

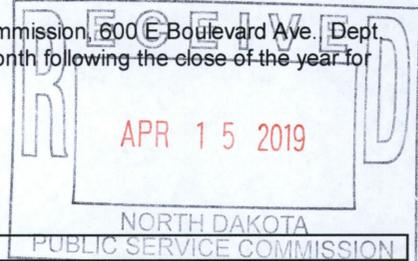


**ANNUAL REPORT OF CLASS II AND III RAILROADS**  
 NORTH DAKOTA PUBLIC SERVICE COMMISSION  
 SFN 14356 (03-03)

File No.

Business Name <b>Dakota Northern Railroad</b>	For Year Ended <b>12/31/2018</b>
Business Address <b>PO Box 705 Crookston MN 56716</b>	Business Telephone Number <b>218-281-4704</b>

Instructions: Complete this form in duplicate and return the original to the ND Public Service Commission, 600 E Boulevard Ave., Dept. 408, Bismarck ND 58505-0480. Return it no later than the 15<sup>th</sup> day of the fourth month following the close of the year for which this report is filed.



**General Information**

1. Provide the names and addresses of owners, partners, or top five corporate officers.

Name	Address
<b>Roxanne Bierwerth, Vice President</b>	<b>PO Box 549 Atwater, MN 56209</b>
<b>Frank W. Nesbit, President</b>	<b>PO Box 79 Bethel, MN 55005</b>

2. Provide the names and addresses of owners, partners, or stockholders with 20% or more ownership of the company.

Name	Address
<b>KBN Inc. - 100%</b>	<b>PO Box 705 Crookston MN 56716</b>

I certify that to the best of my knowledge and believe that this is a true and correct report.

Name <b>Jason Bierwerth</b>	Signature 
Title <b>Manager of Operations</b>	Date <b>4/15/19</b>

File No.

## Company Statements

## 3. Condensed Balance Sheet (system)

Asset Side	Balance at End of Year	Liability and Equity Side	Balance at End of Year
Current Assets	180,776	Current Liabilities	61,338
Other Assets/Deferred Charges		Non-Current Liabilities	190,000
Transportation Property – Net	212,089	Stockholders' Equity	141,527
<b>Total Assets</b>	<b>392,865</b>	<b>Total Liabilities and Equity</b>	<b>392,865</b>

## 4. Condensed Operating Statement (system)

	Balance at End of Year
Railway Operating Revenues (from revenue schedule below)	1,246,380
Less: Railway Operating Expenses (from schedule A – attached)	1,431,809
Net Income from Railway Operations	-185,429
Less: Net Rentals	0
Railway Income Tax Accruals	0
	0
<b>Net Railway Operating Income</b>	<b>-185,429</b>

## Additional Data and Statistics

## 5. Railway Operating Revenues

	North Dakota Intrastate	System Wide
Freight	563,266	563,266
Switching		
Demurrage	31,075	31,075
Incidental	652,039	652,039
<b>Total</b>	<b>1,246,380</b>	<b>1,246,380</b>

	North Dakota Intrastate	System Wide
6. Miles of road owned and operated at year end	48	48
7. Miles of road operated under trackage rights	0	0
8. Miles of road discontinued during the year	0	0
9. Expenditures for maintenance of way during the year		

## 10. Operating Statistics

	System Wide
Gross Ton Miles	Not Tracked
Train Miles	4250
Car Miles	Not Tracked
Car Days	Not Tracked
Road Locomotive Hours	Not Tracked
Yard Locomotive Switching Hours	Not Tracked
Trailer/Container Days	Not Applicable

## 11. Equipment Inventory

	Owned	Leased
Road Locomotive Units	0	3
Yard Locomotive Units	0	0
Freight Cars	0	0
Covered Hopper	0	0
Open Hopper	0	0
Other	0	0
Trailers/Containers	0	0



File No.

**Schedule B**  
**System Revenue Freight Handled During the Year**

Description	Originating		Terminating		Bridge and Overhead Traffic	
	Carloads	Tons	Carloads	Tons	Carloads	Tons
Wheat (except durum)						
Durum						
Barley						
Sunflowers						
Corn						
Flax						
Oats						
Rye						
Soybeans						
Other Grain and Oilseeds						
Wheat Flour						
Malt						
Dairy Products						
Fertilizer						
Cement						
Coal						
Petroleum & Petroleum Products						
Chemicals						
Lumber						
Machinery						
Livestock						
Miscellaneous*						
<b>Totals</b>						

\*List below any commodity that accounts for more than 1% of total carloads or tons:

100% of DN Traffic originates or terminates in North Dakota

File No. 

Schedule C  
ND Revenue Freight Handled During the Year

Description	Originating		Terminating		Bridge and Overhead Traffic	
	Carloads	Tons	Carloads	Tons	Carloads	Tons
Wheat (except durum)	1133	113300	221	22100		
Durum						
Barley	1	100				
Sunflowers						
Corn	98	9800	5	500		
Flax						
Oats						
Rye						
Soybeans	401	40100	64	6400		
Other Grain and Oilseeds						
Wheat Flour						
Malt						
Dairy Products						
Fertilizer			432	43200		
Cement						
Coal						
Petroleum & Petroleum Products						
Chemicals						
Lumber						
Machinery						
Livestock						
Miscellaneous*	472	47200	14	1400		
<b>Totals</b>	<b>2105</b>	<b>210500</b>	<b>736</b>	<b>73600</b>		

\*List below any commodity that accounts for more than 1% of total carloads or tons:

100% of DN Traffic originates or terminates in North Dakota
Potatoes 90c/l 9000 tons
Edible beans 385c/l 38500

# **RAILROADS**

## **Annual Report**

**of**

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Dakota Northern Railroad Inc.  
(Corporate Name of Company)

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**to the**

# **Tax Commissioner**

## **State of North Dakota**

**For the Year Ending December 31, 20** 18

This report must be filed on or before May 1 of each year. One copy of the R-1 Report to the Surface Transportation Board, one copy of the Annual Report Form 10-K, and one copy of the Annual Report to Stockholders must accompany this report and will be made a part of it.

**Organization**

Name of Company: Dakota Northern Railroad Inc.

Date of Organization: 2005

Nature of Company: Class III Common Carrier Railroad

Under laws of what state or country organized: North Dakota

If a consolidated company, name constituent companies, giving reference to charter of each, and all amendments of same:

N/A

Date and authority of each consolidation: \_\_\_\_\_

N/A

If a reorganized company, give name of original corporation and refer to laws under which it was organized:

N/A

Location of principal office: 28997 255th Ave SW PO Box 705 Crookston MN 56716









Comparative Statement by States of Mileage, Earnings, Operating Expenses, and Taxes for Year Ended Dec. 31, 20 18

	System	N. Dak.	State Of	State of	State of
1. Mileage operated _____	48	48			
2. Total miles of road* operated Dec. 31 <sup>2018</sup>	48	48			
3. Avg. miles of road* operated during year ended Dec. 31 <sup>2018</sup>	48	48			
4. Total mileage of all tracks operated Dec. 31 <sup>2018</sup>	48	48			
5. % in each state _____	100%	100%			
6. Care mileage plus locomotive mileage _____	Not Tracked				
7. % in each state _____					
8. Revenue traffic units (ton mileage + passenger mileage) _____	2841	2841			
9. % in each state _____	100%	100%			
	1246380	1246380			
10. Gross operating revenues, total _____	1246380	1246380			
11. % in each state _____	100%	100%			
12. Per mile of road* operated _____	25966	25966			
13. Total operating expenses _____	1431809	1431809			
14. Per mile of road* operated _____	29829	29829			
15. Per cent of gross operating revenue _____	100%	100%			
16. Taxes Accrued, State _____	0	0			
17. Per mile of road* operated _____	0	0			
18. Per cent of gross operating revenue _____	0	0			
19. Taxes Accrued, Federal _____	0	0			
20. Per mile of road* operated _____	0	0			
21. Per cent of gross operating revenue _____	0	0			
22. Net revenue from railway operations _____	-186737	-186737			
23. % in each state _____	100%	100%			
24. Operating ratio _____	1.14877	1.14877			

\*Main Track, System and North Dakota

Comparative Statement by States of Mileage, Earnings, Operating Expenses, and Taxes for Year Ended Dec. 31, 20 17 (Cont.)

	State of _____				
1. Mileage operated _____					
2. Total miles of road* operated Dec. 31 _____					
3. Avg. miles of road* operated during year ended Dec. 31 _____					
4. Total mileage of all tracks operated Dec. 31 _____					
5. % in each state _____					
6. Care mileage plus locomotive mileage _____					
7. % in each state _____					
8. Revenue traffic units (ton mileage + passenger mileage) _____					
9. % in each state _____					
10. Gross operating revenues, total _____					
11. % in each state _____					
12. Per mile of road* operated _____					
13. Total operating expenses _____					
14. Per mile of road* operated _____					
15. Per cent of gross operating revenue _____					
16. Taxes Accrued, State _____					
17. Per mile of road* operated _____					
18. Per cent of gross operating revenue _____					
19. Taxes Accrued, Federal _____					
20. Per mile of road* operated _____					
21. Per cent of gross operating revenue _____					
22. Net revenue from railway operations _____					
23. % in each state _____					
24. Operating ratio _____					

\*Main Track, System and North Dakota

Show 100% valuation of operating property, as assessed by the State Board of Assessment or Equalization, for the past three years, in each state in which respondent operates.

Name of State	20 <u>  </u> 18	2017	2016	Percentage of Value Taxable
1. North Dakota				100%
2. _____				
3. _____				
4. _____				
5. _____				
6. _____				
7. _____				
8. _____				
9. _____				
10. _____				
11. _____				
12. _____				
13. _____				
14. _____				
15. _____				
16. _____				
17. _____				
18. _____				
19. _____				
20. _____				

**Gross Earnings - Current Year**

	System	North Dakota
20...18 .....	\$..... 1,246,380.00 .....	\$..... 1,246,380.00 .....
Ratio Of North Dakota Gross Earnings To Total .....		100 %

	Two Preceding Years System	North Dakota
..... 2017 .....	\$..... 1,319,234.00 .....	\$..... 1,319,234.00 .....
..... 2016 .....	\$..... 1,842,980.00 .....	\$..... 1,842,980.00 .....

**Revenue Traffic Units - Current Year**

(ton mileage plus passenger mileage)

	System	North Dakota
20...18 .....	\$..... 2,841.00 Ton mileage not tracked revenue carloads utilized .....	\$..... 2,841.00 .....
Ratio Of North Dakota Ton And Passenger Mileage To Total .....		100 %

	Two Preceding Years System	North Dakota
..... 2017 .....	\$..... 4,049.00 .....	\$..... 4,049.00 .....
..... 2016 .....	\$..... 4,152.00 .....	\$..... 4,152.00 .....

**Car Mileage And Locomotive Mileage - Current Year**

	System	North Dakota
20...17 .....	\$..... 2,841.00 Ton mileage not tracked revenue carloads utilized .....	\$..... 2,841.00 .....
Ratio Of North Dakota Car Mileage And Locomotive Mileage To Total .....		100 %

	Two Preceding Years System	North Dakota
..... 2017 .....	\$..... 4,049.00 .....	\$..... 4,049.00 .....
..... 2016 .....	\$..... 4,152.00 .....	\$..... 4,152.00 .....

**Income Account**  
**Year Ended December 31, 20 18**

Line No.		Amount for current year	Amount for preceding year
<b>Operating Income</b>			
Railway Operating Income			
1	Railway operating revenues.....	1,245,071	1,319,234
2	Railway operating expenses.....	1,431,809	1,403,901
3	Net revenue from railway operations (line 1 less line 2).....	-186,738	-84,667
<b>Other Income</b>			
4	Total Other Income .....	1,309	99,648
5	Total Income (line 3 plus line 4).....	-185,429	14,981
<b>Miscellaneous Deductions From Income</b>			
6	Total Miscellaneous Deductions .....		
7	Income available for fixed charges (line 5 less line 6).....	-185,429	14,981
<b>Fixed Charges</b>			
8	Total fixed charges .....		
9	Income after fixed charges (line 7 less line 8).....	-185,429	14,981
10	Other deductions .....		
11	Unusual or infrequent items.....		
12	Income (loss) from continuing operations (line 9 less lines 10 and 11).....	-185,429	14,981
<b>Provisions For Income Taxes</b>			
13	Income taxes on ordinary income ..... Federal tax @34% State tax @2.9%.....	0	5,528
14	Provision for deferred income taxes .....		
15	Total Provisions For Income Taxes .....	0	5,528
16	Income from continuing operations (line 12 less line 15).....	-185,429	9,453
<b>Discontinued Operations</b>			
17	Income or loss from discontinued segments (less income taxes)		
18	Income before extraordinary items (line 16 plus line 17).....	-185,429	9,453
<b>Extraordinary Items And Accounting Changes</b>			
19	Total extraordinary items (less income taxes).....		
20	Cumulative effect of accounting changes (less income taxes).....		
21	Net income (loss) (lines 18 plus lines 19 and 20) .....	-185,429	9,453
<b>Reconciliation Of Net Railway Operating Income (NROI)</b>			
22	Net revenue from railway operations.....	-186,738	-84,667
23	Income taxes on ordinary income (-).....	0	-5,528
24	Provision for deferred income taxes (-) .....		
25	Income from lease of road and equipment (-).....		
26	Rent for leased road and equipment (+).....		
27	Net railway operating income (loss).....	-186,738	-90,195











**Inventory Of Capitalized Leased Cars**  
 December 31, 20 18

<b>Year Acquired</b>	<b>Number of Cars</b>	<b>Total Original Cost</b>	<b>Depreciation Rate</b>	<b>Rental Rate Indicate Yearly or Monthly</b>
1985 and prior				
1986				
1987				
1988				
1989				
1990				
1991				
1992				
1993				
1994				
1995				
1996				
1997				
1998				
1999				
2000				
2001				
2002				
2003				
2004				
2005				
2006	None			
2007	None			
2008	None			
<b>Totals</b>				

**Inventory Of Noncapitalized Leased Cars**  
 December 31, 20 18

<b>Year Acquired</b>	<b>Number of Cars</b>	<b>Total Original Cost</b>	<b>Depreciation Rate</b>	<b>Rental Rate Indicate Yearly or Monthly</b>
1985 and prior				
1986				
1987				
1988				
1989				
1990				
1991				
1992				
1993				
1994				
1995				
1996				
1997				
1998				
1999				
2000				
2001				
2002				
2003				
2004				
2005				
2006	None			
2007	None			
2008	None			
<b>Totals</b>				

**Inventory Of Capitalized Leased Locomotives**  
December 31, 20 18

<b>Year Acquired</b>	<b>Number of Units</b>	<b>Total Original Cost</b>	<b>Depreciation Rate</b>	<b>Rental Rate Indicate Yearly or Monthly</b>
1985 and prior				
1986				
1987				
1988				
1989				
1990				
1991				
1992				
1993				
1994				
1995				
1996				
1997				
1998				
1999				
2000				
2001				
2002				
2003				
2004				
2005				
2006	None			
2007	None			
2008	None			
<b>Totals</b>				

**Inventory Of Noncapitalized Leased Locomotives**  
December 31, 20 18

<b>Year Acquired</b>	<b>Number of Units</b>	<b>Total Original Cost</b>	<b>Depreciation Rate</b>	<b>Rental Rate Indicate Yearly or Monthly</b>
1985 and prior				
1986				
1987				
1988				
1989				
1990				
1991				
1992				
1993				
1994				
1995				
1996				
1997				
1998				
1999				
2000				
2001	2006 - 3			2@ \$1200, 1@ \$800 month
2002	2007 - 2			2 @ \$1200 mo ea
2003	2008 - 2			2 @ \$1200 mo ea
2004	2009 - 3			3 @ 2100 mo ea
2005	2010 - 3			3 @ 2100 mo ea
2006	2011 - 3			3 @ 2100 mo ea
2007	2012 - 3			3 @ 2100 mo ea
2008	2013 - 3			3 @ \$2100 mo ea
<b>Totals</b>				

Verification

The foregoing report must be verified by the oath of the officer having control of the accounting of the respondent. It should be verified, also, by the oath of the president or other chief officer of the respondent, unless the respondent states on the last preceding page of this report that such chief officer has no control over the accounting of the respondent. Under the provisions of section 20 of the Interstate Commerce Act, "the oath required \* \* \* may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken."

Oath

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

State of Minnesota
County of Polk } ss.

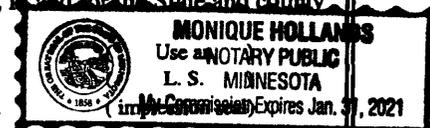
Jason Bierwerth makes oath and says that he is Manager of Operations
of Dakota Northern Railroad

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

January 1, 20 18, to and including December 31, 20 18.

[Signature of affiant]

Subscribed and sworn to before me, a Notary
above named, this 15 day of April, 20 19
My commission expires January 31, 2021



[Signature of officer authorized to administer oaths]

Supplemental Oath

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

State of Minnesota
County of Polk } ss.

Jason Bierwerth makes oath and says that he is Manager of Operations
of Dakota Northern Railroad

that he has carefully examined the foregoing report; that he believes that all statements of fact contained in the said report are true, and that the said report is a correct and complete statement of the business and affairs of the above-named respondent and the operations of its property during the period of time from and including January 1, 20 18, to and including December 31, 20 18.

[Signature of affiant]

Subscribed and sworn to before me, a Notary
above named, this 15 day of April, 20 19
My commission expires January 31, 2021



[Signature of officer authorized to administer oaths]

**Railroads**  
**Supplemental Annual Report**  
**to the**  
**North Dakota Tax Commissioner**  
**(To be completed by Class II and Class III railroads)**  
**(For the year ended December 31, 20 18)**

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Name of Railroad: Dakota Northern Railroad

Address: PO Box 705 Crookston, MN 56716

Individual to whom correspondence concerning this report should be directed:

Name: Jason Bierwerth Title: Manager of Operations

Address: PO Box 705 Crookston, MN 56716

Telephone: 218-281-4704

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**Instructions**

This supplemental report is to be filed by any railroad company operating within the State of North Dakota that is not required to file the Annual Report Form R-1 with the Surface Transportation Board. It is to be filed in addition to the ANNUAL REPORT OF RAILROADS to the TAX COMMISSIONER and is hereby made a part of that report.

<b>RRS1. Comparative Statement Of Financial Position - Assets</b> (Dollars in Thousands)				
Line No.	Title (a)	Balance at close of year (b)	Balance at beginning of year (c)	Line No.
	<b>Current Assets</b>			
1	Cash	112936	197346	1
2	Temporary Cash Investments			2
3	Special Deposits			3
	Accounts Receivable			
4	- Loan and Notes			4
5	- Interline and Other Balances			5
6	- Customers			6
7	- Other	54085	62898	7
8	- Accrued Accounts Receivables			8
9	- Receivables from Affiliated Companies			9
10	- Less: Allowance for Uncollectible Accounts			10
11	Working Funds Prepayments Deferred Income Tax Debits			11
12	Materials and Supplies			12
13	Other Current Assets	13755	9794	13
14	<b>Total Current Assets</b>	<b>180776</b>	<b>270038</b>	<b>14</b>
	<b>Other Assets</b>			
15	Special Funds			15
16	Investments and Advances Affiliated Companies			16
17	Other Investments and Advances			17
	Allowances for Net Unrealized Loss on Noncurrent Marketable Equity Securities - Cr.			
18				18
	Property Used in Other than Carrier Operation (less Depreciation)			
19				19
20	Other Assets			20
21	Other Deferred Debits			21
22	Accumulated Deferred Income Tax Debits			22
23	<b>Total Other Assets</b>	<b>0</b>	<b>0</b>	<b>23</b>
	<b>Road and Equipment</b>			
24	Road			24
25	Equipment	574,237	574,237	25
26	Unallocated Items			26
27	Accumulated Depreciation and Amortization	362148	296157	27
28	Net Road and Equipment	212089	278080	28
29	<b>Total Assets</b>	<b>392865</b>	<b>548118</b>	<b>29</b>
Notes And Remarks				

<b>RRS1. Comparative Statement Of Financial Position - Liabilities And Shareholders' Equity</b>				
(Dollars in Thousands)				
Line No.	Title (a)	Balance at close of year (b)	Balance at beginning of year (c)	Line No.
<b>Current Liabilities</b>				
30	Loans and Notes Payable			30
31	Accounts Payable: Interline and Other Balances	61338	31162	31
32	Audited Accounts and Wages			32
33	Other Accounts Payable			33
34	Interest and Dividends Payable			34
35	Payables to Affiliated Companies	190,000	190,000	35
36	Accrued Accounts Payable			36
37	Taxes Accrued			37
38	Other Current Liabilities			38
39	Equipment Obligations and Other Long-Term Debt due Within One Year			39
<b>40</b>	<b>Total Current Liabilities</b>	<b>251338</b>	<b>221162</b>	<b>40</b>
<b>Noncurrent Liabilities</b>				
41	Funded Debt Unmatured			41
42	Equipment Obligations			42
43	Capitalized Lease Obligations			43
44	Debt in Default			44
45	Accounts payable: Affiliated Companies			45
46	Unamortized Debt Premium			46
47	Interest in Default			47
48	Deferred Revenues - Transfers from Government Authorities			48
49	Accumulated Deferred Income Tax Credits			49
50	Other Long-Term Liabilities and Deferred Credits			50
<b>51</b>	<b>Total Noncurrent Liabilities</b>	<b>0</b>	<b>0</b>	<b>51</b>
<b>Shareholders' Equity</b>				
52	Total Capital Stock			52
53	Common Stock	1,000	1,000	53
54	Preferred Stock			54
55	Discount on Capital Stock			55
56	Additional Capital			56
Retained Earnings:				
57	Appropriated			57
58	Unappropriated	140528	325956	58
59	Net Unrealized Loss on Noncurrent Marketable Equity Securities			59
60	Less Treasury Stock			60
61	Net Stockholders Equity			61
<b>62</b>	<b>Total Liabilities And Shareholders' Equity</b>	<b>392866</b>	<b>548118</b>	<b>62</b>
Notes And Remarks				

**RRS2. Investment In Railroad Property Used In Transportation Service (By Company)**  
(Dollars in Thousands)

1. Disclose the investment in railway property used in transportation service at the close of the year. This investment represents the aggregate of property owned or leased by the respondent and used in the respondent's transportation service. Do not deduct equipment leased TO others under separate distinct contracts. Exclude equipment leased FROM operating railroads under separate distinct contracts and the investment of other carriers in property used by the respondent.
2. In column (a), classify each company in this schedule as respondent (R), lessor railroad (L), inactive or proprietary company (P), and other leased properties (O).
3. In column (a) to (e), inclusive, first show the data requested for the respondent (R); next the data for companies whose entire properties are used in transportation service of the respondent, followed by data for carriers and others, portions of whose property are used in transportation service of the respondent. Then show, as deductions, data for transportation property leased to carriers and others.
4. In column (c), report the miles of road used. Report miles in whole numbers.
5. In column (d), show the amount applicable on the books of the companies whose names appear in column (b).
6. In column (e), show the amount of depreciation and amortization accrued at the close of the year that is applicable to the property of the carriers whose names are listed in column (b), regardless of where the reserves therefor are recorded.

Line No.	Class (See Ins. 2)  (a)	Name of company  (b)	Miles of road used (See Ins. 4) (whole number)  (c)	Investments in property (See Ins. 5)  (d)	Depreciation and amortization (See Ins. 6)  (e)	Line No.
1	R	Dakota Northern Railroad	48	574,237	362,148	1
2						2
3						3
4						4
5						5
6						6
7						7
8						8
9						9
10						10
11						11
12						12
13						13
14						14
15						15
16						16
17						17
18						18
19						19
20						20
21						21
22						22
23						23
24						24
25						25
26						26
27						27
28						28
29						29
30						30
31		Grand Total	48	574,237	362,148	31

**RRS3. Investment In Railway Property Used In Transportation Service**

(By Property Accounts)

(Dollars in Thousands)

1. In columns (b) through (e), give, by primary accounts, the amount of investment at the close of the year in property of respondent and each group or class of companies and properties.
2. The amounts for respondent and for each group or class of companies and properties on line 44 herein should correspond with the amounts for each class of company and properties shown in Schedule RRS-2.
3. Report on line 29 amounts representing capitalization of rentals for leased property where cost of property leased from other carriers is not ascertainable.
4. Report on line 30 amounts not included in the accounts shown, or in line 29.

Line No.	Account (a)	Respondent (b)	Lessor railroads (c)	Inactive (proprietary companies) (d)	Other Leased properties (e)	Line No.
1	(2) Land for transportation purposes					1
2	(3) Grading					2
3	(4) Other right-of-way expenditures					3
4	(5) Tunnels and subways					4
5	(6) Bridges, trestles, and culverts					5
6	(7) Elevated structures					6
7	(8) Ties					7
8	(9) Rail and other track material	293,428				8
9	(11) Ballast					9
10	(13) Fences, snow sheds, and signs					10
11	(16) Station and office buildings					11
12	(17) Roadway buildings					12
13	(18) Water stations					13
14	(19) Fuel stations					14
15	(20) Shops and enginehouses					15
16	(22) Storage warehouses					16
17	(23) Wharves and docks					17
18	(24) Coal and ore wharves					18
19	(25) TOFC/COFC terminals					19
20	(26) Communication systems					20
21	(27) Signals and interlockers					21
22	(29) Power plants					22
23	(31) Power-transmission systems					23
24	(35) Miscellaneous structures					24
25	(37) Roadway machines					25
26	(39) Public improvements - Construction					26
27	(44) Shop machinery					27
28	(45) Power plant machinery					28
29	Leased property capitalized rentals					29
30	Other (specify and explain)					30
31	<b>Total Road</b>					31
32	(52) Locomotives					32
33	(53) Freight-train cars					33
34	(54) Passenger-train cars					34
35	(55) Highway revenue equipment					35
36	(56) Floating equipment					36
37	(57) Work equipment	280,809				37
38	(58) Miscellaneous equipment					38
39	(59) Computer systems					39
40	<b>Total Equipment</b>					40
41	(76) Interest during construction					41
42	(80) Other elements of investment					42
43	(90) Construction work in progress					43
44	<b>Grand Total</b>	574,237				44

**RRS4. Accumulated Depreciation - Road And Equipment Owned And Used**

(Dollars in Thousands)

1. Disclose the required information in regard to credits and debits to "Accumulated Depreciation: Road and Equipment Property" during the year relating to owned and used road and equipment. Include entries for depreciation of equipment owned but not used when the resulting rents are included in the "Lease Rentals-Credit-Equipment" account and "Other Rents-Credit-Equipment" account. Exclude any entries for depreciation of equipment that is used but not owned when the resulting rents are included in "Lease Rental-Debit-Equipment" account and "Other Rents-Debit-Equipment" account.
2. If any data are included in column (d) or (f), explain the entries in detail.
3. Enter amounts representing amortization on lines 29 and 39.

Line No.	Account (a)	Balance at beginning of year (b)	Credits To Reserve During the year		Debits To Reserve During the year		Balance at close of year (g)	Line No.
			Charges to operating expenses (c)	Other credits (d)	Retirements (e)	Other debits (f)		
	<b>Road</b>							
1	(3) Grading							1
2	(4) Other right-of-way expenditures							2
3	(5) Tunnels and subways							3
4	(6) Bridges, trestles, and culverts							4
5	(7) Elevated structures							5
6	(8) Ties							6
7	(9) Rail and other track material	139,728	36,442				176,170	7
8	(11) Ballast							8
9	(13) Fences, snow sheds, and signs							9
10	(16) Station and office buildings							10
11	(17) Roadway buildings							11
12	(18) Water stations							12
13	(19) Fuel stations							13
14	(20) Shops and enginehouses							14
15	(22) Storage warehouses							15
16	(23) Wharves and docks							16
17	(24) Coal and ore wharves							17
18	(25) TOFC/COFC terminals							18
19	(26) Communication systems							19
20	(27) Signals and interlockers							20
21	(29) Power plants							21
22	(31) Power-transmission systems							22
23	(35) Miscellaneous structures							23
24	(37) Roadway machines							24
25	(39) Public improvements-Constr.							25
26	(44) Shop machinery							26
27	(45) Power-plant machinery							27
28	All other road accounts							28
29	Amortization (Adjustments)							29
<b>30</b>	<b>Total Road</b>							<b>30</b>
	<b>Equipment</b>							
31	(52) Locomotives							31
32	(53) Freight-train cars							32
33	(54) Passenger-train cars							33
34	(55) Highway revenue equipment							34
35	(56) Floating equipment							35
36	(57) Work equipment	156,429	29,549				185,978	36
37	(58) Miscellaneous equipment							37
38	(59) Computer systems and word processing equipment							38
39	Amortization Adjustments							39
<b>40</b>	<b>Total Equipment</b>							<b>40</b>
<b>41</b>	<b>Grand Total</b>	<b>278,080</b>	<b>67,302</b>				<b>362,148</b>	<b>41</b>

