

RC 529500 TENNESSEE ALABAMA & GEORGIA RYW 1979 1

RC 529500  
ORIGINAL

R-3

Class III Railroad  
Approved by (IAC)  
B-180290 (R0553)  
Expires 12-91-81

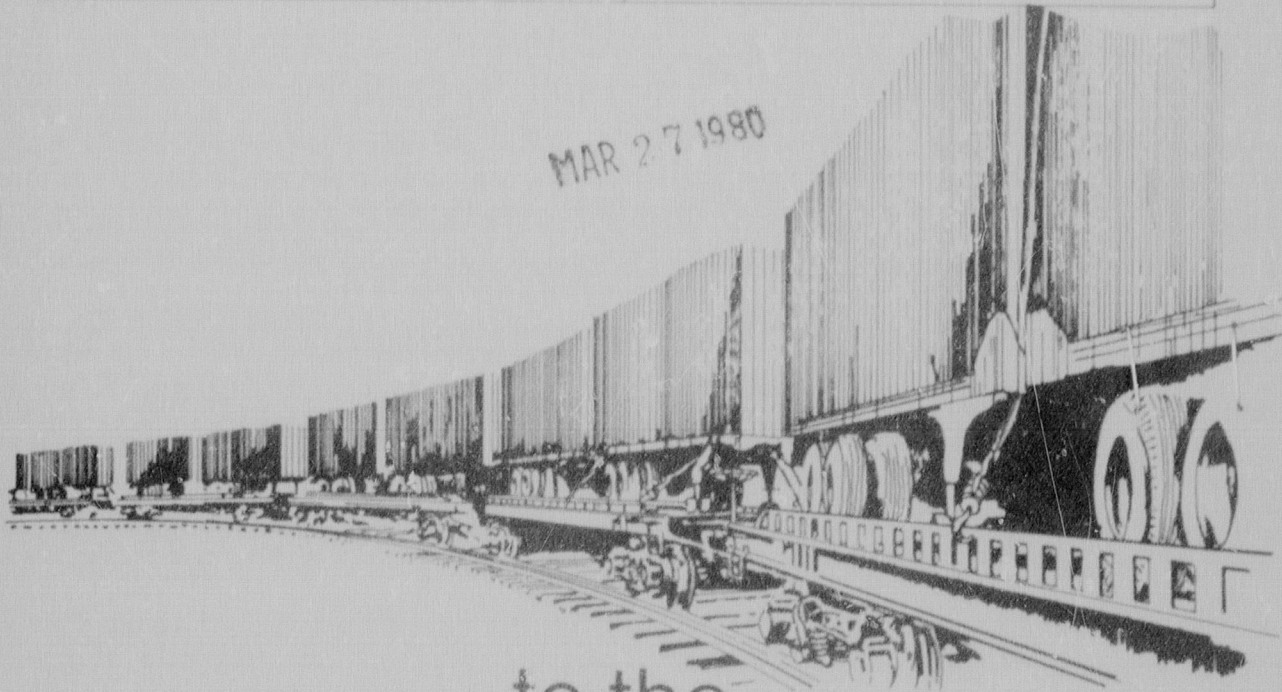
# annual report

RC 529500 30303 3 0 529500  
TENNESSEE ALABAMA & GEORGIA RY CO  
MC PHERSON SQUARE NW  
920 15TH ST NW  
WASHINGTON DC 20005

correct name and address if different than shown

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

MAR 27 1980



to the  
Interstate Commerce Commission  
for the year ended December 31, 1979

# NOTICE

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

Switching and terminal companies are further classified as:

Class 1, Exclusively switching. This class of companies includes all those performing switching service only, whether for joint account or for revenue.

Class S2, Exclusively terminal. This class of companies includes all companies furnishing terminal trackage or terminal facilities only. Such as union passenger or freight stations, stockyards, etc., for which a charge is made, whether operated for joint account or for revenue. In case a bridge or ferry is part of the facilities operated by a terminal company, it should be included under this heading.

Class S3, Both switching and terminal. Companies which perform both a switching and a terminal service. This class of companies includes all companies whose operations cover both switching and terminal service, as defined above.

Class S4, Bridge and ferry. This class of companies is confined to those whose operations are limited to bridges and ferries exclusively.

Class S5, Mixed. Companies performing primarily a switching or a terminal service, but which also conduct a regular freight or passenger traffic. The revenues of this class of companies include, in addition to switching or terminal revenues, those derived from local passenger service, local freight service, participation in through movement of freight or passenger traffic, other transportation operations, and operations other than transportation.

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# 101. IDENTITY OF RESPONDENT

1. Give the exact name by which the respondent was known in law at the close of the year.  
TENNESSEE, ALABAMA & GEORGIA RAILWAY COMPANY
2. State whether or not the respondent made an annual report to the Interstate Commerce Commission for the preceding year, or for any part thereof. If so, in what name was such report made? Yes, Tennessee, Alabama & Georgia Railway Company
3. If any change was made in the name of the respondent during the year, state all such changes and the dates on which they were made.  
None
4. Give the location (including street and number) of the main business office of the respondent at the close of the year.  
920 - 15th Street, N.W., Washington, D. C. 20005
5. Give the titles, names, and office addresses of all general officers of the respondent at the close of the year. If there are receivers who are recognized as in the controlling management of the road, give also their names and titles, and the location of their offices.

Line No.	Title of general officer (a)	Name and office address of person holding office at close of year (b)
1	President	L. Stanley Crane
2	Secretary	M. M. Davenport
3	Treasurer	G. M. Williams
4	VP & Comptroller	Donald R. McArdle
5	Vice President	Harold H. Hall
6	Vice President	George S. Paul
7	Vice President	Arnold B. McKinnon
8	Vice President	Edward B. Burwell
9	Vice President	Edward T. Breathitt, Jr.
10	Vice President	Earl L. Dearhart
11	Vice President	John L. Jones
12	Vice President	Edward G. Kreyling, Jr.
13	Vice President	William D. McLean

(Continued on Page 5)

6. Give the names and office addresses of the several directors of the respondent at the close of the year, and the dates of expiration of their respective terms.

Line No.	Name of director (a)	Office address (b)	Term expires (c)
21.	Clarence B. Blair	Birmingham, Ala.	Directors are elected at annual meeting for ensuing year or until their successors shall have been elected and qualified.
22.	Jac Chambliss	Chattanooga, Tenn.	
23.	John a Chambliss, III	Chattanooga, Tenn.	
24.	William H. Coverdale, Jr.	Waynesville, Ohio	
25.	L. Stanley Crane	Washington, D.C.	
26.	Earl L. Dearhart	Washington, D.C.	
27.	Harold H. Hall	Washington, D.C.	
28.	Arnold B. McKinnon	Washington, D.C.	
29.	Paul H. Merriman	Chattanooga, Tenn.	

(Continued on Page 5)

7. Give the date of incorporation of the respondent: 8/31/37
8. State the character of motive power used: Diesel-Electric
9. Class of switching and terminal company: Not Applicable
10. Under the laws of what Government, State, or Territory was the respondent organized? If more than one, name all. Give reference to each statute and all amendments thereof, effected during the year. If previously effected, show the year(s) of the report(s) setting forth details. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and of appointment of receivers or trustees.  
Organized and operating under the General Corporation Law of the State of Delaware.

11. State whether or not any corporation or association or group of corporations had, at the close of the year, the right to name the major part of the board of directors, managers, or trustees of the respondent; and if so, give the names of all such corporations and state whether such right was derived through (a) title to capital stock or other securities issued or assumed by the respondent, (b) claims for advances of funds made for the construction of the road and equipment of the respondent, or (c) express agreement or some other source.  
Southern Railway Company - Ownership of all its Capital Stock.

12. Give hereunder a history of the respondent from its inception to date, showing all consolidations, mergers, reorganizations, etc., and if a consolidated or merging corporation give like particulars for all constituent and subconstituent corporations. Describe also the course of construction of the road of the respondent, and its financing.  
No change from previous reporting, except that So. Ry. Co. acquired all of the outstanding stock of this company on Jan. 1, 1971, ICC Finance Docket 25868 dated Oct. 26, 1970.  
(Use the initial word the when (and only when) it is a part of the name; and distinguish between the words railroad and railway and between company and corporation)

# 107. STOCKHOLDERS

Give the names of the 30 security holders of the respondent who, at the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within 1 year prior to the actual filing of this report), had the highest voting powers in the respondent, showing for each his address, the number of votes which he would have had a right to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with respect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. In the case of voting trust agreements give, as supplemental information in schedule No. 70S, the names and addresses of the 30 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 30 security holders as of the close of the year.

Line No.	Name of security holder	Address of security holder	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED				
			Number of votes to which security holder was entitled	Stocks		Other securities with voting power	
				Common	Preferred	First	
					Second		
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Southern Railway Co.	Washington, D.C.	301,063	301,063			
2							
3							
4							
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29							
30							

Footnotes and Remarks

## STOCKHOLDERS REPORTS

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

Check appropriate box:

☐ Two copies are attached to this report.

☐ Two copies will be submitted

(date)

☒ No annual report to stockholders is prepared.

## 200. COMPARATIVE STATEMENT OF FINANCIAL POSITION ASSETS

1. Accumulated deferred income tax charges related to current assets should be included in item 6, prepayments, while those related to non-current assets should be included in item 13, Other Deferred Debits.
2. Item 10, Special Funds and Other Investments and Advances, should be shown *net* of allowances and adjustments.
3. Amounts reported on line 12, Other Assets, should be shown net of depreciation and amortization.

Line No.	(WHOLE DOLLARS) Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	CURRENT ASSETS	\$	\$
1	Cash	8,845	22,459
2	Temporary Cash Investments	150,000	
3	Special Deposits		
4	Accounts Receivable	370,883	227,121
5	Less: Allowance for Uncollectible Accounts		
6	Prepayments (and working funds)		
7	Materials and Supplies		
8	Other Current Assets	834	834
9	Total Current Assets	530,562	250,414
	OTHER ASSETS		
10	Special Funds and Other Investments and Advances	1,858	1,331
11	Other Assets	23,710	19,540
12	Other Deferred Debits		
13	Total Other Assets	25,568	20,871
	ROAD AND EQUIPMENT		
14	Road and Equipment Property	4,983,180	4,057,972
15	Accumulated Depreciation and Amortization	(1,641,582)	(1,600,882)
16	Net Road and Equipment	3,341,598	2,457,090
17	Total Assets	3,897,728	2,728,375
	CURRENT LIABILITIES		
18	Loans and Notes Payable		
19	Accounts Payable	58,737	63,044
20	Interest and Dividends Payable	24,676	1,873
21	Taxes Accrued	46,521	34,034
22	Other Current Liabilities		
23	Equipment Obligations and Other Long-term Debt Due Within One Year	65,837	
24	Total Current Liabilities	195,771	98,951
	NON CURRENT LIABILITIES		
25	Funded Debt Unmatured		
26	Equipment Obligations	921,724	
27	Capitalized Lease Obligations		
28	Accumulated Deferred Income Tax Credits	81,545	44,961
29	Other Long-term Liabilities and Deferred Credits	226,626	227,656
30	Total Non current Liabilities	1,229,895	272,617

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

Line No.	(WHOLE DOLLARS) Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	SHAREHOLDERS' EQUITY	\$	\$
	Capital Stock		
31	Common	752,658	752,658
32	Preferred		
33	Discount on Capital Stock		
34	Additional Capital	530,504	530,504
	Retained Earnings:		
35	Appropriated		
36	Unappropriated	1,188,900	1,073,645
37	Net Unrealized Loss on Noncurrent Marketable Equity Securities		
38	Less: Treasury Stock		
39	Net Shareholders' Equity	2,472,062	2,356,807
40	Total Liabilities and Shareholders' Equity	3,897,728	2,728,375

Continued from Page 2 - Item 5 -

Line No.	Title of General Officer (a)	Name and office address of persons holding office at close of year (b)
14.	Vice President	Walter A. Simpson Washington, D.C.
15.	Vice President	Karl A. Stoecker Washington, D.C.
16.	Vice President	James L. Tapley Washington, D.C.
17.	Vice President	D. Henry Watts Washington, D.C.
18.	Vice President	Robert S. Geer Atlanta, Ga.
19.	Vice President	Samuel D. Guy Washington, D.C.
20.	Vice President	Paul R. Rudder Washington, D.C.

Continued from Page 2 - Item 6 -

Line No.	Name of Directors (a)	Office Address (b)
30.	George S. Paul	Washington, D.C.
31.	Mervin Pregulman	Chattanooga, Tenn.

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

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

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

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

3. (a) Explain the procedure in accounting for pension funds and recording in the accounts the current and past service pension costs, indicating whether or not consistent with the prior year: None

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

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

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

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

Date of trust agreement or latest amendment

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

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

(e)(i) Is any part of the pension plan fund invested in stock or other securities of the respondent or any of its affiliates? Specify: Yes No

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

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

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

See footnote on Page 7 of Southern Railway Company Annual Report Annual Report Form R-1

5. Respondent carried a service interruption policy with The Imperial Insurance Company Limited under which it will be entitled to daily indemnity in the amount of \$1,858 for certain work stoppage losses. In the event such losses are sustained by other railroads holding similar policies respondent may be obligated to pay additional premiums amounting to not more than 20 times the above daily rate during the year.

SOUTHERN RAILWAY  
COMPANY AND  
CONSOLIDATED  
SUBSIDIARIESBalance  
Sheet

	December 31,	
	1979	1978
	(Thousands of Dollars)	
<b>Assets</b>		
Current assets:		
Cash and short-term securities	\$ 206,596	\$ 205,824
Accounts receivable	221,119	186,172
Materials, supplies and other	94,298	78,228
	<u>522,013</u>	<u>470,224</u>
Investments in and advances to affiliates	10,498	11,435
Other assets	28,683	37,114
Properties less accumulated depreciation	<u>2,325,669</u>	<u>2,112,765</u>
	<u>\$2,886,863</u>	<u>\$2,631,538</u>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 299,564	\$ 261,987
Income taxes	21,900	29,035
Current maturities of long-term debt	78,289	72,352
	<u>399,753</u>	<u>363,374</u>
Long-term debt	841,461	774,985
Reserves and other liabilities	44,963	39,198
Deferred income taxes	<u>382,397</u>	<u>348,912</u>
	<u>1,668,574</u>	<u>1,526,469</u>
Shareholders' equity —		
Serial preferred stock	54,851	54,850
Serial preference stock	—	16,430
Common stock	153,374	148,846
Capital Surplus	55,058	36,465
Income retained in the business	<u>955,006</u>	<u>848,478</u>
	<u>1,218,289</u>	<u>1,105,069</u>
	<u>\$2,886,863</u>	<u>\$2,631,538</u>

The company reporting to the Interstate Commerce Commission in this report is a part of the Southern Railway Company and Consolidated Subsidiaries, which is comprised of 37 regulated carriers and 19 other companies. Financial reporting to shareholders and the general public is made on a consolidated basis and the above balance sheet is included in this report in order to put the financial data of the reporting company into proper perspective relative to the Southern Consolidated System.

# Statement of Income

SOUTHERN RAILWAY  
COMPANY AND  
CONSOLIDATED  
SUBSIDIARIES

	1979	1978
	(Thousands of Dollars)	
Railway operating revenues:		
Freight	\$1,426,998	\$1,222,592
Other	40,272	38,079
	<u>1,467,270</u>	<u>1,260,671</u>
Other income	51,438	41,045
Total income	<u>1,518,708</u>	<u>1,301,716</u>
Railway operating expenses:		
Way and structures	269,071	230,861
Equipment	271,477	233,796
Transportation	527,133	448,034
General and administrative	141,236	131,670
	<u>1,208,917</u>	<u>1,044,361</u>
Miscellaneous deductions	18,405	14,400
Interest expense	68,327	62,035
Total expenses	<u>1,295,649</u>	<u>1,120,796</u>
Income before income taxes	<u>223,059</u>	<u>180,920</u>
Federal and state income taxes:		
Current	28,952	25,481
Deferred	33,485	28,120
Total income taxes	<u>62,437</u>	<u>53,601</u>
Net consolidated income	<u>\$ 160,622</u>	<u>\$ 127,319</u>
Per average common share outstanding	\$10.39	\$8.35

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## 210. RESULTS OF OPERATIONS

## INSTRUCTIONS

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.
2. List dividends from investments accounted for under the cost method on the appropriate line, under subsection "Other Income." List dividends accounted for under the equity method on the appropriate line under the "Income from Affiliated Companies" subsection of this schedule.
3. All contra entries hereunder should be indicated in parenthesis.

## 210. RESULTS OF OPERATIONS

Line No.	Item (WHOLE DOLLARS) (a)	Amount for Current Year (b)
	ORDINARY ITEMS	\$
	OPERATING INCOME	
	Railway Operating Income	
1	Freight	
2	Passenger	1,223,676
3	Other	
4	Railway Operating Revenues	84,513
5	Railway Operating Expenses	1,308,189
6	*Net Revenue from Railway Operations	1,259,151
		49,038
	OTHER INCOME	
7	Dividend income	
8	Interest income	
9	Other income, Other	8,443
	Income from affiliated companies:	244
10	Dividends	
11	Equity in undistributed earnings (losses)	
12	Total other income (Lines 7-11)	8,687
13	Total income (Lines 6, 12)	57,725
	OTHER DEDUCTIONS	
14	Miscellaneous deductions from income	
15	Fixed charges	1,033
16	Income after miscellaneous deductions and fixed charges	47,690
		9,002
	UNUSUAL OR INFREQUENT ITEMS	
17	Unusual or infrequent items (debit) credit	
18	Income (loss) from continuing operations (before income taxes) (Line 16 less Line 17)	9,002
	PROVISIONS FOR INCOME TAXES	
	Income taxes on ordinary income:	
19	Federal income taxes	(139,897)
20	State income taxes	(2,940)
21	Other income taxes	
22	Provisions for deferring income taxes	
23	Income before extraordinary items (Line 18 less Lines 19-22)	36,584
		115,255
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES	
24	Extraordinary items (net)	
25	Income taxes on extraordinary items	
26	Provisions for deferred taxes - Extraordinary items	
27	Total extraordinary items (Lines 24-26)	
28	Cumulative effect of changes in accounting principles	
29	(Less applicable income taxes of \$ )	
30	Net income	115,255

## 210. RESULTS OF OPERATIONS—Continued

Line No.	Item (WHOLE DOLLARS) (a)	Amount for Current Year (b)
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)		
31	Net revenues from railway operations	49,038
32	Income taxes on ordinary income	(142,837)
33	Provisions for deferred income taxes	(36,584)
34	Income from Lease of Road and Equipment	-0-
35	Rent for leased Roads and Equipment	-0-
36	Net Railway Operating Income	155,291
37	Revenue freight - Ton-miles	34,772,562

## APPENDIX A

## SCHEDULE 210A. SUPPLEMENTAL INFORMATION FOR SWITCHING AND TERMINAL COMPANIES

1.

Joint Facility		
Category	Debit	Credit
Way and Structures	Not Applicable to Respondent	
Equipment		
Road		
Yard		
Other Transportation		

2. Depreciation Expense - way and structures - running  
 Depreciation Expense - way and structures - switching  
 Depreciation Expense - way and structures - others  
 All other way and structures operating expenses  
 Total Way and Structures Operating Expenses

Not Applicable to Respondent

Depreciation Expense - locomotives  
 Depreciation Expense - freight cars  
 Depreciation Expense - other equipment

3. \*Number of locomotive-miles in yard switching service: Freight

Passenger

\*Number of locomotive-miles in yard switching service should be computed in accordance with OS-A report note F.

## 330. ROAD AND EQUIPMENT PROPERTY

1. Give particulars of changes during the year in Road and Equipment property, and Improvements on leased property.
2. Gross charges during the year should include disbursements made for the specific purpose of purchasing, constructing, and equipping new lines, extensions of old lines, and for additions and betterments. Both the debit and credit involved in each transfer, adjustment, or clearance, between road and equipment accounts, should be included in columns (c) and (d), as may be appropriate, depending on the nature of the item. Adjustments in excess of \$100,000 should be explained.
3. Report on line 32 amounts not includable in the primary road accounts.

Line No.	ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
1 (1)	Engineering	69,314		7	69,307	7,482
2 (2)	Land for transportation purposes	43,885			43,885	
3 (3)	Other right-of-way expenditures	370			370	73
4 (4)	Grading	640,772			640,772	2,391
5 (5)	Tunnels and subways	160,116			160,116	10,717
6 (6)	Bridges, trestles, and culverts	386,912			386,912	283,144
7 (7)	Elevated structures					
8 (8)	Ties	245,741		366	245,375	
9 (9)	Rails	423,791		317	423,474	
10 (10)	Other track material	354,901		629	354,272	
11 (11)	Ballast	288,095		23	288,072	
12 (12)	Track laying and surfacing	395,078		425	394,653	
13 (13)	Fences, snowsheds, and signs	1,991			1,991	1,147
14 (16)	Station and office buildings	91,771			91,771	35,678
15 (17)	Roadway buildings	17,186			17,186	4,575
16 (18)	Water stations	4,273			4,273	1,303
17 (19)	Fuel stations	6,042			6,042	5,447
18 (20)	Shops and enginehouses	37,698			37,698	11,706
19 (22)	Storage warehouses					
20 (23)	Wharves and docks					
21 (24)	Coal and ore wharves					
22 (25)	TOFC/COFC terminals					
23 (26)	Communication systems	25,217			25,217	16,242
24 (27)	Signals and interlockers	2,250			2,250	605
25 (29)	Power plants					
26 (31)	Power-transmission systems					
27 (35)	Miscellaneous structures					
28 (37)	Roadway machines	56,400			56,400	50,935
29 (39)	Public improvements - Construction	13,905			13,905	8,367
30 (44)	Shop machinery	22,374			22,374	23,335
31 (45)	Power-plant machinery					
32	Other (specify and explain)					
33	Total Expenditures for Road	3,288,082		1,767	3,286,315	463,147
34 (52)	Locomotives	888,680	81		888,761	921,512
35 (53)	Freight-train cars	372,265	1,007,957	77,460	1,302,762	237,372
36 (54)	Passenger-train cars					
37 (55)	Highway revenue equipment					673
38 (56)	Floating equipment					
39 (57)	Work equipment	37,224			37,224	15,700
40 (58)	Miscellaneous equipment	3,603		3,603		3,178
41	Total Expenditures for Equipment	1,301,772	1,008,038	81,063	2,228,747	1,178,435

## 330. ROAD AND EQUIPMENT PROPERTY—Continued

Line No.	ITEM (a)	Balance at beginning of year (b)	Gross charges during year (c)	Credits for property retired during year (d)	Balance at close of year (e)	Accrued depreciation at close of year (f)
42 (76)	Interest during construction				17,751	
43 (77)	Other expenditures - General	17,751			17,751	
44	Total General Expenditures	17,751			17,751	
45	Total	4,607,605	1,008,038	82,830	5,532,813	
46 (80)	Other elements of investments	(549,633)			(549,633)	
47 (90)	Construction work in progress					
48	Grand Total	4,057,972	1,008,038	82,830	4,983,180	1,641,582

## 705. IMPORTANT CHANGES DURING THE YEAR

Hereunder state the following matters, numbering the statements in accordance with the inquiries, and if no changes of the character below indicated occurred during the year, state that fact. Changes in mileage should be stated to the nearest hundredth of a mile. If any changes reportable in this schedule occurred under authority granted by the Commission in certificates of convenience and necessity, issued under paragraphs (18) to (22) of section 1 of the Interstate Commerce Act or otherwise, specific reference to such authority should in each case be made by docket number or otherwise, as may be appropriate.

1. All portions of road put in operation or abandoned, giving (a) termini, (b) length of road, and (c) dates of beginning operations or of abandonment.
2. All other important physical changes, including herein *all new tracks built*.
3. All leaseholds acquired or surrendered, giving (a) dates, (b) length of terms, (c) names of parties, (d) rents, and (e) other conditions.
4. All agreements for trackage rights acquired or surrendered, giving (a) dates, (b) length of terms, (c) names of parties, (d) rents, and (e) other conditions.
5. All consolidations, mergers, and reorganizations effected, giving particulars.
6. All stocks issued, giving (a) purposes for which issued, (b) names of stocks, and (c) amounts issued, and describing (d) the actual consideration realized, giving (e) amounts and (f) values; give similar information concerning all stocks retired (if any).
7. All funded debt issued, giving (a) purposes for which issued, (b) names of securities and (c) amounts issued, and describing (d) the actual consideration realized, giving (e) amounts and (f) values; also give particulars concerning any funded debt paid or otherwise retired, stating (a) date acquired, (b) date retired or canceled, (c) par value of amount retired.
8. All other important financial changes.
9. All changes in and all additions to franchise rights, describing fully (a) the actual consideration given therefor, and stating (b) the parties from whom acquired, if no consideration was given, state that fact.
10. In case the respondent has not yet begun operation, and no construction has been carried on during the year, state fully the reasons therefor.
11. All additional matters of fact (not elsewhere provided for) which the respondent may desire to include in its report.

None

If returns under items 1 and 2 include any first main track owned by respondent representing new construction or permanent abandonment give the following particulars:

Miles of road constructed

Miles of road abandoned

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

## 710. INVENTORY OF EQUIPMENT

## INSTRUCTIONS

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 of equipment purchased, built in company shops, or otherwise acquired.
3. Units leased to others for a period of one year or more are reportable in column (i); units temporarily out of respondent's service and rented to others for less than one year are to be included in column (c); units rented from others for a period less than one year should not be included in column (f). Units installed during the year and subsequently leased to others for a year or more should be shown as added in column (c), as retired in column (d), and included in column (i).
4. For reporting purposes, a "locomotive unit" is a self-propelled vehicle generating or converting energy into motion, and designed solely for moving other equipment. An "A" unit is the least number of wheel bases with superstructure designed for use singly or as a lead locomotive unit in combination with other locomotive units. A "B" unit is similar to an "A" unit, but not equipped for use singly or as a lead locomotive unit. A "B" unit may be equipped with hostler controls for independent operating at terminals.
5. A "self-propelled car" is a rail motor car propelled by electric motors receiving power from third rail or overhead, or internal combustion engines located on the car itself. Trailers equipped for use only in trains of cars that are self-propelled are to be included as self-propelled equipment.
6. A "Diesel" unit includes all units propelled by diesel internal combustion engines irrespective of final drive, and whether power may at times be supplied from external conductor. Units other than diesel-electric, e.g., diesel-hydraulic, should be identified in a footnote giving the number and a brief description. An "Electric" unit includes all units which receive electric power from an overhead contact wire or third rail, and use the power to drive one or more electric motors that propel the vehicle. An "Other self-powered unit" includes all units other than diesel or electric, e.g., steam, gas turbine. Show the type of unit, service and number, as appropriate, in a brief description sufficient for positive identification. An "Auxiliary unit" includes all units used in conjunction with locomotives, but which draw their power from the "mother" unit, e.g., boosters, slugs, etc.
7. Column (h) should show aggregate capacity for all units reported in column (g), as follows: For locomotive units, report the manufacturer's rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for tractive purposes), or tractive effort of steam locomotive units; for 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.

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

Line No.	Item	Units in service of respondent at beginning of year (b)	Units installed during year (c)	Number retired during year (d)	Units at close of year				
					Owned and used (e)	Leased from others (f)	Total in service of respondent (e + f) (g)	Aggregate capacity of units reported in col. (g) (h)	Leased to others (i)
	(a)								
LOCOMOTIVE UNITS									
1	Diesel-Freight A units	5			5		5	8300 (h.p.)	
2	Diesel-Freight B units								
3	Diesel-Passenger A units								
4	Diesel-Passenger B units								
5	Diesel-Multiple purpose A units								
6	Diesel-Multiple purpose B units								
7	Diesel-Switching A units								
8	Diesel-Switching B units								
9	Total (lines 1-8)	5			5		5	XXXXXX	
10	Electric-Locomotives								
11	Other self-powered units								
12	Total (lines 9, 10 and 11)	5			5		5	XXXXXX	
13	Auxiliary units								
14	Total Locomotive Units (lines 12 and 13)	5			5		5	XXXXXX	

## UNITS OWNED, INCLUDED IN INVESTMENT ACCOUNT, AND LEASED FROM OTHERS—Cont.

Line No.	Item	Units in service of respondent at beginning of year	Units installed during year	Number retired during year	Units at close of year				
					Owned and used	Leased from others	Total in service of respondent (e + f)	Aggregate capacity of units reported in col. (g)	Leased to others
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
	FREIGHT TRAINCARS							Tons	
15	Plain Box Cars - 40' (B100-129)		10		10		10	770	
16	Plain Box Cars - 50' (B200-229; B300-329)		7		7		7	490	
17	Equipped Box Cars (All Code A)								
18	Plain Gondola Cars (G092-392; G401-492)	2			2		2	77	
19	Equipped Gondola Cars (All Codes C and E)	11		1	10		10	758	
20	Covered Hopper Cars (L 151-154; 251-254; 351-354; 451-454; 551-554; 651-654; 751-754)	1			1		1	100	
21	Open Top Hopper Cars - General Service (All Code H)	31	7	14	24		24	1,991	
22	Open Top Hopper Cars - Special Service (All Codes J and K)								
23	Refrigerator Cars - Non Mechanical (R 100, 101, 102, 103, 105, 106, 107, 108, 109, 113, 114, 115, 116, R 200, 201, 202, 203, 205, 206, 207, 208, 209, 213, 214, 215, 216)								
24	Refrigerator Cars - Mechanical (R 104, 110, 112, 117, 118, R 204, 210, 211, 212, 217, 218)								
25	Flat Cars - TOFC/COFC (F 071-078 F 871-978)								
26	Flat Cars - Multi-level (All Code V)								
27	Flat Cars - General Service (F 101-109; F 201-209)								
28	Flat Cars - Other (F 11-189; 211-289; 301-389; 401-540)								
29	Tank Cars - Under 22,000 Gallons (T-0, T-1, T-2, T-3, T-4, T-5)								
30	Tank Cars - 22,000 Gallons and over (T-6, T-7, T-8, T-9)								
31	All Other Freight Cars (F 191-199; 291-299; 391-399; L 006-048; L 070; L 080 L 090 - All "L" with second numeric 6; L 161- L 764)								
32	Total (lines 15-31)	45	24	15	54		54	4,186	
33	Caboose (All N)	2			2		2	XXXXXX	
34	Total (lines 32-33)	47	24	15	56		56	XXXXXX	-0-

## 720. TRACKS

Tenn. 8.98

Ala. 48.86

Ga. 45.33

- (1) Show, by State, total mileage of tracks owned and operated by respondent 103.17
- (2) Show, by State, mileage of tracks owned but not operated by respondent: First main track, -0-  
 second and additional main tracks, -0- industrial tracks, -0-  
 yard track and sidings, -0- total, all tracks, -0- (t)
- (3) Road is completed from (Line Haul Railways only) Chatta., Ten. to Gadsden, Ala. Total distance, 93.54  
 miles
- (4) Road located at (Switching and Terminal Companies only) 8-1/2 in.
- (5) Gauge of track 4 ft
- (6) Weight of rail 80-100 lb. per yard
- (7) Kind and number per mile of crossties 3,200 per mile Treated
- (8) State number of miles electrified: First main track, -0- second and additional main tracks, -0-  
 passing tracks, cross-overs, and turn-outs, -0- way switching tracks, yard switching  
 tracks, -0-
- (9) Ties applied in replacement during year: Number of crossties, 1,100 average cost per tie, \$ 12.28 number of feet  
 (B.M.) of switch and bridge ties, -0- average cost per M feet (B.M.), \$ -0-
- (10) Rail applied in replacement during year: Tons (2,000 pounds), -0- Weight per year, -0- average  
 cost per ton, \$ -0-

\*Insert names of places.

(t) Mileage should be stated to the nearest whole mile.



## VERIFICATION

The foregoing report must be verified by the oath of the officer having control of the accounting of the respondent. It should be verified, also by the oath of the president or other chief officer of the respondent, unless the respondent states on the last preceding page of this report that such chief officer has no control over the accounting of the respondent. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken. While the President and Bd. of Directors have the right to exercise control of the accounting of the Company, they have delegated to the Vice President and Comptroller the supervision of the books of account and the control of the manner in which such books are kept.

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

~~XXXXXX~~

DISTRICT OF COLUMBIA

~~(XXXXXX)~~

CITY OF WASHINGTON

F. A. Lockett

makes oath and says that he is Assistant Comptroller

(Insert here the name of the affiant)

(Insert here the official title of the affiant)

of

TENNESSEE, ALABAMA & GEORGIA RAILWAY COMPANY

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

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

of time from and including January 1

1979 to and including December 31

1979

*F. A. Lockett*  
(Signature of affiant)

Subscribed and sworn to before me, a

Notary Public

in and for the State and

county above named, this

25th

day of

March

19 80

My commission expires My Commission Expires February 1, 1983

*Kathleen McShen*  
(Signature of officer authorized to administer oaths)

## SUPPLEMENTAL OATH

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

State of

ss.

County of

makes oath and says that he is

(Insert here the 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 operation 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

(Signature of officer authorized to administer oaths)