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Part of

Public Record

BY E-FILING

Ms. Cynthia Brown
Chief, Section of Administration
Surface Transportation Board
Office of Proceedings
395 E Street, S.W.
Washington D.C. 20423

Mr. William Brennan
Director
Surface Transportation Board
Office of Economics
395 E Street, S.W.
Washington D.C. 20423

**Re: Railroad Revenue Adequacy—2017 Determination, STB EP 552 (Sub-No. 22)
Railroad Cost of Capital—2017, STB EP 558 (Sub-No. 21)
Uniform Railroad Costing System—2017 Calculations, STB EP 750**

Dear Ms. Brown and Mr. Brennan:

Pursuant to the Board's December 6, 2018 decision in the above-referenced dockets, the Grand Trunk Corporation ("GTC") is filing recalculated figures in schedules supporting its Class I Annual Railroad Report for the year ending December 31, 2017. As requested by the STB, GTC has removed the one-time accounting impact of the Tax Cuts and Jobs Act, enacted December 22, 2017, on GTC's deferred tax liability. Those schedules with recalculated figures include the following:

Schedule 200 – Comparative Statement of Financial Position
Schedule 210 – Results of Operations
Schedule 210A – Consolidated Statements of Comprehensive Income
Schedule 220 – Retained Earnings
Schedule 240 – Statement of Cash Flows
Schedule 250 – Consolidated Information for Revenue Adequacy Determination
Schedule 450 – Analysis of Taxes

The following schedules are being submitted because the STB has requested the schedules, but there is no impact on these schedules for GTC:

Schedule 410 – Railway Operation Expenses

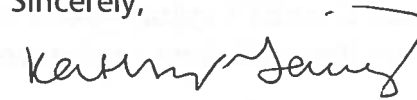
Schedule 414 – Rents for Interchanged Freight Train Cars and Other Freight Carrying Equipment.

Schedule PTC 410 – Railway Operation Expenses

GTC has highlighted the cells in yellow where the recalculated figures in schedules differ from the original submissions. In addition to filing the recalculated schedules in these dockets, GTC is submitting the information to the Office of Economics.

These schedules are filed in PDF and Excel formats.

Sincerely,

A handwritten signature in black ink, appearing to read 'Kathryn J. Gainey', with a stylized flourish at the end.

Kathryn J. Gainey

cc: Parties of record

200. COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

(Dollars in Thousands)

Adjusted to remove the impact of the Deferred Income Tax Liability from 35% to 21%

Line No.	Cross Check	Account	Title (a)	Balance at close of year (b)	Balance at beginning of year (c)	Line No.
Current Assets						
1		701	Cash	(4,914)	(6,171)	1
2		702	Temporary cash investments	-	-	2
3		703	Special deposits	-	-	3
			Accounts receivable			
4		704	- Loan and notes	-	-	4
5		705	- Interline and other balances	7,262	4,701	5
6		706	- Customers	177	309	6
7		707	- Other	9,445	12,175	7
8		709, 708	- Accrued accounts receivable	10,021	8,526	8
9		708.5	- Receivables from affiliated companies	16,023	72,062	9
10		709.5	- Less: Allowance for uncollectible accounts	(7)	(13)	10
11		710, 711, 714	Working funds prepayments deferred income tax debits	101,650	78,937	11
12		712	Materials and supplies	145,626	117,300	12
13		713	Other current assets	5,534	4,142	13
14			TOTAL CURRENT ASSETS	290,817	291,968	14
Other Assets						
15		715, 716, 717	Special funds	451	466	15
16		721, 721.5	Investments and advances affiliated companies (Schs. 310 and 310A)	217,744	205,271	16
17		722, 723	Other investments and advances	-	-	17
18		737, 738	Property used in other than carrier operation (Less depreciation)	-	45,554	18
19		739, 741	Other assets	197,181	123,184	19
20		743	Other deferred debits	20,449	19,992	20
21		744	Accumulated deferred income tax debits	-	-	21
22			TOTAL OTHER ASSETS	435,825	394,467	22
Road and equipment						
23		731, 732	Road (Sch.330) L-30 Col h & b	13,399,969	12,731,922	23
24		731, 732	Equipment (sch.330) L-39 Col h & b	2,521,636	2,277,799	24
25		731, 732	Unallocated items	25,755	144,651	25
26		733, 735	Accumulated depreciation and amortization (Schs. 335, 342, 351)	(3,106,996)	(2,862,283)	26
27			Net Road and Equipment	12,840,364	12,292,089	27
28			TOTAL ASSETS	13,567,006	12,978,524	28

NOTES AND REMARKS

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

(Dollars in Thousands)

Line No.	Cross Check	Account	Title (a)	Balance at close of year (b)	Balance at beginning of year (c)	Line No.
Current Liabilities						
29		751	Loan and notes payable	-	-	29
30		752	Accounts payable: interline and other balances	5,985	21,639	30
31		753	Audited accounts and wages	11,260	9,670	31
32		754	Other accounts payable	115,174	84,784	32
33		755,756	Interest and dividends payable	2,929	2,853	33
34		757	Payables to affiliated companies	274,345	123,522	34
35		759	Accrued accounts payable	206,491	194,688	35
36		760,761,761.5, 762	Taxes accrued	72,661	66,074	36
37		763, 763.5, 763.6	Other current liabilities	4,792	6,576	37
38		764	Equipment obligations and other long-term debt due within one year	9,555	33,391	38
39			TOTAL CURRENT LIABILITIES	703,192	543,197	39
Non-Current Liabilities						
40		765,767	Funded debt unmatured	125,333	125,333	40
41		766	Equipment obligations	-	-	41
42		766.5	Capitalized lease obligations	20,510	30,313	42
43		768	Debt in default	-	-	43
44		769	Accounts payable: affiliated companies	6,016,600	6,016,600	44
45		770.1, 770.2	Unamortized debt premium	(405)	(411)	45
46		781	Interest in default	-	-	46
47		783	Deferred revenues - transfers from govt. authorities	210,294	194,281	47
48		786	Accumulated deferred income tax credits	3,998,160	3,871,368	48
49		771, 772, 774 775, 782, 784	Other long-term liabilities and deferred credits	276,450	253,448	49
50			TOTAL NON-CURRENT LIABILITIES	10,646,942	10,490,932	50
Shareholders' Equity						
51		791,792	Total capital stock	10	10	51
52			Common stock	10	10	52
53			Preferred stock	-	-	53
54		793	Discount on capital stock	-	-	54
55		794,795	Additional capital	169,573	169,573	55
56		797	Retained earnings: Appropriated	-	-	56
57		798	Unappropriated	2,061,513	1,787,157	57
58		798.5	Less: treasury stock	-	-	58
59		799	Accumulated other comprehensive income or (loss)	(14,224)	(12,345)	59
60			Total stockholders equity	2,216,872	1,944,395	60
61			Noncontrolling interest	-	-	61
62			Total equity (Lines 60 + 61)	2,216,872	1,944,395	62
63			TOTAL LIABILITIES AND SHAREHOLDERS EQUITY	13,567,006	12,978,524	63

NOTES AND REMARKS

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

(Dollars in Thousands)

NOTE 4 - RELATED PARTY TRANSACTIONS

GTC is wholly-owned by North American Railways, Inc. (NAR). NAR is wholly-owned by Canadian National Railway Company (CN).

Amounts owed to or receivable from related parties as at December 31, 2017 and 2016 are as follows:

<i>Party</i>	<i>Classification in the Company's consolidated financial statements</i>	<i>2017</i>	<i>2016</i>
Affiliated companies	Receivables from affiliated companies (Acct 708.5) (a)	\$ 16,023	\$ 72,062
	Advances - affiliated companies (Acct 721)	36,068	34,656
	Payables to affiliated companies (Acct 721)	(8,741)	(8,698)
	Payables to affiliated companies (Acct 757) (a)	(274,345)	(123,522)
	Accounts payable to affiliated companies (Acct 769) (b)	(6,016,600)	(6,016,600)

The following transactions affecting the shareholder's equity were concluded with related parties.

<i>Party</i>	<i>Classification in the Company's consolidated financial statements</i>	<i>2017</i>	<i>2016</i>
Parent Company	Total Capital Stock (Acct 791)	\$ (10)	\$ (10)
	Dividend paid (Acct 798)	-	5,799
Affiliated companies	Additional capital (Acct 794, 795)	(169,573)	(169,573)

The following transactions were concluded with related parties in the normal course of business and are measured at the exchange amount of the consideration established and agreed to in the contractual arrangements between the related parties:

<i>Party</i>	<i>Nature of transaction with the related party</i>	<i>Classification in the Company's consolidated financial statements</i>	<i>2017</i>	<i>2016</i>
Affiliated companies	Interest expense on long-term debt	Interest expense (Acct 546a)	\$ 396,869	\$ 388,251

The Parent Company is responsible for collecting the full amount earned for the entire move and remitting the interline portion to GTC. The Parent Company remitted interline revenues to GTC totalling \$689,148,000 and \$610,111,000 for 2007 and 2006, respectively.

- (a) Advances to and from affiliates relating to the collection of GTC's portion of the inter-line move bear no interest and no specific repayment terms.
- (b) From time to time, CN issues 3rd party debt to fund its financing requirements for general and specific business purposes. Cash funds are made available to GTC and its subsidiaries by CN or its affiliates by way of additional investments in GTC or through long-term advances. These advances bear various interest rates and have specific repayment terms.

Note: CN charged GTC for management and information technology fees totalling \$200,338 and \$142,932 for 2017 and 2016, respectively.

NOTE 5 - (REMOVED)

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 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.
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 62, col b
= Line 63, col b
= Line 64, col b

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

Line 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	2,827,463	2,642,164	2,827,463	-	1
2		(102)	Passenger	-	-	-	-	2
3		(103)	Passenger - related	-	-	-	-	3
4		(104)	Switching	52,987	52,400	52,987	-	4
5		(105)	Water transfers	221,847	216,594	221,847	-	5
6		(106)	Demurrage	31,619	32,968	31,619	-	6
7		(110)	Incidental	40,614	32,463	40,614	-	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)	3,174,530	2,976,589	3,174,530	-	10
11		(502)	Railway operating revenues - transfers from government authorities	5,225	5,382	5,225	-	11
12		(503)	Railway operating revenues - amortization of deferred transfers from government authorities	5,390	4,609	5,390	-	12
13			TOTAL RAILWAY OPERATING REVENUES (Lines 10 - 12)	3,185,145	2,986,580	3,185,145	-	13
14	*	(531)	Railway operating expenses	2,351,622	2,080,577	2,351,622	-	14
15	*		Net revenue from railway operations	833,523	906,003	833,523	-	15
			OTHER INCOME					
16		(506)	Revenue from property used in other than carrier operations	-	-			16
17		(510)	Miscellaneous rent income	6,825	7,593			17
18		(512)	Separately operated properties - profit	-	-			18
19		(513)	Dividend income (cost method)	-	-			19
20		(514)	Interest income	729	2,418			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	4,460	3,868			24
25			Income from affiliated companies: 519					
26			a) Dividends (equity method)	-	-			25
27			b) Equity in undistributed earnings (losses)	5,028	2,344			26
28			TOTAL OTHER INCOME (Lines 16 - 26)	17,042	16,223			27
28			TOTAL INCOME (Lines 15, 27)	850,565	922,226			28
			MISCELLANEOUS DEDUCTIONS FROM INCOME					
29		(534)	Expense of property used in other than carrier operations	1,200	1,200			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	535	1,318			34
35		(553)	Uncollectible accounts	-	-			35
36			TOTAL MISCELLANEOUS DEDUCTIONS	1,735	2,518			36
37			Income available for fixed charges	848,830	919,708			37

210. RESULTS OF OPERATIONS - Continued						
(Dollars in Thousands)						
Adjusted to remove the impact of the Deferred Income Tax Liability from 35% to 21%						
Line No.	Cross Check	Account	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	407,935	400,449	38
39			(b) Interest in default	-	-	39
40		(547)	Interest on unfunded debt	-	-	40
41		(548)	Amortization of discount on funded debt	5	5	41
42			TOTAL FIXED CHARGES (lines 38 through 41)	407,940	400,454	42
43			Income after fixed charge (line 37 minus line 42)	440,890	519,254	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)	440,890	519,254	46
PROVISIONS FOR INCOME TAXES						
47	*	(556)	Income taxes on ordinary income:			
			(a) Federal income taxes	13,477	2,749	47
48	*		(b) State income taxes	10,284	8,001	48
49	*		(c) Other income taxes	-	-	49
50	*	(557)	Provision for deferred taxes	142,773	187,918	50
51			TOTAL PROVISIONS FOR INCOME TAXES (lines 47 through 50)	166,534	198,668	51
52			Income from continuing operations (line 46 minus line 51)	274,356	320,586	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)	274,356	320,586	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)	274,356	320,586	61
62			Less: Net Income attributable to noncontrolling interest	-	-	62
63			Net Income attributable to reporting railroad	274,356	320,586	63
64			Basic Earnings Per Share	890,766.23	1,040,863.64	64
65			Diluted Earnings Per Share	890,766.23	1,040,863.64	65
RECONCILIATION OF NET RAILWAY OPERATING INCOME (NROI)						
66	*		Net revenues from railway operations	833,523	906,003	66
67	*	(556)	Income taxes on ordinary income (-)	23,761	10,750	67
68	*	(557)	Provision for deferred taxes (-)	142,773	187,918	68
69			Income from leased road and equipment (-)	-	-	69
70			Rent for leased road and equipment (+)	1,741	311	70
71			Net railway operating income (loss)	668,730	707,646	71

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

210 A. CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Dollars in Thousands)

1. This schedule applies only to entities with items of Other Comprehensive Income (OCI)

Cross-Checks

Schedule 210		Schedule 210 A
Line 61, col b	=	Line 1, col b

2. Entities must present comprehensive income in two separate but consecutive financial statements.

3. Entities must present reclassification adjustments and the effects of those adjustments on net income and OCI on the face of the financial statements.

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)	Line No.
1		Net Income	274,356	320,586	1
2		Other Comprehensive Income, net of tax			
		Foreign currency translation adjustments	6,639	2,929	2
3		Unrealized gains on securities:			
		Unrealized holding gains arising during period	-	-	3
4		Less: reclassification adjustment for gains included in net	-	-	4
		Defined benefit pension plans:			
5		Prior service cost arising during period	-	-	5
6		Net loss arising during period	(8,609)	5,591	6
7		Less: amortization of prior service cost included in net periodic pension cost	(91)	(88)	7
8		Other Comprehensive Income (Loss)	-	-	8
9		Comprehensive Income (Loss)	272,477	329,194	9
10		Less: comprehensive income attributable to noncontrolling interest	-	-	10
11		Comprehensive Income (Loss) attributable to reporting railroad	272,477	329,194	11

Note: line item 6 for the prior year is actually a net gain arising during the period.

220. RETAINED EARNINGS

(Dollars in Thousands)

1. Show below the items of retained earnings accounts of the respondent for the year, classified in accordance with the Uniform System of Accounts for Railroad Companies.
2. All contra entries should be shown in parentheses.
3. Show in lines 22 and 23 the amount of assigned Federal income tax consequences for accounts 606 and 616.
4. Segregate in column (c) all amounts applicable to the equity in undistributed earnings (losses) of affiliated companies based on the equity method of accounting.
5. Line 3 (line 7 if a debit balance), column (c), should agree with line 26, column (b), in Schedule 210. The total of columns (b) and (c), lines 3 and 7, should agree with line 61 column (b) in Schedule 210.
6. Include in column (b) only amounts applicable to retained earnings exclusive of any amounts included in column (c).

Line No.	Cross Check	Account	Item (a)	Retained Earnings - Unappropriated (b)	Equity in Undistributed Earnings (Losses) of Affiliated Companies (c)	Line No.
1			Balances at beginning of year	1,738,582	48,575	1
2		(601.5)	Prior period adjustments to beginning retained earnings	-	-	2
			CREDITS			
3		(602)	Credit balance transferred from income	269,328	5,028	3
4		(603)	Appropriations released	-	-	4
5		(606)	Other credits to retained earnings	-	-	5
6			TOTAL CREDITS	269,328	5,028	6
			DEBITS			
7		(612)	Debit balance transferred from income	-	-	7
8		(616)	Other debits to retained earnings	-	-	8
9		(620)	Appropriation for sinking and other funds	-	-	9
10		(621)	Appropriations for other purposes	-	-	10
11		(623)	Dividends: Common stock	(886)	886	11
12			Preferred Stock (1)	-	-	12
13			TOTAL DEBITS	(886)	886	13
14			Net increase (decrease) during year (Line 6 minus line 13)	270,214	4,142	14
15	*		Balances at close of year (lines 1, 2 and 14)	2,008,796	52,717	15
16	*		Balance from line 15 (c)	52,717	N/A	16
17		(798)	Total unappropriated retained earnings and equity in undistributed earnings (losses) of affiliated companies at end of year.	2,061,513	N/A	17
18		(797)	Total appropriated retained earnings :			18
19			Credits during year \$ -			19
20			Debits during year \$ -			20
21			Balance at close of year \$ -			21
22			Amount of assigned federal income tax consequences :			22
23			Account 606 \$ -			23
			Account 616 \$ -			

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

240. STATEMENT OF CASH FLOWS

(Dollars in Thousands)

Adjusted to remove the impact of the Deferred Income Tax Liability from 35% to 21%

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

CASH FLOWS FROM OPERATING ACTIVITIES

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

RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Line No.	Cross Check	Description (a)	Current Year (b)	Previous Year (c)	Line No.
10		Income from continuing operations	274,356	320,586	10

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

Line No.	Cross Check	Description (a)	Current Year (b)	Previous Year (c)	Line No.
11		Loss (gain) on sale or disposal of tangible property and investments	(829)	(6,534)	11
12		Depreciation and amortization expenses	425,335	398,531	12
13		Net increase (decrease) in provision for Deferred Income Taxes	142,773	187,918	13
14		Net increase (decrease) in undistributed earnings (losses) of affiliates	(5,028)	(2,344)	14
15		Decrease (increase) in accounts receivable	(1,200)	11,196	15
16		Decrease (increase) in material and supplies and other current assets	(36,456)	(1,535)	16
17		Increase (decrease) in current liabilities other than debt	9,235	99,473	17
18		Increase (decrease) in other - net	140,496	(75,214)	18
19		Net cash provided from continuing operations (lines 10 through 18)	948,682	932,077	19
20		Add (Subtract) cash generated (paid) by reason of discontinued operations and extraordinary items	-	-	20
21		NET CASH PROVIDED FROM OPERATING ACTIVITIES (lines 19 and 20)	948,682	932,077	21

CASH FLOWS FROM INVESTING ACTIVITIES

Line No.	Cross Check	Description (a)	Current Year (b)	Previous Year (c)	Line No.
22		Proceeds from sale of property	5,722	7,697	22
23		Capital expenditures	(900,113)	(1,013,826)	23
24		Net change in temporary cash investments not qualifying as cash equivalents	-	-	24
25		Proceeds from sale/repayment of investment and advances	-	-	25
26		Purchase price of long-term investments and advances	(1,819)	(622)	26
27		Net decrease (increase) in sinking and other special funds	15	15	27
28		Other - net	(15,257)	(14,431)	28
29		NET CASH USED IN INVESTING ACTIVITIES (lines 22 through 28)	(911,452)	(1,021,167)	29

(Continued on next page)

(Dollars in Thousands)

Adjusted to remove the impact of the Deferred Income Tax Liability from 35% to 21%

CASH FLOWS FROM FINANCING ACTIVITIES

Line No.	Cross Check	Description (a)	Current Year (b)	Previous Year (c)	Line No.
30		Proceeds from issuance of long-term debt		125,600	30
31		Principal payments of long-term debt	(33,638)	(29,903)	31
32		Proceeds from issuance of capital stock	-	-	32
33		Purchase price of acquiring treasury stock	-	-	33
34		Cash dividends paid	-	(5,799)	34
35		Other - net	(2,335)	(3,260)	35
36		NET CASH FROM FINANCING ACTIVITIES (lines 30 through 35)	(35,973)	86,638	36
37		NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS (lines 21, 29, and 36)	1,257	(2,452)	37
38		Cash and cash equivalents at beginning of the year	(6,171)	(3,719)	38
39		CASH AND CASH EQUIVALENTS AT END OF THE YEAR (lines 37 & 38)	(4,914)	(6,171)	39
		Footnotes To Schedule Cash paid during the year for:			
40		Interest (net of amount capitalized) *	407,859	400,557	40
41		Income taxes (net) *	39,709	(58,778)	41

* Only applies if indirect method is adopted

NOTES AND REMARKS

Road Initials : GTC Year: 2017

250. CONSOLIDATED INFORMATION FOR REVENUE ADEQUACY DETERMINATION

(Dollars in Thousands)

Adjusted to remove the impact of the Deferred Income Tax Liability from 35% to 21%

Line No.	Item (a)	Beginning of year (b)	End of year (c)	Line No.
	Adjusted Net Railway Operating Income For Reporting Entity			
1	Combined / Consolidated Net Railway Operating Income For Reporting Entity	N/A	668,730	1
2	Add: Interest Income from Working Capital Allowance - Cash Portion		539	2
3	Income Taxes Associated with Non-Rail Income and Deductions		578	3
4	Gain or (Loss) from Transfer / Reclassification to Nonrail-Status (Net of Income Taxes)		3,459	4
5	Adjusted Net Railway Operating Income (Lines 1,2,3 & 4)		673,306	5
	Adjusted Investment in Railroad Property for Reporting Entity			
6	Combined Investment in Railroad Property Used in Transportation Service	12,120,000	12,654,069	6
7	Less: Interest During Construction	2,113	-	7
8	Other Elements of Investment (if debit balance)	1,788	-	8
9	Add: Net Rail Assets of Rail-Related Affiliates	172,089	186,295	9
10	Working Capital Allowance	111,129	140,712	10
11	Net Investment Base Before Adjustments for Deferred Taxes (Lines 6 through 10)	12,399,317	12,981,076	11
12	Less: Accumulated Deferred Income Tax Credits	3,871,368	3,998,160	12
13	Net Investment Base (Lines 11-12)	8,527,949	8,982,916	13

In the space provided, please list all railroads and rail-related affiliated companies which are being reported in this consolidated report, along with the nature of the business for each company.

Name of Affiliate	Nature of Business
Grand Trunk Corporation	Rail-related
Bessemer and Lake Erie Railroad Company	Railroad
Cedar River Railroad Company	Railroad
Chicago, Central & Pacific Railroad Company	Railroad
CN Customs Brokerage Services (USA) Inc.	Rail-related
CN Financial Services VIII, LLC	Rail-related
GTC Spectrum Corporation	Rail-related
GLF Great Lakes Corp.	Rail-related
Grand Trunk Western Railroad Company	Railroad
Great Lakes Fleet, Inc.	Rail-related
IC Financial Services Corporation	Rail Equipment Leasing
IC Leasing Corporation II	Rail Equipment Leasing
Illinois Central Corporation	Rail-related
Illinois Central Railroad Company	Railroad
Sault Ste. Marie Bridge Company	Railroad
Stellar Distribution Services Inc.	Rail-related
The Pittsburgh and Conneaut Dock Company	Rail-related
Waterloo Railway Company	Railroad
Wisconsin Central Ltd.	Railroad
Wisconsin Chicago Link Ltd.	Railroad

NOTICE

SCHEDULE 250 - PART B

(Dollars in Thousands)

Determination of Nonrail Taxes

Adjusted to remove the impact of the Deferred Income Tax Liability from 35% to 21%

This table is designed to facilitate the calculation of taxes that are not rail-related. The amount to be reported on Schedule 250, Line 3.

**PART I - DETERMINE TAXES ON NONRAILROAD INCOME FOR ALL COMBINED / CONSOLIDATED RAILROADS
(EXCLUDES ALL RAIL-RELATED AFFILIATES)**

- (1) **Determine Combined / Consolidated Adjusted income from continuing operations (before taxes) for all affiliated railroads (all classes). Do not include rail-related affiliates that are not railroads in this part. This represents the total combined / consolidated amounts for all items listed below for railroads in the reporting entity.**

Income from continuing operations (before taxes) should be the equivalent of the numbers contained in the R-1 Schedule 210, Line 46, adjusted to include all railroads in the reporting entity.

518,612

- Equity in undistributed earnings, which represents the total of Schedule 210, Line 26, for all railroads in the reporting entity

1,245

- Dividends in affiliated companies. (If the affiliate is 80% or more controlled by the parent railroad, then deduct 100% of the affiliate's dividend. If the affiliate is less than 80% controlled by the parent railroad, then deduct 80% of the affiliate's dividend.

-

= Adjusted income from continuing operations (before taxes). This represents "A" in item (3) below.

517,367

- (2) **Determine Combined / Consolidated Adjusted Pre-tax NROI for all railroads in the reporting entity**

Combined / Consolidated Pre-Tax NROI for the entire entity, which equals the amount shown on Schedule 250, Line 1.

668,730

+ Current provision for taxes, which represents the consolidated amounts of Schedule 210, Line 51, for all railroads in the reporting entity. (This figure includes both Account 556, Income Taxes on Ordinary Income and Account 557, Provision for Deferred Taxes.

218,857

+ Interest income on working capital allowance, which represents the total consolidated interest income relative to the working capital component of the net investment base and should equal the amount shown in Schedule 250, Line 2, for all railroads in the reporting entity.

539

+ Release of premiums on funded debt, which represents the consolidated total of the release of premium on funded debt as shown on Schedule 210, Line 22, for all railroads in the reporting entity.

-

- Total fixed charges, which represents the consolidated total of fixed charges as shown on Schedule 210, Line 42 for all railroads in the reporting entity

320,103

- Railroad-related income from affiliated (other than railroads) which was included in consolidated NROI (Schedule 250, Line 1).

58,927

= Combined / Consolidated Pre-tax Adjusted NROI for all railroads. This represents "B" in item (3) below.

509,096

- (3) Calculate the railroad-related tax ratio: "B/A"

98.40%

- (4) Compute the nonrailroad-related complement (1 - Railroad-related income ratio) which equals the Nonrailroad-related tax ratio.

1.60%

- (5) Compute the nonrailroad portion of the total provision for taxes. This equals:

The Nonrailroad- related tax ratio (Item (4) above) times the total current taxes accrued on ordinary income (Account 556) which represents the consolidated amounts of Schedule 210, Line 47, 48 and 49 for all railroads in the reporting entity.

868

PART II - DETERMINE NONRAILROAD-RELATED TAXES FOR RAIL-RELATED AFFILIATES (EXCLUDES ALL AFFILIATED RAILROADS)

- (6) This is calculated by dividing the nonrailroad-related income for combined rail-related affiliates by the total pre-tax net income for all combined rail-related affiliates and multiplying this result by the total taxes (current provision plus deferred). This equals the taxes on nonrailroad income for all affiliated companies.

(290)

PART III - DETERMINE TOTAL NONRAILROAD-RELATED TAXES

- (7) This is determined as follows:

Total income taxes on nonrailroad-related income for all railroads in the reporting entity (Item (5) above).

868

+ Total Nonrailroad-related taxes for rail-related affiliated (item (6) above).

(290)

Equals total nonrailroad-related taxes. (This amount should be transferred to Schedule 250, Part A, Line 3).

578

Adjusted to remove the impact of the Deferred Income Tax Liability from 35% to 21%

Road Initials : GTC Year: 2017

SCHEDULE 250 - FOOTNOTE

(Dollars in Thousands)

As at December 31, 2017 and 2016, the net accumulated government grants outstanding were \$210,294 and \$194,281. Amortization of these grants was \$5,390 and \$4,609 for the years ended December 31, 2017 and 2016.

410. RAILWAY OPERATING EXPENSES

(Dollars in thousands)

NO IMPACT

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and allocate the common operating expenses in accordance with Board's rules governing the separation of such expenses between freight and passenger services.

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		WAYS AND STRUCTURES								
		ADMINISTRATION								
1		Track	381	2	93	18	494	-	494	1
2		Bridge and building	616	4	58	54	732	-	732	2
3		Signal	1,546	57	123	86	1,812	-	1,812	3
4		Communication	233	11	22	13	279	-	279	4
5		Other	4,234	-	19	149	4,402	-	4,402	5
		REPAIRS AND MAINTENANCE								
6		Roadway - running	26,898	1,533	46,309	2,366	77,106	-	77,106	6
7		Roadway - switching	6,867	555	9,340	639	17,401	-	17,401	7
8		Tunnels & subways - running	-	-	-	-	-	-	-	8
9		Tunnels & subways - switching	-	-	-	-	-	-	-	9
10		Bridges & culverts - running	4,121	2,371	3,933	1,225	11,650	-	11,650	10
11		Bridges & culverts - switching	233	144	270	65	712	-	712	11
12		Ties - running	2,509	1,296	3,913	3,573	11,291	-	11,291	12
13		Ties - switching	309	334	765	844	2,252	-	2,252	13
14		Rail & other track material - running	1,995	2,362	620	1,909	6,886	-	6,886	14
15		Rail & other track material - switching	79	585	119	435	1,218	-	1,218	15
16		Ballast - running	4,587	1,068	22	367	6,044	-	6,044	16
17		Ballast - switching	1,094	291	6	87	1,478	-	1,478	17
18		Road property damaged - running	-	-	-	-	-	-	-	18
19		Road property damaged - switching	-	-	-	-	-	-	-	19
20		Road property damaged - other	-	-	-	-	-	-	-	20
21		Signals & interlockers - running	19,055	4,997	2,083	2,427	28,562	-	28,562	21
22		Signals & interlockers - switching	90	25	32	14	161	-	161	22
23		Communications systems	5,615	1,079	8,817	306	15,817	-	15,817	23
24		Power systems	-	-	-	-	-	-	-	24
25		Highway grade crossings - running	878	39	49	344	1,310	-	1,310	25
26		Highway grade crossings - switching	72	2	1	25	100	-	100	26
27		Station & office buildings	923	811	4,125	104	5,963	-	5,963	27
28		Shop buildings - locomotives	124	2	1	-	127	-	127	28
29		Shop buildings - freight cars	41	-	-	-	41	N/A	41	29
30		Shop buildings - other equipment	47	-	-	-	47	-	47	30

410. RAILWAY OPERATING EXPENSES - (Continued)

(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		REPAIRS AND MAINTENANCE - (Continued)								
101		Locomotive servicing facilities	5	-	-	-	5	-	5	101
102		Miscellaneous buildings & structures	4	-	226	-	230	-	230	102
103		Coal terminals	5	-	-	-	5	N/A	5	103
104		Ore terminals	2,830	-	-	-	2,830	N/A	2,830	104
105		Other marine terminals	145	1,357	2,822	-	4,324	N/A	4,324	105
106		TOFC/COFC - terminals	703	-	-	-	703	N/A	703	106
107		Motor vehicle loading & distribution facilities	-	-	-	-	-	N/A	-	107
108		Facilities for other specialized service operations	-	-	-	-	-	N/A	-	108
109		Roadway machines	438	7,226	6,647	209	14,520	-	14,520	109
110		Small tools & supplies	1	2,367	198	-	2,566	-	2,566	110
111		Snow removal	12	56	4,461	-	4,529	-	4,529	111
112		Fringe benefits - running	N/A	N/A	N/A	26,388	26,388	-	26,388	112
113		Fringe benefits - switching	N/A	N/A	N/A	3,874	3,874	-	3,874	113
114		Fringe benefits - other	N/A	N/A	N/A	7,865	7,865	-	7,865	114
115		Casualties & insurance - running	N/A	N/A	N/A	4,110	4,110	-	4,110	115
116		Casualties & insurance - switching	N/A	N/A	N/A	601	601	-	601	116
117		Casualties & insurance - other	N/A	N/A	N/A	905	905	-	905	117
118	*	Lease rentals - debit - running	N/A	N/A	-	N/A	-	-	-	118
119	*	Lease rentals - debit - switching	N/A	N/A	-	N/A	-	-	-	119
120	*	Lease rentals - debit - other	N/A	N/A	-	N/A	-	-	-	120
121	*	Lease rentals - (credit) - running	N/A	N/A	-	N/A	-	-	-	121
122	*	Lease rentals - (credit) - switching	N/A	N/A	-	N/A	-	-	-	122
123	*	Lease rentals - (credit) - other	N/A	N/A	-	N/A	-	-	-	123
124		Joint facility rent - debit - running	N/A	N/A	2,688	N/A	2,688	-	2,688	124
125		Joint facility rent - debit - switching	N/A	N/A	-	N/A	-	-	-	125
126		Joint facility rent - debit - other	N/A	N/A	-	N/A	-	-	-	126
127		Joint facility rent - (credit) - running	N/A	N/A	(110)	N/A	(110)	-	(110)	127
128		Joint facility rent - (credit) - switching	N/A	N/A	-	N/A	-	-	-	128
129		Joint facility rent - (credit) - other	N/A	N/A	-	N/A	-	-	-	129
130	*	Other rents - debit - running	N/A	N/A	23	N/A	23	-	23	130
131	*	Other rents - debit - switching	N/A	N/A	-	N/A	-	-	-	131
132	*	Other rents - debit - other	N/A	N/A	-	N/A	-	-	-	132
133	*	Other rents - (credit) - running	N/A	N/A	-	N/A	-	-	-	133

410. RAILWAY OPERATING EXPENSES - (Continued)										
(Dollars in thousands)										
Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		REPAIRS AND MAINTENANCE - (Continued)								
134	*	Other rents - (credit) - switching	N/A	N/A	-	N/A	-	-	-	134
135	*	Other rents - (credit) - other	N/A	N/A	-	N/A	-	-	-	135
136	*	Depreciation - running	N/A	N/A	N/A	234,341	234,341	-	234,341	136
137	*	Depreciation - switching	N/A	N/A	N/A	38,259	38,259	-	38,259	137
138	*	Depreciation - other	N/A	N/A	N/A	21,635	21,635	-	21,635	138
139		Joint facility - debit - running	N/A	N/A	7,720	N/A	7,720	-	7,720	139
140		Joint facility - debit - switching	N/A	N/A	-	N/A	-	-	-	140
141		Joint facility - debit - other	N/A	N/A	-	N/A	-	-	-	141
142		Joint facility - (credit) - running	N/A	N/A	(19,562)	N/A	(19,562)	-	(19,562)	142
143		Joint facility - (credit) - switching	N/A	N/A	-	N/A	-	-	-	143
144		Joint facility - (credit) - other	N/A	N/A	-	N/A	-	-	-	144
145		Dismantling retired road property - running	-	-	-	-	-	-	-	145
146		Dismantling retired road property - switching	-	-	-	-	-	-	-	146
147		Dismantling retired road property - other	-	-	-	-	-	-	-	147
148		Other - running	2	7,696	4,839	8	12,545	-	12,545	148
149		Other - switching	-	1,321	80	1	1,402	-	1,402	149
150		Other - other	1	3,134	191	3	3,329	-	3,329	150
151		TOTAL WAY AND STRUCTURES	86,693	40,725	90,943	353,249	571,610	-	571,610	151
		EQUIPMENT								
		LOCOMOTIVES								
201		Administration	2,252	163	2,469	128	5,012	-	5,012	201
202	*	Repair and maintenance	26,112	45,875	52,522	521	125,030	-	125,030	202
203	*	Machinery repair	-	-	-	-	-	-	-	203
204		Equipment damaged	-	-	-	-	-	-	-	204
205		Fringe benefits	N/A	N/A	N/A	12,466	12,466	-	12,466	205
206		Other casualties & insurance	N/A	N/A	N/A	455	455	-	455	206
207	*	Lease rentals - debit	N/A	N/A	45,251	N/A	45,251	-	45,251	207
208	*	Lease rentals - (credit)	N/A	N/A	(14,825)	N/A	(14,825)	-	(14,825)	208
209		Joint facility rent - debit	N/A	N/A	-	N/A	-	-	-	209
210		Joint facility rent - (credit)	N/A	N/A	-	N/A	-	-	-	210
211	*	Other rents - debit	N/A	N/A	-	N/A	-	-	-	211
212	*	Other rents - (credit)	N/A	N/A	-	N/A	-	-	-	212
213	*	Depreciation	N/A	N/A	N/A	58,196	58,196	-	58,196	213
214		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	214
215		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	215
216	*	Repairs billed to others - (credit)	N/A	N/A	(50,845)	N/A	(50,845)	-	(50,845)	216

410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
217		LOCOMOTIVES - (Continued)								
217		Dismantling retired property	-	-	-	-	-	-	-	217
218		Other	-	-	-	-	-	-	-	218
219		TOTAL LOCOMOTIVES	28,364	46,038	34,572	71,766	180,740	-	180,740	219
220		FREIGHT CARS								
220		Administration	5,400	101	668	376	6,545	N/A	6,545	220
221	*	Repair & maintenance	18,073	25,475	37,098	296	80,942	N/A	80,942	221
222	*	Machinery repair	-	-	-	-	-	N/A	-	222
223		Equipment damaged	-	-	-	-	-	N/A	-	223
224		Fringe benefits	N/A	N/A	N/A	10,330	10,330	N/A	10,330	224
225		Other casualties & insurance	N/A	N/A	N/A	317	317	N/A	317	225
226	*	Lease rentals - debit	N/A	N/A	32,909	N/A	32,909	N/A	32,909	226
227	*	Lease rentals - (credit)	N/A	N/A	-	N/A	-	N/A	-	227
228		Joint facility rent - debit	N/A	N/A	-	N/A	-	N/A	-	228
229		Joint facility rent - (credit)	N/A	N/A	-	N/A	-	N/A	-	229
230	*	Other rents - debit	N/A	N/A	109,518	N/A	109,518	N/A	109,518	230
231	*	Other rents - (credit)	N/A	N/A	(76,534)	N/A	(76,534)	N/A	(76,534)	231
232	*	Depreciation	N/A	N/A	N/A	42,828	42,828	N/A	42,828	232
233		Joint facility - debit	N/A	N/A	-	N/A	-	N/A	-	233
234		Joint facility - (credit)	N/A	N/A	-	N/A	-	N/A	-	234
235	*	Repairs billed to others - (credit)	N/A	N/A	(42,857)	N/A	(42,857)	N/A	(42,857)	235
236		Dismantling retired property	-	-	-	-	-	N/A	-	236
237		Other	-	-	-	-	-	N/A	-	237
238		TOTAL FREIGHT CARS	23,473	25,576	60,802	54,147	163,998	-	163,998	238
301		OTHER EQUIPMENT								
301		Administration	2,748	163	117	959	3,987	-	3,987	301
302	*	Repair and maintenance								
302	*	Trucks, trailers, & containers - revenue service	-	-	1,295	-	1,295	N/A	1,295	302
303	*	Floating equipment - revenue service	-	408	232	-	640	N/A	640	303
304	*	Passenger and other revenue equipment	-	5	-	-	5	-	5	304
305	*	Computer systems and word processing equipment	-	-	-	-	-	-	-	305
306	*	Machinery	-	-	-	-	-	-	-	306
307	*	Work and other non-revenue equipment	5,011	925	473	911	7,320	-	7,320	307
308		Equipment damaged	-	-	-	-	-	-	-	308
309		Fringe benefits	N/A	N/A	N/A	3,404	3,404	-	3,404	309
310		Other casualties and insurance	N/A	N/A	N/A	4,105	4,105	-	4,105	310
311	*	Lease rentals - debit	N/A	N/A	5,909	N/A	5,909	-	5,909	311
312	*	Lease rentals - (credit)	N/A	N/A	-	N/A	-	-	-	312

410. RAILWAY OPERATING EXPENSES - (Continued)

(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		OTHER EQUIPMENT (Continued)								
313		Joint facility rent - debit	N/A	N/A	-	N/A	-	-	-	313
314		Joint facility rent - (credit)	N/A	N/A	-	N/A	-	-	-	314
315		Other rents - debit	N/A	N/A	13,044	N/A	13,044	-	13,044	315
316		Other rents - (credit)	N/A	N/A	-	N/A	-	-	-	316
317		Depreciation	N/A	N/A	N/A	34,261	34,261	-	34,261	317
318		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	318
319		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	319
320		Repairs billed to others - (credit)	N/A	N/A	-	N/A	-	-	-	320
321		Dismantling retired property	-	-	-	-	-	-	-	321
322		Other	-	-	-	-	-	-	-	322
323		TOTAL OTHER EQUIPMENT	7,759	1,501	21,070	43,640	73,970	-	73,970	323
324		TOTAL EQUIPMENT	59,596	73,115	116,444	169,553	418,708	-	418,708	324
		TRANSPORTATION								
		TRAIN OPERATIONS								
401		Administration	11,219	1,110	2,030	455	14,814	-	14,814	401
402		Engine crews	105,392	39	8,073	6	113,510	-	113,510	402
403		Train crews	105,946	42	8,237	6	114,231	-	114,231	403
404		Dispatching trains	6,708	36	17	243	7,004	-	7,004	404
405		Operating signals and interlockers	-	-	-	-	-	-	-	405
406		Operating drawbridges	-	-	-	-	-	-	-	406
407		Highway crossing protection	-	-	-	-	-	-	-	407
408		Train inspection and lubrication	16,714	-	-	-	16,714	-	16,714	408
409		Locomotive fuel	-	198,736	-	-	198,736	-	198,736	409
410		Electric power produced or purchased for motive power	-	-	-	-	-	-	-	410
411		Servicing locomotives	9,342	-	-	-	9,342	-	9,342	411
412		Freight lost or damaged - solely related	N/A	N/A	N/A	-	-	-	-	412
413		Clearing wrecks	212	300	12,990	1,592	15,094	-	15,094	413
414		Fringe benefits	N/A	N/A	N/A	112,525	112,525	-	112,525	414
415		Other casualties & insurance	N/A	N/A	N/A	9,542	9,542	-	9,542	415
416		Joint facility - debit	N/A	N/A	7,740	N/A	7,740	-	7,740	416
417		Joint facility - (credit)	N/A	N/A	(3,591)	N/A	(3,591)	-	(3,591)	417
418		Other	422	600	245	266	1,533	-	1,533	418
419		TOTAL TRAIN OPERATIONS	255,955	200,863	35,741	124,635	617,194	-	617,194	419
		YARD OPERATIONS								
420		Administration	322	148	3,014	41	3,525	-	3,525	420
421		Switch crews	38,032	1,076	1,036	1,559	41,703	-	41,703	421

410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		YARD OPERATIONS (Continued)								
422		Controlling operations	8,576	-	-	-	8,576	-	8,576	422
423		Yard and terminal clerical	3,493	280	337	60	4,170	-	4,170	423
424		Operating switches, signals, retarders & humps	-	-	-	-	-	-	-	424
425		Locomotive fuel	-	12,833	-	-	12,833	-	12,833	425
426		Electric power produced or purchased for motive power	-	-	-	-	-	-	-	426
427		Servicing locomotives	51	-	-	-	51	-	51	427
428		Freight lost or damaged - solely related	N/A	N/A	N/A	768	768	-	768	428
429		Clearing wrecks	-	-	-	-	-	-	-	429
430		Fringe benefits	N/A	N/A	N/A	22,186	22,186	-	22,186	430
431		Other casualties & insurance	N/A	N/A	N/A	-	-	-	-	431
432		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	432
433		Joint facility - (credit)	N/A	N/A	(1,775)	N/A	(1,775)	-	(1,775)	433
434		Other	-	-	30	-	30	-	30	434
435		TOTAL YARD OPERATIONS	50,474	14,337	2,642	24,614	92,067	-	92,067	435
		TRAIN & YARD OPERATIONS COMMON:								
501		Cleaning car interiors	-	-	1	N/A	1	-	1	501
502		Adjusting & transferring loads	-	6,799	439	N/A	7,238	N/A	7,238	502
503		Car loading devices & grain docks	-	-	-	N/A	-	N/A	-	503
504		Freight lost or damaged - all other	N/A	N/A	N/A	693	693	-	693	504
505		Fringe benefits	N/A	N/A	N/A	-	-	-	-	505
506		TOTAL TRAIN & YARD OPERATIONS COMMON:	-	6,799	440	693	7,932	-	7,932	506
		SPECIALIZED SERVICE OPERATIONS								
507	*	Administration	2,259	49	1,148	399	3,855	N/A	3,855	507
508	*	Pickup and delivery and marine line haul	4,469	25,412	96,984	220	127,085	N/A	127,085	508
509	*	Loading & unloading and local marine	13,033	4,660	15,420	692	33,805	N/A	33,805	509
510	*	Protective services	-	-	-	-	-	N/A	-	510
511	*	Freight lost or damaged - solely related	N/A	N/A	N/A	-	-	N/A	-	511
512	*	Fringe benefits	N/A	N/A	N/A	8,686	8,686	N/A	8,686	512
513	*	Casualties & insurance	N/A	N/A	N/A	4,329	4,329	N/A	4,329	513
514	*	Joint facility - debit	N/A	N/A	-	N/A	-	N/A	-	514
515	*	Joint facility - (credit)	N/A	N/A	-	N/A	-	N/A	-	515
516	*	Other	-	-	-	-	-	N/A	-	516
517	*	TOTAL SPECIALIZED SERVICES OPERATIONS	19,761	30,121	113,552	14,326	177,760	-	177,760	517

410. RAILWAY OPERATING EXPENSES - (Continued)										
(Dollars in thousands)										
Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
518		ADMINISTRATIVE SUPPORT OPERATIONS:								
518		Administration	34,505	1,749	18,602	3,170	58,026	-	58,026	518
519		Employees performing clerical & accounting functions	1,299	1	16	5	1,321	-	1,321	519
520		Communication systems operations	-	-	-	-	-	-	-	520
521		Loss & damage claims processing	-	-	-	-	-	-	-	521
522		Fringe benefits	N/A	N/A	N/A	15,730	15,730	-	15,730	522
523		Casualties & insurance	N/A	N/A	N/A	-	-	-	-	523
524		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	524
525		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	525
526		Other	-	-	1,585	-	1,585	-	1,585	526
527		TOTAL ADMINISTRATIVE SUPPORT OPERATIONS	35,804	1,750	20,203	18,905	76,662	-	76,662	527
528		TOTAL TRANSPORTATION	361,994	253,870	172,578	183,173	971,615	-	971,615	528
601		GENERAL AND ADMINISTRATIVE								
601		Officers - general administration	-	1	2	4,208	4,211	-	4,211	601
602		Accounting, auditing, and finance	2,985	6	424	190	3,605	-	3,605	602
603		Management services & data processing	6,262	574	60,271	113,458	180,565	-	180,565	603
604		Marketing	2,884	27	241	573	3,725	-	3,725	604
605		Sales	10,842	103	908	2,158	14,011	-	14,011	605
606		Industrial development	-	-	-	-	-	N/A	-	606
607		Personnel & labor relations	4,819	13	3,053	4,568	12,453	-	12,453	607
608		Legal & secretarial	2,487	37	17,773	192	20,489	-	20,489	608
609		Public relations & advertising	733	5	663	244	1,645	-	1,645	609
610		Research & development	-	-	-	-	-	-	-	610
611		Fringe benefits	N/A	N/A	N/A	11,316	11,316	-	11,316	611
612		Casualties & insurance	N/A	N/A	N/A	46,102	46,102	-	46,102	612
613		Writedown of uncollectible accounts	N/A	N/A	N/A	47	47	-	47	613
614		Property taxes	N/A	N/A	N/A	83,969	83,969	-	83,969	614
615		Other taxes except on corporate income or payrolls	N/A	N/A	N/A	3,872	3,872	-	3,872	615
616		Joint facility - debit	N/A	N/A	64	N/A	64	-	64	616
617		Joint facility - (credit)	N/A	N/A	(9,020)	N/A	(9,020)	-	(9,020)	617
618		Other	(5,287)	(4,478)	24,207	(1,807)	12,635	-	12,635	618
619		TOTAL GENERAL AND ADMINISTRATIVE	25,725	(3,712)	98,586	269,090	389,689	-	389,689	619
620	*	TOTAL CARRIER OPERATING EXPENSES	534,008	363,998	478,551	975,065	2,351,622	-	2,351,622	620

414. RENTS FOR INTERCHANGED FREIGHT TRAIN CARS AND OTHER FREIGHT CARRYING EQUIPMENT

(Dollars in Thousands)

NO IMPACT

- Report freight expenses only.
 - Report in this supporting schedule rental information by car type and other freight-carrying equipment relating to the interchange of railroad owned or leased equipment and privately owned equipment. (Reporting for leased equipment covers equipment with the carrier's own railroad markings.)
 - The gross amounts receivable and payable for freight-train cars (line 19, columns (b) through (d), and line 19, columns (e) through (g), respectively) should balance with Schedule 410, column (f) lines 231 (credits) and 230 (debits). Trailer and container rentals in this schedule are included in Schedule 410, column (f) lines 315 and 316. However, the trailer and container rentals in this schedule will not balance to lines 315 and 316 of Schedule 410 because those lines include rents for "Other Equipment" which is reported in Schedule 415, column (f). The balancing of Schedules 410, 414, and 415 "Other Equipment" is outlined in note 6 to Schedule 415.
 - Report in columns (b) and (e) rentals for private-line cars (whether under railroad control or not) and shipper owned cars.
 - Report in columns (c), (d), (f), and (g) rentals for railroad owned cars prescribed by the Board in Ex Parte No. 334, for which rentals are settled on a combination mileage and time basis (basic per diem). Include railroad owned per diem tank cars on line 17.
- NOTE: Mechanical designations for each car type are shown in Schedule 710.

Line No.	Cross Check	Type of Equipment (a)	GROSS AMOUNTS RECEIVABLE Per Diem Basis			GROSS AMOUNTS PAYABLE Per Diem Basis			Line No.
			Private Line Cars (b)	Mileage (c)	Time (d)	Private Line Cars (e)	Mileage (f)	Time (g)	
		CAR TYPES							
1		Box -Plain 40 Foot	-	-	-	-	-	-	1
2		Box - Plain 50 Foot and Longer	-	64	255	675	177	587	2
3		Box - Equipped	-	3,059	12,378	8,210	4,169	21,808	3
4		Gondola - Plain	-	185	499	319	40	830	4
5		Gondola - Equipped	-	2,058	5,899	-	772	2,443	5
6		Hopper - Covered	-	2,942	7,085	-	1,288	3,961	6
7		Hopper - Open Top - General Service	-	401	1,155	-	187	1,650	7
8		Hopper - Open Top - Special Service	-	59	199	-	11	344	8
9		Refrigerator - Mechanical	-	-	-	-	18	63	9
10		Refrigerator - Nonmechanical	-	-	-	-	5	13	10
11		Flat - TOFC/COFC	-	2,088	3,107	20,309	573	1,854	11
12		Flat - Multi-Level	-	616	4,983	10,864	511	1,039	12
13		Flat - General Service	-	-	-	8	4	12	13
14		Flat - Other	-	2,377	9,956	3,179	1,420	7,943	14
15		Tank - Under 22,000 Gallons	-	-	-	-	-	-	15
16		Tank - 22,000 Gallons And Over	-	-	-	-	-	-	16
17		All Other Freight Cars	-	-	13	-	20	92	17
18		Auto Racks	-	-	17,156	14,120	-	-	18
19		TOTAL FREIGHT TRAIN CARS	-	13,849	62,685	57,684	9,195	42,639	19
		OTHER FREIGHT CARRYING EQUIPMENT							
20		Refrigerated Trailers	-	-	-	-	-	-	20
21		Other Trailers	-	-	-	-	-	-	21
22		Refrigerated Containers	-	-	-	-	-	-	22
23		Other Containers	-	-	-	-	-	-	23
24	*	TOTAL TRAILERS AND CONTAINERS	-	-	-	-	-	-	24
25		GRAND TOTAL (Lines 19 and 24)	-	13,849	62,685	57,684	9,195	42,639	25

450. ANALYSIS OF TAXES
(Dollars in Thousands)

A. Railway Taxes

Line No.	Cross Check	Kind of Tax	Amount	Line No.
1		Other than U.S. Government Taxes	121,802	1
		U.S. Government Taxes		
		Income Taxes:		
2		Normal Tax and Surtax	13,477	2
3		Excess Profits		3
4	*	Total - Income Taxes (Lines 2 and 3)	13,477	4
5		Railroad Retirement	113,667	5
6		Hospital Insurance	9,735	6
7		Supplemental Annuities	-	7
8		Unemployment Insurance	9,267	8
9		All Other United States Taxes	121,712	9
10		Total - U.S. Government Taxes	267,858	10
11		Total - Railway Taxes	389,660	11

B. Adjustments to Federal Income Taxes

1. In column (a) are listed the particulars which most often cause a differential between taxable income and pretax accounting income. Other particulars which cause such a differential should be listed under the caption "Other (Specify)," including state and other taxes deferred if computed separately. Minor items, each less than \$100,000, may be combined in a single entry under "Other (Specify)."
2. Indicate in column (b) the beginning of year totals of Accounts 714, 744, 762, and 786 applicable to each particular item in column (a).
3. Indicate in column (c) the net changes in Accounts 714, 744, 762, and 786 for the net tax effect of timing differences originating and reversing in the current accounting period.
4. Indicate in column (d) any adjustments, as appropriate, including adjustments to eliminate or reinstate deferred tax effects (credits or debits) due to applying or recognizing a loss carry-forward or loss carry-back.
5. Line 19 column (c) should agree with the total of the contra charges (credits) to Account 557, Provision for Deferred Taxes, and Account 591, Provision for Deferred Taxes - Extraordinary Items, for the current year.
6. Indicate in column (e) the cumulative total of columns (b), (c), and (d). The total of column (e) must agree with the total of Accounts 714, 744, 762, and 786.

Line No.	Particulars (a)	Beginning of year balance (b)	Net credits (charges) for current year (c)	Adjustments (d)	End of year balance (e)	Line No.
1	Accelerated depreciation, Sec. 167 IRC: Guideline lives pursuant to Rev. Proc. 62-21.	-	-	-	-	1
2	Accelerated amortization of facilities, Sec. 168 IRC	-	-	-	-	2
3	Accelerated amortization of rolling stock, Sec. 184 IRC	-	-	-	-	3
4	Amortization of rights of way, Sec. 185 IRC	-	-	-	-	4
5						5
6	Other (Specify)					6
7	Property depreciation & basis difference	3,988,642	113,788	(9,870)	4,092,560	7
8	Reserve for workforce reduction	-	24	-	24	8
9	Postretirement benefits	(70,663)	10,661	1,646	(58,356)	9
10	Claims, accruals & other reserves	(74,745)	26,722	-	(48,023)	10
11	Loss & Credit Carryforwards	(9,293)	(8,422)	-	(17,715)	11
12						12
13						13
14						14
15						15
16						16
17						17
18	Investment tax credit	-	-	-	-	18
19	TOTALS	3,833,941	142,773	(8,224)	3,968,490	19

450. ANALYSIS OF TAXES

(Dollars in Thousands)

***Footnotes:**

1. If the flow-through method was elected, indicate net decrease (or increase) in tax accrual because of investment tax credit.	N/A
If the deferral method for investment tax credit was elected:	
(1) Indicate amount of credit utilized as a reduction of tax liability for current year	N/A
(2) Deduct the amount of current year's credit applied to a reduction of tax liability but deferred for accounting purposes	N/A
(3) Balance of current year's credit used to reduce current year's tax accrual	N/A
(4) Add amount of prior year's deferred credits being amortized to reduce current year's tax accrual	N/A
(5) Total decrease in current year's tax accrual resulting from use of investment tax credits	N/A
2. Estimated amount of future earnings which can be realized before paying Federal income taxes because of unused and available net operating loss carryover on January 1 of the year following that for which the report is made	N/A

PTC 410. RAILWAY OPERATING EXPENSES

(Dollars in thousands)

No Impact

State the railway operating expenses on respondent's road for the year, classifying them in accordance with the Uniform System of Accounts for Railroad Companies, and allocate the common operating expenses in accordance with Board's rules governing the separation of such expenses between freight and passenger services.

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
1		WAYS AND STRUCTURES ADMINISTRATION Track	-	-	-	-	-	-	-	1
2		Bridge and building	-	-	-	-	-	-	-	2
3		Signal	554	16	5	12	587	-	587	3
4		Communication	105	3	1	2	111	-	111	4
5		Other	-	-	-	-	-	-	-	5
6		REPAIRS AND MAINTENANCE Roadway - running	7	-	42	-	49	-	49	6
7		Roadway - switching	1	-	-	-	1	-	1	7
8		Tunnels & subways - running	-	-	-	-	-	-	-	8
9		Tunnels & subways - switching	-	-	-	-	-	-	-	9
10		Bridges & culverts - running	-	-	-	-	-	-	-	10
11		Bridges & culverts - switching	-	-	-	-	-	-	-	11
12		Ties - running	-	-	-	3	3	-	3	12
13		Ties - switching	-	-	-	-	-	-	-	13
14		Rail & other track material - running	12	-	13	-	25	-	25	14
15		Rail & other track material - switching	-	-	-	-	-	-	-	15
16		Ballast - running	-	-	-	-	-	-	-	16
17		Ballast - switching	-	-	-	-	-	-	-	17
18		Road property damaged - running	-	-	-	-	-	-	-	18
19		Road property damaged - switching	-	-	-	-	-	-	-	19
20		Road property damaged - other	-	-	-	-	-	-	-	20
21		Signals & interlockers - running	131	889	75	154	1,249	-	1,249	21
22		Signals & interlockers - switching	-	-	-	-	-	-	-	22
23		Communications systems	201	108	55	63	427	-	427	23
24		Power systems	-	-	-	-	-	-	-	24
25		Highway grade crossings - running	-	-	-	-	-	-	-	25
26		Highway grade crossings - switching	-	-	-	-	-	-	-	26
27		Station & office buildings	1	-	27	5	33	-	33	27
28		Shop buildings - locomotives	-	-	-	-	-	-	-	28
29		Shop buildings - freight cars	-	-	-	-	-	N/A	-	29
30		Shop buildings - other equipment	-	-	-	-	-	-	-	30

PTC 410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
101		REPAIRS AND MAINTENANCE - (Continued)								101
101		Locomotive servicing facilities	-	-	-	-	-	-	-	101
102		Miscellaneous buildings & structures	220	13	645	1	879	-	879	102
103		Coal terminals	-	-	-	-	-	N/A	-	103
104		Ore terminals	-	-	-	-	-	N/A	-	104
105		Other marine terminals	-	-	-	-	-	N/A	-	105
106		TOFC/COFC - terminals	-	-	-	-	-	N/A	-	106
107		Motor vehicle loading & distribution facilities	-	-	-	-	-	N/A	-	107
108		Facilities for other specialized service operations	-	-	-	-	-	N/A	-	108
109		Roadway machines	-	62	118	9	189	-	189	109
110		Small tools & supplies	-	-	-	-	-	-	-	110
111		Snow removal	-	-	-	-	-	-	-	111
112		Fringe benefits - running	N/A	N/A	N/A	73	73	-	73	112
113		Fringe benefits - switching	N/A	N/A	N/A	1	1	-	1	113
114		Fringe benefits - other	N/A	N/A	N/A	528	528	-	528	114
115		Casualties & insurance - running	N/A	N/A	N/A	2	2	-	2	115
116		Casualties & insurance - switching	N/A	N/A	N/A	-	-	-	-	116
117		Casualties & insurance - other	N/A	N/A	N/A	-	-	-	-	117
118	*	Lease rentals - debit - running	N/A	N/A	-	N/A	-	-	-	118
119	*	Lease rentals - debit - switching	N/A	N/A	-	N/A	-	-	-	119
120	*	Lease rentals - debit - other	N/A	N/A	-	N/A	-	-	-	120
121	*	Lease rentals - (credit) - running	N/A	N/A	-	N/A	-	-	-	121
122	*	Lease rentals - (credit) - switching	N/A	N/A	-	N/A	-	-	-	122
123	*	Lease rentals - (credit) - other	N/A	N/A	-	N/A	-	-	-	123
124		Joint facility rent - debit - running	N/A	N/A	-	N/A	-	-	-	124
125		Joint facility rent - debit - switching	N/A	N/A	-	N/A	-	-	-	125
126		Joint facility rent - debit - other	N/A	N/A	-	N/A	-	-	-	126
127		Joint facility rent - (credit) - running	N/A	N/A	-	N/A	-	-	-	127
128		Joint facility rent - (credit) - switching	N/A	N/A	-	N/A	-	-	-	128
129		Joint facility rent - (credit) - other	N/A	N/A	-	N/A	-	-	-	129
130	*	Other rents - debit - running	N/A	N/A	-	N/A	-	-	-	130
131	*	Other rents - debit - switching	N/A	N/A	-	N/A	-	-	-	131
132	*	Other rents - debit - other	N/A	N/A	-	N/A	-	-	-	132
133	*	Other rents - (credit) - running	N/A	N/A	-	N/A	-	-	-	133

PTC 410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		REPAIRS AND MAINTENANCE - (Continued)								
134	*	Other rents - (credit) - switching	N/A	N/A	-	N/A	-	-	-	134
135	*	Other rents - (credit) - other	N/A	N/A	-	N/A	-	-	-	135
136	*	Depreciation - running	N/A	N/A	N/A	17,557	17,557	-	17,557	136
137	*	Depreciation - switching	N/A	N/A	N/A	-	-	-	-	137
138	*	Depreciation - other	N/A	N/A	N/A	-	-	-	-	138
139		Joint facility - debit - running	N/A	N/A	-	N/A	-	-	-	139
140		Joint facility - debit - switching	N/A	N/A	-	N/A	-	-	-	140
141		Joint facility - debit - other	N/A	N/A	-	N/A	-	-	-	141
142		Joint facility - (credit) - running	N/A	N/A	-	N/A	-	-	-	142
143		Joint facility - (credit) - switching	N/A	N/A	-	N/A	-	-	-	143
144		Joint facility - (credit) - other	N/A	N/A	-	N/A	-	-	-	144
145		Dismantling retired road property - running	-	-	-	-	-	-	-	145
146		Dismantling retired road property - switching	-	-	-	-	-	-	-	146
147		Dismantling retired road property - other	-	-	-	-	-	-	-	147
148		Other - running	-	-	-	-	-	-	-	148
149		Other - switching	-	-	-	-	-	-	-	149
150		Other - other	-	-	-	-	-	-	-	150
151		TOTAL WAY AND STRUCTURES	1,232	1,091	981	18,410	21,714	-	21,714	151
		EQUIPMENT								
		LOCOMOTIVES								
201		Administration	-	-	-	-	-	-	-	201
202	*	Repair and maintenance	123	30	22	3	178	-	178	202
203	*	Machinery repair	-	-	-	-	-	-	-	203
204		Equipment damaged	-	-	-	-	-	-	-	204
205		Fringe benefits	N/A	N/A	N/A	60	60	-	60	205
206		Other casualties & insurance	N/A	N/A	N/A	-	-	-	-	206
207	*	Lease rentals - debit	N/A	N/A	-	N/A	-	-	-	207
208	*	Lease rentals - (credit)	N/A	N/A	-	N/A	-	-	-	208
209		Joint facility rent - debit	N/A	N/A	-	N/A	-	-	-	209
210		Joint facility rent - (credit)	N/A	N/A	-	N/A	-	-	-	210
211	*	Other rents - debit	N/A	N/A	-	N/A	-	-	-	211
212	*	Other rents - (credit)	N/A	N/A	-	N/A	-	-	-	212
213	*	Depreciation	N/A	N/A	N/A	855	855	-	855	213
214		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	214
215		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	215
216	*	Repairs billed to others - (credit)	N/A	N/A	-	N/A	-	-	-	216

PTC 410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
217		LOCOMOTIVES - (Continued)								
217		Dismantling retired property	-	-	-	-	-	-	-	217
218		Other	-	-	-	-	-	-	-	218
219		TOTAL LOCOMOTIVES	123	30	22	918	1,093	-	1,093	219
220		FREIGHT CARS								
220		Administration	-	-	-	-	-	N/A	-	220
221	*	Repair & maintenance	-	-	-	-	-	N/A	-	221
222	*	Machinery repair	-	-	-	-	-	N/A	-	222
223		Equipment damaged	-	-	-	-	-	N/A	-	223
224		Fringe benefits	N/A	N/A	N/A	-	-	N/A	-	224
225		Other casualties & insurance	N/A	N/A	N/A	-	-	N/A	-	225
226	*	Lease rentals - debit	N/A	N/A	-	N/A	-	N/A	-	226
227	*	Lease rentals - (credit)	N/A	N/A	-	N/A	-	N/A	-	227
228		Joint facility rent - debit	N/A	N/A	-	N/A	-	N/A	-	228
229		Joint facility rent - (credit)	N/A	N/A	-	N/A	-	N/A	-	229
230	*	Other rents - debit	N/A	N/A	-	N/A	-	N/A	-	230
231	*	Other rents - (credit)	N/A	N/A	-	N/A	-	N/A	-	231
232	*	Depreciation	N/A	N/A	N/A	-	-	N/A	-	232
233		Joint facility - debit	N/A	N/A	-	N/A	-	N/A	-	233
234		Joint facility - (credit)	N/A	N/A	-	N/A	-	N/A	-	234
235	*	Repairs billed to others - (credit)	N/A	N/A	-	N/A	-	N/A	-	235
236		Dismantling retired property	-	-	-	-	-	N/A	-	236
237		Other	-	-	-	-	-	N/A	-	237
238		TOTAL FREIGHT CARS	-	-	-	-	-	-	-	238
301		OTHER EQUIPMENT								
301		Administration	-	-	-	-	-	-	-	301
302	*	Repair and maintenance	-	-	-	-	-	N/A	-	302
303	*	Trucks, trailers, & containers - revenue service	-	-	-	-	-	N/A	-	303
304	*	Floating equipment - revenue service	-	-	-	-	-	-	-	304
305	*	Passenger and other revenue equipment	-	-	-	-	-	-	-	305
306	*	Computer systems and word processing equipment	-	-	-	-	-	-	-	306
307	*	Machinery	-	-	-	-	-	-	-	307
308	*	Work and other non-revenue equipment	-	-	-	-	-	-	-	308
309		Equipment damaged	-	-	-	-	-	-	-	309
309		Fringe benefits	N/A	N/A	N/A	-	-	-	-	309
310		Other casualties and insurance	N/A	N/A	N/A	2	2	-	2	310
311	*	Lease rentals - debit	N/A	N/A	-	N/A	-	-	-	311
312	*	Lease rentals - (credit)	N/A	N/A	-	N/A	-	-	-	312

PTC 410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
		OTHER EQUIPMENT (Continued)								
313		Joint facility rent - debit	N/A	N/A	-	N/A	-	-	-	313
314		Joint facility rent - (credit)	N/A	N/A	-	N/A	-	-	-	314
315		Other rents - debit	N/A	N/A	-	N/A	-	-	-	315
316		Other rents - (credit)	N/A	N/A	-	N/A	-	-	-	316
317		Depreciation	N/A	N/A	N/A	5,598	5,598	-	5,598	317
318		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	318
319		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	319
320		Repairs billed to others - (credit)	N/A	N/A	-	N/A	-	-	-	320
321		Dismantling retired property	-	-	-	-	-	-	-	321
322		Other	-	-	-	-	-	-	-	322
323		TOTAL OTHER EQUIPMENT	-	-	-	5,600	5,600	-	5,600	323
324		TOTAL EQUIPMENT	123	30	22	6,518	6,693	-	6,693	324
		TRANSPORTATION								
		TRAIN OPERATIONS								
401		Administration	966	151	700	4	1,821	-	1,821	401
402		Engine crews	15	-	-	-	15	-	15	402
403		Train crews	17	-	-	-	17	-	17	403
404		Dispatching trains	-	-	-	-	-	-	-	404
405		Operating signals and interlockers	-	-	-	-	-	-	-	405
406		Operating drawbridges	-	-	-	-	-	-	-	406
407		Highway crossing protection	-	-	-	-	-	-	-	407
408		Train inspection and lubrication	-	-	-	-	-	-	-	408
409		Locomotive fuel	-	-	-	-	-	-	-	409
410		Electric power produced or purchased for motive power	-	-	-	-	-	-	-	410
411		Servicing locomotives	-	-	-	-	-	-	-	411
412		Freight lost or damaged - solely related	N/A	N/A	N/A	-	-	-	-	412
413		Clearing wrecks	-	-	-	-	-	-	-	413
414		Fringe benefits	N/A	N/A	N/A	488	488	-	488	414
415		Other casualties & insurance	N/A	N/A	N/A	-	-	-	-	415
416		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	416
417		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	417
418		Other	-	-	-	-	-	-	-	418
419		TOTAL TRAIN OPERATIONS	998	151	700	492	2,341	-	2,341	419
		YARD OPERATIONS								
420		Administration	-	-	-	-	-	-	-	420
421		Switch crews	-	-	-	-	-	-	-	421

PTC 410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
422		YARD OPERATIONS (Continued)								
422		Controlling operations	-	-	-	-	-	-	-	422
423		Yard and terminal clerical	-	-	-	-	-	-	-	423
424		Operating switches, signals, retarders & humps	-	-	-	-	-	-	-	424
425		Locomotive fuel	-	-	-	-	-	-	-	425
426		Electric power produced or purchased for motive power	-	-	-	-	-	-	-	426
427		Servicing locomotives	-	-	-	-	-	-	-	427
428		Freight lost or damaged - solely related	N/A	N/A	N/A	-	-	-	-	428
429		Clearing wrecks	-	-	-	-	-	-	-	429
430		Fringe benefits	N/A	N/A	N/A	-	-	-	-	430
431		Other casualties & insurance	N/A	N/A	N/A	-	-	-	-	431
432		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	432
433		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	433
434		Other	-	-	-	-	-	-	-	434
435		TOTAL YARD OPERATIONS	-	-	-	-	-	-	-	435
501		TRAIN & YARD OPERATIONS COMMON:								
501		Cleaning car interiors	-	-	-	N/A	-	-	-	501
502		Adjusting & transferring loads	-	-	-	N/A	-	N/A	-	502
503		Car loading devices & grain docks	-	-	-	N/A	-	N/A	-	503
504		Freight lost or damaged - all other	N/A	N/A	N/A	-	-	-	-	504
505		Fringe benefits	N/A	N/A	N/A	-	-	-	-	505
506		TOTAL TRAIN & YARD OPERATIONS COMMON:	-	-	-	-	-	-	-	506
507	*	SPECIALIZED SERVICE OPERATIONS								
507	*	Administration	-	-	-	-	-	N/A	-	507
508	*	Pickup and delivery and marine line haul	-	-	-	-	-	N/A	-	508
509	*	Loading & unloading and local marine	-	-	-	-	-	N/A	-	509
510	*	Protective services	-	-	-	-	-	N/A	-	510
511	*	Freight lost or damaged - solely related	N/A	N/A	N/A	-	-	N/A	-	511
512	*	Fringe benefits	N/A	N/A	N/A	-	-	N/A	-	512
513	*	Casualties & insurance	N/A	N/A	N/A	-	-	N/A	-	513
514	*	Joint facility - debit	N/A	N/A	-	N/A	-	N/A	-	514
515	*	Joint facility - (credit)	N/A	N/A	-	N/A	-	N/A	-	515
516	*	Other	-	-	-	-	-	N/A	-	516
517	*	TOTAL SPECIALIZED SERVICES OPERATIONS	-	-	-	-	-	-	-	517

PTC 410. RAILWAY OPERATING EXPENSES - (Continued)
(Dollars in thousands)

Line No.	Cross Check	Name of railway operating expense account (a)	Salaries & Wages (b)	Materials, tools, supplies, fuels, & lubricants (c)	Purchased services (d)	General (e)	Total freight expense (f)	Passenger (g)	Total (h)	Line No.
518		ADMINISTRATIVE SUPPORT OPERATIONS:								518
518		Administration	-	-	-	-	-	-	-	518
519		Employees performing clerical & accounting functions	-	-	-	-	-	-	-	519
520		Communication systems operations	-	-	-	-	-	-	-	520
521		Loss & damage claims processing	-	-	-	-	-	-	-	521
522		Fringe benefits	N/A	N/A	N/A	-	-	-	-	522
523		Casualties & insurance	N/A	N/A	N/A	-	-	-	-	523
524		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	524
525		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	525
526		Other	-	-	-	-	-	-	-	526
527		TOTAL ADMINISTRATIVE SUPPORT OPERATIONS	-	-	-	-	-	-	-	527
528		TOTAL TRANSPORTATION	998	151	700	492	2,341	-	2,341	528
601		GENERAL AND ADMINISTRATIVE								
601		Officers - general administration	-	-	-	-	-	-	-	601
602		Accounting, auditing, and finance	-	-	-	-	-	-	-	602
603		Management services & data processing	1,208	347	4,003	83,484	89,042	-	89,042	603
604		Marketing	-	-	-	-	-	-	-	604
605		Sales	-	-	-	-	-	-	-	605
606		Industrial development	-	-	-	-	-	N/A	-	606
607		Personnel & labor relations	-	-	1	3	4	-	4	607
608		Legal & secretarial	-	-	1	-	1	-	1	608
609		Public relations & advertising	-	-	-	-	-	-	-	609
610		Research & development	-	-	-	-	-	-	-	610
611		Fringe benefits	N/A	N/A	N/A	872	872	-	872	611
612		Casualties & insurance	N/A	N/A	N/A	6	6	-	6	612
613		Writedown of uncollectible accounts	N/A	N/A	N/A	-	-	-	-	613
614		Property taxes	N/A	N/A	N/A	-	-	-	-	614
615		Other taxes except on corporate income or payrolls	N/A	N/A	N/A	-	-	-	-	615
616		Joint facility - debit	N/A	N/A	-	N/A	-	-	-	616
617		Joint facility - (credit)	N/A	N/A	-	N/A	-	-	-	617
618		Other	579	-	2	1	582	-	582	618
619		TOTAL GENERAL AND ADMINISTRATIVE	1,787	347	4,007	84,366	90,507	-	90,507	619
620	*	TOTAL CARRIER OPERATING EXPENSES	4,140	1,619	5,710	109,786	121,255	-	121,255	620