

ANNUAL REPORT

OF

Rahway Valley Company, Lessee

Manhasset, New Jersey

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1935

NOTICE

1. Two copies of this form for annual report should be completed and returned by March 31, 1936, addressed to the Bureau of Statistics, Interstate Commerce Commission, Washington, D. C. Attention is specially directed to these provisions of Section 20 of the Interstate Commerce Act:

SEC. 20. That the Commission is hereby authorized to require annual reports from all common carriers subject to the provisions of this Act, and from the owners of all railroads engaged in interstate commerce as defined in this Act, to prescribe the manner in which such reports shall be made, and to require from such carriers specific answers to all questions upon which the Commission may need information. * * * Said detailed reports shall contain all the required statistics for the period of twelve months ending * * * on the thirty-first day of December in each year * * * and shall be made out under oath and filed with the Commission at its office in Washington within three months after the close of the year for which the report is made, unless additional time be granted in any case by the Commission; and if any carrier, person, or corporation subject to the provisions of this Act shall fail to make and file said annual reports within the time above specified, or within the time extended by the Commission, for making and filing the same, or shall fail to make specific answer to any question authorized by the provisions of this section within thirty days from the time it is lawfully required so to do, such party shall forfeit to the United States the sum of one hundred dollars for each and every day it shall continue to be in default with respect thereto.

2. Every inquiry contained in the accompanying forms for the annual report must be definitely answered. Where the word "none" truly and completely states the fact, it should be given as the answer to any particular inquiry or any particular portion of an inquiry. Except in cases where they are specially authorized, cancelations, arbitrary check marks, and the like, must not be used either as partial or as entire answers to inquiries. If any inquiry based upon a preceding inquiry in this report is, because of the answer rendered to such preceding inquiry, inapplicable to the person or corporation in whose behalf the report is made, the words "not applicable" should be used in answer thereto, and reference should be made to the precise portion of the report showing the facts which make the particular inquiry inapplicable.

3. Answers to the inquiries in the following forms must be complete. No answer will be accepted as satisfactory which attempts by reference to any paper or document other than the present report to make the paper or document or portion thereof thus referred to a part of the answer without copying in full the portion to be included in this report.

4. All entries should be made in a permanent black ink, except those of a contrary and unusual character, such as deficits, for example, which should be made in permanent red ink. Money items throughout this annual report form should be shown in units of dollars adjusted in accord with footings.

5. Each respondent is requested to send in connection with its annual report to this Commission two copies of the latest annual report of stockholders, if such report is in print, unless copies thereof have already been submitted. If such report is not in print, state that fact in response to Inquiry No. 2811 on page 28 hereof.

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

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

Class I companies are those having annual operating revenues above \$1,000,000. (For this class, Annual Report Form A is provided.)

Class II companies are those having annual operating revenues from \$100,000 to \$1,000,000. (For this class, Annual Report Form A is provided.)

Class III companies are those having annual operating revenues below \$100,000. (For this class, Annual Report Forms C and D are provided, the latter being used by switching and terminal companies having operating revenues below \$100,000, or operating at joint cost of tenancy companies where the annual joint-facility rents are less than \$100,000.)

7. Throughout this report the respondent means the person or corporation in whose behalf the report is made; the year means the year covered by the report; the preceding year means the year immediately preceding that covered by the report; the beginning of the year means the beginning of the first business day of the year in question; the close of the year means the close of the last business day of the year in question. In case the report is made for a shorter period than one year, the beginning of the year means the first day of the period, and the close of the year means the last day of the period. All names of accounts are to be interpreted in accordance with the Uniform System of Accounts prescribed by the Interstate Commerce Commission for Steam Roads, and effective during the period covered by this report. Names of accounts not contained therein should be interpreted in accordance with current usage.

Invest. Acc

Dr Cr

(12 992.57) 12092.57
✓

Oper Exp
Equy Deprac

Dr Cr

(11185.64)

Deprac Ros.

Dr

Cr

11 913.82 (11185.64)

✓

Material + Supp.

Dr

178.75

✓

Interstate Commerce Commission

BUREAU OF ACCOUNTS

Washington

MAR 22 1937

Mr. George A. Clark,
President and General Manager,
Rahway Valley Company, Lessee,
Kenilworth, New Jersey.

Depreciation
Sub-order No. 425

Dear Sir:

Receipt is acknowledged of your letter of February 11, 1937, file B-10727, in reply to this bureau's letter of February 9 relative to accounting for retirement of equipment.

Your understanding is correct that in retirement accounting, subsequent to January 1, 1935, the reserve should not be credited and operating expenses or profit and loss charged, in order to adjust a difference between the amounts previously credited to the reserve and the service value of individual units of equipment retired. After credit has been made to the reserve for the year's accruals the amount included therein for all practical purposes completely loses its identity. In other words, under the group method of depreciation accounting the reserve applies to the equipment as a whole and not to particular units or groups. Only in the event the reserve as a whole becomes clearly excessive or deficient may an adjustment be made, and that circumstance will receive such consideration as may be appropriate upon presentation to this bureau of the facts pertaining thereto.

Referring to your suggestion that different figures should have been reported in Schedule 1401, "Depreciation reserve - Equipment owned," you are advised that this schedule was correctly stated in the report, in that it reflects the accounting that was actually performed. In this bureau's letter of February 9 no request was made that any change in the annual report schedule be authorized, but attention was directed to the erroneous accounting.

Treating your remarks in the third paragraph of your letter as relating to the accounting rather than to the annual report schedules, the investment account was properly credited with the ledger value, \$12,092.57, the reserve was properly charged with the full service value, or \$11,913.82, and the reserve was properly credited, by charge to operating expenses, with the year's accruals of depreciation amounting to \$898.44. The only error, therefore, was in adjusting the reserve by credit, with contra charge to operating expenses, in the amount of \$728.18 representing the difference between the previous credits to the reserve and the service value of the retired unit.

Yours very truly,

Alvan duRoi
Director.

February 11th, 1937

Mr. Alexander Wylie, Director,
Interstate Commerce Commission,
Bureau of Accounts,
Washington, D. C.

Dear Sir:

Receipt is acknowledged of your letter dated February 9th, dealing with depreciation accounting in connection with the retirement of our Locomotive No. 11 as covered by Annual Reports rendered by the Railway Valley Company, Lessee, for the year 1935.

The proper depreciation accounting in this specific instance is not entirely clear to us, but as we would understand the matter, item of \$728.18 should not have been debited to Account 2229 "Equipment Depreciation".

In Schedule 1401 "Depreciation Reserve" as we understand the matter we should have reported; Account 51, column (b) \$15,930.36, column (d) \$898.44, column (h) \$898.44, column (k) \$11,185.64, column (o) \$11,185.64 and column (q) \$5,643.16.

We thank you for calling to our attention and so that we might properly handle any such future accounting I would appreciate it very much if you would advise whether or not we understand the matter correctly, obliging.

Very truly yours,

GAC:PL

Pres. & Gen'l Mgr.

1593036 -

898.44

11 185.64

Interstate Commerce Commission

BUREAU OF ACCOUNTS

Washington

FEB -9 1937

Mr. George A. Clark,
Auditor, Rahway Valley
Company, Lessee,
Kenilworth, New Jersey.

Depreciation
Sub-order No. 425

Dear Sir:

Reference is made to Schedule 1401,
"Depreciation reserve - Equipment owned," of your
company's annual report to the Commission for the
year 1935.

It is noted that in connection with the
retirement of locomotive No. 11 an amount of \$728.18,
which represents a deficiency in the reserve, was
debited to account 2229, "Equipment - Depreciation,"
with contra-credit to the reserve. Such accounting
was in error as under the group method of depreciation
accounting, effective January 1, 1935, the full retire-
ment loss is chargeable to the reserve; this for the
reason that the reserve applies to the equipment as a
whole and not to particular units. In other words,
when a unit of equipment is retired, the fact that
the amount in the reserve applicable thereto is
deficient should be disregarded.

Adjustment of the accounting for the year
1935 will not be required at this time, but it is ex-
pected that accounting for items of this nature in the
future will be in accordance with the current classi-
fication.

Yours very truly,

Alexander H. H. H.
Director.

*Please refer to
Connecticut with annual Reports*

Interstate Commerce Commission

BUREAU OF STATISTICS

Washington

October 27, 1936

*Mr. George A. Clark,
Auditor, Rahway Valley R.R. Co.
Kenilworth, N. J.*

Dear Sir:

Mr. Lorenz, your letter of October 13, 1936, relative to adjustments of returns for mileage in the annual reports of the Rahway Valley Railroad and the Rahway Valley Line to reflect changes due to additions and retirements in previous years, have been reviewed. In view of the information submitted, it will be satisfactory to include the necessary changes as suggested in your 1936 annual reports of the companies referred to.

Very truly yours,

M. O. LORENZ,
Director of Statistics,
By *[Signature]*

JWL

October 13th, 1936

Mr. M. O. Lorenz, Director,
Bureau of Statistics,
Interstate Commerce Commission,
Washington, D. C.

Dear Sir:

Over a period of years, in our Annual Reports to the Commission, we have shown the same identical mileage figures in connection with the Rahway Valley Line and the Rahway Valley Railroad Company, viz:

	<u>Miles of Road</u>	<u>Miles of Yard Tracks & Sidings</u>	<u>Total</u>
R.V.Line	2.98	.20	3.18
R.V.R.R.Co.	8.75	2.00	10.75
	<u>11.73</u>	<u>2.20</u>	<u>13.93</u>

It would appear as though we have carried these same identical figures forward from year to year and failed to take into consideration additions and retirements which I believe to be in error.

In accordance with our B.V. Form No. 588-R, returns, the following mileage figures are correct as of December 31st, 1935;

	<u>Miles of Road</u>	<u>Miles of Yard Track & Sidings</u>	<u>Total</u>
R.V.Line	2.85	.92	3.77
R.V.R.R.Co.	7.62	3.73	11.35
	<u>10.47</u>	<u>4.65</u>	<u>15.12</u>

The figures directly above are most correct and reflect all additions and retirements to December 31st, 1935, whereas the figures we have shown for years in our Annual Reports do not reflect such additions and retirements.

(continued)

October 13th, 1936

Mr. M. O. Lorenz.

We would like to inquire if it will be in order for us to report on our Annual Returns to your section for the year 1936 the mileage figures as shown on our B.V. Form 588-R returns on file with the Valuation Section of the Interstate Commerce Commission as it is our belief that the mileage figures shown in our Annual Reports and on BV 588 returns should agree in every respect.

We would appreciate hearing from you in this connection at your convenience.

Very truly yours,

GAC:PL

Pres. & Gen'l Mgr.

GAP:RET

Interstate Commerce Commission

BUREAU OF STATISTICS

Washington

October 26, 1936

*Franklin
Please note
in connection with
annual reports*

Mr. George A. Clark,
Auditor, Rahway Valley Company, Lessee,
Kenilworth, N. J.

Dear Sir:

The statements in your letter of September 29, 1936 relative to returns in your 1935 annual report have been reviewed.

It appears it is your understanding that the terminal figures should be adjusted to the nearest dollar in reporting money items, except averages, in the annual report, and that the terminal figures in the detailed returns should support the terminal figures against totals. If so, your understanding is correct.

In view of your statement, it will not be necessary for you to complete the "Supplemental Oath" on page 29 in future reports.

Very truly yours,

M. O. LORENZ,
Director of Statistics,

By *JMK*

JMK

September 29th, 1936

Mr. M. O. Lorenz, Director of Statistics,
Interstate Commerce Commission,
Washington, D. C.

Dear Sir:

Receipt is acknowledged of your Correction No. B-27752, Section "B", dated September 24th, dealing with certain discrepancies found in our 1935 Annual Report covering the Rahway Valley Company, Lessee.

General: These reports are compiled from our books and records and Section 2 of the "Notice" on the inside cover of the Annual Report Form is not entirely clear to me. It is understood of course that all money items should be shown in even dollars so adjusted to accord with the footings which naturally would also have to be shown in even dollars.

If my understanding is correct, the individual items and footings in even dollars will vary a few pennies from our actual figures although the aggregate result will just about be identical.

Would you please be good enough to advise if our understanding of this matter is correct so that returns will be properly rendered for the year 1936.

Page 29: Page 29 was executed to the best of our knowledge in accordance with permission granted by Mr. M. O. Lorenz in letter dated January 28th, 1936, File 555846-CWC: ICE. However it might be advisable on future reports to show this information on Page 28. If you will be good enough to advise us your wishes in this matter, we will be governed accordingly in the future.

Very truly yours,

GAC:PL

Geo. A. Clark
Pres. & Gen'l Mgr.

Employee Service and Compensation										1935		Watchman		Total						
General Office				Clerical		Maint of W & S		Maint of Equipment		Agents		Watchman		Total						
Days	#	Ant	Step	#	Ant	#	Ant	#	Ant	#	Ant	#	Ant	#	Ant					
Jan 1	12	1	200.00	11	61.25	400	6	192.92	✓	133.41	443 1/4	4	260.53	352	4	199.44	180	1	57.50	1105.00
Jan 2	14	1	200.00	13	61.25	524	6	253.95	✓	158.84	558 1/4	4	320.69	400	4	216.66	192	1	57.50	1268.89
Feb 1	13	1	200.00	12	61.25	412 1/2	6	200.67	✓	157.85	448	4	309.71	376	4	241.97	180	1	57.50	1208.95
Feb 2	10	1	200.00	9	61.25	394	6	195.49	✓	155.85	444 1/2	4	258.56	304	4	196.97	156	1	57.50	1095.11
Mar 1	13	1	200.00	12	61.25	654 1/2	6	321.18	✓	158.82	512 1/4	4	284.19	360	4	204.70	180	1	57.50	1287.64
Mar 2	13	1	200.00	12	61.25	608	6	297.00	✓	165.22	451 1/4	4	269.93	360	4	204.32	192	1	57.50	1255.22
Apr 1	13	1	200.00	12	61.25	636	7	302.00	✓	160.15	438 1/4	4	259.25	368	4	209.12	180	1	57.50	1214.25
Apr 2	13	1	200.00	12	61.25	691	7	318.13	✓	165.84	443 3/4	4	260.2	368	4	204.80	180	1	57.50	1248.14
May 1	13	1	200.00	12	61.25	728	7	343.77	✓	173.1	435 1/4	4	241.17	368	4	203.61	180	1	57.50	1250.44
May 2	13	1	200.00	12	61.25	696	7	330.35	✓	178.4	453 1/4	5	303.47	376	4	207.77	192	1	57.50	1313.38
June 1	13	1	200.00	11 1/2	61.25	672	7	312.20	✓	161.80	456 1/4	5	330.45	368	4	215.10	180	1	57.50	1243.27
June 2	12	1	200.00	11	61.25	664	7	305.40	✓	159.85	440 1/4	5	300.93	344	4	205.50	180	1	57.50	1210.43
July 1	14	1	200.00	13	61.25	784	7	373.00	✓	160.90	594 1/4	5	352.40	392	4	212.50	192	1	57.50	1317.55
July 2	14	1	200.00	13	61.25	784	7	373.00	✓	160.90	594 1/4	5	352.40	392	4	212.50	192	1	57.50	1317.55
Aug 1	13	1	200.00	12	61.25	672	7	328.16	✓	153.40	524 1/4	5	314.01	368	4	203.61	180	1	57.50	1217.93
Aug 2	14	1	200.00	12 1/2	61.25	782	7	357.29	✓	154.15	504 1/4	5	338.60	392	4	207.77	192	1	57.50	1279.06
Sept 1	11	1	200.00	10	61.25	525	7	258.25	✓	148.00	527 1/4	5	313.19	378	4	201.00	180	1	57.50	1139.19
Sept 2	13	1	200.00	12	61.25	776	7	325.80	✓	157.15	627 1/4	5	346.22	368	4	215.10	180	1	57.50	1333.72
Oct 1	13	1	200.00	12	61.25	704	6	338.95	✓	157.15	597 1/4	5	327.00	368	4	203.61	180	1	57.50	1270.46
Oct 2	14	1	200.00	13	61.25	505	5	232.30	✓	169.75	591 1/4	5	338.22	408	4	210.82	192	1	57.50	1199.84
Nov 1	13	1	200.00	12	61.25	640	5	294.20	✓	165.10	657 1/4	5	324.10	376	4	214.32	180	1	57.50	1286.67
Nov 2	12	1	200.00	10 1/2	61.25	480	5	210.80	✓	166.15	532 1/4	4	312.05	376	4	213.07	180	1	57.50	1180.82
Dec 1	12	1	200.00	11	61.25	566	6	274.10	✓	157.60	548 1/4	5	327.00	360	4	214.32	180	1	57.50	1241.77
Dec 2	14	1	200.00	13	61.25	568 1/2	6	276.46	✓	162.65	737 3/4	5	424.60	424	4	221.82	192	1	57.50	1394.99

307
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 29.797.14

INTERSTATE COMMERCE COMMISSION
BUREAU OF STATISTICS
WASHINGTON

CORRECTION
INQUIRY

Correction No.	B-27752
Section	B
Date	September 24, 1936
Sheet No. 1 of	- Sheets

Mr. George A. Clark,
Auditor, Rahway Valley Company, Lessee,
Kenilworth, N.J.

Dear Sir.

In your report, named and dated as below, certain errors, omissions, discrepancies, or inconsistencies are apparent, as indicated.

You are requested to examine your records and to authorize this Bureau to make such corrections or changes as are proper in your report, or to make such explanation as you find to be appropriate.

It is requested that you reply by letter at the earliest date possible, quoting our correction number, section, and date as shown above.

Respectfully,

M. O. LORENZ, Director of Statistics,

By *JMK*

Name of report: Annual

Period covered by report: 1935

Form: C

OPB 12-1111

General. It is noted that you have shown returns for the money items in dollars and cents. When preparing your 1936 annual report, please comply with the last sentence of section 4 of the "Notice" on the inside cover of the report form, reading:

"Money items, except averages, throughout this annual report form should be shown in units of dollars adjusted to accord with footings."

Page 29. No returns appear in the Supplemental Oath. If the chief officer of respondent has no control over accounting, a statement to that effect should be authorized for entry on page 28. Please review the instructions under "Verification".

INTERSTATE COMMERCE COMMISSION
BUREAU OF STATISTICS
WASHINGTON, D. C.,

Nº 87601
February 28, 1936.

RECEIVED AN ANNUAL REPORT, IN DUPLICATE, FOR THE YEAR ENDED DECEMBER 31, 1935.
FROM—

Mr. G. A. Clark,

And., Rahway Valley Co., Lessee,

Kenilworth, New Jersey.

M. O. LORENZ,
DIRECTOR.

*Receipt
12/14/35*

Interstate Commerce Commission

BUREAU OF STATISTICS

Washington

December 3, 1935.

TO THE COMPANY ADDRESSED:

With this circular are sent three copies of Annual Report Form C, to be used by small steam roads in rendering returns to the Interstate Commerce Commission for the year ending December 31, 1935, an acknowledgment of the receipt of which is required.

This form differs in certain particulars from the corresponding form for the preceding year as indicated on the "Special Notice" page.

Special attention is called to the prefatory "Notice" in the forms, as it includes some of the provisions of the Interstate Commerce Act regarding the requirement in respect to annual reports. Particular attention is called to the instructions on page 29. It has frequently, in the past, been necessary to return reports to carriers because of failure properly to complete the Oath and Supplemental Oath, causing much inconvenience and unnecessary delay in the examination of reports in this Bureau.

The instructions printed in the form should be carefully considered, in order that all returns may be made in accordance with the requirements.

Attached hereto is a copy of a minute adopted by the Interstate Commerce Commission, Division 4, on November 25, 1935, approving the use of the form.

The cooperation of accounting officers in the filing of reports not later than March 31, 1936, will be appreciated.

M. O. Loreng
Director.

Attachment

(491)

Circular No. 20 - 1935 (Steam Roads - Class III)

1754

At a Session of the INTERSTATE COMMERCE
COMMISSION, Division 4, held at its
office in Washington, D. C., on the
25th day of November, A. D. 1935.

BALTHASAR H. MEYER,
CLAUDE R. PORTER,
CHARLES D. MAHAFFIE,
WALTER M. W. SPLAWN,

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Commissioners

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Annual Report Form C for use in rendering annual reports for the
calendar year 1935 by small roads, approved.

SPECIAL NOTICE

The attention of the respondent is directed below to certain particulars, if any, in which this report form differs from the corresponding form for the preceding year; but it should be understood that mention is not made of necessary substitutions of dates, or, in general, of such other things as simple modifications intended to make requirements clearer, other minor adjustments, and typographical corrections.

Page No.	Schedule No.	Remarks
2 ✓	309 ✓	Additional instructions.
4	400A	Item and footnote added.
5	400L	Item revised and footnote added.
7	701	Item eliminated.
11	1102	Title revised and instructions added.
12	1202	New schedule.
13	1301	New schedule.
13	1302	New schedule.
14	1401	New schedule.
15	1501	New schedule.
15	1501A	New schedule.
18	1801	Schedule revised.
19	1901	Items revised.
20	2002	Items revised.
25	2502	Additional instructions.

All money items throughout this annual report form should be shown in units of dollars adjusted to accord with footings.

ANNUAL REPORT

OF

Rahway Valley Company Lessee
Kenilworth, New Jersey.

TO THE

INTERSTATE COMMERCE COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 1935

Signature of officer in charge of correspondence
with the Commission regarding this report

Official title

Auditor

Office address

Kenilworth, New Jersey.

IDENTITY OF RESPONDENT

301. Give the exact name* by which the respondent was known in law at the close of the year *Palmyra Valley Company, Lessee*

302. State whether or not the respondent made an annual report to the Interstate Commerce Commission for the preceding year, or for any part thereof. If so, in what name was such report made? *Yes - Palmyra Valley Company, Lessee*

303. If any change was made in the name of the respondent during the year, state all such changes and the dates on which they were made *None*

304. Give the location (including street and number) of the main business office of the respondent at the close of the year *Broadway & Market Street, Newark, N. J.*

305. Give the titles, names, and office addresses of all general officers of the respondent at the close of the year, and the date when each person first entered upon the discharge of the duties of the office he held at the close of the year. If there are receivers who are recognized as in the controlling management of the road, give also their names and titles, the location of their offices, and the date of their appointment.

Line No.	Title of general officer (a)	Name and office address of person holding office at close of year (b)	Date of entry upon office (c)
1	President	<i>Geo. A. Clark</i>	<i>2/25/33</i>
2	Vice president	<i>H. B. Mandrill, Jr. - 15 Broad Street</i>	<i>10/18/32</i>
3	Secretary	<i>Geo. A. Clark</i>	<i>10/18/32</i>
4	Treasurer	<i>Wm. S. Buntin - 40 Wall Street</i>	<i>9/26/23</i>
5	Comptroller or auditor	<i>Geo. A. Clark</i>	<i>12/15/25</i>
6	Attorney or general counsel		
7	General manager	<i>Geo. A. Clark</i>	<i>10/18/32</i>
8	General superintendent	<i>Geo. A. Clark</i>	
9	General freight agent	<i>Geo. A. Clark</i>	<i>11/1/20</i>
10	General passenger agent		
11	General land agent		
12	Chief engineer		
13			

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

Line No.	Name of director (a)	Office address (b)	Term expires (c)
17	<i>H. B. Mandrill, Jr.</i>	<i>15 Broad Street</i>	<i>New York City, N. Y. February 24th, 1936</i>
18	<i>Paul Longacre</i>	<i>15 Broad Street</i>	<i>" "</i>
19	<i>Wm. S. Buntin</i>	<i>40 Wall Street</i>	<i>" "</i>
20	<i>E. J. McFerguson</i>	<i>Springfield, N. J.</i>	<i>" "</i>
21	<i>John R. Trimmer</i>	<i>Springfield, N. J.</i>	<i>" "</i>
22	<i>M. D. Mitchell</i>	<i>Springfield, N. J.</i>	<i>" "</i>
23	<i>Geo. A. Clark</i>	<i>Newark, N. J.</i>	<i>" "</i>
24			
25			
26			

307. Give the date of incorporation of the respondent *February 27, 1909* 308. State the character of motive power used *Steam*

309. Under the laws of what Government, State, or Territory was the respondent organized? If more than one, name all. Give reference to each statute and all amendments thereof. If in bankruptcy, give court of jurisdiction and dates of beginning of receivership or trusteeship and appointment of receivers or trustees *Under the laws of the State of New Jersey. In re Palmyra Valley Railroad reorganization 1903 - approved April 14, 1903.*

310. State whether or not any corporation or association or group of corporations had, at any time during the year, the right to name the part of the board of directors, managers, or trustees of the respondent; and if so, give the names of all such corporations and state whether such right was derived through (a) title to capital stock or other securities issued or assumed by the respondent, (b) claims for advances of funds made for the construction of the road and equipment of the respondent, or (c) express agreement or some other source *None*

311. Give hereunder a history of the respondent from its inception to date, showing all consolidations, mergers, reorganizations, etc., and if a consolidated or merging corporation give like particulars for all constituent and subconstituent corporations. Describe also the course of construction of the road of the respondent, and its financing *Company organized to operate the Palmyra Valley Railroad Company February 27, 1909. No reorg., no reorganization. 0.17 miles of track constructed in 1909 from Longmansville to Robinson. Open development of quarry business financed by subscription to capital stock.*

* Use the initial word the when (and only when) it is a part of the name, and distinguish between the words railroad and railway and between company and corporation.

312. STOCKHOLDERS

Give the names of the thirty security holders of the respondent who, as of the date of the latest closing of the stock book or compilation of list of stockholders of the respondent (if within one year prior to the actual date of this report), had the highest voting powers in the respondent, giving for each his address, the number of votes which he would have been entitled to cast on that date had a meeting then been in order, and the classification of the number of votes to which he was entitled, with re-

spect to securities held by him, such securities being classified as common stock, second preferred stock, first preferred stock, and other securities, stating in a footnote the names of such other securities (if any). If any such holder held in trust, give (in a footnote) the particulars of the trust. If the stock book was not closed or the list of stockholders compiled within such year, show such thirty security holders as of the close of the year.

Name of security holder	Address of security holder	Number of votes to which security holder was entitled	NUMBER OF VOTES, CLASSIFIED WITH RESPECT TO SECURITIES ON WHICH BASED				Other securities with voting power
			Common	STOCKS			
				Second (e)	First (f)		
(a)	(b)	(c)	(d)	(e)	(f)	(g)	
William L. Bainton	40 Wall Street, New York, N.Y.	1	1				
John A. Black	Springhouse Ln., N.Y.	1	1				
John P. Barker	Livingston, N.Y.	1	1				
John Donovan	15 Broad Street, New York, N.Y.	1	1				
John Charles J. Withington	11 Broadway, New York, N.Y.	25	25				
Monte Furber	157 W. 58th St., New York, N.Y.	9	9				
James J. McFarlane	Summit, N.Y.	6	6				
John J. Gillett	28 W. 23rd St., New York, N.Y.	6	6				
Louis Kelly	15 Broad St., New York, N.Y.	3 3/4	3 3/4				
Charles H. Bakman	15 Broad St., New York, N.Y.	5 1/2	5 1/2				
Major H. Norton Estate	Westfield, N.Y.	6 3/8	6 3/8				
Stephen B. Hagg	Savannah, Ga.	3 1/16	3 1/16				
W. C. Manders	15 Broad St., New York, N.Y.	1	1				
M. D. Mitchell	Livingston, N.Y.	1	1				

400A. COMPARATIVE GENERAL BALANCE SHEET—ASSET SIDE

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Steam Railway Corporations. The entries in the short column (b₂) should be deducted from those in column (b₁) in order to obtain corresponding entries for column (c). All credit entries hereunder should be in red ink.

Line No.	Balance at beginning of year (a)			Item (b)	Balance at close of year (c)		
	\$				\$		
1	x x	x x	x x	INVESTMENTS			
2	x x	x x	x x	(701) Investment in road and equipment:			
3	x x	x x	x x	Road*	\$		
4	x x	x x	x x	Equipment*	16	275	86
5	x x	x x	x x	General expenditures *			
6	28	368	43	Total (p. 7)	16	275	86
7	x x	x x	x x	(702) Improvements on leased railway property:			
8	x x	x x	x x	Road *	67	582	34
9	x x	x x	x x	Equipment *			
10	x x	x x	x x	General expenditures *			
11	68	591	24	Total (p. 7)	67	582	34
12	x x	x x	x x		(b ₁) Total book assets at close of year	(b ₂) Respondent's own issues included in (b ₁)	
13				(703) Sinking funds			
14				(704) Deposits in lieu of mortgaged property sold			
15				(705) Miscellaneous physical property			
16	x x	x x	x x	(706) Investments in affiliated companies:			
17				(A) Stocks (p. 9)			
18				(B) Bonds (p. 9)			
19				(C) Notes (p. 9)			
20				(D) Advances (p. 11)			
21	x x	x x	x x	(707) Other investments:			
22				(A) Stocks (p. 9)			
23				(B) Bonds (p. 9)			
24				(C) Notes (p. 9)			
25				(D) Advances (p. 11)			
26				(E) Miscellaneous (p. 9)			
27	96	959	67	Total investments	83	858	22
28	x x	x x	x x	CURRENT ASSETS			
29	79	809	69	(708) Cash			
30				(709) Demand loans and deposits			
31				(710) Time drafts and deposits	(b ₁) Total book assets at close of year	(b ₂) Respondent's own issues included in (b ₁)	
32				(711) Special deposits			
33				(712) Loans and bills receivable			
34	7	853	71	(713) Traffic and car-service balances receivable			
35		67	73	(714) Net balance receivable from agents and conductors			
36		999	88	(715) Miscellaneous accounts receivable			
37	3	172	50	(716) Material and supplies			
38				(717) Interest and dividends receivable			
39				(718) Rents receivable			
40				(719) Other current assets			
41	42	003	51	Total current assets	49	719	35
42	x x	x x	x x	DEFERRED ASSETS			
43				(720) Working fund advances	(b ₁) Total book assets at close of year	(b ₂) Respondent's own issues included in (b ₁)	
44				(721) Insurance and other funds			
45				(722) Other deferred assets			
46				Total deferred assets			
47	x x	x x	x x	UNADJUSTED DEBITS			
48				(723) Rents and insurance premiums paid in advance			
49				(724) Discount on capital stock			
50				(725) Discount on funded debt			
51				(726) Property abandoned chargeable to operating expenses			
52				(726½) Equipment retired			
53				(727) Other unadjusted debits (p. 17)		Par values of holdings at close of year	
54	x x	x x	x x	(728) Securities issued or assumed—Unpledged (p. 6)	100		
55	x x	x x	x x	(729) Securities issued or assumed—Pledged (p. 6)			
56				Total unadjusted debits			
57	138	963	18	GRAND TOTAL	138	963	18

* The separation of accounts 701 and 702 into "Road", "Equipment", and "General expenditures" should be estimated, if not actually shown on respondent's books. Assign to "General expenditures" only such amounts as are not included in "Road" or "Equipment."
 Note.—Pension funds held by outside trustees and irrevocably devoted to pension purposes shall be excluded from the balance sheet. The amount of such funds at the close of year was \$None. On page 16 give particulars of the investment in securities and other items held by each trustee, or other depository, of the pension fund, classifying securities in accordance with the instructions on page 8.

400L. COMPARATIVE GENERAL BALANCE SHEET—LIABILITY SIDE

For instructions covering this schedule, see the text pertaining to General Balance Sheet Accounts in the Uniform System of Accounts for Steam Railway Corporations. The entries in the short column (b₂) should be deducted from those in column (b₁) in order to obtain corresponding entries for column (c). All debit entries hereunder should be in red ink.

Balance at beginning of year (a)			Item (b)	Balance at close of year (c)		
\$				\$		
x x	x x	x x	STOCK	x x	x x	x x
x x	x x	x x	(b ₁) Total book liability at close of year	x x	x x	x x
9 900.00			(b ₂) Portion held by or for respondent at close of year	9 900.00		
			(751) Capital stock (p. 6)			
			(752) Stock liability for conversion			
9 900.00			(753) Premium on capital stock			
			Total stock	9 900.00		
x x	x x	x x	GOVERNMENTAL GRANTS	x x	x x	x x
			(754) Grants in aid of construction			
x x	x x	x x	LONG-TERM DEBT	x x	x x	x x
x x	x x	x x	(b ₁) Total book liability at close of year	x x	x x	x x
			(b ₂) Portion held by or for respondent at close of year			
			(755) Funded debt unmatured (p. 6)			
			(756) Receiver's certificates			
x x	x x	x x	(757) Nonnegotiable debt to affiliated companies:	x x	x x	x x
			(A) Notes (p. 12)			
			(B) Open accounts (p. 12)			
			Total long-term debt			
x x	x x	x x	CURRENT LIABILITIES	x x	x x	x x
68 794.97			(758) Loans and bills payable (p. 17)	68 794.97		
1461.60			(759) Traffic and car-service balances payable	1 876.02		
342.37			(760) Audited accounts and wages payable	112.42		
122 486.94			(761) Miscellaneous accounts payable	126 652.78		
40 871.96			(762) Interest matured unpaid*	43 462.27		
			(763) Dividends matured unpaid			
			(764) Funded debt matured unpaid (p. 17)**			
			(765) Unmatured dividends declared			
			(766) Unmatured interest accrued			
			(767) Unmatured rents accrued			
704.94			(768) Other current liabilities			
13 466.77			Total current liabilities	440 902.52		
x x	x x	x x	DEFERRED LIABILITIES	x x	x x	x x
			(769) Liability for provident funds			
			(770) Other deferred liabilities			
			Total deferred liabilities			
x x	x x	x x	UNADJUSTED CREDITS	x x	x x	x x
			(771) Tax liability			
			(772) Premium on funded debt			
			(773) Insurance and casualty reserves			
			(774) Maintenance reserves			
31 066.30			(775) Accrued depreciation—Road (p. 15)	32 713.20		
15 930.36			(776) Accrued depreciation—Equipment (p. 14)	5 643.6		
			(777) Accrued depreciation—Miscellaneous physical property (p. 15)			
540.49			(778) Other unadjusted credits (p. 17)	540.49		
47 537.15			Total unadjusted credits	38 897.29		
x x	x x	x x	CORPORATE SURPLUS	x x	x x	x x
			(779) Additions to property through income and surplus			
			(780) Funded debt retired through income and surplus			
			(781) Sinking fund reserves			
			(782) Miscellaneous fund reserves			
			(783) Appropriated surplus not specifically invested			
			Total appropriated surplus			
153 136.74			(784) Profit and loss†	156 623.74		
153 136.74			Total corporate surplus†	156 623.74		
138 963.18			GRAND TOTAL	138 074.15		

*Includes \$ 42.819.19 in default for as long as 90 days.

**Excludes \$ matured funded debt held by or for respondent and not canceled.

†Insert "Debit" or "Credit", as may be appropriate.

‡Deficit, if in red.

670. UNMATURED FUNDED DEBT

Give the particulars called for concerning the several unmatured funded debt liabilities of the respondent outstanding at the close of the year. Funded debt, as here used, comprises all obligations maturing later than two years after date of issue in accordance with the instructions in the Uniform System of Accounts for Steam Railway Corporations. Show each issue

separately and make all necessary explanations in footnotes. For the purposes of this report, securities are considered to be *actually issued* when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be *actually*

outstanding. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Name and character of obligation (a)	Par value of extent of indebtedness authorized † (b)			Nominal date of issue (c)	Date of maturity (d)	INTEREST PROVISIONS		Par value of actual issue † (g)			Cash realized on actual issue (h)			Par value of amount held by or for respondent (i)			Actually outstanding at close of year (j)			INTEREST DURING YEAR																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																										
							Rate percent per annum (e)	Dates due (f)													Accrued (k)		Actually paid (l)																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																																								
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None

7 Purpose for which issue was authorized †
8
9

690. CAPITAL STOCKS

Give the particulars called for concerning the several classes and issues of capital stocks of the respondent outstanding at the close of the year, and make all necessary explanations in footnotes. For definition of securities *actually issued* and *actually outstanding* see instructions for schedule 670. It should be noted that section 20a of the Interstate Commerce Act makes it unlawful for a carrier to issue or assume any securities, unless and until, and then only to the extent that, the Commission by order authorizes such issue or assumption.

Line No.	Class of stock (a)	Date issue was authorized † (b)	TOTAL NUMBER OF SHARES		Par value per share (e)	Par value of actual issue † (f)	Cash realized on actual issue (g)	Par value of amount held by or for respondent (h)	Actually outstanding at close of year (i)
			Authorized † (c)	Issued to close of year † (d)					
12	<i>Common Stock</i>	<i>2/27/1909</i>	<i>100</i>	<i>100</i>	<i>\$ 100 00</i>	<i>\$ 9900 00</i>	<i>\$ 9900 00</i>	<i>\$ 100 00</i>	<i>\$ 9900 00</i>
13									
14									
15									
16	TOTAL		<i>100</i>	<i>100</i>		<i>9900 00</i>	<i>9900 00</i>	<i>100 00</i>	<i>9900 00</i>

17 Amount of receipts outstanding at the close of the year for installments received on subscriptions for stocks
18
19
20 Purpose for which issue was authorized †
21
22
23 The total number of stockholders at the close of the year was *14*

None
For construction and working capital

701. INVESTMENT IN ROAD AND EQUIPMENT

Give particulars of changes in accounts for investment in road and equipment, classified in accordance with the Uniform System of Accounts for Railway Corporations.

Credit items in the entries should be fully explained.

Account (a)	Total expenditures during the year (b)			Account (c)	Total expenditures during the year (d)		
	\$				\$		
(1) Engineering.....		96	28	(51) Steam locomotives.....		12,092	57
(2) Land for transportation purposes.....				(52) Other locomotives.....			
(3) Grading.....				(53) Freight-train cars.....			
(4) Underground power tubes.....				(54) Passenger-train cars.....			
(5) Tunnels and subways.....				(56) Floating equipment.....			
(6) Bridges, trestles, and culverts.....				(57) Work equipment.....			
(7) Elevated structures.....				(58) Miscellaneous equipment.....			
(8) Ties.....		527	24	Total expenditures for equipment.....		12,092	57
(9) Rails.....		717	72	(71) Organization expenses.....			
(10) Other track material.....		334	90	(72) General officers and clerks.....			
(11) Ballast.....		99	00	(73) Law.....			
(12) Track laying and surfacing.....		473	15	(74) Stationery and printing.....			
(13) Right-of-way fences.....				(75) Taxes.....			
(14) Snow and sand fences and snowsheds.....				(76) Interest during construction.....		101	66
(15) Crossings and signs.....		23	16	(77) Other expenditures—General.....		37	56
(16) Station and office buildings.....		187	30	Total general expenditures.....		139	82
(17) Roadway buildings.....				Grand total for the year.....		13,101	47
(18) Water stations.....				Investment July 1, 1914, to close of preceding year.....		81,146	46
(19) Fuel stations.....				Total investment since June 30, 1914.....		68,044	99
(20) Shops and enginehouses.....							
(21) Grain elevators.....				SUMMARY OF INVESTMENT IN ROAD AND EQUIPMENT			
(22) Storage warehouses.....				Investment to June 30, 1907.....	\$		
(23) Wharves and docks.....				Investment from July 1, 1907, to June 30, 1914.....		15	213 21
(24) Coal and ore wharves.....				Investment since June 30, 1914.....		68	044 99
(25) Gas producing plants.....				Total investment in road and equipment.....		83	258 20
(26) Telegraph and telephone lines.....							
(27) Signals and interlockers.....				EXPLANATORY REMARKS			
(28) Power dams, canals, and pipe lines.....				All Credit items shown in red with the exception of account (51) Steam Locomotives represent retirement of various sidings during the year 1935.			
(29) Power plant buildings.....							
(30) Power substation buildings.....				Credit item of \$12,092.57, account (51) Steam locomotives represents retirement of locomotives No 11 on January 2, 1935.			
(31) Power transmission systems.....							
(32) Power distribution systems.....							
(33) Power line poles and fixtures.....							
(34) Underground conduits.....							
(35) Miscellaneous structures.....							
(36) Paving.....							
(37) Roadway machines.....							
(38) Roadway small tools.....							
(39) Assessments for public improvements.....		498	35				
(40) Revenues and operating expenses during construction.....							
(41) Cost of road purchased.....							
(42) Reconstruction of road purchased.....							
(43) Other expenditures—Road.....							
(44) Shop machinery.....							
(45) Power plant machinery.....							
(46) Power substation apparatus.....							
(47) Unapplied construction material and supplies.....							
Total expenditures for road.....		869	68				

801. PROPRIETARY COMPANIES

Give particulars called for regarding each inactive proprietary corporation of the respondent (i. e., one *all* of whose outstanding stocks or obligations are held by or for the respondent without any accounting to the said proprietary corporation). It may also include such line when the actual title to all of the outstanding stocks or obligations rests in a corporation controlled by or controlling the respondent; *but in the case of any such inclusion, the facts of the relation to the respondent of the corporation holding the securities should be fully set forth in a footnote.*

Line No.	Name of proprietary company (a)	MILEAGE OWNED BY PROPRIETARY COMPANY								Investment in railway property (accounts Nos. 701 and 702) (e)			Capital stock (account No. 751) (f)			Unmatured funded debt (account No. 755) (g)			Funded debt matured unpaid (account No. 764) (h)		
		Road (b)		Second and additional main tracks (c)		Yard track, sidings, and industrial tracks (d)															
										\$			\$			\$			\$		
1																					
2																					
3																					
4																					
5																					
6																					

GENERAL INSTRUCTIONS CONCERNING RETURNS IN SCHEDULES NOS. 901, 902, AND 903

The schedules above indicated should *include all* securities of other corporations held by the respondent at the close of the year specifically as *investments*; they should *exclude* securities issued or assumed by the respondent, and securities in sinking and redemption funds, deposits in lieu of mortgaged property sold, special deposits, and insurance and other funds.

Securities held as investments should be classified as follows:

1. *Securities of carriers affiliated with respondent.* By carriers, as the term is here used, are meant companies owning or operating steam railways, facilities auxiliary thereto such as bridges, ferries, union depots and other terminal facilities, sleeping cars, parlor cars, dining cars, freight cars, express service and facilities, electric railways, steamboats and other marine transportation equipment, pipe lines (other than those for transportation of water), and other instrumentalities devoted to the transportation of persons or property for hire. Telegraph and telephone companies are not meant to be included. For the definition of affiliated companies, see the rules governing account No. 706, "Investments in affiliated companies", in the Uniform System of Accounts for Steam Railway Corporations.

2. *Securities of noncarrier companies affiliated with respondent.* The companies whose securities are classed in this group include all affiliated companies not provided for in the preceding group. Noncarrier companies should, for the purposes of these schedules, include telephone companies, telegraph companies, mining companies, manufacturing companies, hotel companies, etc. Purely "holding companies" are to be classed as noncarrier companies, even though the securities held by such companies are largely or entirely those issued or assumed by carriers.

3. *Securities of nonaffiliated companies.* These include all se-

curities (not issued or assumed by the respondent) not provided for in the two foregoing groups. For the definition of non-affiliated companies, see the rules governing account No. 707, "Other investments", in the Uniform System of Accounts for Steam Railway Corporations.

Each of the foregoing classes should be subdivided between pledged and unpledged. Under "pledged" should be included not only those actually deposited with some pledgee or other trustee, but also those held subject to the lien of a chattel mortgage or subject to any other restriction or condition which makes them unavailable for general corporate purposes. "Unpledged" should include all securities held by or for the respondent free from any lien or restriction.

In listing the securities composing the foregoing groups in the following schedules, each group should be subdivided as follows:

(A) Stocks:

- (1) Carrier corporations—active.
- (2) Carrier corporations—inactive.
- (3) Noncarrier corporations—active.
- (4) Noncarrier corporations—inactive.

(B) Bonds: (Including U. S. Government bonds).

(C) Notes:

(D) Miscellaneous securities:

The subclassification of classes (B), (C), and (D) should be the same as that provided for class (A).

By an *active corporation* is meant one which maintains an organization for operating property or administering its financial affairs. An *inactive corporation* is one which has been practically absorbed in a controlling corporation, and which neither operates property nor administers its financial affairs; if it maintains an

organization it does so only for the purpose of complying with legal requirements and maintaining title to property or franchises.

In case any changes in holdings of securities or in book values thereof have been made during the year, a detailed statement thereof should be given on page 10 or 28 of this form.

No entries should be made in these schedules for securities the book value of which is included in charges to "Investment in road and equipment", as shown under that caption in the General Balance Sheet, page 4, but a memorandum statement showing in detail such securities and their book values, and the road represented (together with mileage), should be given on page 7.

These schedules should not include any securities issued or assumed by the respondent, nor any held in sinking or other special funds.

Classify the securities according to the classification given above, indicating the subclass by means of letters and figures in column (b); and indicate by means of an arbitrary mark in column (a) the obligation in support of which any security is pledged, mortgaged, or otherwise encumbered, giving names and other important particulars of such obligations in footnotes.

Entries in column (c) should show date of maturity of bonds and other evidences of indebtedness.

In schedule No. 901 give particulars of investments in securities of noncarrier companies affiliated with respondent.

In schedule No. 902 give particulars of investments in securities of carrier companies affiliated with respondent.

In schedule No. 903 give particulars of respondent's investments in securities of all corporations other than its affiliated companies.

Line No.	Lien Ref.	Class No.	Name of issuing company and description of security held (c)	PLACED		UNPLACED		PLACED		UNPLACED		Rates (h) %	Amount credited to income (i) \$	Total of credits (j) %
				Par value of amount held at close of year (d) \$	Book value at close of year (e) \$	Par value of amount held at close of year (f) \$	Book value at close of year (g) \$	Par value of amount held at close of year (f) \$	Book value at close of year (g) \$					
901. INVESTMENTS IN SECURITIES OF NONCARRIER COMPANIES AFFILIATED WITH RESPONDENT														
1														
2														
3														
4														
5														
6														
7														
8														
9														
10														
11														
12			TOTAL									x x x		
902. INVESTMENTS IN SECURITIES OF CARRIER COMPANIES AFFILIATED WITH RESPONDENT														
21														
22														
23														
24														
25														
26														
27														
28														
29														
30														
31														
32			TOTAL									x x x		
903. INVESTMENTS IN SECURITIES OF NONAFFILIATED COMPANIES														
41														x x x x
42														x x x x
43														x x x x
44														x x x x
45														x x x x
46														x x x x
47														x x x x
48														x x x x
49														x x x x
50														x x x x
51														x x x x
52														x x x x
53														x x x x
54														x x x x
55			TOTAL									x x x		x x x x

None

None

None

1001. INVESTMENTS IN SECURITIES MADE DURING THE YEAR

Give particulars of investments in securities made during the year and classify the securities according to the classification given on page 8, indicating in column (a) the subclass by means of letters and figures.

Entries in column (b) should show date of maturity of bonds

and other evidences of indebtedness. In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

If the consideration given for any securities was other than

cash, describe the consideration given and state the cash value thereof under "Remarks."

If any securities issued or assumed by respondent were reacquired during the year, list them separately.

Line No.	Class No. (a)	Name of issuing company and description of security (b)	Date acquired (c)	Par value of securities acquired (d)			Book value of securities acquired (e)			Cost (f)			Remarks (g)
				\$			\$			\$			
1													
2													
3													
4													
5													
6													
7													
8													
9													
10													
11													
12													
13													
14													

1002. INVESTMENTS IN SECURITIES DISPOSED OF DURING THE YEAR

Give particulars of investments in securities disposed of during the year and classify the securities according to the classification given on page 8, indicating in column (a) the subclass by means of letters and figures.

Entries in column (b) should show date of maturity of bonds

and other evidences of indebtedness. In making entries in this column, abbreviations in common use in standard financial publications may be used where necessary on account of limited space.

If the consideration received for any securities was other than

cash, describe the consideration received and state the cash value thereof under "Remarks."

If any of the securities issued or assumed by respondent, which had been reacquired after actual issue, were disposed of during the year, list them separately.

Line No.	Class No. (a)	Name of issuing company and description of security (b)	Date disposed of (c)	Par value (d)			Book value (e)			Selling price (f)			Dividends or interest credited to income during year (g)	Remarks (h)
				\$			\$			\$				
1														
2														
3														
4														
5														
6														
7														
8														
9														
10														
11														
12														
13														
14														

Give particulars of the various investment advances made by the respondent to other companies and inseparable in accounts Nos. 706, "Investments in affiliated companies", and 707, "Other investments", as defined in the Uniform System of Accounts for Steam Railway Corporations. The particulars for each debtor corporation should be separately shown. State affiliated companies first and give subtotals for them and for other companies. Entries in column (c) should include the interest accrued on advances retired during the year.

Line No.	Name of debtor company (a)	Amount of advances at close of year (b)			Interest accrued and credited to income during the year (c)			Remarks (d)
		\$			\$			
1								
2								
3								
4								
5								
6								
7								
8								
9								
10								
TOTAL								

1102. SECURITIES AND OTHER INTANGIBLES OWNED OR CONTROLLED THROUGH NONREPORTING CARRIER AND NONCARRIER SUBSIDIARIES

State whether or not the respondent at any time during the year indirectly owned or controlled any securities (including securities issued or assumed by respondent) or other intangible property through any subsidiary which does not report to the Commission; and if so, give, concerning all such securities

and other intangible property so held, all particulars called for hereunder. This schedule should include all securities or other intangible property owned or controlled by nonreporting companies shown in schedules 901 and 902, as well as those of any other organization or individual whose action respondent

is able to determine. State also (in a footnote) the names of the several subsidiaries in connection with the things owned or controlled through them. Entries in column (a) should be made in accordance with the classification shown on page 8.

Line No.	Class No.	Name of issuing company and security, or of other intangible thing in which investment is made (b)	Nominal date of issue of security (c)	Date of maturity of security (d)	INTEREST OR DIVIDENDS		Par value of amount held or controlled at close of year (g)	Actual money cost to respondent or subsidiary (h)	Amount at which carried on subsidiary's books at close of year (i)	Income accrued to subsidiary during year (j)	Reference to footnote naming subsidiary (k)
					Rate per cent per annum (e)	Dates due (f)					
1											
2											
3											
4											
5											
6											
7											
8											
9											
10											

1201. NONNEGOTIABLE DEBT TO AFFILIATED COMPANIES

Give full particulars of the respondent's nonnegotiable debt to affiliated companies, as defined in connection with account No. 757, "Nonnegotiable debt to affiliated companies", in the Uniform System of Accounts for Steam Railway Corporations. If any such debt is evidenced by notes, each note should be separately shown in column (a). Show, also, in a footnote, particulars of interest charged to cost of property.

Line No.	Name of creditor company (a)	Balance at beginning of year (b)			Balance at close of year (c)			Interest accrued during year (d)			Remarks (e)
		\$			\$			\$			
1											
2											
3											
4											
5											
6											
TOTAL											

1202. DEPRECIATION BASE—EQUIPMENT OWNED

Show the ledger value of all equipment owned, segregated between that which is owned and used, and that which is owned but leased to others. The totals of columns (b) and (c), and (g) and (h) should correspond with the carrier's investment in equipment as carried in the accounts, as of the beginning and close of the year, respectively. Include in column (b), and the various columns for equipment "owned and used", entries

applicable to equipment the depreciation charges for which are includible in the operating expense accounts of the accounting company. Include in column (c), and the various columns for equipment "leased to others", entries applicable to equipment the depreciation charges for which are not includible in the operating expense accounts of the owning company; the data included in these columns being merely for reconciliation pur-

poses, i. e., to produce a total which will correspond with the investment account. If the depreciation base is other than the ledger value a full explanation should be given, together with a statement by primary accounts reconciling the difference between the figures used as the depreciation base and those carried in the ledger as investment in equipment.

Line No.	Account (a)	BALANCE AT BEGINNING OF YEAR			DEBITS DURING THE YEAR							
		Owned and used (b)		Leased to others (c)	ADDITIONS AND BETTERMENTS		OTHER DEBITS		TOTAL DEBITS			
		\$		\$	Owned and used (d)	Leased to others (e)	Owned and used (f)	Leased to others (g)	Owned and used (h)	Leased to others (i)		
11	(51) Steam locomotives.....	\$ 228	368	43								
12	(52) Other locomotives.....											
13	(53) Freight-train cars.....											
14	(54) Passenger-train cars.....											
15	(56) Floating equipment.....											
16	(57) Work equipment.....											
17	(58) Miscellaneous equipment.....											
18	TOTAL.....	\$ 228	368	43								

Line No.	Account (j)	CREDITS DURING THE YEAR						BALANCE AT CLOSE OF YEAR			
		PROPERTY RETIRED		OTHER CREDITS		TOTAL CREDITS		Owned and used (q)		Leased to others (r)	
		Owned and used (k)	Leased to others (l)	Owned and used (m)	Leased to others (n)	Owned and used (o)	Leased to others (p)				
11	(51) Steam locomotives.....	\$ 1209	57			\$ 1209	57	\$ 16	275	86	
12	(52) Other locomotives.....										
13	(53) Freight-train cars.....										
14	(54) Passenger-train cars.....										
15	(56) Floating equipment.....										
16	(57) Work equipment.....										
17	(58) Miscellaneous equipment.....										
18	TOTAL.....										

1301. DEPRECIATION BASE—EQUIPMENT LEASED FROM OTHERS

Show the ledger value (of the lessor) of equipment used which is owned by others, the depreciation charges for which are includible in operating expenses of the accounting company. If the depreciation base is other than the lessor's ledger value, a full explanation should be given.

Account (a)	Balance at beginning of year (b)			Additions during the year (c)			Deductions during the year (d)			Balance at close of year (e)		
	\$			\$			\$			\$		
51 Steam locomotives.....												
52 Other locomotives.....												
53 Freight-train cars.....												
54 Passenger-train cars.....												
55 Floating equipment.....												
56 Work equipment.....												
57 Miscellaneous equipment.....												
TOTAL.....												

1302. DEPRECIATION RATES—EQUIPMENT USED

(OWNED OR LEASED FROM OTHERS)

Show in columns (b) and (d), lines 21 to 27, for each primary account, the composite rate used in computing the depreciation charges determined in accordance with Instruction 24 of the Classification of Operating Expenses and Operating Expenses for Steam Railroads as amended in 1934; and on line 28 show the composite rate for all equipment ascertained by applying the primary account composite rates or the component rates upon which the primary account composite rates are based, if the use of component rates has been authorized) to the ledger value of the respective primary accounts as of December 31 and dividing the total so computed by the total ledger value of the equipment as of the same date. If any changes in the composite rates are effective during the year give full particulars.

2. Show in columns (c) and (e) for each primary account and for all equipment accounts, the ratio of the depreciation charges actually included in the accounts during the year to the average monthly ledger value of the property. Unless component rates have been used in computing the monthly depreciation charges, or there has been a change in the composite rates for the primary accounts during the year, the percentages for each primary account in columns (b) and (c), and (d) and (e), respectively, should be the same. The average monthly ledger value for computation of entries in columns (c) and (e) should be determined by adding the monthly ledger values to which the depreciation rates were applied and dividing the total by 12.

Account (a)	OWNED AND USED				LEASED FROM OTHERS			
	Annual composite rate at close of year (see instruction 1) (b)		Ratio of depreciation charges to average monthly ledger value (see instruction 2) (c)		Annual composite rate at close of year (see instruction 1) (d)		Ratio of depreciation charges to average monthly ledger value (see instruction 2) (e)	
		%		%		%		%
51 Steam locomotives.....		5.52		5.52				
52 Other locomotives.....								
53 Freight-train cars.....								
54 Passenger-train cars.....								
55 Floating equipment.....								
56 Work equipment.....								
57 Miscellaneous equipment.....								
ALL EQUIPMENT ACCOUNTS		5.52		5.52				

Annual composite percentage rate of 5.52%
ordered by the Interstate Commerce Commission in
Hocket No 15100, sub-order No 425
dated September 20th 1935. Effective November 1st 1935
and retroactive to January 1st 1935.

See further explanation under Schedule # 1401
Page 14.

1401. DEPRECIATION RESERVE—EQUIPMENT OWNED

Give particulars of the credits and debits to account 776, "Accrued depreciation—Equipment", during the year. Show the amounts included in the depreciation reserve for equipment owned, segregated as between that which is used by the accounting company, the depreciation charges for which are includible in the operating expense accounts, and that which

is "leased to others", the depreciation charges for which are not includible in the operating expense accounts of the accounting company. If any entries are made for "Other credits" or "Other debits" state the facts occasioning such entries. A debit balance in columns (b), (c), (g), or (r) for any primary account should be shown in red. If there is any inconsistency

between the credits to this account and charges to corresponding accounts in operating expenses, or between the charges to this account and the credits to the investment accounts because of depreciation accrued on the property retired, full explanation thereof should be made.

Line No.	Account	BALANCE AT BEGINNING OF YEAR				CREDITS TO RESERVE DURING THE YEAR							
		Owned and used		Leased to others		Charges to operating expenses for owned and used	Charges to others for owned but not used	OTHER CREDITS				TOTAL CREDITS	
		(b)	(c)	(d)	(e)			Owning and used	Leased to others	(f)	(g)	Owning and used	Leased to others
	(a)												
1	(51) Steam locomotives	\$ 15,930.36		\$		\$ 1,676.62						\$ 1,676.62	
2	(52) Other locomotives												
3	(53) Freight-train cars												
4	(54) Passenger-train cars												
5	(56) Floating equipment												
6	(57) Work equipment												
7	(58) Miscellaneous equipment												
8	TOTAL	15,930.36				1,676.62						1,676.62	

Line No.	Account	DEBITS TO RESERVE DURING THE YEAR								BALANCE AT CLOSE OF YEAR			
		CHARGES FOR RETIREMENTS		OTHER DEBITS		TOTAL DEBITS				Owned and used		Leased to others	
		(k)	(l)	(m)	(n)	(o)	(p)	(q)	(r)	(s)	(t)	(u)	(v)
1	(51) Steam locomotives	\$ 11,913.82		\$		\$ 11,913.82		\$ 5,643.16					
2	(52) Other locomotives												
3	(53) Freight-train cars												
4	(54) Passenger-train cars												
5	(56) Floating equipment												
6	(57) Work equipment												
7	(58) Miscellaneous equipment												
8	TOTAL	11,913.82				11,913.82		5,643.16					

Locomotive No 11 Retired January 2nd 1935.

In Quotient Account # 701 of Jan 1st 1935
 Depreciation charged off to Jan 1st 1935
 Depreciation charged off Jan 2nd 1935
 to operating expense locomotive No 2229

Salvage Realized through sale of scrap metal

Equipment Depreciation for year 1935

Engine # 12 3213.79 @ 5.52% = 177.40

13 2823.02 @ 5.52% = 155.64

14 2239.05 @ 5.52% = 123.59

Retired Locomotive No 11 12092.57

\$11,185.64
 728.18
 11,913.82
 178.75
 \$12092.57

ment of the credits to the reserve accounts for property other than equipment during the year, station charges to operating expense and other credits to the reserve accounts during the year because the balances in the accounts at the beginning and end of the year are the same.

to these accounts and charges to corresponding accounts in operating expenses, or between the charges to these accounts and the credits to the investment accounts because of depreciation accrued on the property retired, full explanation thereof should be made. All debits or credits to the reserve respecting amortization, if a general amortization program has been authorized, should be included.

[illegible]

a statement of the percentages used by the respondent for computing the amounts charged to operating expense and other accounts and to the account above stated for depreciation during the year on various classes of road and miscellaneous physical property of the respondent, with the estimated life of the property upon which such percentages are based.

Questioning \$34,000 @ 2% - \$680 - Based on an average life of about 2.5 years
 Water Station 3,000 @ 2% - 60 - " " " " " "
 Bridges & Culverts 40,000 @ 2% - 800 - " " " " " "
 Log Machinery 2,150 @ 2% - 43 - " " " " " "
 Road Machinery 644 @ 10% - 64.40 Based on an average life of 10 years
 with no salvage upon retirement.

1701. LOANS AND BILLS PAYABLE

Give particulars of the various creditors and the character of the transactions involved in the current liability account entitled "Loans and bills payable". List every item in excess of \$50,000 and state its date of issue and date of maturity. For creditors whose balances were severally less than \$50,000, a single entry may be made under a caption "Minor accounts, 19 in number, each less than \$50,000", stating the number of such minor accounts covered by the entry.

Name of creditor (a)	Character of liability or of transaction (b)	Date of issue (c)	Date of maturity (d)	Balance at close of year (e)		
Minor accounts nineteen in number covering money advanced by stockholders	All less than \$50,000 each			\$		
				68	794	97
TOTAL				68	794	97

1702. FUNDED DEBT MATURED UNPAID

Give particulars for amounts included in Balance Sheet Account No. 764, "Funded debt matured unpaid", giving particulars for each security maturing, even though the amount be less than \$50,000.

Name of security (a)	Reason for nonpayment at maturity (b)	Date of issue (c)	Date of maturity (d)	Amount at close of year (e)		
	None			\$		
TOTAL						

1703. OTHER UNADJUSTED DEBITS

Give an analysis of the above-entitled account as of the close of the year, showing in detail each item or subaccount amounting to \$50,000 or more. Items less than \$50,000 may be combined into a single entry "Minor items, one in number, each less than \$50,000", giving the number of items thus combined. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Name of subaccount (a)	Character of subaccount (b)	Reason for carrying forward balance (c)	Amount at close of year (d)		
	None		\$		
TOTAL					

1704. OTHER UNADJUSTED CREDITS

Give an analysis of the above-entitled account as of the close of the year, showing in detail each item or subaccount amounting to \$50,000 or more. Items less than \$50,000 may be combined into a single entry "Minor items, one in number, each less than \$50,000", giving the number of items thus combined. In case the character of any item is not fully disclosed by the entries in the columns hereunder, make a full explanation in a footnote.

Name of subaccount (a)	Character of subaccount (b)	Reason for carrying forward balance (c)	Amount at close of year (d)		
Minor item one in number - less than \$50,000.00	Construction of siding at Baltusrol, N.J. Entail upon railroad property. Cost of construction participated in by Andrew Wilson, Inc. to the amount of \$540.49. This quantity holding the right to release that portion of siding paid for by them upon track retirement.		\$		
				540	49
TOTAL				540	49

1801. INCOME ACCOUNT FOR THE YEAR

Give the Income Account of the respondent for the year in accordance with the rules prescribed in the Uniform System of Accounts for Steam Railway Corporations.

Line No.	Item (a)	Amount applicable to the year (b)			Line No.	Item (c)	Amount applicable to the year (d)		
1	I. OPERATING INCOME	\$	x x	x x	42	III. MISCELLANEOUS DEDUCTIONS FROM INCOME	\$	x x	x x
2	A. RAILWAY OPERATING INCOME	x x	x x	x x	43	(534) Expenses of miscellaneous operations (p. 22)			
3	(501) *Railway operating revenues (p. 20)	92	978	16	44	(535) Taxes on miscellaneous operating property			
4	(531) *Railway operating expenses (p. 20)	62	298	40	45	(543) Miscellaneous rents (p. 21)			
5	*Net revenue† from railway operations	30	679	76	46	(544) Miscellaneous tax accruals			
6	(532) *Railway tax accruals	11	680	87	47	(545) Separately operated properties—Loss			
7	(533) *Uncollectible railway revenues				48	(549) Maintenance of investment organization			
8	* RAILWAY OPERATING INCOME †	18	998	89	49	(550) Income transferred to other companies (p. 23)			
9	B. RENT INCOME	x x	x x	x x	50	(551) Miscellaneous income charges (p. 21)			
10	(503) Hire of freight cars—Credit balance				51	TOTAL MISCELLANEOUS DEDUCTIONS			
11	(504) Rent from locomotives				52	INCOME AVAILABLE FOR FIXED CHARGES† (lines 41, 51)		6	594
12	(505) Rent from passenger-train cars				53	IV. FIXED CHARGES	x x	x x	
13	(506) Rent from floating equipment				54	(542) Rent for leased roads (p. 23)		3	840
14	(507) Rent from work equipment				55	(546) Interest on funded debt:	x x	x x	
15	(508) Joint facility rent income				56	(a) Fixed interest			
16	TOTAL RENT INCOME				57	(547) Interest on unfunded debt		3	226
17	C. RENTS PAYABLE	x x	x x	x x	58	(548) Amortization of discount on funded debt			
18	(536) Hire of freight cars—Debit balance	9	274	51	59	TOTAL FIXED CHARGES		7	066
19	(537) Rent for locomotives	3	130	00	60	INCOME AFTER FIXED CHARGES† (lines 52, 59)			471
20	(538) Rent for passenger-train cars				61	V. CONTINGENT CHARGES	x x	x x	
21	(539) Rent for floating equipment				62	(549) Interest on funded debt:	x x	x x	
22	(540) Rent for work equipment				63	(b) Contingent interest			
23	(541) Joint facility rents				64	NET INCOME † (lines 60, 63)			471
24	TOTAL RENTS PAYABLE	12	404	51	65	VI. DISPOSITION OF NET INCOME	x x	x x	
25	NET RENTS † (lines 16, 24)		12	404	51	(552) Income applied to sinking and other reserve funds			
26	NET RAILWAY OPERATING INCOME† (lines 8, 25)		6	594	38	(553) Dividend appropriations of income (p. 19)			
27	II. OTHER INCOME	x x	x x	x x	66	(554) Income appropriated for investment in physical property			
28	(502) Revenues from miscellaneous operations (p. 22)				67	(555) Stock discount extinguished through income			
29	(509) Income from lease of road (p. 23)				68	(556) Miscellaneous appropriations of income			
30	(510) Miscellaneous rent income (p. 21)				69	TOTAL APPROPRIATIONS OF INCOME			
31	(511) Miscellaneous nonoperating physical property (p. 22)				70	INCOME† BALANCE TRANSFERRED TO PROFIT AND LOSS			471
32	(512) Separately operated properties—Profit								
33	(513) Dividend income								
34	(514) Income from funded securities								
35	(515) Income from unfunded securities and accounts								
36	(516) Income from sinking and other reserve funds								
37	(517) Release of premiums on funded debt								
38	(518) Contributions from other companies (p. 23)								
39	(519) Miscellaneous income (p. 21)								
40	TOTAL OTHER INCOME								
41	TOTAL INCOME † (lines 26, 40)		6	594	38				

SUPPLEMENTARY STATEMENT OF SPECIFIED INCOME ITEMS

Line No.	Item (a)	Amount applicable to the year (b)
80	A. Net railway operating income†	\$ 6 594 38
81	Add depreciation—Way and structures	1 604
82	Add depreciation—Equipment #	1 669
83	Net railway operating income before depreciation†	9 862
84	B. Net income†	471
85	Add Federal income taxes	
86	Net income before Federal income taxes†	471
87	C. Net income†	471
88	Add depreciation—Way and structures	1 604
89	Add depreciation—Equipment #	1 669
90	Add Federal income taxes	
91	Net income before depreciation and Federal income taxes†	2 804

*Includes operation of water lines, if any.

†Deficit, if in red.

#Includes accounts 2223 and 2229.

STEAM RAILWAY CORPORATIONS—

under the items of the Profit and Loss Account of the
for the year, classified in accordance with the Uniform System
for Steam Railway Corporations.

The sum of the dividends stated in this account and those stated in the Income Account (p. 18) should equal the total amount of dividends declared during the year as shown in schedule No. 1902.

1902. DIVIDEND APPROPRIATIONS

particulars of each dividend declared, payable from the income of the year or from surplus. If any such dividend was payable in anything other than cash, explain the matter fully in a footnote. If an obligation of any character has been incurred for the purpose of procuring funds for payment of any dividend or for the purpose of replenishing the treasury of the respondent after payment of any dividend, give full particulars of the same in a footnote. If any class of stock received a return not reportable in this schedule, state the particulars of the case in a footnote.

EXPLANATORY REMARKS

2001. RAILWAY OPERATING REVENUES

State the railway operating revenues of the respondent for the year, classified in accordance with the Uniform System of Accounts for Steam Railway Corporations. The proportion of joint traffic receipts belonging to other carriers should not be included in column (b).

Line No.	Class of railway operating revenues (a)	Amount of revenue for the year (b)		
		\$		
1	(101) Freight *	91	489	72
2	(102) Passenger		30	00
3	(103) Excess baggage			
4	(104) Sleeping car			
5	(105) Parlor and chair car			
6	(106) Mail			
7	(107) Express		191	55
8	(108) Other passenger-train			
9	(109) Milk			
10	(110) Switching			
11	(111) Special service train			
12	(112) Other freight-train			
13	(113) Water transfers—Freight			
14	(114) Water transfers—Passenger			
15	(115) Water transfers—Vehicles and livestock			
16	(116) Water transfers—Other			
17	Total rail-line transportation revenue	91	711	27
18	(121) Freight			
19	(122) Passenger			
20	(123) Excess baggage			
21	(124) Other passenger service			
22	(125) Mail			
23	(126) Express			
24	(127) Special service			
25	(128) Other			
26	Total water-line transportation revenue			
27	(131) Dining and buffet			
28	(132) Hotel and restaurant			
29	(133) Station, train, and boat privileges			
30	(134) Parcel room			
31	(135) Storage—Freight		15	52
32	(136) Storage—Baggage			
33	(137) Demurrage		667	00
34	(138) Telegraph and telephone		4	95
35	(139) Grain elevator			
36	(140) Stockyard			
37	(141) Power			
38	(142) Rents of buildings and other property		553	00
39	(143) Miscellaneous		76	42
40	Total incidental operating revenue		1266	89
41	(151) Joint facility—Cr			
42	(152) Joint facility—Dr			
43	Total joint facility operating revenue			
44	TOTAL RAILWAY OPERATING REVENUES	92	978	16

2002. RAILWAY OPERATING EXPENSES

State the railway operating expenses of the respondent for the year, classifying them in accordance with the Uniform System of Accounts for Steam Railway Corporations.

Name of railway operating expense account (c)	Amount of operating expenses for the year (d)		
	\$		
(2201) Superintendence		765	00
(2202) Road maintenance		16	491 88
(2203) Maintaining buildings, etc		194	36
(2204) Depreciation of way and structures		1	604 40
(2205) Miscellaneous expenses		141	14
(2206) Maintaining joint way and structures—Dr			
(2207) Maintaining joint way and structures—Cr			
(2208) Equalization—Way and structures			
Total maintenance of way and structures	19	198	78
(2221) Superintendence		765	00
(2222) Repairs of machinery and other apparatus		41	22
(2223) Depreciation of machinery and other apparatus		43	00
(2224) Locomotive repairs		547	84
(2225) Car repairs		3	44
(2226) Other equipment repairs			
(2227) Equipment retirements			
(2228) Extraordinary retirements—Equipment			
(2229) Equipment—Depreciation		1	626 62
(2230) Miscellaneous equipment expenses		27	50
(2231) Maintaining joint equipment—Dr			
(2232) Maintaining joint equipment—Cr			
(2233) Equalization—Equipment			
Total maintenance of equipment	79	99	72
(2235) Traffic expenses		3	061 12
(2241) Superintendence and dispatching		1	745 00
(2242) Station service		5	041 51
(2243) Yard employees			
(2244) Fuel for yard locomotives			
(2245) Miscellaneous yard expenses			
(2246) Operating joint yards and terminals—Dr			
(2247) Operating joint yards and terminals—Cr			
(2248) Train employees		7	897 52
(2249) Fuel for train locomotives		7	017 42
(2250) Other train expenses		2	132 00
(2251) Injuries to persons			
(2252) Loss and damage		50	15
(2253) Other casualty expenses			
(2254) Other rail transportation expenses		1	971 23
(2255) Operating joint tracks and facilities—Dr			
(2256) Operating joint tracks and facilities—Cr			
Total transportation—Rail line	25	895	52
(2257) Transportation—Water line			
(2258) Miscellaneous operations			
(2261) Administration		3	769 09
(2262) Insurance—General		1	503 32
(2263) Valuation expenses		161	62
(2264) Other general expenses		731	15
(2265) General joint facility expenses—Dr			
(2266) General joint facility expenses—Cr			
Total general expenses		6	165 22
VIII. Transportation for investment—Cr			
TOTAL RAILWAY OPERATING EXPENSES	62	798	22

Operating ratio (ratio of operating expenses to operating revenues) 67.100 per cent.

* Among the items charged to this account is \$ None representing amount paid to others in connection with a system of pick-up and delivery service.

DESCRIPTION OF PROPERTY

Name
(a)

Location
(b)

Name of lessee

Amount of rent

(c)

(d)

2

TOTAL—

Source and character of receipt

(a)

Gross receipts

(b)

Expenses and other deductions

(c)

Net miscellaneous
income

(d)

2

2

9

TOTAL.

DESCRIPTION OF PROPERTY

Name
(a)

Location
(b)

Name of lessor

(c)

Amount charged to
income

(d)

2

TOTAL.

Description and purpose of deduction from gross income
(a)

(3)

Amount
(b)

(b)

10

TOTAL.

2202. MISCELLANEOUS NONOPERATING PHYSICAL PROPERTY

Designation (e)	Revenues or income (f)	Expenses (g)	Net income or loss (h)	Taxes (i)
<i>Mentz</i>	\$	\$	\$	\$
TOTAL				

2204. MILEAGE OF ROAD OPERATED—BY STATES—(SINGLE TRACK)+

State (h)	Owned (i)	Proprietary companies (j)	Leased (k)	Operated under contract (l)	Operated under track- age rights (m)	Total operated (n)
New Jersey			12.45			12.45
TOTAL			12.45			12.45

2223. Rail applied in replacement during year: Tons 1,375 tons; weight per yard 70#; average cost per ton, \$ 25.15.

EXPLANATORY REMARKS

Mileage of 12.45 as shown in Schedule 2203, represents 8.75 miles leased from the Packer Valley Railroad Company, plus 3.70 miles leased from the Packer Valley Line.

51061	Fractured Pipe Joints	Installed during year	1935.
615	Unfractured Pipe Joints	Installed during year	1935.

18,765 feet of Forested Pine South Side installed during year 1935.
10,849 feet of Forested Pine North Side installed during year 1935.
9,135 feet of Forested Pine Ridge Side installed during year 1935.

INCOME FROM LEASE OF ROAD

2302. RENTS PAYABLE

DEDUCTIONS FOR LEASE OF OTHER ROADS

2303. CONTRIBUTIONS FROM OTHER COMPANIES

2304. TRANSFER OF INCOME TO OTHER COMPANIES

2305. Describe fully all liens upon any of the property of the respondent at the close of the year, and all mortgages, deeds of trust, and other instruments whereby such liens were created. Describe also all property subject to the said several liens. This inquiry covers judgment liens, mechanics' liens, etc., as well as liens based on contract. If there were no liens of any character upon any of the property of the respondent at the close of the year, state that fact.

RAILWAY CORPORATIONS—OPERATING—C.

2401. EMPLOYEES, SERVICE, AND COMPENSATION

Give particulars of the average number of employees of various classes in the service of the respondent, of service rendered by such employees, and of compensation paid therefor during the year. Employees are to be counted and classified and their service and compensation reported in accordance with the Commission's Rules Governing the Classification of Steam Railway Employees and Reports of their Service and Compensation, effective July 1, 1921, as amended by order effective January 1, 1933.

Averages called for in column (b) should be the average of middle-of-month counts.

Pensioners rendering no service are not to be included in the count if any compensation paid them to be included hereunder.

If any of the general officers served without compensation or carried on the pay rolls of another company, those facts should be set in a footnote.

Line No.	Classes of employees (a)	Average number of employees (b)	Total service hours or days (c)	Total compensation (d)	Remarks (e)
1	TOTAL (executives, officials, and staff assistants) Daily basis	1	307	\$ 7,500.00	
2	TOTAL (professional, clerical, and general) Daily basis	1	281 1/2	1,470.00	
3	Hourly basis				
4	TOTAL (maintenance of way and structures) Daily basis				
5	Hourly basis	6	14 717	7059.39	
6	TOTAL (maintenance of equipment and stores) Daily basis				
7	Hourly basis	1	3 785	2308.21	
8	TOTAL (transportation—other than train, engine, and yard) Daily basis				
9	Hourly basis	4	8 864	5041.51	
10	TOTAL (transportation—yardmasters, switch tenders, and hostlers) Daily basis				
11	Hourly basis	1	4 380	1380.00	
12	TOTAL, ALL GROUPS (except train and engine) Daily basis	2	588 1/2	8970.00	
13	Hourly basis	12	31 746	15789.11	
14	TOTAL (transportation—train and engine) Hourly basis	4	12 680 1/2	7738.03	
15	Daily basis	2	588 1/2	8970.00	
16	GRAND TOTAL Hourly basis	16	44 476 1/2	3527.14	

Amount of compensation chargeable to operating expenses: \$ 35,497.14

H. C. Mandrill, Jr. Vice President
and

Wm. L. Baunton, Treasurer

Receive no compensation and
are not listed in the above schedule.

the name, position, salary, and other compensation, such as bonus, pension, gift, reward, or fee of each of its officers, directors, pensioners, or persons to whom the respondent paid \$10,000 or more during the year covered by this report as compensation for current or past service over and above necessary expenses incurred in discharge of duties. If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads. Any large item of "compensation" should be explained in a footnote. If salary of

an individual was changed during the year, show salary before each change as well as at close of year. If an officer, director, etc., receives compensation from more than one railway, reference to this fact should be made if his aggregate compensation amounts to \$10,000 or more and the detail as to division of the salary should be stated. By salary (column c) is meant the annual rate at which an employee is paid, rather than the amount actually paid for a part of a year when the salary is changed. Also, when a 10 percent (or other percent) reduction is made, the net rate and not the basic rate should be shown.

[illegible]

the form below give information concerning payments, fees, retainers, commissions, gifts, contributions, assessments, bonuses, pensions, subsidies, allowance for expenses, or any form of payments amounting in aggregate to \$5,000 or more during the year to any corporation, institution, association, firm, partnership, committee, or any person (other than one of respondent's employees covered in schedule 2501 in this annual report) for services or as a donation.

to be included are, among others, payments, directly or indirectly, for medical, engineering, advertising, valuation, accounting, statistical, social, educational, entertainment, charitable, advisory, defensive, detection, developmental, research, appraisal, registration, purchasing, architectural and hospital services; payments for expert testimony and for handling disputes; and payments for services of banks, bankers, trust companies, insurance companies, brokers, trustees, promoters, solicitors, consultants, actuaries, investigators, inspectors, and efficiency engineers. Payments to the various railway associations should also be included. Enumeration of these kinds of payments should not be understood as including other payments for services not excluded below.

To be excluded are: Rent of buildings or other property, taxes payable to the Federal, State, or local governments, payments for heat, light, power, telegraph, and telephone services, and payments to other carriers on the basis of lawful tariff charges or for the interchange of equipment between carriers, as well as other payments for services which both as to their nature and amount may reasonably be regarded as ordinarily connected with the routine operation, maintenance, or construction of a railroad, but any special and unusual payments for services should be reported.

If more convenient, this schedule may be filled out for a group of roads considered as one system and shown only in the report of the principal road in the system, with references thereto in the reports of the other roads.

If any doubt exists in the mind of the reporting officer as to the reportability of any type of payment, request should be made for a ruling before filing this report.

[illegible]

2601. STATISTICS OF RAIL-LINE OPERATIONS

Give the various statistical items called for concerning the rail-line operations of respondent's road during the year. Motor car and trailer if any, should be included in column (d).

Item No.	Item (a)	With steam locomotives (b)				With electric and other locomotives (c)				Without locomotives (d)				Total (e)
1	Average mileage of road operated † 12.45 miles	x	x	x	x	x	x	x	x	x	x	x	x	12.45
	TRAIN-MILES	x	x	x	x	x	x	x	x	x	x	x	x	
2	Freight			14	592									14 592
3	Passenger				002									002
4	Mixed (Frt. , Pass.)													
5	Special													
6	Total transportation service			14	594									14 594
7	Work service													
	LOCOMOTIVE-MILES	x	x	x	x	x	x	x	x	x	x	x	x	
8	Freight			14	592					x	x	x	x	14 592
9	Passenger				002					x	x	x	x	002
10	Mixed-train									x	x	x	x	
11	Special									x	x	x	x	
12	Train switching									x	x	x	x	
13	Yard switching									x	x	x	x	
14	Total transportation service			14	594					x	x	x	x	14 594
15	Work service									x	x	x	x	
	CAR-MILES	x	x	x	x	x	x	x	x	x	x	x	x	
16	Freight train—loaded			42	401					x	x	x	x	42 401
17	Freight train—empty			37	624									37 624
18	Freight train—caboose													
19	Total			80	025									80 025
20	Passenger train				010									010
21	Mixed train—freight—loaded													
22	Mixed train—freight—empty													
23	Mixed train—freight—caboose													
24	Mixed train—passenger													
25	Special train													
26	Total transportation service			80	095									80 095
27	Work service													
	FREIGHT SERVICE													
28	Tons—revenue freight													x x x x x
29	Tons—nonrevenue freight													209
30	Total													209
31	Ton-miles—revenue freight													1 430
32	Ton-miles—nonrevenue freight													1 430
33	Total ton-miles													1 430
	PASSENGER SERVICE													
34	Passengers carried—revenue													x x x x x
35	Passenger-miles—revenue													

2602. REVENUE FREIGHT CARRIED DURING THE YEAR

Give the particulars called for concerning the commodities carried by the respondent during the year, the revenue from which is included in account No. 101, "Freight." In stating the number of tons received from connecting carriers, include all connecting carriers, whether rail or water and whether the freight is received directly or indirectly (as through elevators).

Particulars for items 50 to 54, inclusive, should include all traffic moved in lots of 10,000 pounds or more. Item 55 should include all traffic in lots of less than 10,000 pounds.

Item No.	Commodity (a)	Number of tons (2,000 lb.) of revenue freight originating on respondent's road (b)				Number of tons (2,000 lb.) of revenue freight received from connecting carriers (c)				TOTAL REVENUE FREIGHT CARRIED (d)			
50	Products of agriculture tons								2304				
51	Animals and products tons								136				
52	Products of mines tons								118 538				
53	Products of forests tons				009				4619				
54	Manufactures and miscellaneous tons				893				80 656				
55	All L. C. L. freight tons				1262				1283				
56	TOTAL tons				164				107 536				

† Two decimal places required.

STEAM RAILWAY CORPORATION

2701. DESCRIPTION OF EQUIPMENT

particulars of each of the various classes of locomotive, car, and equipment which the respondent had available for service within the year. Include motor cars and trailers designed specially for use in the service. If any "Other locomotives" are shown, give a brief description in a footnote. Entries in column (h) should be in units of pounds; e. g., if the tractive power is 30,600 pounds, enter 30.6, meaning the number of tractive units and tenths.

Capacity of a freight car, column (i), means the number of tons of 2,000 pounds which the car is marked capable of safely carrying; in the case of tank cars, the capacity of which is designated in barrels, gallons, or other units of volume, the marked capacity should be reduced to capacity in weight of the commodity which the car is intended to carry customarily.

A. EQUIPMENT OWNED OR LEASED, IN SERVICE OF THE RESPONDENT

Item (a)	Number at beginning of year (b)	Number added during year (c)	Number retired during year (d)	NUMBER AT CLOSE OF YEAR			Total tractive effort, excluding booster (,000 lb.) (h)			Aggregate capacity (tons) (i)			Remarks
				Available for service (e)	Owned (f)	Leased from others (g)							
Locomotives	4	0	1	3	3	0	109	197		x x	x x	x x	<div style="border: 1px solid black; padding: 5px;"> <p>NOTES</p> <p>Engine # 12 Tractive effort 38,397</p> <p>Engine # 13 " " 35,400</p> <p>Engine # 14 " " 35,400</p> <p>109,197</p> <p>Engine # 11 Retired during year 1935. Tractive effort 23,184</p> </div>
Freight locomotives										x x	x x	x x	
Passenger locomotives										x x	x x	x x	
Freight-train cars:							x x	x x	x x	x x	x x	x x	
Box cars							x x	x x	x x				
Flat cars							x x	x x	x x				
Stock cars							x x	x x	x x				
Coal cars							x x	x x	x x				
Tank cars							x x	x x	x x				
Refrigerator cars							x x	x x	x x				
Caboose cars							x x	x x	x x	x x	x x	x x	<div style="border: 1px solid black; padding: 5px;"> <p>Engine # 12 Tractive effort 38,397</p> <p>Engine # 13 " " 35,400</p> <p>Engine # 14 " " 35,400</p> <p>109,197</p> <p>Engine # 11 Retired during year 1935. Tractive effort 23,184</p> </div>
Other freight-train cars							x x	x x	x x				
TOTAL							x x	x x	x x				
Passenger-train cars:													
Coaches													
Combination passenger cars													
Other combination cars													
Emigrant cars													
Parlor cars													
Sleeping cars													
Dining cars													
Baggage and express cars													
Postal cars													<div style="border: 1px solid black; padding: 5px;"> <p>Engine # 12 Tractive effort 38,397</p> <p>Engine # 13 " " 35,400</p> <p>Engine # 14 " " 35,400</p> <p>109,197</p> <p>Engine # 11 Retired during year 1935. Tractive effort 23,184</p> </div>
Other passenger-train cars													
TOTAL													
Company service equipment:													
Officers' and pay cars													
Ballast cars													
Derrick cars													
Steam shovels													
Wrecking cars													
Other company service equipment													
TOTAL													
All classes of cars in service													<div style="border: 1px solid black; padding: 5px;"> <p>Engine # 12 Tractive effort 38,397</p> <p>Engine # 13 " " 35,400</p> <p>Engine # 14 " " 35,400</p> <p>109,197</p> <p>Engine # 11 Retired during year 1935. Tractive effort 23,184</p> </div>
Cars contributed to fast-freight lines													
FLOATING EQUIPMENT:													
Steamboats and tugboats													
Barges, car floats, and canal boats													
Other floating equipment													
TOTAL FLOATING EQUIPMENT													
EQUIPMENT OWNED OR LEASED, NOT IN SERVICE OF RESPONDENT													
Locomotives													
Passenger-train cars													
Freight-train cars													
Company service cars													

State the number of gasoline motor cars and electric motor cars included in column (e), by class of service and type of cars:

Gasoline motor cars: No. None; class of service None; type None
 Electric motor cars: No. None; class of service None; type None

IMPORTANT CHANGES DURING THE YEAR

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

2801. All portions of road put in operation or abandoned, giving (a) termini, (b) length of road, and (c) dates of beginning operations or of abandonment.*

2802. All other important physical changes, including herein *all new tracks built*.*

2803. All leaseholds acquired or surrendered, giving (a) dates, (b) length of terms, (c) names of parties, (d) rents, and (e) other conditions.

2804. All agreements for trackage rights acquired or surrendered, giving (a) dates, (b) length of terms, (c) names of parties, (d) rents, and (e) other conditions.

2805. All consolidations, mergers, and reorganizations effected, giving particulars.

2806. All stocks issued, giving (a) purposes for which issued, (b) names of stocks and (c) amounts issued, and describing (d) the actual consideration realized, giving (e) amounts and (f) values; give similar information concerning all stocks retired (if any).

2807. All funded debt issued, giving (a) purposes for which issued, names of securities and (c) amounts issued, and describing (d) the actual consideration realized, giving (e) amounts and (f) values; also give particulars concerning any funded debt paid or otherwise retired, stating (a) date acquired, (b) date retired or canceled, (c) par value of amount retired.

2808. All other important financial changes.

2809. All changes in and all additions to franchise rights, describing fully (a) the actual consideration given therefor, and stating (b) parties from whom acquired; if no consideration was given, state that fact.

2810. In case the respondent has not yet begun operation, and construction has been carried on during the year, state fully the results therefor.

2811. All additional matters of fact (not elsewhere provided for) which the respondent may desire to include in its report.

Schedules 2801 - 2810 Indicate - None

Schedule 2811 - No Printed Annual Report to Stockholders of this Company.

No Additional Matters

* If returns under schedules 2801 and 2802 include any first main track owned by respondent representing new construction or permanent abandonment give the following particulars:

Miles of road constructed *None*

Miles of road abandoned *None*

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

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 officer has no control over the accounting of the respondent. Under the provisions of section 20 of the Interstate Commerce Act, "the oath * * * 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)

New Jersey
 of *Union* } ss:
Geo. A. Clark makes oath and says that he is *President + Auditor*
 (Insert here the name of the affiant) (Insert here the official title of the affiant)
Rahway Valley Company, Lessee
 (Insert here the exact legal title or name of the respondent)

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 such books have, during the period covered by the foregoing report, been kept in good faith in accordance with the accounting and 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 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

from and including *January 1st*, 193*5*, to and including *December 31st*, 193*5*
Geo. A. Clark
 (Signature of affiant)

Subscribed and sworn to before me, a *Notary Public*, in and for the State and

by above named, this *25th* day of *February*, 193*6*

My Commission Expires *Feb. 27, 1939*

commission expires

Use an
L. S.
impression seal

Pauline Litvinoff
 (Signature of officer authorized to administer oaths)

SUPPLEMENTAL OATH

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

New Jersey
 of *Union* } ss:
Rahway Valley Company, Lessee makes oath and says that he is
 (Insert here the name of the affiant) (Insert here the official title of the affiant)
Rahway Valley Company, Lessee
 (Insert here the exact legal title or name of the respondent)

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 report is a correct and complete statement of the business and affairs of the above-named respondent and the operation of its property during the period of time from and including *January 1st*, 193*5*, to and including *December 31st*, 193*5*

(Signature of affiant)

Subscribed and sworn to before me, a _____, in and for the State and

by above named, this _____ day of _____, 193

commission expires

Use an
L. S.
impression seal

(Signature of officer authorized to administer oaths)