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May 26, 2022
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John T. Gray
Senior Vice President - Policy & Economics

May 26, 2022

The Honorable Cynthia T. Brown
Chief, Section of Administration
Office of Proceedings
Surface Transportation Board
395 E Street, SW.
Washington, DC 20423-0001

Re: Ex Parte No. 682 (Sub-No. 13), Annual Submission of State Tax Information for Use in the Revenue Shortfall Allocation Method (2021)

Dear Ms. Brown:

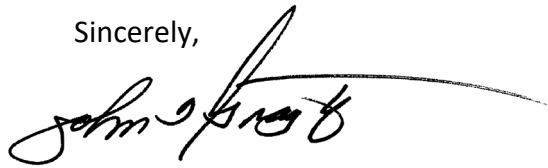
This submission by the Association of American Railroads (AAR) is the AAR's calculation of the 2021 weighted average state tax rate for each Class I railroad, filed pursuant to 49 C.F.R. § 1135.2, as adopted by the Board in Ex Parte No. 682, *Annual Submission of State Tax Information for Use in the Revenue Shortfall Allocation Method*, served February 26, 2010. The methodology used to calculate each weighted average state tax rate is the same as what was used in the AAR's prior year calculation.

Weighted Average State Tax Rates			
<u>Railroad</u>	<u>2021</u>	<u>2020</u>	Percentage Point <u>Change</u>
BNSF Railway Company	5.068%	5.119%	-0.051%
CSX Transportation, Inc.	5.010%	5.101%	-0.091%
Grand Trunk Corporation	7.904%	8.124%	-0.220%
The Kansas City Southern Rwy	5.164%	5.139%	0.025%
Norfolk Southern Combined	5.671%	5.713%	-0.042%
Soo Line Corporation	7.827%	8.122%	-0.295%
Union Pacific Railroad Company	5.451%	5.598%	-0.147%

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All calculations are included in the AAR's submission. Workpapers consist of copies of Schedules 702 and 210 from the railroads' Annual Report Form R-1. Railroads have reviewed the calculations. A copy of the workpapers underlying this submission are included in the AAR's filing. Questions should be directed to me or Tiffany Placker (202 639-2381) of this office.

Sincerely,

A handwritten signature in black ink, appearing to read "John T. Gray", with a long horizontal flourish extending to the right.

John T. Gray

Attachments

**Before the
Surface Transportation Board**

Ex Parte No. 682

**Annual Submission of Tax Information for Use
in the Revenue Shortfall Allocation Method**

**2021
Weighted Average State Tax Rates**

**Policy and Economics Department
Association of American Railroads**

May 26, 2022

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Introduction

On February 26, 2010, the Surface Transportation Board served a decision in STB Ex Parte No. 682, *Annual Submission of Tax Information for Use in the Revenue Shortfall Allocation Method*, that amends 49 CFR Part 1135 to add a rule that requires the Association of American Railroads (AAR) to annually update each Class I railroad's weighted average state tax rate for use in the Revenue Shortfall Allocation Method (RSAM). The calculation must be submitted by May 30 each year.

The methodology used by the AAR to calculate weighted average state tax rates is the same as was used since the calculation for 2008. Beginning with 2017, a new appendix was added for New Jersey, and the method for calculating its tax rate is similar to that for Texas. The AAR's 2008 weighted average state tax rate calculations were adopted by the Surface Transportation Board in its Ex Parte No. 646 (Sub-No. 2), Simplified Standards for Rail Rate Cases – Taxes in Revenue Shortfall Allocation Method (served January 22, 2010). The AAR's calculation submitted herein is for 2021.

Sources

There are two major sources for these calculations. The first major source is Annual Report Form R-1, which is submitted by each Class I railroad to the Board. The STB instructed the AAR to weigh state tax rates using miles operated in each state for each railroad. As the STB noted, mileage operated in each state can be found in column (g) of Schedule 702 (Miles of Road at Close of Year - By States and Territories) of each R-1. Additional information from the R-1's Schedule 210 (Results of Operations) has been used to calculate tax rates for Texas and New Jersey.

The second major source is a web site table with state corporate income tax information published by the Tax Foundation, a nonpartisan research and education group based in Washington, DC. The Class I railroads provided additional information regarding tax rates, either to confirm the Tax Foundation rates or to document exceptions that apply to railroads operating in specific states. The AAR also retrieves state tax forms to check against the Tax Foundation.

Notes

Arkansas, Colorado, Florida, Idaho, Indiana, and Iowa have lower income tax rates in 2021. No states had a higher income tax rate in 2021.

The average tax rates for six Class I railroads (BNSF, CNGT, CP's Soo Line Corporation, NS, and UP) decreased in 2021 from 2020. KCS was the only railroad with a higher average tax rate for 2021. KCS does not operate mileage in any of the states that lowered their tax rates, except for Arkansas. Another cause of the increase for KCS is that they operate in Texas, and the Texas effective tax rate calculation increased in 2021 due to an increase in operating revenue, which caused taxable receipts to increase, resulting in higher state taxes and a higher effective tax rate. CNGT and CP's Soo Line Corporation still have higher average tax rates than the other railroads because 38 to 54 percent of their U.S. mileage is in Minnesota, Iowa, and Illinois – states with income tax rates among the highest in the nation.

State Miles Operated for 2021

State	BNSF	CNGT	CSX	KCS	NS	SOO	UP	Total	
Alabama	231	22	1,011	44	1,304	0	0	2,612	AL
Arizona	659	0	0	0	0	0	691	1,350	AZ
Arkansas	1,056	0	0	162	0	0	1,324	2,542	AR
California	2,087	0	0	0	0	0	3,362	5,449	CA
Colorado	1,340	0	0	0	0	0	1,504	2,844	CO
Connecticut	0	0	62	0	0	0	0	62	CT
Delaware	0	0	42	0	82	0	0	124	DE
Dist. of Columbia	0	0	19	0	19	0	0	38	DC
Florida	0	0	1,208	0	148	0	0	1,356	FL
Georgia	0	0	1,535	0	1,706	0	0	3,241	GA
Idaho	133	0	0	0	0	0	873	1,006	ID
Illinois	1,535	1,278	704	186	1,261	385	2,311	7,660	IL
Indiana	0	103	1,479	0	1,440	154	19	3,195	IN
Iowa	659	573	0	0	43	673	1,430	3,378	IA
Kansas	1,582	0	0	18	2	0	2,199	3,801	KS
Kentucky	98	97	1,629	0	429	0	12	2,265	KY
Louisiana	346	227	43	750	76	0	1,140	2,582	LA
Maine	0	0	0	0	0	267	0	267	ME
Maryland	0	0	522	0	259	0	0	781	MD
Massachusetts	0	0	288	0	0	0	0	288	MA
Michigan	0	872	483	0	488	80	0	1,923	MI
Minnesota	1,712	378	0	0	0	1,701	644	4,435	MN
Mississippi	179	575	94	602	211	0	0	1,661	MS
Missouri	1,606	0	0	409	409	196	1,541	4,161	MO
Montana	2,620	0	0	0	0	0	125	2,745	MT
Nebraska	1,582	0	0	0	0	0	1,098	2,680	NE
Nevada	798	0	0	0	0	0	1,193	1,991	NV
New Hampshire	0	0	0	0	0	0	0	0	NH
New Jersey	0	0	624	0	902	0	0	1,526	NJ
New Mexico	1,636	0	0	0	0	0	618	2,254	NM
New York	0	0	1,222	0	840	414	0	2,476	NY
North Carolina	0	0	1,071	0	1,187	0	0	2,258	NC
North Dakota	1,632	0	0	0	0	530	0	2,162	ND
Ohio	0	4	1,752	0	1,906	30	0	3,692	OH
Oklahoma	1,287	0	0	147	0	0	1,240	2,674	OK
Oregon	414	0	0	0	0	0	1,073	1,487	OR
Pennsylvania	0	156	1,057	0	2,419	0	0	3,632	PA
Rhode Island	0	0	0	0	0	0	0	0	RI
South Carolina	0	0	1,275	0	762	0	0	2,037	SC
South Dakota	894	0	0	0	0	112	0	1,006	SD
Tennessee	137	157	968	5	828	0	17	2,112	TN
Texas	5,365	0	0	939	0	0	6,438	12,742	TX
Utah	437	0	0	0	0	0	1,267	1,704	UT
Vermont	0	0	0	0	0	21	0	21	VT
Virginia	0	0	1,020	0	1,990	0	0	3,010	VA
Washington	1,450	0	0	0	0	0	540	1,990	WA
West Virginia	0	0	1,253	0	618	0	0	1,871	WV
Wisconsin	250	1,392	0	0	0	618	919	3,179	WI
Wyoming	965	0	0	0	0	0	874	1,839	WY
Total U.S.	32,690	5,834	19,361	3,262	19,329	5,181	32,452	118,109	
Canada	116	0	72	0	2	0	0	190	
Grand Total	32,806	5,834	19,433	3,262	19,331	5,181	32,452	118,299	

Note: There is no Class I railroad mileage in Alaska, Hawaii, New Hampshire, or Rhode Island.
Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

State Tax Rates Used for 2021

State	Inc.Tax Rate	Comments
Alabama	6.500%	
Arizona	4.900%	
Arkansas	6.200%	***Lower for 2021
California	8.840%	
Colorado	4.500%	***Lower for 2021
Connecticut	0.000%	Sole railroad reports in operating expense, so tax rate changed to 0.
Delaware	8.700%	
Dist. of Columbia	8.250%	
Florida	3.535%	***Lower for 2021
Georgia	5.750%	
Idaho	6.500%	***Lower for 2021
Illinois	9.500%	7.0% + Replacement Tax of 2.5%
Indiana	5.075%	*** Lower for 2021. 5.25% for first half of year, 4.9% for second half.
Iowa	9.800%	***Lower for 2021
Kansas	7.000%	4% plus 3.0% surtax
Kentucky	5.000%	
Louisiana	8.000%	
Maine	8.930%	
Maryland	8.250%	
Massachusetts	8.000%	
Michigan	6.000%	
Minnesota	9.800%	
Mississippi	5.000%	
Missouri	4.000%	
Montana	6.750%	7.0% if Water's Edge election (no Class I railroads have elected this)
Nebraska	7.810%	
Nevada	0.000%	None.
New Hampshire	*	No Class I mileage
New Jersey	*	10% of NROI allocated, RR began reporting as income tax 2017
New Mexico	5.900%	
New York	0.000%	Reported in operating expense, rate changed to zero.
North Carolina	2.500%	
North Dakota	4.310%	Water's Edge Election add 3.5% pt. (1 RR uses Water's Edge)
Ohio	0.000%	Income tax fully phased out and replaced with a franchise fee.
Oklahoma	6.000%	
Oregon	7.600%	
Pennsylvania	9.990%	
Rhode Island	*	No Class I mileage
South Carolina	5.000%	
South Dakota	0.000%	None.
Tennessee	6.500%	
Texas	*	Calculated using 70% of Operating Revenue taxed at 0.75%
Utah	4.950%	
Vermont	8.500%	
Virginia	6.000%	
Washington	0.000%	None.
West Virginia	6.500%	
Wisconsin	7.900%	
Wyoming	0.000%	None.

Notes:

There is no Class I railroad mileage in Alaska, Hawaii, or states marked with an "*" (except TX & NJ).

Tax rates are from the web site of the Tax Foundation, Washington, DC, and have been verified with state tax forms.

Adjustments to the Tax Foundation's list of rates have been made by the AAR when necessary. See Appendix B.

**** in comments notes that tax rate is changed from prior year.

Results of Calculations for 2021

Average State Corporate Income Tax Rate

Railroad	2021	2020	Difference
BNSF	5.068 %	5.119 %	-0.051 % Pts.
CSX	5.010	5.101	-0.091
CNGT	7.904	8.124	-0.220
KCS	5.164	5.139	0.025
NS	5.671	5.713	-0.042
SOO	7.827	8.122	-0.295
UP	5.451	5.598	-0.147

State Tax Rates for 2021 from the Tax Foundation

TAX FOUNDATION | 5

State Corporate Income Tax Rates and Brackets for 2021

State	Rates	Brackets	State	Rates	Brackets	State	Rates	Brackets
Ala.	6.5%	> \$0	Iowa	5.5%	> \$0	N.H.	7.7%	> \$0
Alaska	0%	> \$0		9.0%	> \$100,000	N.J. (g)	6.5%	> \$0
	2%	> \$25,000		9.8%	> \$250,000		7.5%	> \$50,000
	3%	> \$49,000	Kans.	4%	> \$0		9.0%	> \$100,000
	4%	> \$74,000		7%	> \$50,000		11.5%	> \$1,000,000
	5%	> \$99,000	Ky.	5%	> \$0	N.M.	4.8%	> \$0
	6%	> \$124,000	La.	4%	> \$0		5.9%	> \$500,000
	7%	> \$148,000		5%	> \$25,000	N.Y.	6.5%	> \$0
	8%	> \$173,000		6%	> \$50,000	N.C.	2.5%	> \$0
	9%	> \$198,000		7%	> \$100,000	N.D.	1.41%	> \$0
	9.4%	> \$222,000		8%	> \$200,000		3.55%	> \$25,000
Ariz.	4.9%	> \$0	Maine	3.50%	> \$0		4.31%	> \$50,000
Ark.	1.0%	> \$0		7.93%	> \$350,000	Ohio	(a)	
	2.0%	> \$3,000		8.33%	> \$1,050,000	Okla.	6%	> \$0
	3.0%	> \$6,000		8.93%	> \$3,500,000	Ore. (a)	6.6%	> \$0
	5.0%	> \$11,000	Md.	8.25%	> \$0		7.6%	> \$1,000,000
	6.0%	> \$25,000	Mass.	8.00%	> \$0	Pa.	9.99%	> \$0
	6.2%	> \$100,000	Mich.	6.00%	> \$0	R.I.	7%	> \$0
Calif.	8.84%	> \$0	Minn.	9.8%	> \$0	S.C.	5%	> \$0
Colo.	4.55%	> \$0	Miss. (f)	3%	> \$4,000	S.D.	None	
Conn.	7.50%	> \$0		4%	> \$5,000	Tenn. (a)	6.5%	> \$0
Del. (a)	8.7%	> \$0		5%	> \$10,000	Tex.	(a)	
Fla. (b)	4.458%	> \$0	Mo.	4.00%	> \$0	Utah	4.95%	> \$0
Ga. (c)	5.75%	> \$0	Mont.	6.75%	> \$0	Vt.	6%	> \$0
Hawaii	4.4%	> \$0	Nebr.	5.58%	> \$0		7%	> \$10,000
	5.4%	> \$25,000		7.81%	> \$100,000		8.5%	> \$25,000
	6.4%	> \$100,000	Nev.	(a)		Va.	6%	> \$0
Idaho	6.925%	> \$0	N.H.	7.7%	> \$0	Wash.	(a)	
Ill. (d)	9.50%	> \$0				W.Va.	6.5%	> \$0
Ind. (e)	5.25%	> \$0				Wis.	7.9%	> \$0
						Wyo.	None	
						D.C.	8.25%	> \$0

(a) Nevada, Ohio, Texas, and Washington do not have a corporate income tax but do have a gross receipts tax with rates not strictly comparable to corporate income tax rates. See Table 18 for more information. Delaware, Oregon, and Tennessee have gross receipts taxes in addition to corporate income taxes, as do several states like Pennsylvania, Virginia, and West Virginia, which permit gross receipts taxes at the local (but not state) level.

(b) Florida's corporate income tax rate will return to 5.5% for tax years beginning on or after Jan. 1, 2022.

(c) Georgia's corporate income tax rate will revert to 6% on January 1, 2026.

(d) Illinois' rate includes two separate corporate income taxes, one at a 7% rate and one at a 2.5% rate.

(e) Indiana's rate will change to 4.9% on July 1, 2021.

(f) Mississippi continues to phase out the 3 percent bracket by increasing the exemption by \$1,000 a year. By the start of 2022, the 3% bracket will be fully eliminated.

(g) In New Jersey, the rates indicated apply to a corporation's entire net income rather than just income over the threshold. A temporary and retroactive surcharge is in effect from 2020 to 2023, bringing the rate to 11.5% for businesses with income over \$1 million.

Note: In addition to regular income taxes, many states impose other taxes on corporations such as gross receipts taxes and capital stock taxes. Some states also impose an alternative minimum tax and special rates on financial institutions.

Sources: Tax Foundation; state tax statutes, forms, and instructions; Bloomberg Tax.

List of Adjustments to Tax Foundation Rates

State corporate income tax rates used for the Class I Railroads differ from the Tax Foundation for the following states. Appendix D contains information provided by the states.

	State Tax Rate		Comment
	Tax Foundation	Railroad	
Colorado	4.550%	4.500%	Note 2 - Out of Date
Connecticut	7.500%	none	Note 1 - Franchise Fee
Florida	4.458%	3.535%	Note 2 - Out of Date
Idaho	6.925%	6.500%	Note 2 - Out of Date
Indiana	5.250%	5.075%	Note 3 - Mid-year Change
New Jersey	11.500%	Varies	Note 6 - New Jersey
New York	6.500%	none	Note 1 - Franchise Fee
North Dakota	4.310%	7.810%	Note 4 - Water's Edge Surcharge
Texas	blank	Varies	Note 5 - Texas

Note 1 - Franchise Fees

Some state taxes, for example franchise taxes, are not reported as income taxes by the railroads per requirements of Generally Accepted Accounting Practices (GAAP). Instead, those taxes are treated as franchise fees or similar items, and are reported as operating expenses in Schedule 410, Line 615, of Annual Report Form R-1. In those cases, state income tax rates reported by the Tax Foundation have been changed to zero. The states where this occurs are Connecticut and New York. The same two states were changed to zero for 2008 through 2020.

Note 2 - Out of Date

The Tax Foundation was still reporting the previous year's rate, which is now changed, for Colorado, Florida, and Idaho.

Note 3 - Mid-year Change

The Tax Foundation shows a 5.25 percent Indiana tax rate which is from one year ago. The rate was 5.25 for the first half of the year, and changed to 4.9 for the second half.

Note 4 - Water's Edge Surcharge

For North Dakota, some companies may be required to file their tax return using a worldwide unitary combined report method. Those companies may elect to use the "Water's Edge" method. If this is the case, a 3.5 percent surtax is applied. Soo Line Corporation uses this method, and its North Dakota tax rate has been adjusted to 7.810 percent (4.31 state tax rate + 3.5 surtax).

Note 5 - Texas (see also Appendix F)

For Texas, railroads were taxed using a 0.750 percent tax rate on 70 percent of gross receipts, and the taxes are reported as income taxes. A carrier-specific tax rate for each Class I railroad has been calculated in Appendix F using the same procedure used since 2008. A key assumption in the calculation is that the ratio of Operating Revenue to Net Income Before Taxes is the same in all states where a carrier operates, which eliminates the need to make any revenue or cost allocations because the resulting effective tax rate (using the constant ratio) is the same using all revenue or a portion.

Note 6 - New Jersey (see also Appendix G)

For New Jersey, railroads pay a franchise tax that is 10 percent of the NJ portion of Net Railway Operating Income. Beginning 2017, railroads began recording this in income taxes instead of operating expenses. A carrier-specific tax rate is calculated in Appendix G using the assumption that the ratio of NROI to NIBT is the same for all states (similar to the TX calculation).

List of Tax Rates that Differ from 2020

Listed herein are tax rates, as found on page 3 of this year's report, that differ from the prior year (2020). Refer to Appendix D for tax information from the appropriate state.

	State Tax Rate		Comment
	2021	2020	
Arkansas	6.2000%	6.5000%	Lower rate for 2021
Colorado	4.5000%	4.5500%	Lower rate for 2021
Florida	3.5350%	4.4580%	Lower rate for 2021
Idaho	6.5000%	6.9250%	Lower rate for 2021
Indiana	5.0750%	5.3750%	Rate lowered effective July 2021
Iowa	9.8000%	12.000%	Lower rate for 2021
New Jersey	See note 6 in Appendix B		Varies each year by railroad
Texas	See note 5 in Appendix B		Varies each year by railroad

Additional Tax Rate Information from States

State	Item	Number of Pages
Arkansas	Arkansas 2021 C Corporation Income Tax	1
Colorado	Colorado Form 112 Page 2	1
Florida	Florida Dept. of Revenue web page	1
Idaho	Idaho Form 41 Page 2	1
Indiana	Indiana IT-20 Income Tax Booklet Page 10	1
Iowa	Iowa IA 1120 Page 3	1
New Jersey	Applicable Statute	1
Texas	2022 Texas Franchise Tax Report Page 3	1

WHAT'S NEW for 2021

NOTE: The following is a brief description of each Act and is not intended to replace a careful reading of the Act in its entirety. The Arkansas Legislature enacted numerous changes to the Arkansas Tax Code in 2019. However, many of those changes are not effective until future tax years.

Federal Tax Changes adopted in the 2020 Cares Act can only be adopted for Arkansas if the Arkansas Legislature adopts them in the 2021 Legislative Session.

Act 822 of 2019 amends Arkansas Code Annotated 26-5-101, Article IV and 26-51-709 through 26-51-718 to provide for a single sales factor to apportion income from within and without Arkansas for tax years beginning on or after January 1, 2021. For tax years beginning on or after January 1, 2021, all taxpayers with income from sources within and without Arkansas must use a single sales factor to apportion income from Arkansas unless the taxpayer is subject to a special industry apportionment method authorized for;

1. Railroads by Regulation 1.26-51-204,
2. Private Railcar Operators by Regulation 2.26-51-204
3. Construction Contractors by Regulation 1.26-51-718(d)
4. Television and Radio Broadcasting by Regulation 2.26-51-718(d)
5. Publishing by Regulation 3.26-51-718(d), and
6. Pipelines by Regulation 6.26-51-718(d).

Airlines are required to use sales factor apportionment only under Regulation 4.26-51-718(d) and Bus Lines and Trucking Companies are required to apportion using a mileage factor only under Regulation 5.26-51-718(d) and the mileage should be reported in the sales factor area of Schedule A for Form AR1100CT.

Act 822 also amends Arkansas Code Annotated 26-51-205 to reduce the maximum corporation income tax rate to **6.2% for taxable income that exceeds \$100,000 for tax years beginning on or after January 1, 2021**. For tax years beginning on or after January 1, 2022 the maximum tax rate shall be 5.9% for all income exceeding \$25,000. The maximum tax rate for tax years beginning before January 1, 2021 is 6.5% for income exceeding \$100,000.

Act 822 amends Arkansas Code Annotated 26-51-427 to allow net operating losses occurring in tax years beginning on or after January 1, 2020 to carry forward for 8 tax years and losses occurring in tax years beginning on or after January 1, 2021 to carry forward 10 years. Net operating losses that occur in tax years beginning before January 1, 2020 carry forward 5 tax years.

Tax Exemptions for certain Economic and Covid-19 related U.S. Government payments

Act 95 of 2020 created Arkansas Code Annotated 26-51-316 and exempts from Arkansas income tax payments made to a taxpayer by the United States Department of Agriculture under the Market Facilitation Program authorized by 15 U.S.C. §714c as it existed on January 1, 2020. Expenses for losses related to the receipt of a payment to a taxpayer under the Market Facilitation Program are not deductible or otherwise permitted to offset any other income from the tax year in which the loss or expenses are incurred. Act 95 of 2020 is effective for tax years beginning on or after January 1, 2020.

Act 248 of 2021 amended Arkansas Code Annotated 26-51-404(b) to add the following exclusions from gross income;

1. Title 15 U.S.C. § 626A(i) as in effect on January 1, 2021 exempts sums received under the Paycheck Protection Program of loan forgiveness as included in § 304(b), 276(a) and 276(b) of the Consolidated Incentive Act of 2021, Public Law 116-260.
2. Section 277 of the Consolidated Appropriations Act concerning the tax treatment of certain emergency financial aid grants to students.
3. Section 278 of the Consolidated Appropriations Act concerning the clarification of the tax treatment of certain loan forgiveness and other business financial assistance. Section 278 includes exemptions for Paycheck



210112 29999

DR 0112 (11/19/21)
COLORADO DEPARTMENT OF REVENUE
Tax.Colorado.gov
 Page 2 of 4

Form 112

Name	Account Number
6. Other additions, submit explanation • 6	00
7. Sum of lines 3 through 6 7	00
Subtractions	
8. Exempt federal interest • 8	00
9. Excludable foreign source income • 9	00
10. Colorado capital gain subtraction • 10	00
11. Colorado Marijuana Business Deduction • 11	00
12. Other subtractions, explanation required below • 12	00
Explain:	
13. Subtractions allowed under HB21-1002 (see instructions) • 13	00
14. Sum of lines 8 through 13 14	00
Taxable Income	
15. Modified federal taxable income, subtract line 14 from line 7 15	00
16. Colorado taxable income before net operating loss deduction • 16	00
17. Colorado net operating loss deduction: (see instructions)	
(a) Colorado net operating losses carried forward from tax years beginning before January 1, 2018 • 17(a)	00
(b) Subtract line 17(a) from line 16, if zero skip to 17(d) 17(b)	00
(c) Colorado net operating losses carried forward from tax years beginning on or after January 1, 2018 • 17(c)	00
(d) Colorado net operating loss deduction, sum of (a) and (c) 17(d)	00
18. Colorado taxable income, subtract line 17(d) from line 16 18	00
19. Tax, 4.5% of the amount on line 18 • 19	00
Credits	
20. Sum of nonrefundable credits from line 27, form DR 0112CR (the sum of lines 20, 21, and 22 cannot exceed tax on line 19.) You must submit the DR 0112CR with your return. • 20	00
21. Non-refundable Enterprise Zone credits used – as calculated, or from the DR 1366 line 84 (the sum of lines 20, 21, and 22 cannot exceed tax on line 19). You must submit the DR 1366 with your return. • 21	00
22. Strategic capital tax credit from DR 1330 line 7b, the sum of lines 20, 21, and 22 cannot exceed line 19, you must submit the DR 1330 with your return. • 22	00
23. Net tax, sum of lines 20, 21, and 22. Subtract that sum from line 19. 23	00

subject to Florida corporate income tax and must file either Form F-1120  or Form F-1120A.

Tax Base and Rate

Florida corporate income/franchise tax is computed using federal taxable income, modified by certain Florida adjustments, additions, and subtractions, to determine adjusted federal income.

- A corporation doing business outside Florida may apportion its total income. Adjusted federal income is usually apportioned to Florida using a three-factor formula. The formula is a weighted average, designating 25% each to factors for property and payroll, and 50% to sales.
- You should add non-business income allocated to Florida to the Florida portion of adjusted federal income.
- You should then subtract an exemption (\$50,000 as of December 31, 2015) to arrive at Florida net income.
- Finally, you should compute tax by multiplying Florida net income by the appropriate tax rate based on the following:

Taxable Year Beginning	Prior to 1/1/2019	1/1/2019 - 12/31/2020	1/1/2021 - 12/31/2021	On or After 1/1/2022
Tax Rate	5.5%	4.458%	3.535%	5.5%

Tax Incentives

There are several credits available against the corporate income tax. These include credits for paying salaries in Florida, credits for paying other taxes or assessments, and credits for making certain types of investments in Florida. See the Corporate Income Tax Incentives webpage for a comprehensive list. The *Florida Corporate Income/Franchise Tax Return* (Form F-1120 ) and the instructions (Form F-1120N ) also provide a list and explanation of available credits each year.

Due Date

Corporate income tax is reported using a *Florida Corporate Income/Franchise Tax Return* (Florida Form F-1120 ). Corporations must file Florida Form F-1120 each year, even if no tax is due. The due date is based on the corporation's tax year.

Generally, Florida Form F-1120 is due the later of:

- a. For tax years ending June 30, the due date is on or before the 1st day of the 4th month following the close of the tax year; or
- b. For all other tax year endings, the due date is on or before the 1st day of the 5th month following the close of the tax year (e.g., Florida Form F-1120 is due on May 1, 2017, for a taxpayer with a taxable year end date of December 31, 2016).
2. The 15th day following the due date, without extension, for the filing of the related federal return for the taxable year.

If you file your return or pay tax late, a penalty of 10% of any unpaid tax for each 30 days or fraction thereof, not to exceed a total penalty of 50% of unpaid tax, is charged. If no tax is due, the penalty for a late filed return is \$50 per month or fraction thereof, not to exceed \$300. A floating rate of interest applies to underpayments and late payments of tax. Interest rates can be found on the Department's Tax and Interest Rates webpage.

32. Net business income subject to apportionment. Enter the amount from line 31	32	
33. Corporations with all activity in Idaho enter 100%. Multistate/multinational corporations complete and include Form 42; enter the apportionment factor from Form 42, Part I, line 21	33	%
34. Net business income apportioned to Idaho. Multiply line 32 by the percent on line 33	34	
35. Income allocated to Idaho. See instructions	35	
36. Idaho net operating loss carryover ☐ _____ carryback ☐ _____ Enter total	36	
37. Idaho taxable income. Add lines 34 and 35, then subtract line 36	37	
38. Idaho income tax. Multiply line 37 by 6.5%. Minimum \$20 for each corporation. (See instructions.)	38	

Credits

39. Credit for contributions to Idaho educational entities	39	
40. Credit for contributions to Idaho youth and rehabilitation facilities	40	
41. Total business income tax credits from Form 44, Part I, line 10. Include Form 44	41	
42. Total credits. Add lines 39 through 41	42	
43. Subtract line 42 from line 38. If line 42 is greater than line 38, enter zero	43	

Other Taxes

44. Permanent building fund tax. Enter \$10. Combined reports include \$10 for each corporation operating or authorized to do business in Idaho	44	
45. Total tax from recapture of income tax credits from Form 44, Part II, line 6. Include Form 44	45	
46. Fuels tax due. Include Form 75	46	
47. Sales/use tax due on untaxed purchases (online, mail order, and other)	47	
48. Tax from recapture of qualified investment exemption (QIE). Include Form 49ER	48	
49. Total tax. Add lines 43 through 48	49	
50. Underpayment interest. Include Form 41ESR	50	
51. Donation to Opportunity Scholarship Program	51	
52. Add lines 49 through 51	52	

Payments and Other Credits

53. Estimated tax payments. If made under other EINs, provide EINs, amounts, and rollforwards	53	
54. Tax paid by affected business entity	54	
55. Special fuels tax refund _____ Gasoline tax refund _____ Include Form 75	55	
56. Tax reimbursement incentive credit. Include certificate	56	
57. Total payments and other credits. Add lines 53 through 56	57	

Refund or Payment Due

58. Tax due. If line 52 is more than line 57, subtract line 57 from line 52	58	
59. Penalty ☐ _____ Interest from the due date ☐ _____ Enter total	59	
60. Total Due. Add lines 58 and 59	60	
61. Overpayment. If line 52 is less than line 57, subtract line 52 from line 57	61	
62. Refund. Amount of line 61 you want refunded to you	62	

63. Estimated Tax. Amount you want credited to your 2022 estimated tax. Subtract line 62 from line 61	63	
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Amended Return Only. Complete this section to determine your tax due or refund.

64. Total due (line 60) or overpayment (line 61) on this return	64	
65. Refund from original return plus additional refunds	65	
66. Tax paid with original return plus additional tax paid	66	
67. Amended tax due or refund. Add lines 64 and 65, then subtract line 66	67	

- ☐ Within 180 days of receiving this return, the Idaho State Tax Commission may discuss this return with the paid preparer identified below.
Under penalties of perjury, I declare that to the best of my knowledge and belief this return is true, correct, and complete. See instructions.

Sign Here	Signature of officer	Date
	Title	Phone number
Paid preparer's signature		Preparer's EIN, SSN, or PTIN
Address		Phone number



General Filing Requirements for Form IT-20

What to Enclose with a State Corporate Return

To complete a state income tax return, enclose copies of pages 1 through 5 of the completed U.S. Corporation Income Tax Return (Form 1120) or the comparable federal return being filed. The federal Schedule M-3 and any confirmation of an extension of time to file the return must also be included.

Adjusted Gross Income Tax

The **Indiana** AGIT is generally calculated using federal taxable income from federal Form 1120 or a comparable return and making Indiana modifications as required by IC 6-3-1-3.5(b). If there is income from sources both within and outside Indiana, use the apportionment and allocation formula on Form IT-20 Schedule E to determine the AGI that's attributed to Indiana. The corporate AGI tax rate is as follows:

After June 30, 2020, and before July 1, 2021	5.25%
After June 30, 2021	4.9%

How to Determine the Tax Rate

For taxpayers whose taxable year begins when one rate is in effect and the taxable year ends when a different rate is in effect, compute the tax as provided below. This includes calendar-year taxpayers, fiscal-year taxpayers, short-period taxpayers, and 52-53 week tax year taxpayers. However, if your taxable year begins and ends during a period when the same rate is in effect (for instance, a fiscal year from July 1, 2020 to June 30, 2021), no proration is necessary.

How to Determine the Tax Rate for Calendar-Year, Fiscal-Year, Short-period, and 52-53 Week tax year Taxpayers

Pursuant to IC 6-3-2-1(c), the following steps must be used to determine the tax rate if a taxpayer is subject to different tax rates for a taxable period:

1. Multiply the tax rate in effect on June 30 of the taxable period by the number of days in the taxpayer's taxable period that occurred before July 1 of the taxable year.
2. Multiply the tax rate in effect on July 1 of the taxable period by the number of days in the taxpayer's taxable period that occurred after June 30 of the taxable year.
3. Add the amounts in Step 1 and Step 2, and then divide the sum by the total number of days in the taxpayer's taxable year.
4. Round the rate determined in Step 3 to the nearest 0.01%.

Extensions for Filing Return

DOR accepts the federal extension of time application (Form 7004) or the federal electronic extension. If already approved for a federal extension of time application (Form 7004) or the federal electronic extension, it is not necessary to contact DOR before filing the annual return. Returns postmarked within 30 days after the last date indicated on the federal extension are considered timely filed. If a corporation does not need a federal extension of

time but needs one for filing a state return, an extension request and prepayment of 90% can be submitted via INTIME, DOR's e-services portal at intime.dor.in.gov, or by submitting a letter requesting an extension prior to the annual return's due date.

To request an Indiana extension of time to file by letter, contact:

Indiana Department of Revenue
Corporate Income Tax
Tax Administration
P.O. Box 7206
Indianapolis, IN 46207-7206

An extension of time granted under IC 6-8.1-6-1 waives the late payment penalty for the extension period on the balance of tax due, if at least 90% of the tax due is paid by the original due date and the remaining balance, plus interest, is paid in full by the extended due date. Use DOR's e-services portal, INTIME, at intime.dor.in.gov and Form IT-6 to make an extension payment for the taxable year. See Income Tax Information Bulletin #15 at www.in.gov/dor/files/reference/ib15.pdf for more details. Any tax paid after the original due date must include interest.

Interest on the balance of tax due must be included with the return when it is filed. Interest is computed from the original due date until the date of payment. Each October DOR establishes the interest rate for the next calendar year. See Departmental Notice #3 available at www.in.gov/dor/files/dn03.pdf for interest rates.

If a valid extension of time or a federal extension to file is approved, please check the box for question V on the front of the return. If applicable, enclose a copy of the federal extension of time with the state return.

Accounting Methods and Taxable Year

Use the same method of accounting for the AGIT that was used for federal income tax purposes. The taxable year for the AGIT must also be the same as the accounting period used for federal income tax purposes. If the standard apportionment provisions do not fairly reflect Indiana income, DOR must be petitioned for permission to use an alternative method. For an overview of corporate taxation, see Income Tax Information Bulletin #12 available at www.in.gov/dor/files/reference/ib12.pdf.

Consolidated Reporting

Under the Adjusted Gross Income Tax Act, affiliated corporations have the privilege of electing to file a consolidated return. This is provided in IRC Section 1502 for those affiliates as defined in IRC Section 1504. The Indiana consolidated return must include any member of the affiliated group under IRC Section 1504 having income or loss attributable to Indiana during the year. To file a consolidated return for AGIT purposes, the parent corporation must own at least 80% of each subsidiary's voting stock and own at least 80% of the total value of the stock, either directly or through a chain of includible corporations. The affiliated group may not include any corporation that does not have taxable income or loss from Indiana sources.

To elect to file a consolidated return for Indiana purposes, the return must be filed by the due date or the extended due date. An election to file a consolidated return cannot be done on a

Corporation Name: _____ FEIN: _____

Schedule E - Business Activity Ratio (BAR) (see instructions)

Type of Income	Column A Iowa Receipts	Column B Receipts Everywhere
1. Gross Receipts	▲	▲1
2. Net Dividends. See instructions.		▲2
3. Exempt Interest from Schedule A, line 9.		▲3
4. Accounts Receivable Interest		▲4
5. Other Interest		▲5
6. Rent		▲6
7. Royalties		▲7
8. Capital Gain		▲8
9. Ordinary Gain		▲9
10. Partnership Gross Receipts. Include schedule.		▲10
11. Other. Must include schedule.	▲	▲11
12. Total. Add lines 1-11.	▲	▲12

13. Divide column A total by column B total. Enter % on page 1, line 11. For example, 0.1234505 becomes 12.3451%. _____ %

A complete copy of your federal return, as filed with the Internal Revenue Service, must be filed with this return. For filing status 2 or 3, you must include pages 1-5 of your consolidated federal return, consolidating income statements, Iowa Schedule H and any other forms related to the Iowa return.

Tax Rates

If income shown on page 1, line 16 is:

- 100,000 or less; multiply line 16 by 5.5% (.055).
- \$100,001 to \$250,000; multiply line 16 by 9% (.09) and subtract \$3,500.
- **Over \$250,000; multiply line 16 by 9.8% (.098)** and subtract \$5,500.

If annualizing, include a schedule showing computation.

To obtain schedules and forms:

Website: tax.iowa.gov

Tax Research Library: itrl.idr.iowa.gov/**Questions:**

515-281-3114 or 800-367-3388

Email: idr@iowa.gov**eFile or mail your return to:**

Corporation Tax Return Processing
Iowa Department of Revenue
 PO Box 10468
 Des Moines, IA 50306-0468

I, the undersigned, declare under penalties of perjury or false certificate, that I have examined this return, and, to the best of my knowledge and belief, it is true, correct, and complete.

Officer's signature _____ Title _____ Phone _____ Date _____

Signature of preparer if other than taxpayer _____ Date _____

Name and address of preparer or preparer's employer

Preparer's telephone No. _____

Preparer's ID No. _____ ▲



New Jersey Statutes Title 54. Taxation 54 § 29A-13

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An annual franchise tax is hereby levied upon all railroads operating within this State, which shall be assessed at the rate of 10% upon the net railway operating income of the preceding year, computed and allocated in the manner hereinafter provided, of each system and of each railroad not part of a system, provided, however, that the minimum franchise tax payable by any taxpayer shall be \$100 as to taxpayers having total railway operating revenues of the preceding year allocated under section 14 ¹ not in excess of \$1 million and \$4,000 as to all other taxpayers.

¹ N.J.S.A. § 54:29A-14.

Report (Form 05-163) annually to affirm that the entity qualifies as a passive entity. A passive entity is not required to file a Public Information Report (Form 05-102) or Ownership Information Report (Form 05-167).

A passive entity cannot be included as an affiliate of a combined group. LLCs cannot qualify as passive, even if filing as a partnership for federal income tax purposes.

A partnership or trust that qualifies as a passive entity for the period upon which the franchise tax report is based, and is not registered and is not required to be registered with the SOS or Comptroller's office, will not be required to register or file a franchise tax report with the Comptroller's office.

A passive entity not registered with the Comptroller's office that no longer qualifies as a passive entity must file a Nexus Questionnaire (Form AP-114), a Business Questionnaire (Form AP-224) or a Trust Questionnaire (Form AP-231) to register with the Comptroller's office and begin filing franchise tax reports.

New Veteran-Owned Businesses

ENTITIES MUST BE PRE-QUALIFIED

New veteran-owned businesses are not subject to franchise tax for an initial five-year period. To be considered a new veteran-owned business, an entity must meet the following qualifications as verified by the Comptroller's office:

- be an entity formed or organized in Texas on or after Jan. 1, 2016, and before Jan. 1, 2020; or on or after Jan. 1, 2022, and before Jan. 1, 2026.
- be 100% owned by a natural person (or persons), each of whom was honorably discharged from a branch of the United States armed services; and
- provide a letter from the Texas Veterans Commission (TVC) verifying the honorable discharge of each owner.

A taxable entity that is verified as a new veteran-owned business must file a No Tax Due Report (Form 05-163) for each reporting period the franchise tax is not imposed on the taxable entity. However, the new veteran-owned business is not required to file a Public or Ownership Information Report.

A new veteran-owned business cannot file as a member of a combined group or as part of a tiered partnership.

The Comptroller's office must be notified if the ownership of the new veteran-owned business changes at any point during the initial five-year period. If during the initial five-year period a new veteran-owned business no longer meets the above criteria, it will become subject to the franchise tax.

For the verification process and additional information please visit the Comptroller's website at www.comptroller.texas.gov/taxes/franchise/veteran-business.php.

If you are a veteran and your entity was formed prior to January 1, 2016 or after December 31, 2019, please contact the Texas Veterans Commission for other resources that may be available to you at 800-252-8387 or www.tvc.texas.gov/entrepreneurs/.

Disregarded Entities

An entity's treatment for federal income tax purposes does not determine its responsibility for **Texas franchise tax**. Therefore, partnerships, LLCs and other entities that are disregarded for federal income tax purposes are considered separate legal entities for franchise tax reporting purposes. The separate entity is responsible for filing its own franchise tax report unless it is a member of a combined group. If the entity is a member of a combined group, the reporting entity for the group may elect to treat the entity as disregarded and will not unwind its operations from its "parent" entity. In this instance, it will be presumed that both the "parent" entity and the disregarded entity have nexus in Texas for apportionment purposes only. Whether or not the entity is disregarded for franchise tax, it must be listed separately on the affiliate schedule. Additionally, if the disregarded entity is organized in Texas or has nexus in Texas, it will be required to file the appropriate information report (Form 05-102 or 05-167).

Margin

Unless a taxable entity qualifies and chooses to file using the EZ computation or No Tax Due Report, the tax base is the taxable entity's margin and is computed in one of the following ways:

- Total Revenue times 70%
- Total Revenue minus Cost of Goods Sold (COGS)
- Total Revenue minus Compensation
- Total Revenue minus \$1 million.

Note: Not all entities will qualify to use COGS to compute margin. See instructions for Item 11. Cost of goods sold (COGS) on page 16 for more information.

Tax Rates

The franchise tax rates for reports originally due on or after January 1, 2016:

- 0.75% (0.0075) for most entities
- 0.375% (0.00375) for qualifying wholesalers and retailers
- 0.331% (0.00331) for those entities with \$20 million or less in annualized total revenue using the EZ computation.

Qualifying retailers and wholesalers are entities that are primarily engaged in retail or wholesale trade. Retail trade means the activities described in Division G of the 1987 Standard Industrial Classification (SIC) Manual; apparel rental activities classified in Industry 5999 or 7299 of the SIC Manual; activities classified as SIC Industry Group 753 (Automotive Repair Shops); activities involving the rental or leasing of tools, party and event supplies, and furniture under SIC Code 7359; heavy construction equipment rental or leasing activities under SIC Code 7353; and rental-purchase agreement activities regulated by Chapter 92, Business & Commerce Code. Wholesale trade means the activities described in Division F of the 1987 SIC Manual. (The 1987 SIC Manual is available online at www.osha.gov/pls/imis/sicsearch.html.)

An entity is primarily engaged in retail or wholesale trade if:

- 1) the total revenue from its activities in retail or wholesale trade is greater than the total revenue from its activities in trades other than the retail and wholesale trades;
- 2) except for eating and drinking places as described in Major

Summary of Additional Data Used in Calculations from Annual Report Form R-1 (\$000)

Total Railway Operating Revenues Schedule 210, Line 13, Column (b)

Year	RR	Sched	Line	Column (b)
2021	BNSF	210	13	\$22,913,195
2021	CNGT	210	13	3,525,815
2021	CSX	210	13	11,798,814
2021	KCS	210	13	1,572,087
2021	NS	210	13	11,141,650
2021	SOO	210	13	1,575,619
2021	UP	210	13	21,804,317
Total				\$74,331,497

Income (Loss) from continuing operations (before income taxes) Schedule 210, Line 46, Col. (b)

Year	RR	Sched	Line	Column (b)
2021	BNSF	210	46	\$9,294,750
2021	CNGT	210	46	745,021
2021	CSX	210	46	5,050,008
2021	KCS	210	46	368,780
2021	NS	210	46	3,746,455
2021	SOO	210	46	594,740
2021	UP	210	46	9,539,965
Total				\$29,339,719

Net Railway Operating Income Schedule 210, Line 71, Col. (b)

Year	RR	Sched	Line	Column (b)
2021	BNSF	210	71	\$6,429,663
2021	CNGT	210	71	923,549
2021	CSX	210	71	3,217,139
2021	KCS	210	71	388,582
2021	NS	210	71	3,085,882
2021	SOO	210	71	476,048
2021	UP	210	71	6,889,149
Total				\$21,410,012

BNSF Tax Rate Calculation for Texas for 2021

Corporate Activities Tax

Miles in Texas = 5365 (info only)

Operating Revenue	\$22,913,195	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$9,294,750	from R-1 Schedule 210 Line 46
Taxable Receipts	16,039,237	70.0% of Operating Revenue
Tax Rate	0.750%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	120,294	Tax Rate x Taxable Receipts
Effective Tax Rate	1.294%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

CNGT Tax Rate Calculation for Texas for 2021

Corporate Activities Tax

Miles in Texas = 0 (info only)

Operating Revenue	\$3,525,815	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$745,021	from R-1 Schedule 210 Line 46
Taxable Receipts	2,468,071	70.0% of Operating Revenue
Tax Rate	0.750%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	18,511	Tax Rate x Taxable Receipts
Effective Tax Rate	2.485%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

CSX Tax Rate Calculation for Texas for 2021

Corporate Activities Tax

Miles in Texas = 0 (info only)

Operating Revenue	\$11,798,814	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$5,050,008	from R-1 Schedule 210 Line 46
Taxable Receipts	8,259,170	70.0% of Operating Revenue
Tax Rate	0.750%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	61,944	Tax Rate x Taxable Receipts
Effective Tax Rate	1.227%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

KCS Tax Rate Calculation for Texas for 2021

Corporate Activities Tax

Miles in Texas = 939 (info only)

Operating Revenue	\$1,572,087	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$368,780	from R-1 Schedule 210 Line 46
Taxable Receipts	1,100,461	70.0% of Operating Revenue
Tax Rate	0.750%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	8,253	Tax Rate x Taxable Receipts
Effective Tax Rate	2.238%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

NS Tax Rate Calculation for Texas for 2021

Corporate Activities Tax

Miles in Texas = 0 (info only)

Operating Revenue	\$11,141,650	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$3,746,455	from R-1 Schedule 210 Line 46
Taxable Receipts	7,799,155	70.0% of Operating Revenue
Tax Rate	0.750%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	58,494	Tax Rate x Taxable Receipts
Effective Tax Rate	1.561%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

SOO Tax Rate Calculation for Texas for 2021

Corporate Activities Tax

Miles in Texas = 0 (info only)

Operating Revenue	\$1,575,619	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$594,740	from R-1 Schedule 210 Line 46
Taxable Receipts	1,102,933	70.0% of Operating Revenue
Tax Rate	0.750%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	8,272	Tax Rate x Taxable Receipts
Effective Tax Rate	1.391%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

UP Tax Rate Calculation for Texas for 2021

Corporate Activities Tax

Miles in Texas = 6438 (info only)

Operating Revenue	\$21,804,317	from R-1 Schedule 210 Line 13
Net Inc. Bef. Tax	\$9,539,965	from R-1 Schedule 210 Line 46
Taxable Receipts	15,263,022	70.0% of Operating Revenue
Tax Rate	0.750%	Texas Margins Tax on 70% of Gross Receipts
State Taxes	114,473	Tax Rate x Taxable Receipts
Effective Tax Rate	1.200%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to Operating Revenue will be the same in every state.
All dollar amounts are in thousands.

BNSF Tax Rate Calculation for New Jersey for 2021

Franchise Excise Tax (recorded in state income taxes in R-1)			Miles in NJ = 0 (info only)
Net Railway Op. Inc.	\$6,429,663	from R-1 Schedule 210 Line 71	
Net Inc. Bef. Tax	\$9,294,750	from R-1 Schedule 210 Line 46	
Tax Rate	10.000%	New Jersey tax rate on Net Railway Operating Income	
State Taxes	\$642,966	Tax Rate x NROI	
Effective Tax Rate	6.918%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to NROI will be the same in every state.
All dollar amounts are in thousands.

CNGT Tax Rate Calculation for New Jersey for 2021

Franchise Excise Tax (recorded in state income taxes in R-1)			Miles in NJ = 0 (info only)
Net Railway Op. Inc.	\$923,549	from R-1 Schedule 210 Line 71	
Net Inc. Bef. Tax	\$745,021	from R-1 Schedule 210 Line 46	
Tax Rate	10.000%	New Jersey tax rate on Net Railway Operating Income	
State Taxes	\$92,355	Tax Rate x NROI	
Effective Tax Rate	12.396%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to NROI will be the same in every state.
All dollar amounts are in thousands.

CSX Tax Rate Calculation for New Jersey for 2021

Franchise Excise Tax (recorded in state income taxes in R-1)			Miles in NJ = 624 (info only)
Net Railway Op. Inc.	\$3,217,139	from R-1 Schedule 210 Line 71	
Net Inc. Bef. Tax	\$5,050,008	from R-1 Schedule 210 Line 46	
Tax Rate	10.000%	New Jersey tax rate on Net Railway Operating Income	
State Taxes	\$321,714	Tax Rate x NROI	
Effective Tax Rate	6.371%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to NROI will be the same in every state.
All dollar amounts are in thousands.

KCS Tax Rate Calculation for New Jersey for 2021

Franchise Excise Tax (recorded in state income taxes in R-1)			Miles in NJ = 0 (info only)
Net Railway Op. Inc.	\$388,582	from R-1 Schedule 210 Line 71	
Net Inc. Bef. Tax	\$368,780	from R-1 Schedule 210 Line 46	
Tax Rate	10.000%	New Jersey tax rate on Net Railway Operating Income	
State Taxes	\$38,858	Tax Rate x NROI	
Effective Tax Rate	10.537%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to NROI will be the same in every state.
All dollar amounts are in thousands.

NS Tax Rate Calculation for New Jersey for 2021

Franchise Excise Tax (recorded in state income taxes in R-1)			Miles in NJ = 902 (info only)
Net Railway Op. Inc.	\$3,085,882	from R-1 Schedule 210 Line 71	
Net Inc. Bef. Tax	\$3,746,455	from R-1 Schedule 210 Line 46	
Tax Rate	10.000%	New Jersey tax rate on Net Railway Operating Income	
State Taxes	\$308,588	Tax Rate x NROI	
Effective Tax Rate	8.237%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to NROI will be the same in every state.
All dollar amounts are in thousands.

SOO Tax Rate Calculation for New Jersey for 2021

Franchise Excise Tax (recorded in state income taxes in R-1)			Miles in NJ = 0 (info only)
Net Railway Op. Inc.	\$476,048	from R-1 Schedule 210 Line 71	
Net Inc. Bef. Tax	\$594,740	from R-1 Schedule 210 Line 46	
Tax Rate	10.000%	New Jersey tax rate on Net Railway Operating Income	
State Taxes	\$47,605	Tax Rate x NROI	
Effective Tax Rate	8.004%	State Taxes divided by Net Income Before Tax	

Notes

This calculation assumes that the ratio of NIBT to NROI will be the same in every state.
All dollar amounts are in thousands.

UP Tax Rate Calculation for New Jersey for 2021

Franchise Excise Tax (recorded in state income taxes in R-1)

Miles in NJ = 0 (info only)

Net Railway Op. Inc.	\$6,889,149	from R-1 Schedule 210 Line 71
Net Inc. Bef. Tax	\$9,539,965	from R-1 Schedule 210 Line 46
Tax Rate	10.000%	New Jersey tax rate on Net Railway Operating Income
State Taxes	\$688,915	Tax Rate x NROI
Effective Tax Rate	7.221%	State Taxes divided by Net Income Before Tax

Notes

This calculation assumes that the ratio of NIBT to NROI will be the same in every state.
All dollar amounts are in thousands.

BNSF Average State Tax Rate for 2021

State	Miles BNSF	Income		Pct Miles x Tax Rate
		Tax Rate	Pct Miles	
Alabama	231	6.500%	0.70664%	0.04593%
Arizona	659	4.900%	2.01591%	0.09878%
Arkansas	1,056	6.200%	3.23035%	0.20028%
California	2,087	8.840%	6.38422%	0.56436%
Colorado	1,340	4.500%	4.09911%	0.18446%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	0	8.700%	0.00000%	0.00000%
Dist. of Columbia	0	8.250%	0.00000%	0.00000%
Florida	0	3.535%	0.00000%	0.00000%
Georgia	0	5.750%	0.00000%	0.00000%
Idaho	133	6.500%	0.40685%	0.02645%
Illinois	1,535	9.500%	4.69563%	0.44608%
Indiana	0	5.075%	0.00000%	0.00000%
Iowa	659	9.800%	2.01591%	0.19756%
Kansas	1,582	7.000%	4.83940%	0.33876%
Kentucky	98	5.000%	0.29979%	0.01499%
Louisiana	346	8.000%	1.05843%	0.08467%
Maine	0	8.930%	0.00000%	0.00000%
Maryland	0	8.250%	0.00000%	0.00000%
Massachusetts	0	8.000%	0.00000%	0.00000%
Michigan	0	6.000%	0.00000%	0.00000%
Minnesota	1,712	9.800%	5.23708%	0.51323%
Mississippi	179	5.000%	0.54757%	0.02738%
Missouri	1,606	4.000%	4.91282%	0.19651%
Montana	2,620	6.750%	8.01468%	0.54099%
Nebraska	1,582	7.810%	4.83940%	0.37796%
Nevada	798	0.000%	2.44111%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	0	6.918%	0.00000%	0.00000%
New Mexico	1,636	5.900%	5.00459%	0.29527%
New York	0	0.000%	0.00000%	0.00000%
North Carolina	0	2.500%	0.00000%	0.00000%
North Dakota	1,632	4.310%	4.99235%	0.21517%
Ohio	0	0.000%	0.00000%	0.00000%
Oklahoma	1,287	6.000%	3.93698%	0.23622%
Oregon	414	7.600%	1.26644%	0.09625%
Pennsylvania	0	9.990%	0.00000%	0.00000%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	0	5.000%	0.00000%	0.00000%
South Dakota	894	0.000%	2.73478%	0.00000%
Tennessee	137	6.500%	0.41909%	0.02724%
Texas	5,365	1.294%	16.41175%	0.21240%
Utah	437	4.950%	1.33680%	0.06617%
Vermont	0	8.500%	0.00000%	0.00000%
Virginia	0	6.000%	0.00000%	0.00000%
Washington	1,450	0.000%	4.43561%	0.00000%
West Virginia	0	6.500%	0.00000%	0.00000%
Wisconsin	250	7.900%	0.76476%	0.06042%
Wyoming	965	0.000%	2.95197%	0.00000%
Total U.S.	32,690		100.00000%	5.06754%

There is no Class I railroad mileage in AK, HI, NH, RI, and any state marked with an "**".

Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

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Rates for Texas and New Jersey are calculated, and may vary by railroad.

No rounding until final number.

CNGT Average State Tax Rate for 2021

(CN's Grand Trunk Corporation)

State	Miles CNGT	Income		
		Tax Rate	Pct Miles	Pct Miles x Tax Rate
Alabama	22	6.500%	0.37710%	0.02451%
Arizona	0	4.900%	0.00000%	0.00000%
Arkansas	0	6.200%	0.00000%	0.00000%
California	0	8.840%	0.00000%	0.00000%
Colorado	0	4.500%	0.00000%	0.00000%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	0	8.700%	0.00000%	0.00000%
Dist. of Columbia	0	8.250%	0.00000%	0.00000%
Florida	0	3.535%	0.00000%	0.00000%
Georgia	0	5.750%	0.00000%	0.00000%
Idaho	0	6.500%	0.00000%	0.00000%
Illinois	1,278	9.500%	21.90607%	2.08108%
Indiana	103	5.075%	1.76551%	0.08960%
Iowa	573	9.800%	9.82173%	0.96253%
Kansas	0	7.000%	0.00000%	0.00000%
Kentucky	97	5.000%	1.66267%	0.08313%
Louisiana	227	8.000%	3.89098%	0.31128%
Maine	0	8.930%	0.00000%	0.00000%
Maryland	0	8.250%	0.00000%	0.00000%
Massachusetts	0	8.000%	0.00000%	0.00000%
Michigan	872	6.000%	14.94686%	0.89681%
Minnesota	378	9.800%	6.47926%	0.63497%
Mississippi	575	5.000%	9.85602%	0.49280%
Missouri	0	4.000%	0.00000%	0.00000%
Montana	0	6.750%	0.00000%	0.00000%
Nebraska	0	7.810%	0.00000%	0.00000%
Nevada	0	0.000%	0.00000%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	0	12.396%	0.00000%	0.00000%
New Mexico	0	5.900%	0.00000%	0.00000%
New York	0	0.000%	0.00000%	0.00000%
North Carolina	0	2.500%	0.00000%	0.00000%
North Dakota	0	4.310%	0.00000%	0.00000%
Ohio	4	0.000%	0.06856%	0.00000%
Oklahoma	0	6.000%	0.00000%	0.00000%
Oregon	0	7.600%	0.00000%	0.00000%
Pennsylvania	156	9.990%	2.67398%	0.26713%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	0	5.000%	0.00000%	0.00000%
South Dakota	0	0.000%	0.00000%	0.00000%
Tennessee	157	6.500%	2.69112%	0.17492%
Texas	0	2.485%	0.00000%	0.00000%
Utah	0	4.950%	0.00000%	0.00000%
Vermont	0	8.500%	0.00000%	0.00000%
Virginia	0	6.000%	0.00000%	0.00000%
Washington	0	0.000%	0.00000%	0.00000%
West Virginia	0	6.500%	0.00000%	0.00000%
Wisconsin	1,392	7.900%	23.86013%	1.88495%
Wyoming	0	0.000%	0.00000%	0.00000%
Total U.S.	5,834		100.00000%	7.90371%

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Rates for Texas and New Jersey are calculated, and may vary by railroad.

No rounding until final number.

CSX Average State Tax Rate for 2021

State	Miles CSX	Income		Pct Miles x Tax Rate
		Tax Rate	Pct Miles	
Alabama	1,011	6.500%	5.22184%	0.33942%
Arizona	0	4.900%	0.00000%	0.00000%
Arkansas	0	6.200%	0.00000%	0.00000%
California	0	8.840%	0.00000%	0.00000%
Colorado	0	4.500%	0.00000%	0.00000%
Connecticut	62	0.000%	0.32023%	0.00000%
Delaware	42	8.700%	0.21693%	0.01887%
Dist. of Columbia	19	8.250%	0.09814%	0.00810%
Florida	1,208	3.535%	6.23935%	0.22056%
Georgia	1,535	5.750%	7.92831%	0.45588%
Idaho	0	6.500%	0.00000%	0.00000%
Illinois	704	9.500%	3.63618%	0.34544%
Indiana	1,479	5.075%	7.63907%	0.38768%
Iowa	0	9.800%	0.00000%	0.00000%
Kansas	0	7.000%	0.00000%	0.00000%
Kentucky	1,629	5.000%	8.41382%	0.42069%
Louisiana	43	8.000%	0.22210%	0.01777%
Maine	0	8.930%	0.00000%	0.00000%
Maryland	522	8.250%	2.69614%	0.22243%
Massachusetts	288	8.000%	1.48753%	0.11900%
Michigan	483	6.000%	2.49471%	0.14968%
Minnesota	0	9.800%	0.00000%	0.00000%
Mississippi	94	5.000%	0.48551%	0.02428%
Missouri	0	4.000%	0.00000%	0.00000%
Montana	0	6.750%	0.00000%	0.00000%
Nebraska	0	7.810%	0.00000%	0.00000%
Nevada	0	0.000%	0.00000%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	624	6.371%	3.22297%	0.20532%
New Mexico	0	5.900%	0.00000%	0.00000%
New York	1,222	0.000%	6.31166%	0.00000%
North Carolina	1,071	2.500%	5.53174%	0.13829%
North Dakota	0	4.310%	0.00000%	0.00000%
Ohio	1,752	0.000%	9.04912%	0.00000%
Oklahoma	0	6.000%	0.00000%	0.00000%
Oregon	0	7.600%	0.00000%	0.00000%
Pennsylvania	1,057	9.990%	5.45943%	0.54540%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	1,275	5.000%	6.58540%	0.32927%
South Dakota	0	0.000%	0.00000%	0.00000%
Tennessee	968	6.500%	4.99974%	0.32498%
Texas	0	1.227%	0.00000%	0.00000%
Utah	0	4.950%	0.00000%	0.00000%
Vermont	0	8.500%	0.00000%	0.00000%
Virginia	1,020	6.000%	5.26832%	0.31610%
Washington	0	0.000%	0.00000%	0.00000%
West Virginia	1,253	6.500%	6.47177%	0.42067%
Wisconsin	0	7.900%	0.00000%	0.00000%
Wyoming	0	0.000%	0.00000%	0.00000%
Total U.S.	19,361		100.00000%	5.00983%

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Rates for Texas and New Jersey are calculated, and may vary by railroad.

No rounding until final number.

KCS Average State Tax Rate for 2021

State	Miles KCS	Income		Pct Miles x Tax Rate
		Tax Rate	Pct Miles	
Alabama	44	6.500%	1.34887%	0.08768%
Arizona	0	4.900%	0.00000%	0.00000%
Arkansas	162	6.200%	4.96628%	0.30791%
California	0	8.840%	0.00000%	0.00000%
Colorado	0	4.500%	0.00000%	0.00000%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	0	8.700%	0.00000%	0.00000%
Dist. of Columbia	0	8.250%	0.00000%	0.00000%
Florida	0	3.535%	0.00000%	0.00000%
Georgia	0	5.750%	0.00000%	0.00000%
Idaho	0	6.500%	0.00000%	0.00000%
Illinois	186	9.500%	5.70202%	0.54169%
Indiana	0	5.075%	0.00000%	0.00000%
Iowa	0	9.800%	0.00000%	0.00000%
Kansas	18	7.000%	0.55181%	0.03863%
Kentucky	0	5.000%	0.00000%	0.00000%
Louisiana	750	8.000%	22.99203%	1.83936%
Maine	0	8.930%	0.00000%	0.00000%
Maryland	0	8.250%	0.00000%	0.00000%
Massachusetts	0	8.000%	0.00000%	0.00000%
Michigan	0	6.000%	0.00000%	0.00000%
Minnesota	0	9.800%	0.00000%	0.00000%
Mississippi	602	5.000%	18.45494%	0.92275%
Missouri	409	4.000%	12.53832%	0.50153%
Montana	0	6.750%	0.00000%	0.00000%
Nebraska	0	7.810%	0.00000%	0.00000%
Nevada	0	0.000%	0.00000%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	0	10.537%	0.00000%	0.00000%
New Mexico	0	5.900%	0.00000%	0.00000%
New York	0	0.000%	0.00000%	0.00000%
North Carolina	0	2.500%	0.00000%	0.00000%
North Dakota	0	4.310%	0.00000%	0.00000%
Ohio	0	0.000%	0.00000%	0.00000%
Oklahoma	147	6.000%	4.50644%	0.27039%
Oregon	0	7.600%	0.00000%	0.00000%
Pennsylvania	0	9.990%	0.00000%	0.00000%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	0	5.000%	0.00000%	0.00000%
South Dakota	0	0.000%	0.00000%	0.00000%
Tennessee	5	6.500%	0.15328%	0.00996%
Texas	939	2.238%	28.78602%	0.64424%
Utah	0	4.950%	0.00000%	0.00000%
Vermont	0	8.500%	0.00000%	0.00000%
Virginia	0	6.000%	0.00000%	0.00000%
Washington	0	0.000%	0.00000%	0.00000%
West Virginia	0	6.500%	0.00000%	0.00000%
Wisconsin	0	7.900%	0.00000%	0.00000%
Wyoming	0	0.000%	0.00000%	0.00000%
Total U.S.	3,262		100.00000%	5.16414%

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Rates for Texas and New Jersey are calculated, and may vary by railroad.

No rounding until final number.

NS Average State Tax Rate for 2021

State	Miles NS	Income		Pct Miles x Tax Rate
		Tax Rate	Pct Miles	
Alabama	1,304	6.500%	6.74634%	0.43851%
Arizona	0	4.900%	0.00000%	0.00000%
Arkansas	0	6.200%	0.00000%	0.00000%
California	0	8.840%	0.00000%	0.00000%
Colorado	0	4.500%	0.00000%	0.00000%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	82	8.700%	0.42423%	0.03691%
Dist. of Columbia	19	8.250%	0.09830%	0.00811%
Florida	148	3.535%	0.76569%	0.02707%
Georgia	1,706	5.750%	8.82612%	0.50750%
Idaho	0	6.500%	0.00000%	0.00000%
Illinois	1,261	9.500%	6.52388%	0.61977%
Indiana	1,440	5.075%	7.44995%	0.37808%
Iowa	43	9.800%	0.22246%	0.02180%
Kansas	2	7.000%	0.01035%	0.00072%
Kentucky	429	5.000%	2.21946%	0.11097%
Louisiana	76	8.000%	0.39319%	0.03146%
Maine	0	8.930%	0.00000%	0.00000%
Maryland	259	8.250%	1.33996%	0.11055%
Massachusetts	0	8.000%	0.00000%	0.00000%
Michigan	488	6.000%	2.52470%	0.15148%
Minnesota	0	9.800%	0.00000%	0.00000%
Mississippi	211	5.000%	1.09162%	0.05458%
Missouri	409	4.000%	2.11599%	0.08464%
Montana	0	6.750%	0.00000%	0.00000%
Nebraska	0	7.810%	0.00000%	0.00000%
Nevada	0	0.000%	0.00000%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	902	8.237%	4.66656%	0.38438%
New Mexico	0	5.900%	0.00000%	0.00000%
New York	840	0.000%	4.34580%	0.00000%
North Carolina	1,187	2.500%	6.14103%	0.15353%
North Dakota	0	4.310%	0.00000%	0.00000%
Ohio	1,906	0.000%	9.86083%	0.00000%
Oklahoma	0	6.000%	0.00000%	0.00000%
Oregon	0	7.600%	0.00000%	0.00000%
Pennsylvania	2,419	9.990%	12.51487%	1.25024%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	762	5.000%	3.94226%	0.19711%
South Dakota	0	0.000%	0.00000%	0.00000%
Tennessee	828	6.500%	4.28372%	0.27844%
Texas	0	1.561%	0.00000%	0.00000%
Utah	0	4.950%	0.00000%	0.00000%
Vermont	0	8.500%	0.00000%	0.00000%
Virginia	1,990	6.000%	10.29541%	0.61772%
Washington	0	0.000%	0.00000%	0.00000%
West Virginia	618	6.500%	3.19727%	0.20782%
Wisconsin	0	7.900%	0.00000%	0.00000%
Wyoming	0	0.000%	0.00000%	0.00000%
Total U.S.	19,329		100.00000%	5.67139%

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No rounding until final number.

SOO Average State Tax Rate for 2021
(Canadian Pacific's Soo Line Corporation)

State	Miles SOO	Income		
		Tax Rate	Pct Miles	Pct Miles x Tax Rate
Alabama	0	6.500%	0.00000%	0.00000%
Arizona	0	4.900%	0.00000%	0.00000%
Arkansas	0	6.200%	0.00000%	0.00000%
California	0	8.840%	0.00000%	0.00000%
Colorado	0	4.500%	0.00000%	0.00000%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	0	8.700%	0.00000%	0.00000%
Dist. of Columbia	0	8.250%	0.00000%	0.00000%
Florida	0	3.535%	0.00000%	0.00000%
Georgia	0	5.750%	0.00000%	0.00000%
Idaho	0	6.500%	0.00000%	0.00000%
Illinois	385	9.500%	7.43100%	0.70594%
Indiana	154	5.075%	2.97240%	0.15085%
Iowa	673	9.800%	12.98977%	1.27300%
Kansas	0	7.000%	0.00000%	0.00000%
Kentucky	0	5.000%	0.00000%	0.00000%
Louisiana	0	8.000%	0.00000%	0.00000%
Maine	267	8.930%	5.15345%	0.46020%
Maryland	0	8.250%	0.00000%	0.00000%
Massachusetts	0	8.000%	0.00000%	0.00000%
Michigan	80	6.000%	1.54410%	0.09265%
Minnesota	1,701	9.800%	32.83150%	3.21749%
Mississippi	0	5.000%	0.00000%	0.00000%
Missouri	196	4.000%	3.78305%	0.15132%
Montana	0	6.750%	0.00000%	0.00000%
Nebraska	0	7.810%	0.00000%	0.00000%
Nevada	0	0.000%	0.00000%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	0	8.004%	0.00000%	0.00000%
New Mexico	0	5.900%	0.00000%	0.00000%
New York	414	0.000%	7.99074%	0.00000%
North Carolina	0	2.500%	0.00000%	0.00000%
North Dakota	530	7.810% +	10.22969%	0.79894%
Ohio	30	0.000%	0.57904%	0.00000%
Oklahoma	0	6.000%	0.00000%	0.00000%
Oregon	0	7.600%	0.00000%	0.00000%
Pennsylvania	0	9.990%	0.00000%	0.00000%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	0	5.000%	0.00000%	0.00000%
South Dakota	112	0.000%	2.16174%	0.00000%
Tennessee	0	6.500%	0.00000%	0.00000%
Texas	0	1.391%	0.00000%	0.00000%
Utah	0	4.950%	0.00000%	0.00000%
Vermont	21	8.500%	0.40533%	0.03445%
Virginia	0	6.000%	0.00000%	0.00000%
Washington	0	0.000%	0.00000%	0.00000%
West Virginia	0	6.500%	0.00000%	0.00000%
Wisconsin	618	7.900%	11.92820%	0.94233%
Wyoming	0	0.000%	0.00000%	0.00000%
Total U.S.	5,181		100.00000%	7.82717%

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No rounding until final number.

"+" Water's Edge Surcharge Tax rate applied in North Dakota

UP Average State Tax Rate for 2021

State	Miles UP	Income		
		Tax Rate	Pct Miles	Pct Miles x Tax Rate
Alabama	0	6.500%	0.00000%	0.00000%
Arizona	691	4.900%	2.12930%	0.10434%
Arkansas	1,324	6.200%	4.07987%	0.25295%
California	3,362	8.840%	10.35992%	0.91582%
Colorado	1,504	4.500%	4.63454%	0.20855%
Connecticut	0	0.000%	0.00000%	0.00000%
Delaware	0	8.700%	0.00000%	0.00000%
Dist. of Columbia	0	8.250%	0.00000%	0.00000%
Florida	0	3.535%	0.00000%	0.00000%
Georgia	0	5.750%	0.00000%	0.00000%
Idaho	873	6.500%	2.69013%	0.17486%
Illinois	2,311	9.500%	7.12129%	0.67652%
Indiana	19	5.075%	0.05855%	0.00297%
Iowa	1,430	9.800%	4.40651%	0.43184%
Kansas	2,199	7.000%	6.77616%	0.47433%
Kentucky	12	5.000%	0.03698%	0.00185%
Louisiana	1,140	8.000%	3.51288%	0.28103%
Maine	0	8.930%	0.00000%	0.00000%
Maryland	0	8.250%	0.00000%	0.00000%
Massachusetts	0	8.000%	0.00000%	0.00000%
Michigan	0	6.000%	0.00000%	0.00000%
Minnesota	644	9.800%	1.98447%	0.19448%
Mississippi	0	5.000%	0.00000%	0.00000%
Missouri	1,541	4.000%	4.74855%	0.18994%
Montana	125	6.750%	0.38518%	0.02600%
Nebraska	1,098	7.810%	3.38346%	0.26425%
Nevada	1,193	0.000%	3.67620%	0.00000%
New Hampshire	0	0.000% *	0.00000%	0.00000%
New Jersey	0	7.221%	0.00000%	0.00000%
New Mexico	618	5.900%	1.90435%	0.11236%
New York	0	0.000%	0.00000%	0.00000%
North Carolina	0	2.500%	0.00000%	0.00000%
North Dakota	0	4.310%	0.00000%	0.00000%
Ohio	0	0.000%	0.00000%	0.00000%
Oklahoma	1,240	6.000%	3.82103%	0.22926%
Oregon	1,073	7.600%	3.30642%	0.25129%
Pennsylvania	0	9.990%	0.00000%	0.00000%
Rhode Island	0	0.000% *	0.00000%	0.00000%
South Carolina	0	5.000%	0.00000%	0.00000%
South Dakota	0	0.000%	0.00000%	0.00000%
Tennessee	17	6.500%	0.05239%	0.00341%
Texas	6,438	1.200%	19.83853%	0.23805%
Utah	1,267	4.950%	3.90423%	0.19326%
Vermont	0	8.500%	0.00000%	0.00000%
Virginia	0	6.000%	0.00000%	0.00000%
Washington	540	0.000%	1.66400%	0.00000%
West Virginia	0	6.500%	0.00000%	0.00000%
Wisconsin	919	7.900%	2.83187%	0.22372%
Wyoming	874	0.000%	2.69321%	0.00000%
Total U.S.	32,452		100.00000%	5.45106%

There is no Class I railroad mileage in AK, HI, NH, RI, and any state marked with an "**".

Mileages are from Annual Report Form R-1, Schedule 702, Column (g).

Tax rates are from the web site of the Tax Foundation, Washington, DC unless updated by AAR (Appendix B).

Rates for Texas and New Jersey are calculated, and may vary by railroad.

No rounding until final number.

**Workpapers Sent to Surface Transportation Board
for 2021 State Tax Rate Calculations**

May 26, 2022

1. Schedule 702 from 2021 Annual Report Form R-1 (7 pages)
2. Schedule 210 from 2021 Annual Report Form R-1 (14 pages)

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 road owned but not operated. The respondent's proportion of operated road held by it as a 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 but not operated should be shown in column (h), as appropriate. Mileage which has been permanently abandoned should not be included in column (h). Mileage should be reported to the nearest WHOLE mile adjusted in 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.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned, not operated by respondent (h)	New line constructed during year (i)	
1		Alabama	105				126	231	16		1
2		Arizona	592				67	659			2
3		Arkansas	190				866	1,056			3
4		British Columbia	22				25	47	16		4
5		California	913				1,174	2,087	5		5
6		Colorado	802		14		524	1,340			6
7		Idaho	133					133			7
8		Illinois	1,151			2	382	1,535			8
9		Iowa	594		26	4	35	659			9
10		Kansas	1,138				444	1,582			10
11		Kentucky				13	85	98			11
12		Louisiana	240				106	346			12
13		Manitoba		4			65	69			13
14		Minnesota	1,490				222	1,712	9		14
15		Mississippi	166				13	179			15
16		Missouri	1,424				182	1,606	37		16
17		Montana	2,584				36	2,620	125		17
18		Nebraska	1,481				101	1,582			18
19		Nevada					798	798			19
20		New Mexico	1,125				511	1,636	86		20
21		North Dakota	1,552				80	1,632	360		21
22		Oklahoma	957				330	1,287			22
23		Oregon	226				188	414	110		23
24		Saskatchewan									24
25		South Dakota	864			2	28	894			25
26		Tennessee	16				121	137			26
27		Texas	2,596			10	2,759	5,365			27
28		Utah					437	437			28
29		Washington	1,335				115	1,450	86		29
30		Wisconsin	245				5	250			30
31		Wyoming	960				5	965			31
32		Total Mileage (Single Track)	22,901	4	40	31	9,830	32,806	850		32

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 but not operated should be shown in column (h), as appropriate. Mileage which has been permanently abandoned should not be included in column (h). Mileage should be reported to the nearest WHOLE mile adjusted in 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.	Cross Check	State or territory	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned	Line of proprietary companies	Line operated under lease	Line operated under contract, etc.	Line operated under trackage rights	Total mileage operated	Line owned not operated by respondent	New line constructed during year	
		(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	
1											1
2		ALABAMA	22	-	-		-	22			2
3											3
4		ILLINOIS	1,231	-	-		47	1,278			4
5											5
6		INDIANA	103	-	-		-	103			6
7											7
8		IOWA	573	-	-		-	573			8
9											9
10		KENTUCKY	84	13	-		-	97			10
11											11
12		LOUISIANA	227	-	-		-	227			12
13											13
14		MICHIGAN	864	1	7		-	872			14
15											15
16		MINNESOTA	378	-	-		-	378			16
17											17
18		MISSISSIPPI	575	-	-		-	575			18
19											19
20		OHIO	4	-	-		-	4			20
21											21
22		PENNSYLVANIA	156	-	-		-	156			22
23											23
24		TENNESSEE	157	-	-		-	157			24
25											25
26		WISCONSIN	1,346	-	-		46	1,392			26
27											27
28											28
29											29
30											30
31											31
32		TOTAL MILEAGE (single track)	5,720	14	7	-	93	5,834			32

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

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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.	Cross Check	State or Territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line Owned (b)	Line of Proprietary Companies (c)	Line Operated Under Lease (d)	Line Operated Under Contract, etc. (e)	Line Operated Under Trackage Rights (f)	Total Mileage Operated (g)	Line Owned, Not Operated By Respondent (h)	New Line Constructed During Year (i)	
1		Illinois	155	0	0	0	230	385	0	0	1
2		Indiana	0	0	0	0	154	154	0	0	2
3		Iowa	650	0	0	0	23	673	0	0	3
4		Maine	211	0	0	56	0	267	0	0	4
5		Michigan	0	0	0	0	80	80	0	0	5
6		Minnesota	1,132	0	0	0	569	1,701	111	0	6
7		Missouri	157	0	0	0	39	196	0	0	7
8		Montana	0	0	0	0	0	0	57	0	8
9		New York	213	0	0	0	201	414	0	0	10
10		North Dakota	501	0	0	0	29	530	576	0	11
11		Ohio	0	0	0	0	30	30	0	0	12
12		South Dakota	6	0	0	0	106	112	0	0	13
13		Vermont	21	0	0	0	0	21	0	0	14
14		Wisconsin	296	0	0	0	322	618	0	0	15
15											16
16											18
17											19
18											20
19											21
20											22
21											23
22											24
23											25
24											26
25											27
26											28
27											29
28											30
29											31
30		Total Mileage (single track)	3,342	0	0	56	1,783	5,181	744	0	32

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 road owned but not operated. The respondent's proportion of operated road held by it as a 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 but not operated should be shown in column (h), as appropriate. Mileage which has been permanently abandoned should not be included in column (h).

Mileage should be reported to the nearest WHOLE mile adjusted in 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.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned, not operated by respondent (h)	New line constructed during year (i)	
1		Alabama	900				111	1,011	116	-	1
2		Canada - Ontario	-	18			4	22	7	-	2
3		Canada - Quebec	-	13	31		6	50	12	-	3
4		Connecticut	-				62	62	4	-	4
5		Delaware	21				21	42		-	5
6		District Of Columbia	17			-	2	19	8	-	6
7		Florida	1,003			61	144	1,208	45	-	7
8		Georgia	1,341		118	1	75	1,535	94	-	8
9		Illinois	357	-	56		291	704	128	-	9
10		Indiana	1,103	-	12		364	1,479	376	-	10
11		Kentucky	1,514	66	-	-	49	1,629	46	-	11
12		Louisiana	35				8	43		-	12
13		Maryland	423	7	5		87	522	11	-	13
14		Massachusetts	118		-	8	162	288	27	-	14
15		Michigan	337				146	483	139	-	15
16		Mississippi	74				20	94		-	16
17		Missouri					-	-	11	-	17
18		New Jersey	43				581	624	6	-	18
19		New York	682		181		359	1,222	13	-	19
20		North Carolina	1,012			7	52	1,071	6	-	20
21		Ohio	1,152		139	-	461	1,752	222	-	21
22		Pennsylvania	417	42	22	8	568	1,057	57	-	22
23		South Carolina	1,214		44		17	1,275	7	-	23
24		Tennessee	812		15	4	137	968	42	-	24
25		Virginia	734	30	-	-	256	1,020	27	-	25
26		West Virginia	992	20	16		225	1,253	132	-	26
27											27
28											28
29											29
30											30
31											31
32		Total Mileage (Single Track)	14,301	196	639	89	4,208	19,433	1,536	-	32

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 and fraction less than one-half mile.

Line No.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned not operated by respondent (h)	New line constructed during year (i)	
1		Missouri	389	-	-	-	20	409	3	-	1
2											2
3		Kansas	18	-	-	-	-	18	-	-	3
4											4
5		Arkansas	157	-	-	-	5	162	59	-	5
6											6
7		Oklahoma	146	-	-	-	1	147	6	-	7
8											8
9		Louisiana	685	-	-	-	65	750	173	-	9
10											10
11		Texas	590	-	-	-	349	939	-	-	11
12											12
13		Tennessee	5	-	-	-	-	5	-	-	13
14											14
15		Mississippi	466	-	-	-	136	602	170	-	15
16											16
17		Alabama	-	-	-	-	44	44	56	-	17
18											18
19		Illinois	165	-	-	-	21	186	-	-	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)	2,621	-	-	-	641	3,262	467	-	32

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

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Line No.	Cross Check	State or territory (a)	MILES OF ROAD OPERATED BY RESPONDENT								Line No.
			Line owned (b)	Line of proprietary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned, not operated by respondent (h)	New line constructed during year (i)	
1		Alabama	1,212				92	1,304	89		1
2		Canada					2	2			2
3		Delaware	36				46	82	93		3
4		District of Columbia					19	19			4
5		Florida	95				53	148			5
6		Georgia	1,697				9	1,706	381		6
7		Illinois	847				414	1,261	63		7
8		Indiana	1,172		2		266	1,440	36		8
9		Iowa	5			1	37	43	41		9
10		Kansas					2	2			10
11		Kentucky	154		212		63	429			11
12		Louisiana	72				4	76			12
13		Maryland	59				200	259	37		13
14		Michigan	115				373	488	157		14
15		Mississippi	209				2	211			15
16		Missouri	344				65	409			16
17		New Jersey	95				807	902	29		17
18		New York	546				294	840	227		18
19		North Carolina	823				364	1,187	418		19
20		Ohio	1,507		10		389	1,906	361		20
21		Pennsylvania	1,773			5	641	2,419	193		21
22		South Carolina	658				104	762	37		22
23		Tennessee	646		136		46	828	144		23
24		Virginia	1,883				107	1,990	155		24
25		West Virginia	586				32	618	233		25
26											26
27											27
28											28
29											29
30											30
31											31
32		Total Mileage (Single Track)	14,534		360	6	4,431	19,331	2,694		32

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

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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.	Cross Check	State or Territory (a)	Line owned (b)	Line of propri- etary companies (c)	Line operated under lease (d)	Line operated under contract, etc. (e)	Line operated under trackage rights (f)	Total mileage operated (g)	Line owned, not operated by respondent (h)	New line constructed during year (i)	Line No.
1		Arizona	691	-	-	-	-	691	-	-	1
2		Arkansas	1,314	-	5	-	5	1,324	149	-	2
3		California	2,811	-	-	-	551	3,362	648	-	3
4		Colorado	1,152	-	-	-	352	1,504	171	-	4
5		Idaho	869	-	-	-	4	873	41	-	5
6		Illinois	1,534	19	4	-	754	2,311	10	-	6
7		Indiana	-	-	-	-	19	19	-	-	7
8		Iowa	1,278	-	-	-	152	1,430	6	-	8
9		Kansas	1,565	-	-	-	634	2,199	313	-	9
10		Kentucky	-	-	-	-	12	12	-	-	10
11		Louisiana	1,086	-	-	-	54	1,140	29	-	11
12		Minnesota	418	-	-	-	226	644	16	-	12
13		Missouri	973	-	-	-	568	1,541	360	-	13
14		Montana	125	-	-	-	-	125	52	-	14
15		Nebraska	1,005	-	-	-	93	1,098	254	-	15
16		Nevada	1,193	-	-	-	-	1,193	-	-	16
17		New Mexico	535	-	-	-	83	618	-	-	17
18		Oklahoma	513	-	307	-	420	1,240	73	-	18
19		Oregon	868	-	-	-	205	1,073	396	-	19
20		Tennessee	9	-	-	-	8	17	-	-	20
21		Texas	5,190	-	-	-	1,248	6,438	287	-	21
22		Utah	1,247	-	-	-	20	1,267	60	-	22
23		Washington	271	-	-	-	269	540	86	-	23
24		Wisconsin	584	-	-	-	335	919	107	-	24
25		Wyoming	874	-	-	-	-	874	-	-	25
26											26
27											27
28											28
29											29
30											30
31		TOTAL MILEAGE	26,105	19	316	-	6,012	32,452	3,058	-	31
32		(single track)									32

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

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

Schedule 210
Line 15, col b
Lines 47,48,49 col b
Line 50, col b

Cross-Checks

Schedule 210
= Line 66, col b
= Line 67, col b
= Line 68, col b

2. Report total operating expenses from Sched. 410. Any differences between this schedule and Sched. 410 must be explained on page 18.

3. List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.

Line 14, col b
Line 14, col d
Line 14, col e

Schedule 410
= Line 620, col h
= Line 620, col f
= Line 620, col g

4. All contra entries should be shown in parenthesis.

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.
		ORDINARY ITEMS OPERATING INCOME					
		Railway Operating Income					
1		(101) Freight	22,274,140	20,154,551	22,274,140		1
2		(102) Passenger					2
3		(103) Passenger-related					3
4		(104) Switching	53,904	53,684	53,904		4
5		(105) Water transfers					5
6		(106) Demurrage	207,476	193,279	207,476		6
7		(110) Incidental	364,053	141,188	364,053		7
8		(121) Joint facility - credit	13,622	13,819	13,622		8
9		(122) Joint facility - debit					9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	22,913,195	20,556,521	22,913,195		10
11		(502) Railway operating revenues - transfers from government authorities					11
12		(503) Railway operating revenues - amortization of deferred transfers from government authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	22,913,195	20,556,521	22,913,195		13
14	*	(531) Railway operating expenses	14,262,647	12,879,347	14,262,647		14
15	*	Net revenue from railway operations	8,650,548	7,677,174	8,650,548		15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations					16
17		(510) Miscellaneous rent income					17
18		(512) Separately operated properties - profit					18
19		(513) Dividend income (cost method)	400	400			19
20		(514) Interest income	433,483	462,627			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt					22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	209,192	107,978			24
25		Income from affiliated companies: 519 a. Dividends (equity method)	8,000	10,000			25
26		b. Equity in undistributed earnings (losses)	38,298	36,079			26
27		TOTAL OTHER INCOME (lines 16-26)	689,373	617,084			27
28		TOTAL INCOME (lines 15, 27)	9,339,921	8,294,258			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations					29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income transferred under contracts and agreements					33
34		(551) Miscellaneous income charges	16,834	10,411			34
35		(553) Uncollectible accounts					35
36		TOTAL MISCELLANEOUS DEDUCTIONS	16,834	10,411			36
37		Income available for fixed charges	9,323,087	8,283,847			37

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

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

Cross - Checks

Schedule 210

Line 15, col b

Lines 47, 48, 49 col b

Line 50, col b

Schedule 210

= Line 66, col b

= Line 67, col b

= Line 68, col b

2. Report total operating expenses from Sched 410. Any differences between this schedule and Sched. 410 must be explained on page 18.

Line 14, col b

Line 14, col d

Line 14, col e

Schedule 410

= Line 620, col h

= Line 620, col f

= Line 620, col g

3. List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.

4. All contra entries should be shown in parenthesis.

Line No.	Cross Check	Account	Item	Amount for current year	Amount for preceding year	Freight-related revenue & expenses	Passenger-related revenue & expenses	Line No.
			(a)	(b)	(c)	(d)	(e)	
			ORDINARY ITEMS					
			OPERATING INCOME					
			Railway Operating Income					
1		(101)	Freight	3,022,598	2,801,160	3,022,598	-	1
2		(102)	Passenger	-	-	-	-	2
3		(103)	Passenger - related	-	-	-	-	3
4		(104)	Switching	62,218	54,962	62,218	-	4
5		(105)	Water transfers	111,168	111,429	111,168	-	5
6		(106)	Demurrage	61,299	44,824	61,299	-	6
7		(110)	Incidental	254,115	64,544	254,115	-	7
8		(121)	Joint facility - credit	-	-	-	-	8
9		(122)	Joint facility - debit	-	-	-	-	9
10		(501)	Railway operating revenues (Exclusive of transfers from government authorities - lines 1 - 9)	3,511,398	3,076,919	3,511,398	-	10
11		(502)	Railway operating revenues - transfers from government authorities	5,325	5,665	5,325	-	11
12		(503)	Railway operating revenues - amortization of deferred transfers from government authorities	9,092	8,720	9,092	-	12
13			TOTAL RAILWAY OPERATING REVENUES (Lines 10 - 12)	3,525,815	3,091,304	3,525,815	-	13
14	*	(531)	Railway operating expenses	2,417,264	2,228,858	2,417,264	-	14
15	*		Net revenue from railway operations	1,108,551	862,446	1,108,551	-	15
			OTHER INCOME					
16		(506)	Revenue from property used in other than carrier operations	-	-			16
17		(510)	Miscellaneous rent income	7,563	7,255			17
18		(512)	Separately operated properties - profit	-	-			18
19		(513)	Dividend income (cost method)	-	-			19
20		(514)	Interest income	519	1,047			20
21		(516)	Income from sinking and other funds	-	-			21
22		(517)	Release of premiums on funded debt	-	-			22
23		(518)	Reimbursements received under contracts and agreements	-	-			23
24		(519)	Miscellaneous income	25,124	4,633			24
25			Income from affiliated companies: 519					
			a) Dividends (equity method)	-	-			25
26			b) Equity in undistributed earnings (losses)	5,254	5,176			26
27			TOTAL OTHER INCOME (Lines 16 - 26)	38,460	18,111			27
28			TOTAL INCOME (Lines 15, 27)	1,147,011	880,557			28
			MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534)	Expense of property used in other than carrier operations	1,273	1,273			29
30		(544)	Miscellaneous taxes	-	-			30
31		(545)	Separately operated properties - Loss	-	-			31
32		(549)	Maintenance of investment organizations	-	-			32
33		(550)	Income transferred under contracts and agreements	-	-			33
34		(551)	Miscellaneous income charges	544	11,478			34
35		(553)	Uncollectible accounts	-	-			35
36			TOTAL MISCELLANEOUS DEDUCTIONS	1,817	12,751			36
37			Income available for fixed charges	1,145,194	867,806			37

210. RESULTS OF OPERATIONS - Continued
(Dollars in Thousands)

Line No.	Cross Check	Account	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES						
		(546)	Interest on funded debt:			
38			(a) Fixed interest not in default	400,149	405,210	38
39			(b) Interest in default	-	-	39
40		(547)	Interest on unfunded debt	19	3	40
41		(548)	Amortization of discount on funded debt	5	5	41
42			TOTAL FIXED CHARGES (lines 38 through 41)	400,173	405,218	42
43			Income after fixed charge (line 37 minus line 42)	745,021	462,588	43
OTHER DEDUCTIONS						
		(546)	Interest on funded debt:			
44			(c) Contingent interest	-	-	44
UNUSUAL OR INFREQUENT ITEMS						
45		(555)	Unusual or infrequent items (debit) credit	-	-	45
46			Income (Loss) from continuing operations (before inc. taxes)	745,021	462,588	46
PROVISIONS FOR INCOME TAXES						
		(556)	Income taxes on ordinary income:			
47	*		(a) Federal income taxes	86,460	(115,122)	47
48	*		(b) State income taxes	16,931	9,060	48
49	*		(c) Other income taxes	-	-	49
50	*	(557)	Provision for deferred taxes	84,634	122,205	50
51			TOTAL PROVISIONS FOR INCOME TAXES (lines 47 through 50)	188,025	16,143	51
52			Income from continuing operations (line 46 minus line 51)	556,996	446,445	52
DISCONTINUED OPERATIONS						
		(560)	Income or loss from operations of discontinued segments (less applicable income taxes of \$ -)	-	-	
53				-	-	53
		(562)	Gain or loss on disposal of discontinued segments (less applicable income taxes of \$ -)	-	-	
54				-	-	54
55			Income before extraordinary Items (lines 52 through 54)	556,996	446,445	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES						
56		(570)	Extraordinary items (Net)	-	-	56
57		(590)	Income taxes on extraordinary items	-	-	57
58		(591)	Provision for deferred taxes - Extraordinary items	-	-	58
59			TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)	-	-	59
		(592)	Cumulative effect of changes in accounting principles (less applicable income taxes of \$ -)	-	-	
60				-	-	60
61	*		Net income (Loss) (lines 55 + 59 + 60)	556,996	446,445	61
62			Less: Net Income attributable to noncontrolling interest	-	-	62
63			Net Income attributable to reporting railroad	556,996	446,445	63
64			Basic Earnings Per Share	1,808,428.57	1,449,496.75	64
65			Diluted Earnings Per Share	1,808,428.57	1,449,496.75	65
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)						
66	*		Net revenues from railway operations	1,108,551	862,446	66
67	*	(556)	Income taxes on ordinary income (-)	103,391	(106,062)	67
68	*	(557)	Provision for deferred taxes (-)	84,634	122,205	68
69			Income from leased road and equipment (-)	-	-	69
70			Rent for leased road and equipment (+)	3,023	1,555	70
71			Net railway operating income (loss)	923,549	847,858	71

Note: Basic Earnings Per Share and Diluted Earnings Per Share presented on lines 64 and 65 are in full dollars and cents.

210. RESULTS OF OPERATIONS

(Dollars in thousands)

1. Disclose requested information for the respondent pertaining to the results of operations for the year.
2. Report total operating expenses from Sched. 410. Any differences between this schedule and Sched. 410 must be explained on page 18.
3. List dividends from investments accounted for under the cost method on line No. 19, and list dividends accounted for under the equity method on line 25.
4. All contra entries hereunder should be indicated in parenthesis.

5. Cross-checks:

Schedule 210

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

Schedule 210

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

Schedule 410

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

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

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.
		ORDINARY ITEMS OPERATING INCOME					
1		(101) Freight	1,483,520	1,363,171	1,483,520	0	1
2		(102) Passenger	0	0	0	0	2
3		(103) Passenger-Related	0	0	0	0	3
4		(104) Switching	11,015	12,677	11,015	0	4
5		(105) Water Transfers	0	0	0	0	5
6		(106) Demurrage	77,631	18,011	77,631	0	6
7		(110) Incidental	2,604	1,785	2,604	0	7
8		(121) Joint Facility-Credit	0	0	0	0	8
9			0	0	0	0	9
10		(501) Railway operating revenues (Exclusive of transfers from Government Authorities-lines 1-9)	1,574,770	1,395,644	1,574,770	0	10
11		(502) Railway operating revenues-Transfers from Government Authorities	0	0	0	0	11
12		(503) Railway operating revenues-Amortization of deferred transfers from Government Authorities	849	906	849	0	12
13		TOTAL RAILWAY OPERATING REVENUES (\$ less applicable tax of \$)	1,575,619	1,396,550	1,575,619	0	13
14		(531) Railway operating expenses	970,660	921,776	970,660	0	14
15		Net revenue from railway operations	604,959	474,774	604,959	0	15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations	0	0			16
17		(510) Miscellaneous rent income	19,926	8,039			17
18		(512) Separately operated properties-Profit	0	0			18
19		(513) Dividend Income (cost method)	0	0			19
20		(514) Interest Income	4,357	4,951			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	42,368	8,229			24
25		Income from affiliated companies: 519 a. Dividends (equity method)	7,840	7,840			25
26		b. Equity in undistributed earnings (losses)	3,786	2,355			26
27		TOTAL OTHER INCOME (lines 16-26)	78,277	31,414			27
28		TOTAL INCOME (lines 15, 27)	683,236	506,188			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
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	5,979	7,871			34
35		(553) Uncollectible accounts	0	0			35
36		TOTAL MISCELLANEOUS DEDUCTIONS	5,979	7,871			36
37		Income available for fixed charges	677,257	498,317			37

See additional notes to financial statements on pages 7-15

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.
FIXED CHARGES					
38		(546) Interest on funded long-term debt:			
		(a) Fixed interest not in default	82,504	74,599	38
39		(b) Interest in default	0	0	39
40		(547) Interest on unfunded debt	13	68	40
41		(548) Amortization of discount on funded debt	0	0	41
42		TOTAL FIXED CHARGES (lines 38 through 41)	82,517	74,667	42
43		Income after fixed charges (lines 37 minus line 42)	594,740	423,650	43
OTHER DEDUCTIONS					
44		(546) Interest on funded debt:			
		(c) Contingent interest	0	0	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit	0	0	45
46		Income (loss) from continuing operations (before income taxes)	594,740	423,650	46
PROVISIONS FOR INCOME TAXES					
47		(556) Income taxes on ordinary income:			
		(a) Federal income taxes	81,321	80,744	47
48		(b) State income taxes	15,849	16,487	48
49		(c) Other income taxes	352	(453)	49
50		(557) Provision for deferred taxes	31,473	(12,686)	50
51		TOTAL PROVISIONS FOR INCOME TAXES (lines 47 through 50)	128,995	84,092	51
52		Income from continuing operations (line 46 minus line 51)	465,745	339,558	52
DISCONTINUED OPERATIONS					
53		(560) Income or loss from operations of discontinued segments	0	0	53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)	0	0	54
55		Income before extraordinary items (lines 52 through 54)	465,745	339,558	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
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		TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)	0	0	59
60		(592) Cumulative effect of changes in accounting principles (\$ less applicable tax of \$)	0	0	60
61		Net income (loss) (lines 55 + 59 + 60)	465,745	339,558	61
62		Less: Net Income attributable to noncontrolling interest	0	0	62
63		Net income attributable to reporting railroad (lines 61 + 62)	465,745	339,558	63
64		Basic Earnings Per Share	222	162	64
65		Diluted Earnings Per Share	222	162	65
66		Reconciliation of net railway operating income (NROI)			
		Net revenues from railway operations	604,959	474,774	66
67		(556) Income taxes on ordinary income (-)	97,522	96,778	67
68		(557) Provision for deferred income taxes (-)	31,473	(12,686)	68
69		Income from lease of road and equipment (-)	0	0	69
70		Rent for leased roads and equipment (+)	84	78	70
71		Net railway operating income (loss)	476,048	390,760	71
See additional notes to financial statements on pages 7-15					

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

1. Disclose requested information for respondent pertaining to results of operations for the year.
2. Report total operating expenses from Sched. 410. Any differences between this schedule and Sched. 410 must be explained on page 23.
3. List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.
4. All contra entries should be shown in parenthesis.

Cross-Checks

Schedule 210

Line 15, col b
Lines 47,48,49 col b
Line 50, col b

Schedule 210

= Line 66, col b
= Line 67, col b
= Line 68, col b

Schedule 410

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

Line No.	Cross Check	Item	Amount for current year	Amount for preceding year	Freight-related revenue & expenses	Passenger-related revenue & expenses	Line No.
		(a)	(b)	(c)	(d)	(e)	
		ORDINARY ITEMS					
		OPERATING INCOME					
		Railway Operating Income					
1		(101) Freight	\$ 11,368,137	\$ 10,175,144	\$ 11,368,137	-	1
2		(102) Passenger	-	-	-	-	2
3		(103) Passenger-related	-	-	-	-	3
4		(104) Switching	(161,415)	(144,058)	(161,415)	-	4
5		(105) Water transfers	-	-	-	-	5
6		(106) Demurrage	442,739	178,605	442,739	-	6
7		(110) Incidental	149,353	91,341	149,353	-	7
8		(121) Joint facility - credit	-	-	-	-	8
9		(122) Joint facility - debit	-	-	-	-	9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	11,798,814	10,301,032	11,798,814	-	10
11		(502) Railway operating revenues - transfers from government authorities	-	-	-	-	11
12		(503) Railway operating revenues - amortization of deferred transfers from government authorities	-	-	-	-	12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	\$ 11,798,814	\$ 10,301,032	\$ 11,798,814	-	13
14	*	(531) Railway operating expenses	7,421,443	6,782,979	7,421,443	-	14
15	*	Net revenue from railway operations	\$ 4,377,371	\$ 3,518,053	\$ 4,377,371	-	15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations	\$ -	\$ -			16
17		(510) Miscellaneous rent income	60,516	54,045			17
18		(512) Separately operated properties - profit	-	-			18
19		(513) Dividend income (cost method)	27,516	25,065			19
20		(514) Interest income	16,704	44,111			20
21		(516) Income from sinking and other funds	-	-			21
22		(517) Release of premiums on funded debt	410	3,035			22
23		(518) Reimbursements received under contracts and agreements	-	-			23
24		(519) Miscellaneous income	508,215	73,885			24
25		Income from affiliated companies: 519					
26		a. Dividends (equity method)	68,155	132,172			25
27		b. Equity in undistributed earnings (losses)	15,248	(46,672)			26
28		TOTAL OTHER INCOME (lines 16-26)	\$ 696,764	\$ 285,641			27
29		TOTAL INCOME (lines 15, 27)	\$ 5,074,135	\$ 3,803,694			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations	-	-			29
30		(544) Miscellaneous taxes	-	-			30
31		(545) Separately operated properties-Loss	-	-			31
32		(549) Maintenance of investment organization	-	-			32
33		(550) Income transferred under contracts and agreements	-	-			33
34		(551) Miscellaneous income charges	958	1,300			34
35		(553) Uncollectible accounts	-	-			35
36		TOTAL MISCELLANEOUS DEDUCTIONS	\$ 958	\$ 1,300			36
37		Income available for fixed charges	\$ 5,073,177	\$ 3,802,394			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.
FIXED CHARGES					
		(546) Interest on funded debt:			
38		(a) Fixed interest not in default	\$ 22,709	\$ 36,790	38
39		(b) Interest in default	-	-	39
40		(547) Interest on unfunded debt	460	461	40
41		(548) Amortization of discount on funded debt	-	-	41
42		TOTAL FIXED CHARGES (lines 38 through 41)	\$ 23,169	\$ 37,251	42
43		Income after fixed charges (line 37 minus line 42)	\$ 5,050,008	\$ 3,765,143	43
OTHER DEDUCTIONS					
		(546) Interest on funded debt:			
44		(c) Contingent interest	-	-	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit	-	-	45
46		Income (Loss) from continuing operations (before inc. taxes)	\$ 5,050,008	\$ 3,765,143	46
PROVISIONS FOR INCOME TAXES					
		(556) Income taxes on ordinary income:			
47	*	(a) Federal income taxes	\$ 864,119	\$ 604,095	47
48	*	(b) State income taxes	176,887	121,401	48
49	*	(c) Other income taxes	432	563	49
50	*	(557) Provision for deferred taxes	107,886	167,763	50
51		TOTAL PROVISION FOR INCOME TAXES (lines 47 through 50)	\$ 1,149,324	\$ 893,822	51
52		Income from continuing operations (line 46 minus line 51)	\$ 3,900,684	\$ 2,871,321	52
DISCONTINUED OPERATIONS					
		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$ 0)	-	-	
53			-	-	53
		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$ 0)	-	-	
54			-	-	54
55		Income before extraordinary items (lines 52 through 54)	\$ 3,900,684	\$ 2,871,321	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary items (Net)	-	-	56
57		(590) Income taxes on extraordinary items	-	-	57
58		(591) Provision for deferred taxes - Extraordinary items	-	-	58
59		TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)	-	-	59
		(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$ 0)	-	-	
60			-	-	60
61	*	Net income (Loss) (lines 55 + 59 + 60)	\$ 3,900,684	\$ 2,871,321	61
62		Less: Net Income attributable to noncontrolling interest	(355)	114	62
63		Net Income attributable to reporting railroad	3,901,039	2,871,207	63
64		Basic Earnings Per Share (See Note 1 below)	\$ 430.53	\$ 316.87	64
65		Diluted Earnings Per Share (See Note 1 below)	\$ 430.53	\$ 316.87	65
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
66	*	Net revenues from railway operations	\$ 4,377,371	\$ 3,518,053	66
67	*	(556) Income taxes on ordinary income (-)	(1,041,438)	(726,059)	67
68	*	(557) Provision for deferred income taxes (-)	(107,886)	(167,763)	68
69		Income from lease of road and equipment (-)	(47,609)	(45,626)	69
70		Rent for leased roads and equipment (+)	36,701	34,259	70
71		Net railway operating income (loss)	\$ 3,217,139	\$ 2,612,864	71

Notes and Remarks For Schedule 210

Note 1: Basic and diluted earnings per share in lines 64 and 65, respectively, are based on the number of CSXT shares outstanding, which are all held by CSX Corporation. The number of CSXT shares is not equivalent to the weighted-average number of shares of common stock outstanding used to calculate earnings per share related to the consolidated results of CSX Corporation.

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 and expense amounts reported in Schedule 410 must be fully explained on page 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 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 parentheses.

5. Cross checks:

Schedule 210

Line 15, column (b)

Line 47 plus 48 plus 49, column (b)

Line 50, column (b)

Line 14, column (b)

Line 14, column (d)

Line 14, column (e)

Schedule 210

= Line 66, column (b)

= Line 67, column (b)

= Line 68, column (b)

Schedule 410

= Line 620, column (h)

= Line 620, column (f)

= Line 620, column (g)

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.
		ORDINARY ITEMS					
		OPERATING INCOME					
		Railway Operating Income					
1		(101) Freight	1,470,260	1,282,505	1,470,260	NONE	1
2		(102) Passenger	-	-	-		2
3		(103) Passenger-Related	-	-	-		3
4		(104) Switching	18,816	20,824	18,816		4
5		(105) Water Transfers	-	-	-		5
6		(106) Demurrage	38,142	42,060	38,142		6
7		(110) Incidental	42,546	33,299	42,546		7
8		(121) Joint Facility - Credit	-	-	-		8
9		(122) Joint Facility - Debit	-	-	-		9
10		(501) Railway Operating Revenues (Exclusive of Transfers from Government Authorities - Lines 1-9)	1,569,764	1,378,688	1,569,764		10
11		(502) Railway Operating Revenues - Transfers from Government Authorities for Current Operations	-	-	-		11
12		(503) Railway Operating Revenues - Amortization of Deferred Transfers from Government Authorities	2,323	2,323	2,323		12
13		TOTAL RAILWAY OPERATING REVENUES (Lines 10-12)	1,572,087	1,381,011	1,572,087		13
14		(531) Railway Operating Expenses	1,117,264	929,285	1,117,264		14
15		Net Revenue from Railway Operations	454,823	451,726	454,823		15
		OTHER INCOME					
16		(506) Revenue from Property Used in Other Than Carrier Operations	15	28			16
17		(510) Miscellaneous Rent Income	-	-			17
18		(512) Separately Operated Properties - Profit	-	-			18
19		(513) Dividend Income (Cost Method)	10	5			19
20		(514) Interest Income	-	-			20
21		(516) Income from Sinking and Other Funds	-	-			21
22		(517) Release of Premiums on Funded Debt	-	-			22
23		(518) Reimbursements Received under Contracts and Agreements	-	-			23
24		(519) Miscellaneous Income	2,193	6,350			24
25		Income from Affiliated Companies: 519 a. Dividends (Equity Method)	-	-			25
26		b. Equity in Undistributed Earnings (Losses)	-	(1,855)			26
27		TOTAL OTHER INCOME (Lines 16-26)	2,218	4,528			27
28		TOTAL INCOME (Lines 15, 27)	457,041	456,254			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of Property Used in Other Than Carrier Operations	-	-			29
30		(544) Miscellaneous Taxes	-	-			30
31		(545) Separately Operated Properties - Loss	-	-			31
32		(549) Maintenance of Investment Organization	-	-			32
33		(550) Income Transferred under Contracts and Agreements	-	-			33
34		(551) Miscellaneous Income Charges	1,922	2,039			34
35		(553) Uncollectible Accounts	-	-			35
36		TOTAL MISCELLANEOUS DEDUCTIONS (Lines 29-35)	1,922	2,039			36
37		Income Available for Fixed Charges (Lines 28, 36)	455,119	454,215			37

210. RESULTS OF OPERATIONS - Concluded

(Dollars in Thousands)

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES					
38		(546) Interest on Funded Debt: (a) Fixed Interest Not in Default	85,734	85,886	38
39		(b) Interest in Default	-	-	39
40		(547) Interest on Unfunded Debt	239	82	40
41		(548) Amortization of Discount on Funded Debt	366	367	41
42		TOTAL FIXED CHARGES (Lines 38-41)	86,339	86,335	42
43		Income after Fixed Charges (Lines 37, 42)	368,780	367,880	43
OTHER DEDUCTIONS					
44		(546) Interest on Funded Debt: (c) Contingent Interest	-	-	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or Infrequent Items (Debit) Credit	-	-	45
46		Income (Loss) from Continuing Operations (before Income Taxes)	368,780	367,880	46
PROVISIONS FOR INCOME TAXES					
47		(556) Income Taxes on Ordinary Income: (a) Federal Income Taxes	41,642	11,690	47
48		(b) State Income Taxes	2,579	1,406	48
49		(c) Other Income Taxes	2,390	2,731	49
50		(557) Provision for Deferred Taxes	19,673	65,768	50
51		TOTAL PROVISIONS FOR INCOME TAXES (Lines 47-50)	66,284	81,595	51
52		Income from Continuing Operations (Line 46 minus Line 51)	302,496	286,285	52
DISCONTINUED OPERATIONS					
53		(560) Income or Loss from Operations of Discontinued Segments (Less Applicable Income Taxes of \$ -)	-	-	53
54		(562) Gain or Loss on Disposal of Discontinued Segments (Less Applicable Tax of \$ -)	-	-	54
55		Income before Extraordinary Items (Lines 52 + 53 + 54)	302,496	286,285	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary Items (net)	-	-	56
57		(590) Income Taxes on Extraordinary Items	-	-	57
58		(591) Provision for Deferred Taxes - Extraordinary Items	-	-	58
59		TOTAL EXTRAORDINARY ITEMS (Lines 56-58)	-	-	59
60		(592) Cumulative Effect of Changes in Accounting Principles (Less Applicable Tax of \$ -)	-	-	60
61		Net Income (Loss) (Lines 55 + 59 + 60)	302,496	286,285	61
62		Less: Net Income attributable to noncontrolling interest	1,824	2,076	62
63		Net Income attributable to reporting railroad	300,672	284,209	63
64		Basic Earnings Per Share	30.55	28.88	64
65		Diluted Earnings Per Share	30.55	28.88	65
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
66		Net Revenues from Railway Operations	454,823	451,726	66
67		(556) Income Taxes on Ordinary Income (-)	46,611	15,827	67
68		(557) Provision for Deferred Taxes (-)	19,673	65,768	68
69		Income from Lease of Road and Equipment (-)	-	-	69
70		Rent for Leased Roads and Equipment (+)	43	52	70
71		Net Railway Operating Income (Loss)	388,582	370,183	71

Note: Line 49 includes current foreign withholding income taxes.

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

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

Cross-Checks

Schedule 210

Line 15, col b

Lines 47,48,49 col b

Line 50, col b

Schedule 210

= Line 66, col b

= Line 67, col b

= Line 68, col b

2. Report total operating expenses from Sched. 410. Any differences between this schedule and Sched. 410 must be explained on page 18.

3. List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.

Line 14, col b

Line 14, col d

Line 14, col e

Schedule 410

= Line 620, col h

= Line 620, col f

= Line 620, col g

4. All contra entries should be shown in parenthesis.

Line No.	Cross Check	Item	Amount for current year	Amount for preceding year	Freight-related revenue & expenses	Passenger-related revenue & expenses	Line No.
		(a)	(b)	(c)	(d)	(e)	
		ORDINARY ITEMS					
		OPERATING INCOME					
		Railway Operating Income					
1		(101) Freight	10,470,447	9,380,136	10,470,447		1
2		(102) Passenger					2
3		(103) Passenger-related					3
4		(104) Switching	67,172	56,614	67,172		4
5		(105) Water transfers					5
6		(106) Demurrage	520,608	259,696	520,608		6
7		(110) Incidental	83,423	92,895	83,423		7
8		(121) Joint facility - credit					8
9		(122) Joint facility - debit					9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	11,141,650	9,789,341	11,141,650		10
11		(502) Railway operating revenues - transfers from government authorities					11
12		(503) Railway operating revenues - amortization of deferred transfers from government authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	11,141,650	9,789,341	11,141,650		13
14	*	(531) Railway operating expenses	7,206,278	7,206,748	7,206,278		14
15	*	Net revenue from railway operations	3,935,372	2,582,593	3,935,372		15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations	8,640	4,248			16
17		(510) Miscellaneous rent income	89,407	86,429			17
18		(512) Separately operated properties - profit					18
19		(513) Dividend income (cost method)					19
20		(514) Interest income	40,722	119,015			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt					22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	82,242	33,205			24
25		Income from affiliated companies: 519					
26		a. Dividends (equity method)					25
26		b. Equity in undistributed earnings (losses)	6	6			26
27		TOTAL OTHER INCOME (lines 16-26)	221,017	242,903			27
28		TOTAL INCOME (lines 15, 27)	4,156,389	2,825,496			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations	17,775	19,656			29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income transferred under contracts and agreements					33
34		(551) Miscellaneous income charges	(40,518)	(42,893)			34
35		(553) Uncollectible accounts					35
36		TOTAL MISCELLANEOUS DEDUCTIONS	(22,743)	(23,237)			36
37		Income available for fixed charges	4,179,132	2,848,733			37

Road Initials: NS Rail		Year: 2021		17	
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.
FIXED CHARGES					
38		(546) Interest on funded debt:			
		(a) Fixed interest not in default	408,034	371,894	38
39		(b) Interest in default			39
40		(547) Interest on unfunded debt	24,643	33,237	40
41		(548) Amortization of discount on funded debt			41
42		TOTAL FIXED CHARGES (lines 38 through 41)	432,677	405,131	42
43		Income after fixed charges (line 37 minus line 42)	3,746,455	2,443,602	43
OTHER DEDUCTIONS					
44		(546) Interest on funded debt:			
		(c) Contingent interest			44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit			45
46		Income (Loss) from continuing operations (before inc. taxes)	3,746,455	2,443,602	46
PROVISIONS FOR INCOME TAXES					
47	*	(556) Income taxes on ordinary income:			
		(a) Federal income taxes	560,329	409,965	47
48	*	(b) State income taxes	134,199	66,045	48
49	*	(c) Other income taxes			49
50	*	(557) Provision for deferred taxes	177,759	70,858	50
51		TOTAL PROVISION FOR INCOME TAXES (lines 47 through 52)	872,287	546,868	51
52		Income from continuing operations (line 46 minus line 51)	2,874,168	1,896,734	52
DISCONTINUED OPERATIONS					
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$)			53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$)			54
55		Income before extraordinary items (lines 52 through 54)	2,874,168	1,896,734	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary items (Net)			56
57		(590) Income taxes on extraordinary items			57
58		(591) Provision for deferred taxes - Extraordinary items			58
59		TOTAL EXTRAORDINARY ITEMS (lines 56 through 58)			59
60		(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$)			60
61	*	Net income (Loss) (lines 55 + 59 + 60)	2,874,168	1,896,734	61
62		Less: Net Income attributable to non-controlling interest			62
63		Net Income attributable to reporting railroad	2,874,168	1,896,734	63
64		Basic Earnings Per Share	172.43	113.79	64
65		Diluted Earnings Per Share	172.43	113.79	65
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
66	*	Net revenues from railway operations	3,935,372	2,582,593	66
67	*	(556) Income taxes on ordinary income (-)	(694,528)	(476,010)	67
68	*	(557) Provision for deferred income taxes (-)	(177,759)	(70,858)	68
69		Income from lease of road and equipment (-)	(2,005)	(1,654)	69
70		Rent for leased roads and equipment (+)	24,802	24,524	70
71		Net railway operating income (loss)	3,085,882	2,058,595	71

210. RESULTS OF OPERATIONS

(Dollars in Thousands)

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

Cross-checks

2 Report total operating expenses from Schedule 410. Any differences between this schedule and Schedule 410 must be explained on page 18.

Schedule 210

Line 15, col b

Lines 47,48,49 col b

Line 50, col b

Schedule 210

= Line 65, col b

= Line 66, col b

= Line 67, col b

3 List dividends from investments accounted for under the cost method on line 19, and list dividends accounted for under the equity method on line 25.

Line 14, col b

Line 14, col d

Line 14, col e

Schedule 410

= Line 620, col h

= Line 620, col f

= Line 620, col g

4 All contra entries should be shown in parenthesis.

Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Freight-related revenue and expenses (d)	Passenger-related revenue and expenses (e)	Line No.
		ORDINARY ITEMS					
		OPERATING INCOME					
		Railway Operating Income					
1		(101) Freight	20,243,787	18,250,847	20,243,787		1
2		(102) Passenger	24,109	34,138		24,109	2
3		(103) Passenger-Related	44	320		44	3
4		(104) Switching	201,074	189,441	201,074		4
5		(105) Water Transfers	19,934	21,655	19,934		5
6		(106) Demurrage	340,147	147,105	340,147		6
7		(110) Incidental	781,837	698,381	781,837		7
8		(121) Joint Facility-Credit	20,267	20,151	20,267		8
9		(122) Joint Facility-Debit					9
10		(501) Railway operating revenues (Exclusive of transfers from government authorities-lines 1-9)	21,631,199	19,362,038	21,607,046	24,153	10
11		(502) Railway operating revenues-transfers from government authorities	173,118	171,442		173,118	11
12		(503) Railway operating revenues-amortization of deferred transfers from government authorities					12
13		TOTAL RAILWAY OPERATING REVENUES (lines 10-12)	21,804,317	19,533,480	21,607,046	197,271	13
14	*	(531) Railway operating expenses	12,689,131	11,852,739	12,499,199	189,932	14
15	*	Net revenue from railway operations	9,115,186	7,680,741	9,107,847	7,339	15
		OTHER INCOME					
16		(506) Revenue from property used in other than carrier operations	21,983	22,407			16
17		(510) Miscellaneous rent income	161,625	141,983			17
18		(512) Separately operated properties-Profit					18
19		(513) Dividend income (cost method)	294	294			19
20		(514) Interest income	3,001	3,883			20
21		(516) Income from sinking and other funds					21
22		(517) Release of premiums on funded debt					22
23		(518) Reimbursements received under contracts and agreements					23
24		(519) Miscellaneous income	136,087	126,354			24
25		Income from affiliated companies: 519					
		a. Dividends (equity method)	108,652	82,965			25
26		b. Equity in undistributed earnings (losses)	92,923	91,219			26
27		TOTAL OTHER INCOME (lines 16-26)	524,565	469,105			27
28		TOTAL INCOME (lines 15, 27)	9,639,751	8,149,846			28
		MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534) Expenses of property used in other than carrier operations	19,630	15,390			29
30		(544) Miscellaneous taxes					30
31		(545) Separately operated properties-Loss					31
32		(549) Maintenance of investment organization					32
33		(550) Income transferred under contracts and agreements					33
34		(551) Miscellaneous income charges	6,724	1,757			34
35		(553) Uncollectible accounts					35
36		TOTAL MISCELLANEOUS DEDUCTIONS	26,354	17,147			36
37		Income available for fixed charges	9,613,397	8,132,699			37

210. RESULTS OF OPERATIONS - (Concluded)					
(Dollars in Thousands)					
Line No.	Cross Check	Item (a)	Amount for current year (b)	Amount for preceding year (c)	Line No.
FIXED CHARGES					
38		(546) Interest on funded debt:			
		(a) Fixed interest not in default	47,431	54,424	38
39		(b) Interest in default			39
40		(547) Interest on unfunded debt	24,717	63,025	40
41		(548) Amortization of discount on funded debt	1,284	1,284	41
42		TOTAL FIXED CHARGES (lines 38-41)	73,432	118,733	42
43		Income after fixed charges (line 37 minus line 42)	9,539,965	8,013,966	43
OTHER DEDUCTIONS					
44		(546) Interest on funded debt:			
		(c) Contingent interest	0	0	44
UNUSUAL OR INFREQUENT ITEMS					
45		(555) Unusual or infrequent items (debit) credit			45
46		Income (Loss) from continuing operations (before income taxes)	9,539,965	8,013,966	46
PROVISIONS FOR INCOME TAXES					
47	*	(556) Income taxes on ordinary income:			
		(a) Federal income taxes	1,739,734	1,297,518	47
48	*	(b) State income taxes	398,343	295,129	48
49	*	(c) Other income taxes	(28,625)	16,379	49
50	*	(557) Provision for deferred taxes	116,585	258,212	50
51		TOTAL PROVISIONS FOR INCOME TAXES (lines 47-52)	2,226,037	1,867,238	51
52		Income from continuing operations (line 46 minus line 51)	7,313,928	6,146,728	52
DISCONTINUED OPERATIONS					
53		(560) Income or loss from operations of discontinued segments (less applicable income taxes of \$ _____)			53
54		(562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$ _____)			54
55		Income before extraordinary items (lines 52 - 54)	7,313,928	6,146,728	55
EXTRAORDINARY ITEMS AND ACCOUNTING CHANGES					
56		(570) Extraordinary items (Net)			56
57		(590) Income taxes on extraordinary items			57
58		(591) Provision for deferred taxes - Extraordinary items			58
59		TOTAL EXTRAORDINARY ITEMS (lines 56-58)			59
60		(592) Cumulative effect of changes in accounting principles (less applicable income taxes of \$ _____)			60
61	*	Net income (Loss) (Lines 55 + 59 + 60)	7,313,928	6,146,728	61
62		Less: Net Income attributable to noncontrolling interest			62
63		Net Income attributable to reporting railroad	7,313,928	6,146,728	63
64		Basic Earnings Per Share	N/A	N/A	64
65		Diluted Earnings Per Share	N/A	N/A	65
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)					
66	*	Net revenues from railway operations	9,115,186	7,680,741	66
67	*	(556) Income taxes on ordinary income (-)	(2,109,452)	(1,609,026)	67
68	*	(557) Provision for deferred income taxes (-)	(116,585)	(258,212)	68
69		Income from lease of road and equipment (-)			69
70		Rent for leased roads and equipment (+)			70
71		Net railway operating income (loss)	6,889,149	5,813,503	71

Note: Line 49 reflects current foreign income taxes and unrecognized tax benefits expense.

All stock is owned by the parent company Union Pacific Corporation. Please reference schedule "C" for details.