5							63
64		Bulk U0_ & Z0							64
65		Insulated U7_Z7							65
66		Tank U0_Z0_U6							66
67		Other trailer and container (Special Equipped Dry Van U9_Z8_ & Z9_)							67
68		Tractor							68
69		Truck							69
70		TOTAL (lines 59 to 60)	0	0	0	0	0	0	70

## NOTES AND REMARKS

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

## 710. INVENTORY OF EQUIPMENT - Concluded

UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS									
Line No	Cross Check	Changes during year (concluded)	Units at close of year		Total in service of respondent (col (i) & (j))		Aggregate capacity of units reported in columns (k) & (l) (see ins 4)	Leased to others	Line No
		Units retired from service of respondent whether owned or leased, including reclassification	Owned and used	Leased from others	Per diem	All other			
		(h)	(i)	(j)	(k)	(l)	(m)	(n)	
56					N/A				56
57					N/A				57
58		0	0	0	N/A	0	0	0	58
59		0	0	0	0	0	0	0	59
60									60
61									61
62									62
63									63
64									64
65									65
66									66
67									67
68									68
69									69
70		0	0	0	0	0	0	0	70

NOTES AND REMARKS

**710S. UNIT COST OF EQUIPMENT INSTALLED DURING THE YEAR**  
(Dollars in thousands)

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

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

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

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

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

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

**NEW UNITS**

Line No	Class of equipment	Number of units	Total weight (tons)	Total cost	Method of acquisition (see instructions)	Line No.
	(a)	(b)	(c)	(d)	(e)	
1	GE AC4400CWS Locomotives	81	17,010	\$146,061	P	1
2						2
3						3
4						4
5						5
6						6
7						7
8						8
9						9
10						10
11						11
12						12
13						13
14						14
15						15
16						16
17						17
18						18
19						19
20						20
21						21
22						22
23						23
24						24
25	TOTAL	81	N/A	146,061	N/A	25
<b>REBUILT UNITS</b>						
26	NONE					26
27						27
28						28
29						29
30						30
31						31
32						32
33						33
34						34
35						35
36						36
37						37
38	TOTAL	0	N/A	0	N/A	38
39	GRAND TOTAL	81	N/A	\$146,061	N/A	39

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

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

- Potential abandonments - Route segments identified by railroads as potentially subject to abandonment as required by Section 10904 of the Interstate Commerce Act
- 2 This schedule should include all class 1, 2, 3 or 4 track from schedule 700 that is maintained by the respondent (class 5 is assumed to be maintained by others)
- 3 If, for two consecutive years, a line segment classified in one track category maintains a traffic density which would place it in another, it shall be reclassified into that category as of the beginning of the second year
- 4 Traffic density related to passenger service shall not be included in the determination of the track category of a line segment

## 720 TRACK AND TRAFFIC CONDITIONS

1 Disclose the requested information pertaining to track and traffic conditions

Line No	Track category (a)	Mileage of tracks at end of period (whole numbers) (b)	Average annual traffic density in millions of gross ton-miles per track mile* (use two decimal places) (c)	Average running speed limit (use two decimal places) (d)	Track miles under slow orders at end of period (e)	Line No
1	A	1,158	27.54	43.91	50.80	1
2	B	327	12.64	37.11	0.00	2
3	C	210	1.60	26.30	8.70	3
4	D	444	0.38	18.59	20.10	4
5	E	793	XXXXXXX	XXXXXXX	0.00	5
6	F	2,932	16.88	35.94	79.60	6
7	POTENTIAL ABANDONMENTS	386	XXXXXXX	XXXXXXX	5.10	7
8	POTENTIAL ABANDONMENTS	21	N/A	N/A	0.00	8

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

(1) Total excludes 142 miles of Class 1 and J-1 track that is maintained by others

## 721. TIES LAID IN REPLACEMENT

- 1 Furnish the requested information concerning ties laid in replacement
- 2 In column (j), report the total board feet of switch and bridge ties laid in replacement
- 3 The term "spot maintenance" in column (k) means repairs to track components during routine inspections, as opposed to programmed replacements aimed at upgrading the general condition of the tracks "Percent of spot maintenance" refers to the percentage of total ties or board feet laid in replacement considered to be spot maintenance
- 4 In No 9, the average cost per tie should include transportation charges on foreign lines, tie trains, loading, inspection and the cost of handling ties in general supply storage and seasoning yards, and in the case of 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

Line No	Track category	Number of cross-ties laid in replacement						Second-hand ties		Total	Switch and bridge ties (board feet)	Cross-ties switch and bridge ties Percent of spot maintenance (k)	Line No
		New ties		Concrete		Other		Treated	Untreated				
		Wooden	Untreated							(i)	(j)	(k)	
1	A	256,606	0	0	0	0	0	0	0	256,606	485,570	2.4	1
2	B	19,694	0	0	0	0	0	0	0	19,694	109,123	13.5	2
3	C	8,545	0	0	0	0	0	0	0	8,545	18,475	11.1	3
4	D	17,958	0	0	0	0	0	0	0	17,958	48,904	18.1	4
5	E	35,178	0	0	0	0	0	0	0	37,028	226,647	9.8	5
6	F	337,981	0	0	0	0	0	1,830	0	339,831	888,719	4.9	6
7	Potential	117,671	0	0	0	0	0	0	0	117,671	292,933	2.9	7
8	abandonments	9,000	0	0	0	0	0	0	0	9,000	4,646	0.0	8
9	Average cost per cross-tie	\$	23.58	and switch-tie (MBM)		\$	888.72						

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

(Dollars in thousands)

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

In column (a) classify the ties as follows

U - Wooden ties untreated when applied

T - Wooden ties treated before application

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

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

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

Line No	Class of ties (a)	Total number of ties applied (b)	CROSSTIES		SWITCH AND BRIDGE TIES			Remarks (h)	Line No
			Average cost per tie (c)	Total cost of crossties laid in new tracks during year (d)	Number of feet (board measure) laid in tracks (e)	Average cost per M feet (board measure) (f)	Total cost of switch & bridge ties laid in new tracks during year (g)		
1	T	10,582	\$23 58	\$250 00	23	\$888 72	\$20 00	NONE	1
2									2
3									3
4									4
5									5
6									6
7									7
8									8
9									9
10									10
11									11
12									12
13									13
14									14
15									15
16									16
17									17
18									18
19									19
20	TOTAL	10,582	\$23 58	\$250 00	23	\$888 72	\$20 00		20
21	Number of miles of new running tracks, passing tracks, crossovers, etc.: in which ties were laid						0 35		21
22	Number of miles of new yard, station, team, industry, and other switching tracks in which ties were laid						2 45		22

## 723. RAILS LAID IN REPLACEMENT

- 1 Furnish the requested information concerning rails laid in replacement
- 2 The term "spot maintenance" in column (h) means repairs to track components during routine inspections, as opposed to programmed replacements aimed at upgrading the general condition of the tracks "Percent of spot maintenance" refers to the percentage of total rails laid in replacement considered to be spot maintenance
- 3 In No. 9, the average cost of new and relay rail should include the cost of loading at the point of purchase ready for shipment, the freight charges paid on foreign lines and the cost of handling rails in general supply and storage yards. The cost of unloading, hauling over carrier's own lines and placing the rails in tracks and of train service in connection with the distribution of rails should not be included in this schedule

Line No	Track category	Miles of rail laid in replacement (rail-miles)						Total		Percent of spot maintenance	Line No
		New rail		Relay rail		Bolted rail		Welded rail	Bolted rail		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)			
1	A	49.25	1.92	10.20	5.28	59.45	7.20	4.71%	1		
2	B	15.63	0.44	25.79	4.46	41.42	4.90	11.27%	2		
3	C	0.36	0.08	0.04	2.98	0.40	3.06	93.95%	3		
4	D	0.92	0.28	8.30	1.35	9.22	1.63	15.27%	4		
5	E	3.48	1.16	25.16	2.29	28.64	3.45	8.86%	5		
6	F	69.64	3.88	69.49	16.36	139.13	20.24	10.20%	6		
7	Potential abandonments	1.85	1.28	0.00	1.96	1.85	3.24	40.61%	7		
8		0.00	0.05	0.00	0.01	0.00	0.06	100.00%	8		
9	Average cost of new and relay rail laid in replacement per gross ton				New \$	537.64	Relay \$	140.19			



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

(Dollars in thousands)

1 Give particulars of all rails applied during the year in connection with the construction of new track. In column (a) classify the kind of rail applied as follows:

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

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

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

RAIL APPLIED IN RUNNING TRACKS, PASSING TRACKS, CROSS-OVERS, ETC						RAIL APPLIED IN YARD, STATION, TEAM, INDUSTRY, AND OTHER SWITCHING TRACKS					
Line No	Class of rail	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)	Line No	
		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	1	136	121 00	\$65 00	\$537 64					1	
2	1					115	429 00	\$231 00	\$537 64	2	
3	1					136	9 00	\$5 00	\$537 64	3	
4										4	
5										5	
6										6	
7										7	
8										8	
9										9	
10										10	
11										11	
12										12	
13										13	
14										14	
15										15	
16										16	
17										17	
18										18	
19										19	
20										20	
21										21	
22										22	
23										23	
24										24	
25										25	
26										26	
27										27	
28										28	
29										29	
30										30	
31										31	
32										32	
33	Total	N/A	121 00	\$65 00	\$537 64	N/A	438 00	\$236 00	\$537 64	33	
34	Number of miles of new running tracks, passing tracks, cross-overs, etc., in which rails were laid									0 35	34
35	Number of miles of new yard, station, team, industry, and other switching tracks in which rails were laid									2 45	35
36	Track-miles of welded rail installed on system this year									total to date	36

## 725. WEIGHT OF RAIL

Give the particulars called for below concerning the road and track operated by the respondent at the close of the year. Only the respondent's proportion of jointly owned mileage should be included. Under "Weight of rail" the various weights of rails should be given. Road and track occupied under trackage right or other form of license should not be included herein, but all road and track held under any form of lease (granting exclusive possession to the lessee) should be included.

Line No	Weight of rails per yard (pounds) (a)	Line-haul companies (miles of main track) (b)	Switching and terminal companies (miles of all tracks) (c)	Remarks (d)	Line No
1	136	151.07	0.00	NONE	1
2	132	371.62	0.00	NONE	2
3	131	145.86	0.00	NONE	3
4	130	3.39	0.00	NONE	4
5	115	594.66	0.00	NONE	5
6	112	83.53	0.00	NONE	6
7	100	146.93	0.00	NONE	7
8	90	189.15	0.00	NONE	8
9	85	121.37	0.00	NONE	9
10	80	100.57	0.00	NONE	10
11	75	0.00	0.00	NONE	11
12	72	4.23	0.00	NONE	12
13	70	1.36	0.00	NONE	13
14	65	0.00	0.00	NONE	14
15	60	25.77	0.00	NONE	15
16					16
17					17
18					18
19					19
20					20
21					21
22					22
23					23
24					24
25					25
26					26
27					27
28					28
29					29
30					30
31					31
32					32
33					33
34					34
35					35
36					36
37					37
38					38
39					39
40					40
41					41
42					42
43					43
44					44
45					45
46					46
47					47
48	TOTAL	1,939.51	N/A	N/A	48

## 726. SUMMARY OF TRACK REPLACEMENTS

1. Furnish the requested information concerning the summary of track replacements

2. In columns (d), (e), (g) and (j) give the percentage of replacements to units of property in each track category at year end

Line No	Track category	Ties					Rail		Ballast	Track surfacing		Line No
		Number of ties replaced		Percent replaced		Miles of rail replaced (rail-miles) (f)	Percent replaced (g)	Miles surfaced (i)		Percent surfaced (j)		
(a)	Crossties (b)	Switch and Bridge ties (board feet) (c)	Crossties (d)	Switch and Bridge ties (board feet) (e)								
1	A	256,606	485,570	74	*	66.65	29	155,983	251		22	1
2	B	19,694	109,123	20	*	46.32	71	11,414	553		17	2
3	C	8,545	18,475	14	*	3.46	0.8	3,843	16		0	3
4	D	17,958	48,904	13	*	10.85	12	23,256	1163		26	4
5	E	35,178	226,647	15	*	32.09	20	130,119	868		11	5
6	F	337,981	888,719	38	*	159.37	27	324,615	5111		17	6
7	POTENTIAL	117,671	292,933	102	*	5.09	0.7	73,879	3860		11	7
8	Potential abandonments	9,000	4,646	143	*	0.06	0.0	0	0.0		0	8

\* This information is not available.

\* This information is not available.

750. CONSUMPTION OF DIESEL FUEL  
(Dollars in thousands)

Line No	Kind of locomotive service	LOCOMOTIVES		Line No
		(a)	(b)	
1	Freight		42,965,000	1
2	Passenger		0	2
3	Yard switching		3,666,000	3
4	TOTAL		46,631,000	4
5	COST OF FUEL \$(000)		23,713	5
6	Work Train		560,000	6

## INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 755

Unit Train, Way Train, and Through Train data under Items 2, 3, 4, 6, and 12 shall be obtained from conductor's wheel reports (freight) or similar records. Unit train service is a specialized scheduled shuttle type service in equipment (Railroad or privately owned) dedicated to such service, moving between origin and destination. The applicable tariffs and/or contracts generally require that a specific minimum tonnage or quantity of carloads be tendered as a unit for shipment on one bill of lading or other shipping document in a solid train for movement between origin and destination. Such tariffs and/or contracts generally contain restricted detention provisions and are subject to time-volume requirements which reflect the approximate capacity of the unit trains for the stated period. Way Trains are defined as trains operated primarily to gather and distribute cars in road service and move them between way stations or way points. Through Trains are those trains operated between two or more major concentration or distribution points. Do not include Unit Train statistics in Way and Through Train statistics. A Work Train is a train operated solely or preponderantly for the purpose of transporting company freight, work equipment or company employees. Statistics for Work Trains should be reported under Item 11 only. Statistics related to company equipment, company employees and company freight moving in transportation trains are not to be reported in Item 11, but are to be reported in Items 4-17, 6-04, 7-02, and 8-04 and 8-05 as instructed in notes. I, K, and L.

- (A) Report miles of road operated at close of year, excluding industrial tracks, yard tracks, and sidings
- (B) A train-mile is the movement of a train a distance of one mile. In computing train-miles, fractions representing less than one-half mile shall be disregarded and other fractions considered as one mile. Train Miles-Running shall be based on the actual distance run between terminals and/or stations and shall be computed from the official time tables or distance tables. Train-miles shall not be increased to cover the running of locomotives from shops to terminals, doubling hills, switching, or other work at way stations, or for the service of helper or pusher locomotives or of extra locomotives on double-head or triple-head trains. When the carrier's trains are detoured over foreign roads, the miles shall be computed on the basis of the miles actually run and in accordance with the service performed. Train-miles shall be kept separately for trains hauled by locomotives and trains moved by motorcars.
- (C) A motorcar is a self-propelled unit of equipment designed to carry freight or passenger traffic, and is not considered a locomotive
- (D) A locomotive is a self-propelled unit of equipment designed solely for moving other equipment. A locomotive unit-mile is a movement of a locomotive unit a distance of one mile under its own power. Include miles made by all locomotive units. Exclude miles made by motorcars. Miles of locomotives in helper service shall be computed on the basis of actual distance run in such service.
- (E) All locomotives unit-miles in road service shall be based on the actual distance run between terminals and/or stations. Follow instructions (B) regarding fractions and official time tables for computing locomotive-miles
- (F) Train switching locomotive-miles shall be computed at the rate of six miles per hour for the time actually engaged in such service. Include miles allowed train locomotives for performing switching service at terminals and way stations.
- (G) Yard switching locomotive-miles shall be computed at the rate of six miles per hour for the time actually engaged in yard switching service. Include miles allowed to yard locomotives for switching service in yards where regular switching service is maintained and in terminal switching and transfer service.
- (H) Use car designations shown in Schedule 710. Under Railroad Owned and Leased cars, Items 4-01 and 4-11, report both foreign cars and respondents' own cars while on the line of the respondent railroad. In Items 4-13 and 4-15, report the private-line categories, miles for private-line cars (whether or not under railroad control) and shipper-owned cars. A car-mile is a movement of a unit of car equipment a distance of one mile. Report miles made by flatcars carrying loaded highway trailers or empty highway trailers moving under revenue billings as loaded freight car-miles & miles made by flatcars carrying other empty highway trailers as empty freight car-miles. Exclude miles made by motorcars and report miles made by business cars of other than reporting carrier as sleeping car miles in Item 5-03. Report mail, express baggage cars and combination cars other than 5-02 combination cars, in Item 5-05.
- (I) Exclude from Item 4-10, 4-11, 4-13, and 4-15 car-miles of work equipment, cars carrying company freight and no-payment cars moving in transportation trains. Include such car-miles in Item 4-17, 4-18, and 4-19. No payment car-miles are miles made by private-line cars (other than railroad controlled) and shipper-owned cars for which the railroad does not reimburse the owner on a loaded and/or empty miles basis. If the payment for the loaded miles includes the empty miles, the loaded and empty miles should not be considered no-payment car miles
- (J) Report miles actually run by passenger-train cars in transportation service. Passenger-train car-miles include miles run by coaches and cars in which passengers are carried at regular tariff fares without extra charge for space occupied; miles run by combination passenger and baggage, passenger and mail, passenger and express; miles run by sleeping, parlor and other cars for which an extra fare is charged; miles run by dining, cafe, and other cars devoted exclusively to the serving of meals and other refreshments and by club, lounge, and observation cars; and miles run by other passenger-train cars where services are combined such as baggage, express and mail
- (K) From conductors' or dispatchers' train reports or other appropriate source, compute weight in tons (2,000 lbs) Item 6-01 includes weight of all locomotive units moved one mile in transportation trains. Ton-miles of motorcars should be excluded. Items 6-02 and 6-03 represent tons behind locomotive units (cars and contents, cabooses) moved one mile in transportation trains (excluding non-revenue gross ton-miles). Non-revenue gross ton-miles in transportation trains include work equipment and cars carrying company freight (and their contents). Use 150 lbs as the average weight per passenger, and four tons as the average weight of contents of each head-end car.

## INSTRUCTIONS CONCERNING RETURNS TO BE MADE IN SCHEDULE 755 - Concluded

- (L) From conductors' train reports or other appropriate source, compute ton-miles of freight. Ton-miles represent the number of tons of revenue and non-revenue freight moved one mile in transportation train. Include net ton-miles in motorcar trains. Exclude [c.] shipment of freight handled in mixed baggage express cars. Total Ton-Miles Revenue Freight should correspond to the Ton-Miles reported on Form CBS.
- (M) Road service represents elapsed time of transportation trains (both ordinary and light) between the time of leaving the initial terminals and the time at the final terminals, including trains switching at way stations and delays on road as shown by conductors' or dispatchers' train reports. Include time of motorcar service performed by train locomotives at terminals and way stations. Report in Item 9-02 train switching hours included in Item 9-01. Train switching is the time spent by the train while performing switching service at terminals and way stations where no regular yard service is maintained. A train hour is independent of the number of locomotives in the train.
- (N) Yard switching hours are hours expended in switching service performed by yard crews in yards where regular switching service is maintained, including terminal switching and transfer service in connection with the transportation of revenue and incidentally of company freight. Hours in yard switching are independent of the number of locomotives used.
- (O) Work-train miles include the miles run by trains engaged in company service such as official inspection, inspection trains for Railway Commissioners for which no revenue is received, trains running special with fire apparatus to save carrier's property from destruction, trains run for transporting the carrier's employees to and from work when no transportation charge is made, wrecking trains, trains run solely for the purpose of transporting company material, trains run for distributing material and supplies for use in connection with operations, and all other trains used in work-train services. Exclude miles run by locomotives which engaged incidentally in switching company materials in company shops or material yards in connection with regular yard switching service or in switching equipment for repairs between yards and shops.
- (P) The number of loaded freight cars shall be obtained from the conductors' wheel report and shall be the sum of all loaded cars handled by each train. For example, if a car moves loaded (1) in a way train from the origination points, (2) in two through trains, and (3) in a way train to the destination point, the total count of loaded cars would be four: two counts for the movements in the way trains and two counts for the movements in through trains. Therefore, each car originated or received from a connecting carrier receives an initial count, plus one count for each subsequent physical transfer between trains on respondents lines. No additional count is given because of crew change or changes in track identification number unless there is a physical transfer of the car between trains. Each car moving under revenue billing shall be considered as a loaded car.
- (Q) Report vehicle (TOFC trailers/containers, automobiles and trucks) loaded and unloaded to and from TOFC and multiple level freight cars when the work is performed at the railroad's expense.
- (R) Report the number of loaded revenue trailers/containers picked up, plus revenue trailers/containers delivered in TOFC/COFC and in highway interchange service, when the work is performed at the railroad's expense. (Performed at railroad's expense means that railroad employees perform the service or that the railroad hires a subsidiary or outside contractor to perform the service.) Do not include those trailers/containers which are picked up or delivered by a shipper or motor carrier, etc., when a tariff provision requires the shipper-motor carrier, etc., and not the railroad to perform that service. Note: the count should reflect the trailer/containers for which expenses are reported in Schedule 417 Line 2 Column (b).
- (S) Report under Marine Terminals, Item 16, the tons loaded onto and unloaded from marine vessels at the expense of the reporting railroad.
- (T) Report the total number of foreign railroad cars on line at the end of the year (except surplus cars, see below). Foreign railroad cars refers to freight cars owned by other railroads, whose interline rental is settled on time (by hour) and actual line-haul mileage charges under the code of car hire rules.

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

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

## 755. RAILROAD OPERATING STATISTICS

Line No	Cross Check	Item description	Freight train	Passenger train	Line No
		(a)	(b)	(c)	
1		1 Miles of Road Operated (A)	3,358	XXXXXX	1
2		2 Train Miles - Running (B)	XXXXXX	XXXXXX	2
3		2-01 Unit Trains	1,027,285	XXXXXX	3
4		2-02 Way Trains	770,259	XXXXXX	4
5		2-03 Through Trains	5,468,729	XXXXXX	5
6		2-04 TOTAL TRAIN MILES (lines 2-4)	7,266,273	XXXXXX	6
7		2-05 Motorcars (C)	0	XXXXXX	7
		2-06 TOTAL ALL TRAINS (lines 5, 6)	7,266,273	XXXXXX	
		3 Locomotive Unit Miles (D)	XXXXXX	XXXXXX	
		Road Service (E)	XXXXXX	XXXXXX	
8		3-01 Unit Trains	2,583,542	XXXXXX	8
9		3-02 Way Trains	1,496,546	XXXXXX	9
10		3-03 Through Trains	13,090,894	XXXXXX	10
11		3-04 TOTAL (lines 8-10)	17,170,982	XXXXXX	11
12		3-11 Train Switching (F)	1,670,171	XXXXXX	12
13		3-21 Yard Switching (G)	2,142,414	XXXXXX	13
14		3-31 TOTAL ALL SERVICES (lines 11, 12, 13)	20,983,567	XXXXXX	14
		4 Freight Car-Miles (thousands) (H)	XXXXXX	XXXXXX	
		4-01 RR Owned and Leased Cars - Loaded	XXXXXX	XXXXXX	
15		4-010 Box-Plain 40-Foot	1	XXXXXX	15
16		4-011 Box-Plain 50-Foot and Longer	1,804	XXXXXX	16
17		4-012 Box-Equipped	24,145	XXXXXX	17
18		4-013 Gondola-Plain	310	XXXXXX	18
19		4-014 Gondola-Equipped	7,530	XXXXXX	19
20		4-015 Hopper-Covered	48,853	XXXXXX	20
21		4-016 Hopper-Open Top-General Service	5,522	XXXXXX	21
22		4-017 Hopper-Open Top-Special Service	364	XXXXXX	22
23		4-018 Refrigerator-Mechanical	96	XXXXXX	23
24		4-019 Refrigerator-Non-Mechanical	1,462	XXXXXX	24
25		4-020 Flat-TOFC/COFC	22,606	XXXXXX	25
26		4-021 Flat-Multi-Level	2,561	XXXXXX	26
27		4-022 Flat-General Service	87	XXXXXX	27
28		4-023 Flat-All Other	7,661	XXXXXX	28
29		4-024 All Other Car Types-Total	214	XXXXXX	29
30		4-025 TOTAL (lines 15-29)	123,216	XXXXXX	30

## 755. RAILROAD OPERATING STATISTICS - Continued

Line No	Cross Check	Item description (a)	Freight train (b)	Passenger train (c)	Line No
		4-11 RR Owned and Leased Cars-Empty	XXXXXX	XXXXXX	
31		4-110 Box-Plain 40-Foot	0	XXXXXX	31
32		4-111 Box-Plain 50-Foot and Longer	2,312	XXXXXX	32
33		4-112 Box-Equipped	20,297	XXXXXX	33
34		4-113 Gondola-Plain	374	XXXXXX	34
35		4-114 Gondola Equipped	6,361	XXXXXX	35
36		4-115 Hopper-Covered	48,188	XXXXXX	36
37		4-116 Hopper-Open Top-General Service	6,089	XXXXXX	37
38		4-117 Hopper-Open Top-Special Service	501	XXXXXX	38
39		4-118 Refrigerator-Mechanical	95	XXXXXX	39
40		4-119 Refrigerator-Non-Mechanical	1,131	XXXXXX	40
41		4-120 Flat-TOFC/COFC	2,237	XXXXXX	41
42		4-121 Flat-Multi-level	1,754	XXXXXX	42
43		4-122 Flat-General Service	80	XXXXXX	43
44		4-123 Flat-All Other	7,673	XXXXXX	44
45		4-124 All Other Car Types	233	XXXXXX	45
46		4-125 TOTAL (lines 31-45)	97,325	XXXXXX	46
		4-13 Private Line Cars - Loaded (H)	XXXXXX	XXXXXX	
47		4-130 Box-Plain 40-Foot	0	XXXXXX	47
48		4-131 Box-Plain 50-Foot and Longer	1,274	XXXXXX	48
49		4-132 Box-Equipped	68	XXXXXX	49
50		4-133 Gondola-Plain	474	XXXXXX	50
51		4-134 Gondola-Equipped	13	XXXXXX	51
52		4-135 Hopper-Covered	8,138	XXXXXX	52
53		4-136 Hopper-Open Top-General Service	500	XXXXXX	53
54		4-137 Hopper-Open Top-Special Service	67	XXXXXX	54
55		4-138 Refrigerator-Mechanical	0	XXXXXX	55
56		4-139 Refrigerator-Non-Mechanical	11	XXXXXX	56
57		4-140 Flat-TOFC/COFC	12,824	XXXXXX	57
58		4-141 Flat-Multi-level	16,074	XXXXXX	58
59		4-142 Flat-General Service	5	XXXXXX	59
60		4-143 Flat-All Other	4,894	XXXXXX	60
61		4-144 Tank Under 22,000 Gallons	1,637	XXXXXX	61
62		4-145 Tank-22,000 Gallons and Over	5,184	XXXXXX	62
63		4-146 All Other Car Types	44	XXXXXX	63
64		4-147 TOTAL (lines 47-63)	51,207	XXXXXX	64

## 755. RAILROAD OPERATING STATISTICS - Continued

Line No	Cross Check	Item description (a)	Freight train (b)	Passenger train (c)	Line No
		4-15 Private Line Cars - Empty (H)	XXXXXX	XXXXXX	
65		4-150 Box-Plain 40-Foot	0	XXXXXX	65
66		4-151 Box-Plain 50-Foot and Longer	610	XXXXXX	66
67		4-152 Box-Equipped	63	XXXXXX	67
68		4-153 Gondola-Plain	471	XXXXXX	68
69		4-154 Gondola-Equipped	29	XXXXXX	69
70		4-155 Hopper-Covered	7,782	XXXXXX	70
71		4-156 Hopper-Open Top-General Service	336	XXXXXX	71
72		4-157 Hopper-Open Top-Special Service	98	XXXXXX	72
73		4-158 Refrigerator-Mechanical	0	XXXXXX	73
74		4-159 Refrigerator-Non-Mechanical	0	XXXXXX	74
75		4-160 Flat-TOFC/COFC	1,117	XXXXXX	75
76		4-161 Flat-Multi-level	11,934	XXXXXX	76
77		4-162 Flat-General Service	7	XXXXXX	77
78		4-163 Flat-All Other	4,134	XXXXXX	78
79		4-164 Tank Under 22,000 Gallons	2,526	XXXXXX	79
80		4-165 Tank-22,000 Gallons and Over	5,498	XXXXXX	80
81		4-166 All Other Car Types	25	XXXXXX	81
82		4-167 TOTAL (lines 65-81)	34,630	XXXXXX	82
83		4-17 Work Equipment and Company Freight Car-Miles	4,638	XXXXXX	83
84		4-18 No Payment Car-Miles (I)	171,874	XXXXXX	84
		4-19 Total Car-Miles by Train Type (Note)	XXXXXX	XXXXXX	
85		4-191 Unit-Trains	92,866	XXXXXX	85
86		4-192 Way-Trains	23,239	XXXXXX	86
87		4-193 Through Trains	366,785	XXXXXX	87
88		4-194 TOTAL (lines 85-87)	482,890	XXXXXX	88
89		4-20 Caboose Miles	206	XXXXXX	89

Total number of loaded miles 0 and empty miles 0 by roadrailer reported above

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



## 755. RAILROAD OPERATING STATISTICS - Concluded

Line No	Cross Check	Item description (a)	Freight train (b)	Passenger train (c)	Line No
		6 Gross Ton-Miles (thousands) (K)	XXXXXX	XXXXXX	
98		6-01 Road Locomotives	3,187,170	XXXXXX	98
		6-02 Freight Trains, Crs, Cnts, and Caboose	XXXXXX	XXXXXX	
99		6-020 Unit Trains	8,556,236	XXXXXX	99
100		6-021 Way Trains	1,615,199	XXXXXX	100
101		6-022 Through Trains	26,923,469	XXXXXX	101
102		6-03 Passenger Trains, Crs, Cnts, and Caboose	0	XXXXXX	102
103		6-04 Non-Revenue	0	XXXXXX	103
104		6-05 TOTAL (lines 98-103)	40,282,074	XXXXXX	104
		7 Tons of Freight (thousands)	XXXXXX	XXXXXX	
105		7-01 Revenue	55,274	XXXXXX	105
106		7-02 Non-Revenue	344	XXXXXX	106
107		7-03 TOTAL (lines 105,106)	55,618	XXXXXX	107
		8 Ton-Miles of Freight (thousands) (L)	XXXXXX	XXXXXX	
108		8-01 Revenue-Road Service	20,406,552	XXXXXX	108
109		8-02 Revenue-Lake Transfer Service	0	XXXXXX	109
110		8-03 TOTAL (lines 108,109)	20,406,552	XXXXXX	110
111		8-04 Non-Revenue-Road Service	162,245	XXXXXX	111
112		8-05 Non-Revenue-Lake Transfer Service	0	XXXXXX	112
113		8-06 TOTAL (lines 111,112)	162,245	XXXXXX	113
114		8-07 TOTAL Revenue & Non-Revenue (lines 110,113)	20,568,797	XXXXXX	114
		9 Train Hours (M)	XXXXXX	XXXXXX	
115		9-01 Road Service	335,552	XXXXXX	115
116		9-02 Train Switching	117,542	XXXXXX	116
117		10 TOTAL YARD-SWITCHING HOURS (N)	334,641	XXXXXX	117
		11 Train-Miles Work Trains (O)	XXXXXX	XXXXXX	
118		11-01 Locomotives	28,769	XXXXXX	118
119		11-02 Motorcars	0	XXXXXX	119
		12 Number of Loaded Freight Cars (P)	XXXXXX	XXXXXX	
120		12-01 Unit Trains	344,211	XXXXXX	120
121		12-02 Way Trains	337,197	XXXXXX	121
122		12-03 Through Trains	1,199,761	XXXXXX	122
123		13 TOFC/COFC-No of Rev Trlrs & Cntrs Lded & Unlde (Q)	251,221	XXXXXX	123
124		14 Multi-level Cars-No of Motor Vehicles Lded & Unlde	280,152	XXXXXX	124
125		15 TOFC/COFC-No of Rev Trailers Picked Up & Delivered	0	XXXXXX	125
		16 Revenue Tons-Marine Terminal (S)	XXXXXX	XXXXXX	
126		16-01 Marine Terminals-Coal	0	XXXXXX	126
127		16-02 Marine Terminals-Ore	0	XXXXXX	127
128		16-03 Marine Terminals-Other	0	XXXXXX	128
129		16-04 TOTAL (lines 126-128)	0	XXXXXX	129
		17 Number of Foreign Per Diem Cars on Line (T)	XXXXXX	XXXXXX	
130		17-01 Serviceable	3,803	XXXXXX	130
131		17-02 Unserviceable	265	XXXXXX	131
132		17-03 Surplus	138	XXXXXX	132
133		17-04 TOTAL (lines 130-132)	4,206	XXXXXX	133

**NOTES AND REMARKS**

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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)

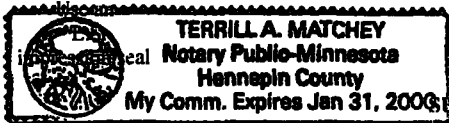
State of Minnesota  
County of Hennepin

John C. Miller makes oath and says that he is Controller  
(insert here name of the affiant) (insert here the official title of the affiant)  
of Soo Line 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, 1998 to and including December 31, 1998.

John C. Miller  
(signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and County above named, this 31st day of March, 19 99. My commission expires January 31, 2000.



Terrill A. Matchey  
(signature of officer authorized to administer oaths)

**SUPPLEMENTAL OATH\***  
(by the president or other chief officer of the respondent)

State of \_\_\_\_\_  
County of \_\_\_\_\_

\_\_\_\_\_ makes oath and says that he is \_\_\_\_\_  
(insert here name of the affiant) (insert here the official title of the affiant)  
of \_\_\_\_\_  
(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 \_\_\_\_\_, 19\_\_\_\_ to and including \_\_\_\_\_, 19\_\_\_\_.

\_\_\_\_\_  
(signature of affiant)

Subscribed and sworn to before me, a \_\_\_\_\_ in and for the State and County above named, this \_\_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_. My commission expires \_\_\_\_\_.

Use an  
L.S.  
impression seal

\_\_\_\_\_  
(signature of officer authorized to administer oaths)

\* Under the Company's delegation of authority, the Controller has authorization to execute reports required by the Surface Transportation Board; therefore, the Supplemental Oath is not required.

**NOTES AND REMARKS**

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**MEMORANDA  
(FOR USE OF COMMISSION ONLY)  
CORRESPONDENCE**

[illegible]

## CORRECTIONS

[illegible]**EXPLANATORY REMARKS**

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