

RC-537050

WATERLOO RAILROAD COMPANY

1979

RC537050

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R-3

Class III Railroads

annual report

INTERSTATE
COMMERCE COMMISSION
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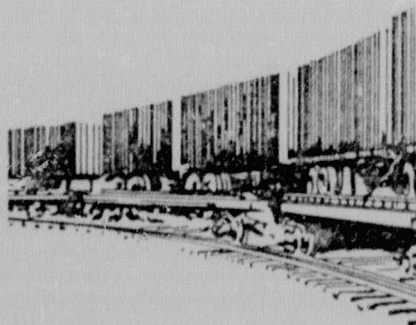
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to the



Illinois Commerce Commission

Springfield, Illinois 62706

FOR THE YEAR ENDED DECEMBER 31, 1979

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A. SCHEDULES OMITTED BY RESPONDENT

1. The respondent, at it's option, may omit pages from this report provided there is nothing to report or the schedules are not applicable.
2. Show below the pages excluded and indicate the schedule number and title in this space provided below.
3. If no schedules were omitted indicate "NONE".

Page	Schedule No.	Title
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None

NOTICE

This form for annual report should be filled out in triplicate and two copies returned to the

by March 31 of the year following

for which the report is made. Attention is specially directed to the following provisions of Part I of the Interstate Commerce Act:

SEC. 20. (1) The Commission is hereby authorized to require annual, periodical, or special reports from carriers, lessors, * * * (as defined in this section), to prescribe the manner and form in which such reports shall be made, and to require from such carriers, lessors, * * * specific and full, true, and correct answers to all questions upon which the Commission may deem information to be necessary, classifying such carriers, lessors, * * * as it may deem proper for any of these purposes. Such annual reports shall give an account of the affairs of the carrier, lessor, * * * in such form and detail as may be prescribed by the Commission.

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

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

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

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

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

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

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

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

5. All entries should be made in a permanent black ink. Those of a contrary character should be indicated in parenthesis. Items of an unusual character should be indicated by appropriate symbol and footnote.

6. Money items, except averages, throughout the annual report form should be shown in Whole 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.

7. Each respondent should make its annual report to this Commission in triplicate, retaining one copy in its files for reference in case correspondence with regard to such report becomes necessary. For this reason three copies of the form are supplied.

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

Operating companies (including switching and terminal) are broadly classified, with respect to their operating revenues, according to the following general definitions:

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

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

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

In applying this classification to any switching or terminal company which is operated as a joint facility of owning or tenant railways, the sum of the annual railway operating revenues, the joint facility rent income, and the returns to joint facility credit accounts in operating expenses, shall be used in determining its class.

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

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

101. IDENTITY OF RESPONDENT

1. Give the exact name* by which the respondent was known in law at the close of the year
Waterloo Railroad 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, Waterloo Railroad 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
233 North Michigan Avenue, Chicago, IL 60601
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	R. K. Osterdock, 233 N. Michigan Ave, Chicago, IL 60601
2	Vice president - Manufacturing	D. C. King " "
3	Secretary	R. M. Kamowski " "
4	Treasurer	R. H. Hughes " "
5	Controller & auditor	W. R. Daw " "
6	Attorney or general counsel & VP	H. D. Koontz " "
7	VP & Chief Engineer	J. R. Miller " "
8	General superintendent	J. W. Dodge, 1006 E. Fourth Str., Waterloo, IA 50703
9	VP-Operations	J. F. Reents, 233 N. Michigan Ave, Chicago, IL 60601
10	VP-Materials Management	C. C. Phillips " "
11	VP-Traffic	J. A. Conniff " "
12	VP-Real Estate	R. E. Dobroth " "
13		

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)
14	R. H. Hughes	233 N. Michigan Avenue	January 12, 1981
15	D. C. King	"	"
16	H. D. Koontz	"	"
17	J. F. Reents	"	"
18	R. K. Osterdock	"	"
19			
20			
21			
22			
23			

7. Give the date of incorporation of the respondent Feb. 14, 1955 8. State the character of motive power used Diesel
9. Class of switching and terminal company
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.

State of Iowa. See Respondents Report for Year 1968 for Details or Restated Articles of Incorporation.

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. Yes, Illinois Central Gulf RR Co. which owns 100% of the stock of the respondent.

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. See note, Schedule 200

*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. 705, 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			
				Common	Preferred	Other securities with voting power	
						Second	First
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Illinois Central Gulf						
2	RR Company	Chicago, IL	50	50	None	None	None
3							
4							
5							
6							
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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

Line No.	Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Beginning of Year (c)
	CURRENT ASSETS	\$	\$
		404 560	445 836
1	Cash		
2	Temporary Cash Investments		
3	Special Deposits	1 440 055	369 841
4	Accounts Receivable		
5	Less: Allowance for Uncollectible Accounts		
6	Accumulated Deferred Income Tax Charges	(2 283)	(2 961)
7	Other Current Assets	1 842 332	812 716
8	Total Current Assets		
	OTHER ASSETS	286	411
9	Special Funds		
10	Other Investments and Advances - (Less Allowances and adjustments \$)	110 511	115 810
11	Other Assets (Less Depreciation and Amortization \$)	9 906	1 005
12	Other Deferred Debits	120 703	117 226
13	Total Other Assets		
	ROAD AND EQUIPMENT		
14	Road and Equipment Property and Improvements on Leased Property	1 078 293	1 083 281
15	Less: Accumulated Depreciation and Amortization	(366 664)	(344 269)
16	Net Road and Equipment	711 629	739 012
17	Total Assets	2 674 664	1 668 954
	CURRENT LIABILITIES		
18	Loans and Notes Payable	834 746	174 009
19	Accounts Payable		
20	Interest and Dividends Payable	300 059	249 628
21	Federal Income Taxes Accrued	23 850	38 546
22	Other Taxes Accrued	(13 614)	(18 761)
23	Other Current Liabilities		
24	Equipment Obligations and Other long-term Debt Due Within One Year	1 145 041	443 422
25	Total Current Liabilities		
	NON CURRENT LIABILITIES		
26	Funded Debt Unmatured		
27	Equipment Obligations		
28	Capitalized Lease Obligations		
29	Accumulated Deferred Income Tax Credits	68 361	76 523
30	Other Long-term Liabilities and Deferred Credits	68 361	76 523
31	Total Non-current Liabilities		
	SHAREHOLDERS' EQUITY		
32	Capital Stock	50 000	50 000
33	Common Stock		
34	Preferred Stock		
35	Discount on Capital Stock		
36	Additional Capital		

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

Line No.	Item (a)	Respondent Only	
		Balance at Close of Year (b)	Balance at Begin- ning of Year (c)
	SHAREHOLDERS' EQUITY—Continued	\$	\$
	Retained Earnings:		
36	Appropriated	1 411 262	1 099 009
37	Unappropriated		
38	Net unrealized Loss on Noncurrent Marketable Equity Securities		
39	Less: Treasury Stock	1 461 262	1 149 009
40	Net Shareholders' Equity	2 674 664	1 668 954
41	Total Liabilities and Shareholders' Equity		

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 \$ 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
- 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. N/A
- (b) State amount, if any, representing the excess of the actuarially computed value of vested benefits over the total of the pension fund \$ N/A
- (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. N/A
- (d) List affiliated companies which are included in the pension plan funding agreement; and describe basis for allocating charges under the agreement. N/A
- (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. N/A
- (ii) Are voting rights attached to any securities held by the pension plan? Specify Yes No If yes, who determines how stock is voted? N/A
- 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

Notes and Remarks

Schedule 101, Part 12-The respondent was formed to acquire all assets, properties, and liabilities of the Waterloo, Cedar Falls and Northern Railroad in accordance with purchase agreement dated February 21, 1955, approved by the Interstate Commerce Commission in report and order in Finance Docket No. 18904 dated April 3, 1956. From and after July 11, 1956, the properties have been operated by the respondent.

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 (a)	Amount for Current Year (b)
	ORDINARY ITEMS	\$
	OPERATING INCOME	
	Railway Operating Income	735
1	Freight	
2	Passenger	629
3	Other	1 364
4	Total Railway Operating Revenues	894
5	Railway Operating Expenses	470
6	*Net Revenue from Railway Operations	
	OTHER INCOME	
7	Dividend income	81
8	Interest income	32
9	Other income: Other	
	Income from affiliated companies:	
10	Dividends	
11	Equity in undistributed earnings (losses)	113
12	Total other income (Lines 7-11)	583
13	Total income (Lines 6, 12)	
	OTHER DEDUCTIONS	3
14	Miscellaneous deductions from income	
15	Fixed charges	590
	UNUSUAL OR INFREQUENT ITEMS	
16	Unusual or infrequent items (debit) credit	500
17	Income (loss) from continuing operations (before income taxes) (Line 13 less Lines 14-16)	
	PROVISIONS FOR INCOME TAXES	
	Income taxes on ordinary income:	214
18	Federal income taxes	54
19	State income taxes	
20	Other income taxes	
21	Provisions for deferring income taxes	
22	Income before extraordinary items (Line 17 less Lines 18-22)	312
	EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES	
23	Extraordinary items (net)	
24	Income taxes on extraordinary items	
25	Provisions for deferred taxes - Extraordinary items	
26	Total extraordinary items (Lines 23-25)	
27	Cumulative effect of changes in accounting principles	
28	(Less applicable income taxes of \$)	
29	Net income	312

18-14-15

INCOME AFTER MISC

18-19-22-23-19

210. RESULTS OF OPERATIONS—Continued

Line No.	Item (a)	Amount for Current Year (b)
	RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)	
30	Net revenues from railway operations	470
31	Income taxes on ordinary income	(268)
32	Provisions for deferred income taxes	
33	Income from Lease of Road and Equipment	
34	Rent for leased Roads and Equipment	202
35	Net Railway Operating Income	N/A
36	Ton-miles, Revenue Freight (in thousands)	
37		

31-32+34=35

SCHEDULE 210 A

SUPPLEMENTAL INFORMATION FOR SWITCHING AND
TERMINAL COMPANIES ONLY

1. JOINT FACILITIES

CATEGORY	DEBIT	CREDIT
<u>WAY & STRUCTURES</u>		
<u>EQUIPMENT</u>		
<u>ROAD</u>		
<u>YARD</u>		
<u>OTHER TRANSPORTATION</u>		

2. Depreciation Expense - Way and Structures - Running _____
 Depreciation Expense - Way and Structures - Switching _____
 Depreciation Expense - Way and Structures - Other _____
 All Other Way and Structures Operating Expenses _____
 Total Way and Structures Operation Expenses _____
 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.

N/A

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 35 amounts not includable in the primary road accounts. The items reported should be briefly identified and explained in a footnote on page 10.

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	57 542		1	57 541	7 288
2	(2) Land for transportation purposes	66 764		(17)	66 781	
3	(2 1/2) Other right-of-way expenditures	31 543			31 543	
4	(3) Grading					
5	(5) Tunnels and subways	112 402	(200)		112 202	(60 857)
6	(6) Bridges, trestles, and culverts					
7	(7) Elevated structures	30 208			30 208	
8	(8) Ties	46 700	(1 355)	298	45 047	
9	(9) Rails	67 532	(634)	9	66 889	
10	(10) Other track material	16 017			16 017	
11	(11) Ballast	41 369			41 369	
12	(12) Track laying and surfacing	5 838			6 838	1
13	(13) Fences, snowsheds, and signs	13 913			13 913	6 234
14	(16) Station and office buildings	167			167	72
15	(17) Roadway buildings					
16	(18) Water stations					
17	(19) Fuel stations	5 920			5 920	3 462
18	(20) Shops and enginehouses					
19	(21) Grain elevators					
20	(22) Storage warehouses					
21	(23) Wharves and docks					
22	(24) Coal and ore wharves					
23	(25) TOFC/COFC terminals	6 876			6 876	586
24	(26) Communication systems	12 880	(142)		12 738	(962)
25	(27) Signals and interlockers					
26	(29) Power plants					
27	(31) Power-transmission systems					
28	(35) Miscellaneous structures	76 911			76 911	28 816
29	(37) Roadway machines					
30	(38) Roadway small tools	25 247	415	13	25 649	(690)
31	(39) Public improvements - Construction					
32	(43) Other expenditures - Road	2 212			2 212	844
33	(44) Shop machinery					
34	(45) Power-plant machinery					
35	Other (specify and explain)	621 041	(1 916)	304	618 821	(15 206)
36	Total Expenditures for Road	438 805			438 805	371 450
37	(52) Locomotives	3 492			3 492	2 635
38	(53) Freight-train cars					
39	(54) Passenger-train cars					
40	(55) Highway revenue equipment					
41	(56) Floating equipment					
42	(57) Work equipment	19 943		2 768	17 175	7 785
43	(58) Miscellaneous equipment	462 240		2 768	459 472	381 870
44	Total Expenditures for Equipment					

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)
45 (71)	Organization expenses					
46 (76)	Interest during construction					
47 (77)	Other expenditures - General					
48	Total General Expenditures					
49	Total	1 083 281	(1 916)	3 072	1 078 293	366 664
50 (80)	Other elements of investments					
51 (90)	Construction work in progress					
52	Grand Total	1 083 281	(1 916)	3 072	1 078 293	366 664

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

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 (e); 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 manufacturers' rated horsepower (the maximum continuous power output from the diesel engine or engines delivered to the main generator or generators for tractive purposes); or tractive effort of steam locomotive units; for 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; for passenger-train cars report the number of passenger seats available for revenue service, counting one passenger to each berth in sleeping cars.

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

Line No.	Item (a)	Units in service of respondent at beginning of year (b)	Number added during year (c)	Number retired during year (d)	Number at close of year			Aggregate capacity of units reported in col. (g) (see ins. 7) (h)	Number leased to others at close of year (i)
					Owned and used (e)	Leased from others (f)	Total in service of respondent (e + f) (g)		
	LOCOMOTIVE UNITS							(h.p.)	
1	Diesel-Freight A units								
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	4			4		4	3 600	
8	Diesel-Switching B units							XXXXXX	
9	Total (lines 1-8)	4			4		4		
10	Electric Locomotives								
11	Other self-powered units							XXXXXX	
12	Total (lines 9, 10 and 11)								
13	Auxiliary units	4			4		4	XXXXXX	
14	Total Locomotive Units (lines 12 and 13)								

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

Line No.	Item (a)	Units in service of respondent at beginning of year (b)	Number added during year (c)	Number retired during year (d)	Number at close of year			Aggregate capacity of units reported in col. (g) (see ins. 7) (h)	Number leased to others at close of year (i)
					Owned and used (e)	Leased from others (f)	Total in service of respondent (e+f) (g)		
	FREIGHT TRAINCARS							Tons	
15	Plain Box Cars - 40' (B100-129)		500			500	500	35 000	
16	Plain Box Cars - 50' (B200-229; B300-329)								
17	Equipped Box Cars (All Code A)								
18	Plain Gondola Cars (G092-392; G401-492)								
19	Equipped Gondola Cars (All Codes C and E)								
20	Covered Hopper Cars (L 151-154; 251-254; 351-354; 451-454; 551-554; 651-654; 751-754)								
21	Open Top Hopper Cars - General Service (All Code H)								
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)		500			500	500	35 000	
32	Total (lines 15-31)	1			1		1	XXXXXX	
33	Caboose (All N)	1	500		1	500	501	XXXXXX	
34	Total (lines 32-33)								

720. TRACKS

(1) Show, by State, total mileage of tracks owned and operated by respondent Iowa 36

(2) Show, by State, mileage of tracks owned but not operated by respondent: First main track, None
 second and additional main tracks, None, industrial tracks, None
 yard track and sidings, None, total, all tracks, None (t)

(3) Road is completed from (Line Haul Railways only) Gilbertville, IA to Waterloo, IA Total distance, 12.47 miles.

(4) Road located at (Switching and Terminal Companies only)* N/A

(5) Gage of track 4 ft 8 1/2 in.

(6) Weight of rail 75-115 lb. per yard.

(7) Kind and number per mile of crossties Untreated 11 Per Mile Treated 2,872 Per Mile

(8) State number of miles electrified: First main track, None, second and additional main tracks, None
 passing tracks, cross-overs, and turn-outs, None; way switching tracks, None yard switching tracks, None

(9) Ties applied in replacement during year: Number of crossties, 726, average cost per tie, \$ 9.39, number of feet (B.M.) of switch and bridge ties, 3,472, average cost per M feet (B.M.), \$ 225.00

(10) Rail applied in replacement during year: Tons (2,000 pounds), 22.928, Weight per year, 90, average cost per ton, \$ 164.72

*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.

OATH

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

State of Illinois
County of Cook
W. R. Daw makes oath and says that he is Auditor
(Insert here the name of the affiant) (Insert here the official title of the affiant)
of Waterloo Railroad Company
(Insert here the exact legal title or name of the respondent)

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

of time from and including January 1 19 79 to and including December 31 1979
W. R. Daw
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and
county above named, this Twenty-sixth day of March 1980.
My commission expires July 22, 1983
Joe E. Irshel
(Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

State of Illinois
County of Cook
R. K. Osterdock makes oath and says that he is President
(Insert here the name of the affiant) (Insert here the official title of the affiant)
of Waterloo Railroad Company
(Insert here the exact legal title or name of the respondent)

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

the period of time from and including January 1 19 79, to and including December 31 1979
R. K. Osterdock
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public in and for the State and
county above named, this Twenty-sixth day of March 1980.
My commission expires July 22, 1983
Joe E. Irshel
(Signature of officer authorized to administer oaths)