of its representative, or if the appointed representatives fail, within five days after the last one of them is appointed, to agree upon a mutually acceptable arbitrator or arbitrators, either party may submit the matter for arbitration to the American Arbitration Association pursuant to its commercial arbitration rules, and the decision of its arbitrator or arbitrators shall be final.

(5) In considering the value of properties under this section, the arbitrator or arbitrators shall consider, among other factors, any bona fide offer for the properties, or a part thereof, recent sales of adjoining or similar properties, any any available appraisals, by a reputable appraiser, of the properties, or a part thereof.

(6) If the person offering a subsidy is a public body, each meeting of an arbitrator or arbitrators with the parties for the purpose of receiving information or evidence or to hear arguments or views shall be open to the public. Any interested member of the public may file written views, argument, or information with the arbitrator or arbitrators at any time within three days after the closing of the sessions that are open to the public.

(b) *Reasonable return on the value of the properties.* The reasonable return on the value of rail properties, as determined under § 1125.9(a) shall be the interest rate that is equal to the publicly quoted yield, to maturity or earliest call date, on the first business day of the month in which the subsidy agreement is entered into, for U.S. Treasury bonds or notes maturing or having an earliest call date approximately coterminous with the end of the subsidy period. United States Treasury bonds, redeemable at par before call or maturity for the sole purpose of applying the proceeds to payment of Federal estate taxes, and Treasury notes Series EA or EO shall be excluded from consideration for this purpose.

APPENDIX I.—FORMAT FOR PRESENTATION OF SUBSIDY ESTIMATE

The following information is required to be furnished under § 1125.3(a)(1). All data shall be developed in accordance with the methodology set forth in § 1125.3.

REVENUES ESTIMATED

1. Freight revenues.
2. All other revenues and income.
3. Total estimated revenues (line 1 plus 2).

AVOIDABLE COST ESTIMATES

4. On-branch costs (lines 4A through 4L):
A. Maintenance of way and structures.
B. Rehabilitation.
C. Maintenance of equipment.
D. Transportation.
E. General administrative expenses.
F. Deadheading, taxi, and hotel costs.
G. Overhead movement costs.
H. Freight car costs.
I. Taxes.
J. Administrative fee.
K. Casualty reserve account.
L. Termination costs.
5. Off-branch costs (ratio times line 1).
6. Management fee.
7. Total avoidable cost estimate (lines 4, 5, and 6).

RETURN ON VALUE ESTIMATE

8. Valuation of property.
9. Rate of return.
10. Total return on value (line 8 times line 9).

ESTIMATED SUBSIDY PAYMENT

11. Estimated subsidy payment (line 3 minus lines 7 and 10).

APPENDIX II.—FORMAT FOR FINANCIAL STATUS REPORTS

The following information is required to be furnished under § 1125.4(b). All data shall be developed in accordance with the methodology set forth in §§ 1125.6, 1125.7, and 1125.9. The actual data for the year to date and a projection to the end of the subsidy year shall be shown for each item, except that off-branch costs shall be estimated during the subsidy year by applying the ratio developed in the interim formula under § 1125.3(d) to the actual revenues shown in item 1.

REVENUES

1. Freight revenues.
2. All other revenues and income.
3. Total revenues (line 1 plus line 2).

AVOIDABLE COST

4. On-branch costs (lines 4A through 4L):
A. Maintenance of way and structures.
B. Rehabilitation.
C. Maintenance of equipment.
D. Transportation.
E. General administrative expenses.
F. Deadheading, taxi, and hotel costs.
G. Overhead movement costs.
H. Freight car costs.
I. Taxes.
J. Administrative fee.
K. Casualty reserve account.
L. Termination costs.
5. Off-branch costs.
6. Management fee.
7. Total avoidable cost (lines 4, 5, and 6).

RETURN ON VALUE

8. Valuation of property.
9. Rate of return.
10. Total return of value (line 8 times line 9).

SUBSIDY PAYMENT

11. Subsidy payment (line 3 minus lines 7 and 10).

[FR Doc. 78-408 Filed 1-10-78; 8:45 am]

[7035-01]

[Ex Parte No. 293 (Sub-No. 8)]

PART 1127—STANDARDS FOR DETERMINING COMMUTER RAIL SERVICE CONTINUATION SUBSIDIES AND EMERGENCY OPERATING PAYMENTS

Report and Order

AGENCY: Rail Services Planning Office (RSPO), Interstate Commerce Commission (ICC).

ACTION: Restatement of Commuter Standards.

SUMMARY: RSPO is restating the Commuter Standards to conform with the ICC's new Uniform System of Accounts for railroad companies (USOA) which was established in accordance with the requirements of section 307 of the Railroad Revitalization and Regulatory Reform Act of 1976 (4R Act). Comments are invited on any changes of substance which may have been made and on the applicability of the present apportionment formulae of common costs in view of the new USOA. Also included in this restatement of the standards are changes in the funding and extension of this subsidy program to September 30, 1980.

DATES: Effective date January 1, 1978. Comments may be filed on or before January 31, 1978.

ADDRESS: An original and six copies of the comments should be mailed to:

Rail Services Planning Office, 1900 L Street NW., Washington, D.C. 20036. Attn: Commuter Standards.

FOR FURTHER INFORMATION CONTACT:

David S. Rind, Cost Evaluation Branch, Rail Services Planning Office, Interstate Commerce Commission, Washington, D.C. 20036 (202-254-7553).

SUPPLEMENTARY INFORMATION: RSPO invites interested parties to comment on any area of the standards that they feel changes of substance were made. Parties are also asked to consider the appropriateness of the apportionment formulae of common costs in relationship to the new USOA.

RSPO was directed by section 205(d) (5) and (6) of the Regional Rail Reorganization Act of 1973 (3R Act), Public Law 93-236, 87 Stat. 985, 994, as amended by section 309 of the Railroad Revitalization and Regulatory Reform Act of 1976 (4R Act), Public Law 94-210, 90 Stat. 31, 57 to issue regulations containing:

(A) standards for the continuation of subsidies for rail passenger service (except passenger service compensation disputes subject to the jurisdiction of the Commission under section 402(a) of the Rail Passenger Service Act (45 U.S.C. 562(a))), which are consistent with the compensation principles described in the final system plan and which avoid cross subsidization among commuter, intercity, and freight rail services; and

(B) standards for the determination of emergency commuter rail passenger service operating payments pursuant to section 17 of the Urban Mass Transportation Act of 1964 [section 205(d)(5) of the Regional Rail Reorganization Act of 1973, Pub. L. 93-236 as amended by the Railroad Revitalization and Regulatory Reform Act of 1976, Pub. L. 94-210].

These standards issued August 3, 1976, and amended December 15, 1976, are published in Title 49 of the Code of Federal Regulations, Part 1127, and are currently in effect. They are based on and refer directly to accounts in the ICC's USOA. The ICC was directed by section 307 of the 4R Act to establish a new USOA for railroad companies; this new USOA becomes effective on January 1, 1978. As a result, RSPO is restating the current standards in a form compatible with the new USOA. The restated standards include a conversion table to help "bridge" from the old to the new accounting system. RSPO intends no changes of substance to the standards other than those necessitated by the new USOA. Included in this restatement of the standards is a more current Speed Factored Gross Tons (SFGT) formula for assigning roadway maintenance running costs attributable to commuter service. This is the same formula as the one presently appearing in the standards with the constant factors updated from a 1971 to a 1975 level.

The standards also include the effects of Public Law 95-187 enacted November 16, 1977, which modifies section 17 of the Urban Mass Transportation Act of 1964 (UMT Act) by changing the present last subsidy period Federal reimbursement from the present 50 percent level to 80 percent and extends the subsidy program for 24 months with 50 percent Federal reimbursement to September 30, 1980. The total Federal funding of the program is increased from $125 million to $185 million. Public Law 95-187 also created a new section 18 to the UMT Act which provides for $20 million in grants to be expended by September 30, 1979, to aid Class I railroads, except the grants cannot be used for intercity rail passenger service operated under agreement with the National Railroad Passenger Corporation and rail service required by section 304(e)(4) of the 3R Act.

Although the restated standards become effective January 1, 1978, parties to existing subsidy agreements may agree to continue to use the present standards for the remainder of the current subsidy period.

This is not a major Federal action significantly affecting the quality of the human environment within the meaning of the National Environmental Policy Act of 1969.

Accordingly, *it is ordered*, That Part 1127 of Chapter X of Title 49 of the Code of Federal Regulations appended to this report is hereby revised effective January 1, 1978.

Issued December 29, 1977, by Alan M. Fitzwater, Director, Rail Services Planning Office.

By the Commission.

H. Gordon Homme, Jr.,
Acting Secretary.

Authority: Sec. 205(d) (5) and (6), Regional Rail Reorganization Act of 1973, Pub. L. 93-236, 87 Stat. 985, 994, as amended by Section 309 of the Railroad Revitalization and Regulatory Reform Act of 1976, Pub. L. 94-210, 90 Stat. 31, 57.

§ 1127.1 Definitions.

Unless otherwise required by the context, the following definitions apply in this Part:

"Account" means an account in the ICC's Uniform System of Accounts for Railroad Companies (49 CFR Part 1201).

"3R Act" means the Regional Rail Reorganization Act of 1973 [Pub. L. 93-236 (45 U.S.C. 701 *et. seq.*)] as amended by the Railroad Revitalization and Regulatory Reform Act of 1976 [Pub. L. 94-210 (90 Stat. 31 et. seq.)].

"Actual" means charges in the railroad's accounts for facilities, properties and services which are directly attributable to commuter service.

"Amtrak" means the National Railroad Passenger Corporation.

"Base period" means a minimum of three months and a maximum of twelve months for which the latest traffic, revenue and cost data are available.

"Common costs" means charges in the railroad's accounts for facilities, properties and services in the designated area which are incurred by the subsidizer and other users and which are not solely for the benefit of a particular service.

"Commuter service" means the specific service for which the subsidizer has offered or agreed to make continuation payments.

"ConRail" means the Consolidated Rail Corporation.

"Designated area" means a portion of the railroad's facilities, such as track segments, buildings and yards, for which costs are collected and apportioned between commuter and other services.

"Facilities Utilization Plan" means a document identifying and itemizing the road and equipment properties used in providing commuter passenger service.

"Form R-1" means the railroad's annual report filed with the ICC in accordance with the requirements of section 20 of the Interstate Commerce Act.

"ICC" means Interstate Commerce Commission.

"Manpower Utilization Plan" means a document identifying the railroad forces used in providing commuter passenger service.

"4R Act" means the Railroad Revitalization and Regulatory Reform Act of 1976, Pub. L. 94-210 (90 Stat. 31 et seq.).

"Railroad" means a common carrier by railroad, as defined in section 1(3) of the Interstate Commerce Act [49 U.S.C. 1(3)], including Conrail and Amtrak.

"RSPO" means the Rail Services Planning Office of the ICC.

"Secretary" means the Secretary of Transportation or his designated representative.

"Standards" means 49 CFR Part 1127 Standards for Determining Commuter Rail Service Continuation Subsidies and Emergency Operating Payments.

"Subsidizer" means a State or a local or regional transportation authority which offers to make or makes a payment to continue commuter rail service pursuant to section 304(c) and 304(e) of the 3R Act.

"Subsidy period" means the term for which a subsidy agreement has been negotiated and is in operation.

"UMT Act" means the Urban Mass Transportation Act of 1964, as amended (90 Stat. 143).

"XX" means that where this notation precedes the last four digits of an account number (e.g. XX-16-02), all accounts with identical last four digits (e.g. 11-16-02, 21-16-02, 41-16-02 and 61-16-02) are to be included.

§ 1127.2 Purpose and scope.

(a) Section 304(e)(1) of the 3R Act requires Conrail (or a profitable railroad) to provide commuter rail service for a period of 180 days commencing April 1, 1976, on all rail properties over which a railroad in reorganization in the Northeast and Midwest Region, or a person leased, operated, or controlled by such a railroad, was providing service as of that date regardless of whether or not the properties were designated in the Final System Plan of the United States Railway Association as rail properties over which rail service is required to be operated.

(b) Section 304(c)(2)(A) and section 304(e)(4) of the 3R Act provide that no commuter rail service may be discontinued, and no rail properties may be abandoned, if a subsidizer offers financial assistance in the form of a rail service continuation payment which is designed to cover the difference between the avoidable costs of providing commuter rail service on the rail properties and the revenues attributable to such properties, together with a reasonable return on the value of the properties. If such an offer is made on or before September 27, 1976, Conrail (or a profitable railroad) shall continue to provide such service thereafter.

(c) Section 205(d)(6) of the 3R Act authorizes RSPO to determine and publish standards for defining (1) The "revenue attributable to the rail properties", (2) the "avoidable cost of providing service", and (3) a "reasonable return on value", as those phrases are used in section 304 of the 3R Act.

(d) Section 205(d)(5) of the 3R Act directs RSPO to determine and publish standards for the computation of subsidies for commuter rail service (except passenger service compensation disputes subject to the jurisdiction of the ICC) which are consistent with the compensation principles described in the Final System Plan and which avoid cross subsidization among commuter, intercity, and freight rail services.

(e) These regulations set forth a method for establishing an estimated subsidy payment, which will enable a prospective subsidizer to formulate a subsidy offer within the context of section 304 of the 3R Act and provide a basis for subsidy payment pending the negotiation of a subsidy agreement. When an agreement is concluded, subsequent payments shall be based on the negotiated subsidy. The final payment shall be adjusted to reflect the actual revenues derived, avoidable costs incurred and value of the properties used in the subsidy period.

(f) Section 304(e)(5)(A) of the 3R Act and section 17(a)(1) of the UMT Act direct the Secretary to reimburse Conrail, Amtrak, other railroads, and, if applicable, the trustee or trustees of a railroad in reorganization in the Midwest and Northeast region for 100 percent of the losses incurred in the 180-day mandatory operation period not otherwise paid by subsidizers which would have been payable had these standards been in effect on April 1, 1976.

(g) Section 304(e)(5)(B) of the 3R Act and section 17(a)(2) of the UMT Act direct the Secretary to reimburse subsidizers for the additional costs incurred by them for commuter operation during the 180-day mandatory operation period and for commuter rail service continuation payments made by them after September 27, 1976. The amount of reimbursement shall be 100 percent for the period April 1, 1976, through March 26, 1977; 90 percent for the period March 27, 1977, through March 31, 1978; 80 percent for the period April 1, 1978, through September 30, 1978; and 50 percent for the period October 1, 1978, through September 30, 1980.

(h) Section 205(d)(5)(B) of the 3R Act directs RSPO to determine the standards under which the Secretary will provide the emergency operating assistance authorized in section 17(a) of the UMT Act.

(i) These regulations also establish the criteria which will govern the reimbursement by the Secretary of: (1) The losses incurred by Conrail, other railroads or trustees for continuing commuter service during the mandatory operation period; and (2) The additional costs incurred by subsidizers for subsidizing commuter service from April 1, 1976, through September 30, 1980.

§ 1127.3 Subsidy agreement.

(a) *Notice of Intention.* A prospective subsidizer shall notify the railroad of its intention to offer financial assistance for the continuation of commuter service no later than 40 days before the offer is to be tendered. The Notice shall specify:

(1) All modifications in the fares to be charged and in the existing level of service, including changes in routes, schedules, train seating capacity, performance standards, equipment units, and such other dimensions of service as the subsidizer may specify;

(2) The length of the subsidy period; and

(3) The name and address of the prospective subsidizer. A copy of the Notice shall be served concurrently on RSPO and the Secretary.

(b) *Subsidy Estimate.* The railroad shall compute a subsidy estimate predicated on the information contained in the Notice and the revenues attributable, avoidable costs of providing service, and reasonable return on value for the base period in accordance with the methodology prescribed in §§ 1127.6 through 1127.9 and in the format specified in Appendix I. The estimate shall be adjusted as necessary to allow for any actual or projected variations in service, e.g., seasonal fluctuations in traffic or extraordinary events affecting service levels. The bases of any adjustments shall be stated with particularity. The railroad's estimate and the general terms it proposes for an agreement shall be served on the prospective subsidizer (with copies to RSPO and the Secretary) as soon as possible but not later than 30 days after the Notice is received. The railroad's initial estimate (which must be served 30 days after the notice is received but not later than September 17, 1976) may be based on the best data available.

(c) *Offer of Financial Assistance.* The prospective subsidizer must formulate an offer of subsidy predicated on the railroad's estimate, but may propose modifications which are consistent with these standards. The initial offer of subsidy must be served on the railroad (with copies to RSPO and the Secretary) not later than September 27, 1976, to avoid the discontinuance of service. Subsequent offers of subsidy must be served not less than 60 days before the end of the subsidy period. The offer shall contain:

(1) A subsidy estimate in the form prescribed in Appendix I;

(2) A resolution, authorization or other evidence that the prospective subsidizer has, or within a reasonable time will have, the authority to execute and fulfill an agreement to subsidize the service;

(3) Information demonstrating that the prospective subsidizer has, or within a reasonable time will have, the financial resources to subsidize the service and otherwise fulfill its contractual obligations; and

(4) A subsidy payment for the first month of service.

(d) *Negotiations.*—(1) *General.* The railroad and the prospective subsidizer shall negotiate an initial subsidy agreement as soon as possible after September 27, 1976, but in no event later than March 26, 1977. The parties may agree in arm's-length negotiations to provisions which modify the standards, subject to review of such modifications by RSPO. RSPO would not expect to disapprove variations from the standards which are the product of arm's-length negotiations and which are shown to be reasonable in the light of the pertinent facts and circumstances. When an agreement has been reached, a copy shall be filed promptly with RSPO for its review.

(2) *Significant Use.* Unless the parties agree otherwise, the subsidizer shall be deemed a significant user of the rail properties in the areas designated on the facilities utilization plan, and shall be assigned the directly identifiable and common costs of providing the commuter passenger service.

(3) *Insignificant Use.* A subsidizer proposing incidental use of rail properties in the designated area may be assigned the directly identifiable costs incurred in providing the commuter passenger services, plus an allowance for overhead as negotiated by the parties. If the parties are unable to agree on an overhead allowance, the methodology for apportioning common costs specified in § 1127.7 shall apply.

(4) *Mediation.* Upon request of either party, RSPO will mediate disagreements concerning the facilities utilization plan, the manpower utilization plan, the subsidy agreement and the application of these standards.

(e) *Subsidy Payments.* The subsidizer shall make subsidy payments monthly in advance, based either upon the negotiated estimate, or in the absence of a subsidy agreement, upon the subsidizer's offer of financial assistance. The payment shall be determined by dividing the total subsidy by the number of months in the subsidy period. Interest on overdue subsidy payments shall accrue, at a rate of 100 basis points (1 percentage point) above the prime rate currently quoted at a principal bank in the commuter service area, for such period as they remain unpaid and the railroad has not terminated the service. The final subsidy payment shall be adjusted retroactively within 60 days of the filing of the final Financial Status Report required by paragraph (f) below to reflect the actual revenues derived, avoidable costs incurred and value of the properties used in providing rail commuter service during the subsidy period. The railroad shall establish a system to collect the data necessary to make the adjustment. If the subsidizer is entitled to a refund, the railroad shall pay interest on the overpayment, at a rate of 100 basis points (1 percentage point) above the prime rate currently quoted at a principal bank in the commuter service area, accruing from the end of the subsidy period until the refund is made.

(f) *Financial Status Report.* The railroad shall submit to the subsidizer and RSPO a Financial Status Report in the form prescribed in Appendix II to this Part within 60 days after the end of each three months of the subsidy period. Significant deviations from the subsidy estimate must be explained. Unless the parties otherwise agree, the second-to-last report shall be the basis for negotiating the subsequent subsidy agreement. The final report shall be the basis of the subsidy payment adjustment.

§ 1127.4 Interpretations of the standards.

Parties desiring an interpretation of the standards should file a written petition citing the section involved and setting forth their position and rationale. If the request arises from a dispute with other parties, the petitioner should identify those parties and serve each of them with a copy. Parties desiring to file a reply must do so within 10 days of their receipt of the petition. RSPO will issue an interpretation, unless it concludes that the matter raised requires amendment of the standards, in which case RSPO will institute a rulemaking proceeding.

§ 1127.5 Access to records, audit and inspection.

(a) The subsidizer, RSPO, and the Secretary shall have reasonable access to the records, accounts, working papers, and other documents and to the properties and equipment of any railroad, which provides commuter passenger service or whose properties and equipment are used in providing commuter passenger service for the following purposes:

(1) To verify the accuracy and completeness of the subsidy estimate, the facilities utilization plan, the manpower utilization plan, and the Financial Status Reports;

(2) To audit the actual revenues attributable, costs incurred and service units maintained during the subsidy period;

(3) To inspect the properties and equipment used in providing the commuter passenger service and to measure the performance of the railroad under the offer of financial assistance and the subsidy agreement; or

(4) To confirm facts and representations made or to be made in applications for emergency operating assistance.

(b) The properties and records described in subsection (a) shall be made available for inspection and examination by the subsidizer, RSPO, and the Secretary during regular business hours at a time and place mutually agreeable to the parties. The railroad shall also reproduce such records, provided the requesting party pays the reasonable cost thereof.

§ 1127.6 Revenues attributable to commuter rail service.

The revenues attributable to commuter rail service shall be the total of the revenues, rentals and allowances assigned in accordance with this section. Where a third party controls revenues or rents attributable to the commuter service, the railroad shall credit the commuter service with the amounts of such revenues or rents credited to it by the third party, and shall use its best efforts to negotiate equitable apportionments. Revenues attributable to two or more commuter services shall be apportioned between them on the basis of car-miles operated under the respective offers of financial assistance or subsidy agreements. The revenues, rentals and allowances assigned shall be derived from the following accounts.

(a) *Revenue accounts.*—(1) *Account 102—Passenger; Account 103—Passenger Related; Account 104—Switching; Account 105—Water Transfers.* The revenues assigned to these accounts shall be the actual revenues attributable to commuter service that are directly identified with the operation of commuter trains, excluding rail service continuation payments.

(2) *Account 110—Incidental.* The revenues assigned to this account earned on commuter trains shall be credited directly to the commuter service. The commuter service portion of revenues generated at fixed facilities used in common with other services shall be determined from the relative passenger on-off counts (including pass riders) at those facilities. Special studies of on-off counts may be substituted for continuous records of such counts where desired.

(3) *Account 121—Joint facility—Cr.; Account 12—Joint facility—Dr.* To the extent that the terms of joint facility agreements yield apportionments of revenues to commuter services, the amounts so yielded shall be credited or debited directly to the commuter service. If the terms of the agreements do not yield such apportionments, passenger on-off counts (including pass riders) shall be the basis of apportionment at joint facilities where passengers are boarded or discharged; and at other facilities counts of cars handled as developed from special studies or continuous records shall be the basis of apportionment.

(b) *Rentals. Account 510—Miscellaneous rent income.* The rentals assigned to this account which are attributable to commuter service shall be the actual amounts derived from the rental of commuter service equipment or other property.

(c) *Pass Rider Allowance.* Attributable revenues of the commuter service shall be credited with an allowance for passengers using passes or reduced fare tickets issued by the railroad (or predecessor companies). The parties may continue existing practices for crediting such allowances. In the absence of an agreement, the amount of such credit shall be determined on the basis of currently applicable fares charged revenue commuter passengers.

(d) *Conversion Chart for Revenue Accounts.*

Revenue account title	Previous account number	Present account number
Passenger	102	102
Passenger related	103, 104, 105, 108, 131	103
Switching	110	104
Water transfers	113	105
Incidental	132, 133, 142, 143	110
Joint facility—credit	151	121
Joint facility—debit	152	122
Miscellaneous rent income	510	510

§ 1127.7 Avoidable costs of providing service.

(a) *Assignment of costs.* To the maximum extent practicable, the directly identifiable and common costs assigned to the commuter service shall be developed from a facilities utilization plan and a manpower utilization plan, with the assistance of available and appropriate cost and accounting records such as time sheets, material requisitions, charge cards, vouchers, and the like. [All accounts shall be separated between labor and material (non-labor) charges.] Otherwise, costs may be assigned to the commuter service in a manner agreed to by the parties. The parties may rely on historical data; conduct special studies; develop their own apportionment formulae based on use; or agree on a combination of these methods. Upon request of either party, RSPO will mediate disputes concerning the proper methodology for assigning costs. Any costs which are not assigned under the foregoing procedures shall be assigned in accordance with the methodology prescribed in paragraphs (e) and (f) below, subject to the condition that either party may request a special study. The requesting party will be responsible for designing the study and obtaining the other party's approval of the design. The results of the study will be binding on both parties unless they mutually agree to disregard them. Avoidable costs common to two or more commuter services shall be apportioned between them on the basis of car-miles operated under the respective offers of financial assistance or subsidy agreements. In assigning costs, it is understood that the moneys charged to a particular function shall include the commuter portion of the passenger expenses, plus the commuter portion of the common expenses for that function.

(b) *Facilities utilization plan.* The parties shall develop a facilities utilization plan which identifies and itemizes the road and equipment properties of the railroad used in providing the commuter service and assigns to each property or group of properties the agreed percentage of use devoted to the commuter service. The plan shall also identify those road properties which are avoidable upon discontinuance of the commuter service for the purposes of determining road depreciation, retirement and dismantling charges [§ 1127.7(e)-(f)] and value of road properties [§ 1127.8(b)]. The roadway properties and facilities should be divided into areas or segments consisting of stretches of property where operations or use remain fairly constant and identifying those places where the operations or use change (e.g., number of tracks change, branch lines enter or diverge, and other similar changes). Properties and equipment normally covered in a facilities utilization plan include: trackage; signal system; electrification system; interlocking plants; bridges and drawbridges; stations and platforms; rail-highway crossings; yards; power plants; shops; enginehouses and servicing facilities; storehouses; land; rolling stock; and other facilities or equipment. Source data normally includes equipment rosters, track diagrams or maps of the properties in the above categories, and usage measures for each class of facility and equipment by specific facility or segment (e.g., track density charts, train sheets, timetables, blocking records, yarding programs, station workloads, etc.) to determine the percentage of use of facilities or equipment in providing the commuter service.

(c) *Manpower utilization plan.* The parties shall also develop a manpower utilization plan which identifies the railroad forces used in providing the commuter service by listing the persons employed according to job title, work location, account and percentage of time devoted to commuter service duties.

(d) *Special studies.* All special studies shall be conducted jointly by the railroad and the subsidizer. The length and frequency of the studies and the standardized measurement procedures utilized in the studies shall be negotiated by the parties. In the event of impasse, either party may submit the dispute to RSPO for resolution and its decision shall be final. The cost of studies which are prescribed by these standards or which the parties voluntarily agree to perform shall be attributed to the commuter service. The cost of studies performed at the request of only one party shall be borne exclusively by that party and shall not be attributed to the commuter service.

(e) Conversion Chart and Assignment Basis of Expense Accounts to Commuter Service.

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
(1) Maintenance of Way and Structures			
Administration			
Track	201	XX-16-02 XX-19-02	Various Accounts (1127.7(f)(1)(I))
Bridges and Buildings	201	XX-16-03 XX-19-03	Various Accounts (1127.7(f)(1)(J))
Signals	201	XX-16-04 XX-19-04	Various Accounts (1127.7(f)(1)(K))
Communications	201	XX-16-05 XX-19-05	Various Accounts (1127.7(f)(1)(N))
Other	201	XX-16-06 XX-19-06	Various Accounts (1127.7(f)(1)(L))
Repair and Maintenance			
Running			
Roadway	202	XX-14-10 XX-17-10	Speed Factored Gross Tons SFGT (1127.7(f)(1)(B))
Tunnels and Subways	206	XX-14-11 XX-17-11	Ditto
Bridges and Culverts	208,210	XX-14-12 XX-17-12	Ditto
Ties	212	XX-14-13 XX-17-13	Ditto
Rails	214	XX-14-14 XX-17-14	Ditto
Other Track Material	216	XX-14-15 XX-17-15	Ditto
Ballast	218	XX-14-16 XX-17-16	Ditto
Track Laying and Surfacing	220	XX-14-17 XX-17-17	Ditto
Road Property Damaged	202-220	XX-14-48 XX-17-48	Ditto
Switching			
Roadway	202	XX-15-10 XX-18-10	Cars Dispatched (1127.7(f)(1)(A))
Tunnels and Subways	206	XX-15-11 XX-18-11	Ditto
Bridges and Culverts	208,210	XX-15-12 XX-18-12	Ditto
Ties	212	21-15-13 21-18-13	Ditto
Rails	214	21-15-14 21-18-14	Ditto
Other Track Material	216	21-15-15 21-18-15	Ditto
Ballast	218	21-15-16 21-18-16	Ditto
Track Laying and Surfacing	220	21-15-17 21-18-17	Ditto
Road Property Damaged	202-220	XX-15-48 XX-18-48	Ditto

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Station and Office Buildings	227	XX-16-23 XX-19-23	Square Feet and Passenger - On-off Count (1127.7(f)(1)(C))
Road Property Damaged - Other	221-265	XX-15-48 XX-18-48	Repair and Maintenance - Running plus Switching (1127.7(f)(1)(H))
Signals and Interlockers	249		
Running		XX-14-19 XX-17-19	Train Movements (1127.7(f)(1)(D))
Switching		XX-15-19 XX-18-19	Ditto
Communications Systems	247	XX-16-20 XX-19-20	Various Accounts (1127.7(f)(1)(M))
Power Systems	253,257	XX-16-21 XX-19-21	Kilowatt Hours (1127.7(f)(1)(E))
Highway Grade Crossings	273		
Running		XX-14-22 XX-17-22	Repair and Maintenance - Running plus Switching (1127.7(f)(1)(H))
Switching		XX-15-22 XX-18-22	Ditto
Shop Buildings	235,253,257		
Locomotives		XX-16-24 XX-19-24	Labor Charges (1127.7(f)(1)(F))
Other Equipment		XX-16-26 XX-19-26	Ditto
Locomotives Servicing Facilities	231,233	XX-16-27 XX-19-27	Unit Miles, Fuel Dispensed (1127.7(f)(1)(G))
Miscellaneous Buildings and Structures	221,229,239,265	XX-16-28 XX-19-28	Repair and Maintenance - Running plus Switching (1127.7(f)(1)(H))
Roadway Machines	269	XX-16-36 XX-19-36	Ditto
Small Tools and Supplies	271	XX-16-37 XX-19-37	Ditto
Snow Removal	272	XX-16-38 XX-19-38	Ditto
Dismantling Retired Road Property	270		
Running		XX-14-39 XX-17-39	Actual
Switching		XX-15-39 XX-18-39	Actual
Other		XX-16-39 XX-19-39	Actual
Fringe Benefits	277,457		
Running		12-14-00 12-17-00	Various Accounts (1127.7(f)(1)(P))
Switching		12-15-00 12-18-00	Ditto
Other		12-16-00 12-19-00	Ditto
Casualties and Insurance	274,275		
Running		52-14-00 52-17-00 53-14-00 53-17-00	Various Accounts (1127.7(f)(1)(O))

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Switching		52-15-00 52-18-00 53-15-00 53-18-00	Ditto
Other		52-16-00 52-19-00 53-16-00 53-19-00	Ditto
Lease Rentals - Dr.	542		
Running		31-14-00 31-17-00	Actual
Switching		31-15-00 31-18-00	Actual
Other		31-16-00 31-19-00	Actual
Lease Rentals - Cr.	509		
Running		32-14-00 32-17-00	Actual
Switching		32-15-00 32-18-00	Actual
Other		32-16-00 32-19-00	Actual
Joint Facility Rents - Dr.	541		
Running		33-14-00 33-17-00	Agreement or Passenger On-off Count (1127 6(a)(3))
Switching		33-15-00 33-18-00	Ditto
Other		33-16-00 33-19-00	Ditto
Joint Facility Rents - Cr.	508		
Running		34-14-00 34-17-00	Ditto
Switching		34-15-00 34-18-00	Ditto
Other		34-16-00 34-19-00	Ditto
Other Rents - Dr.	543		
Running		35-14-00 35-17-00	Actual
Switching		35-15-00 35-18-00	Actual
Other		35-16-00 35-19-00	Actual
Other Rents - Cr.	510		
Running		36-14-00 36-17-00	Actual
Switching		36-15-00 36-18-00	Actual
Other		36-16-00 36-19-00	Actual

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Depreciation	266		
Running		62-14-00 62-17-00	Actual - Restricted to Properties Identified in Section (1127.8(b))
Switching		62-15-00 62-18-00	Ditto
Other		62-16-00 62-19-00	Ditto
Joint Facility - Dr.	278		
Running		37-14-00 37-17-00	Agreement or Passenger On-Off Count (1127.6(a)(3))
Switching		37-15-00 37-18-00	Ditto
Other		37-16-00 37-19-00	Ditto
Joint Facility - Cr.	279		
Running		38-14-00 38-17-00	Ditto
Switching		38-15-00 38-18-00	Ditto
Other		38-16-00 38-19-00	Ditto
Other	281,282		
Running		XX-14-99 XX-17-99	Various Accounts (1127.7(f)(1)(O))
Switching		XX-15-99 XX-18-99	Ditto
Other		XX-16-99 XX-19-99	Ditto
(2) Equipment			
Locomotives			
Administration	301	XX-24-01 XX-26-01	Various Accounts (1127.7(f)(2)(B))
Repair and Maintenance	311	XX-24-41 XX-26-41	Special Study and Actual (1127.7(f)(2)(A))
Machinery Repair	302	XX-24-40 XX-26-40	Various Accounts (1127.7(f)(2)(B))
Equipment Damaged	311	XX-24-48 XX-26-48	Special Study and Actual (1127.7(f)(2)(A))
Dismantling Retired Property	306,329	XX-24-39 XX-26-39	Actual
Fringe Benefits	335,457	12-24-00 12-26-00	Various Accounts (1127.7(f)(2)(C))
Other Casualties and Insurance	332,333	52-24-00 52-26-00 53-24-00 53-26-00	Various Accounts (1127.7(f)(2)(B)) Ditto
Lease Rentals - Dr.	537	31-24-00 31-26-00	Actual
Lease Rentals - Cr.	504	32-24-00 32-26-00	Actual
Other Rents - Dr.	537	35-24-00 35-26-00	Actual
Other Rents - Cr.	504	36-24-00 36-26-00	Actual

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Depreciation	331	62-24-00 62-26-00	Actual
Joint Facility - Dr.	336	37-24-00 37-26-00	Agreement or Passenger On-off Count (1127.6(a)(3))
Joint Facility - Cr.	337	38-24-00 38-26-00	Ditto
Repairs Billed to Others - Cr.			
Machinery	302	40-24-40 40-26-40	Actual
Locomotives	311	40-24-41 40-26-41	Actual
Road Property and Equipment Damaged	311,317,318,323, 326,328	40-24-48 40-26-48	Actual
Other	339	XX-24-99 XX-26-99	Various Accounts (1127.7(f)(2)(B))
Other Equipment			
Administration	301	XX-25-01 XX-27-01	Various Accounts (1127.7(f)(2)(E))
Passenger and Other Revenue Equipment	317	XX-25-45 XX-27-45	Actual
Computers and Data Processing Systems	Various Accounts	XX-25-46 XX-27-46	Actual
Machinery	302	XX-25-40 XX-27-40	Various Accounts (1127.7(f)(2)(E))
Work and Other Non-Revenue Equipment	326,328	XX-25-47 XX-27-47	Various Accounts (1127.7(f)(2)(D))
Equipment Damaged	317,318,323,326,328	XX-25-48 XX-27-48	Actual
Dismantling Retired Property	306,329	XX-25-39 XX-27-39	Actual
Fringe Benefits	335,457	12-25-00 12-27-00	Various Accounts (1127.7(f)(2)(F))
Other Casualties and Insurance	332,333	52-25-00 52-27-00 53-25-00 53-27-00	Various Accounts (1127.7(f)(2)(E)) Ditto
Lease Rentals - Dr.	537	31-25-00 31-27-00	Actual
Lease Rentals - Cr.	504	32-25-00 32-27-00	Actual
Joint Facility Rents - Dr.	541	33-25-00 33-27-00	Agreement or Passenger On-Off Count (1127.6(a)(3))

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Joint Facility Rents - Cr.	508	34-25-00 34-27-00	Ditto
Other Rents - Dr.	537	35-25-00 35-27-00	Actual
Other Rents - Cr.	504	36-25-00 36-27-00	Actual
Depreciation	331	62-25-00 62-27-00	Actual
Joint Facility - Dr.	336	37-25-00 37-27-00	Agreement or Passenger On-Off Count (1127.6(a)(3))
Joint Facility - Cr.	337	38-25-00 38-27-00	Ditto
Repairs Billed to Others - Cr. Passenger and Other Revenue Equipment	317	40-25-45 40-27-45	Actual
Computer and Data Processing Equipment	Various Accounts	40-25-26 40-27-26	Actual
Work and Other Non-Revenue Equipment	326,328	40-25-47 40-27-47	Actual
Road Property and Equipment Damaged	317,318,323,326,328	40-25-48 40-27-48	Actual
Other	330,339	XX-25-99 XX-27-99	Various Accounts (1127.7(f)(2)(E))
(3) Transportation			
Train Operations			
Administration	371	XX-41-01 XX-51-01	Various Accounts (1127.7(f)(3)(K))
Engine Crews	392,402	XX-41-56 XX-51-56	Actual, Cars Dispatched (1127.7(f)(3)(A))
Train Crews	401,402,403	XX-41-57 XX-51-57	Ditto
Dispatching Trains	372	XX-41-58 XX-51-58	Train Hours (1127.7(f)(3)(B))
Operating Signals and Interlockers	404	XX-41-59 XX-51-59	Train Movements (1127.7(f)(3)(C))
Operating Drawbridges	406	XX-41-60 XX-51-60	Ditto
Highway Crossing Protection	405	XX-41-61 XX-51-61	Ditto
Train Inspection and Lubrication	402	XX-41-62 XX-51-62	Cars Dispatched (1127.7(f)(3)(D))
Locomotive Fuel	394	XX-41-67 XX-51-67	Actual
Electric Power Purchased/ Produced for Motive Power	395,396,445	XX-41-68 XX-51-68	Actual-Weighted (1127.7(f)(3)(E))
Servicing Locomotives	400	XX-41-69 XX-51-69	Locomotive Units (1127.7(f)(3)(F))
Freight Lost or Damaged - Solely Related	418,419	51-41-00 51-51-00	Responsibility/Reserve Account (1127.7(f)(3)(G))
Clearing Wrecks	415	XX-41-63 XX-51-63	Ditto

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Fringe Benefits	409,457	12-41-00 12-51-00	Various Accounts (1127.7(f)(3)(H))
Other Casualties and Insurance	414,416,417,420	52-41-00 52-51-00 53-41-00 53-51-00	Responsibility/Reserve Account (1127.7(f)(3)(G)) Ditto
Joint Facility - Dr.	412	37-41-00 37-51-00	Agreement or Passenger On-Off Count (1127.6(a)(3))
Joint Facility - Cr.	413	38-41-00 38-51-00	Ditto
Other	402,403,411,441	XX-41-99 XX-51-99	Actual
Yard Operations			
Administration	371	XX-42-01 XX-52-01	Various Accounts (1lrious Accounts (1]
Switch Crews	378,380,389	XX-42-64 XX-52-64	Unit Hours, Special Study (1127.7(f)(3)(I))
Controlling Operations	377,389	XX-42-65 XX-52-65	Ditto
Yard and Terminal Clerical	377,389	XX-42-66 XX-52-66	Ditto
Operating Switches, Signals Retarders and Humps	379,389	XX-42-59 XX-52-59	Ditto
Locomotive Fuel	382	XX-42-67 XX-52-67	Ditto
Electric Power Purchased/ Produced for Motive Power	383,384,445	XX-42-68 XX-52-68	Ditto
Servicing Locomotives	388	XX-42-69 XX-52-69	Ditto
Freight Lost or Damaged Solely Related	418,419	51-42-00 51-52-00	Responsibility/Reserve Account (1127.7(f)(3)(G))
Clearing Wrecks	415	XX-42-63 XX-52-63	Ditto
Fringe Benefits	409,457	12-42-00 12-52-00	Various Accounts (1127.7(f)(3)(H))
Other Casualties and Insurance	414,416,420	52-42-00 52-52-00 53-42-00 53-52-00	Responsibility/Reserve Account (1127.7(f)(3)(G)) Ditto
Joint Facility - Dr.	390,412	37-42-00 37-52-00	Agreement or Passenger On-Off Count (1127.6(a)(3))
Joint Facility - Cr.	391,413	38-42-00 38-52-00	Ditto
Other	411	XX-42-99 XX-52-99	Actual
Train and Yard Operations Common			
Cleaning Car Interiors	402	XX-43-70 XX-53-70	Actual

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Freight Lost or Damaged - All Other	418,419	51-43-00 51-53-00	Responsibility/Reserve Account (1127.7(f)(3)(G))
Fringe Benefits	409	12-43-00 12-53-00	Various Accounts (1127.7(f)(3)(H))
Administrative Support Operations			
Administration	371	XX-45-01 XX-55-01	Various Accounts (1127.7(f)(3)(K))
Employees Performing Clerical And Accounting Functions	373,376	XX-45-76 XX-55-76	Various Accounts (1127.7(f)(3)(J))
Communication Systems Operations	373,376	XX-45-77 XX-55-77	Administrative Accounts (1127.7(f)(3)(L))
Loss and Damage Claims Processing	418,419	XX-45-78 XX-55-78	Responsibility/Reserve Account (1127.7(f)(3)(G))
Fringe Benefits	409,457	12-45-00 12-55-00	Various Accounts (1127.7(f)(3)(H))
Casualties and Insurance	414,416,420	52-45-00 52-55-00 53-45-00 53-55-00	Responsibility/Reserve Account (1127.7(f)(3)(G)) Ditto
Joint Facility - Dr.	412,447	37-45-00 37-55-00	Agreement or Passenger On-Off Count (1127.6(a)(3))
Joint Facility - Cr.	413,448	38-45-00 38-55-00	Ditto
Other	411	XX-45-99 XX-55-99	Actual
(4) General and Administrative			
Officers - General Superintendence	351,451,453	XX-62-01 XX-63-01	Actual 1/
Accounting, Auditing, and Finance	452	XX-62-86 XX-63-86	Actual 1/
Management Services and Data Processing	452	XX-62-87 XX-63-87	Actual 1/
Marketing	352	XX-62-88 XX-63-88	Actual 1/
Sales	352	XX-62-89 XX-63-89	Actual 1/
Personnel and Labor Relations	452	XX-62-91 XX-63-91	Actual 1/
Legal and Secretarial	452,454	XX-62-92 XX-63-92	Actual 1/
Public Relations and Advertising	353,354	XX-62-93 XX-63-93	Actual 1/
Research and Development	Various Accounts	XX-62-94 XX-63-94	Actual 1/
Other	360,460	XX-62-99 XX-63-99	Actual 1/
Casualties and Insurance	357-455	52-62-00 52-63-00 53-62-00 53-63-00	Various Accounts (1127.7(f)(4))

Operating Expense Group and Accounts	Previous Account Number	Present Account Number	Basis of Assignment to Commuter Service
Writedown of Uncollectible Accounts	Various Accounts	63-62-00 63-63-00	Actual 1/
Fringe Benefits	359,456,457	12-62-00 12-63-00	Various Accounts (1127.7(f)(4))
Property Taxes	532	64-62-00 64-63-00	Actual - As determinedunder Section 1127.8(b)
Other Taxes Except on Corporate Income or Payrolls	532	65-62-00 65-63-00	Actual
Joint Facility - Dr.	461	37-62-00 37-63-00	Agreement or Passenger On-Off Count (1127.6)(a)(3))
Joint Facility - Cr.	462	38-62-00 38-63-00	Ditto

1/ These costs may include the actual expenses incurred in administering the subsidy program.

(f) *Apportionment rules for assigning common costs to commuter service.* The accounts specified under § 1127.7(e) which have an assignment basis other than "actual" shall be apportioned according to the rules contained in this section.

(1) *Maintenance of way and structures.*—(i) *Repair and maintenance—switching.* The common costs assigned to these accounts shall be apportioned on the ratio of the commuter service cars dispatched in the designated area to the total cars dispatched in the designated area.

(ii) *Repair and maintenance—running.* The common costs assigned to these accounts shall be apportioned on the ratio of the commuter service speed factored gross tons (SFGT) for the designated area. The commuter service SFGT shall be derived by subtracting the SFGT for freight and/or intercity passenger from the total SFGT for all traffic. The SFGT shall be calculated in accordance with the formula set forth in Appendix III of this Part.

(iii) *Station and office buildings.* The common costs assigned to these accounts shall be first apportioned on the ratio of total square feet devoted to passenger service to the total square feet used in the facility. The passenger portion shall then be apportioned on the ratio of the commuter service on-off passenger count (including pass riders) in the designated area to the total on-off passenger count (including pass riders) in the designated area.

(iv) *Signals and interlockers.* The common costs assigned to these accounts shall be apportioned on the ratio of the number of commuter service train movements through these facilities to the total of all train movements through these facilities.

(v) *Power systems.* The common costs assigned to these accounts shall be apportioned on the ratio of the kilowatt-hours consumed by the commuter service to the total kilowatt-hours consumed by all services in the designated area.

(vi) *Shop buildings.* The common costs assigned to these accounts shall be apportioned on the ratio of the labor charges expended servicing commuter service equipment in the designated area to the railroad's total labor charges expended servicing all equipment in the designated area.

(vii) *Locomotive servicing facilities.* The common costs assigned to fuel stations shall be kept separate from the common costs assigned to the balance of the locmotive servicing facilities. The common costs assigned to fuel stations shall be apportioned on the ratio of the amount of fuel dispensed in commuter service to the total amount of fuel dispensed for all services using these facilities. The common costs assigned to the balance of the locomotive servicing facilities shall be apportioned on the ratio of the locomotive unit miles (diesel and electric) generated from commuter service using these facilities in the designated area to the railroad's total locomotive unit miles in the designated area (diesel and electric) for all services.

(viii) *Road property damaged—other; miscellaneous buildings and structures.* The common costs assigned to these accounts shall be apportioned on the ratio of the amounts assigned to commuter service to the railroad's total in the designated area for the following accounts:

XX-14-10, XX-17-10, XX-14-11, XX-17-11, XX-14-12, XX-17-12, 21-14-13, 21-17-13, 21-14-14, 21-17-14, 21-14-15, 21-17-15, 21-14-16, 21-17-16, 21-14-17, 21-17-17, XX-14-48, XX-17-48, XX-15-10, XX-18-10, XX-15-11, XX-18-11, XX-15-12, XX-18-12, 21-15-13, 21-18-13, 21-15-14, 21-18-14, 21-15-15, 21-18-15, 21-15-16, 21-18-16, 21-15-17, 21-18-17, XX-15-48, XX-18-48.

(ix) *Administration—Track.* The common costs assigned to these accounts shall be apportioned on the ratio of the amounts assigned to commuter service to the railroad's total in the designated area for the following accounts:

XX-14-10, XX-17-10, XX-14-11, XX-17-11, 21-14-13, 21-17-13, 21-14-14, 21-17-14, 21-14-15, 21-17-15, 21-14-16, 21-17-16, 21-14-17, 21-17-17, XX-14-48, XX-17-48, XX-15-10, XX-18-10, XX-15-11, XX-18-11, 21-15-13, 21-18-13, 21-15-14, 21-18-14, 21-15-15, 21-18-15, 21-15-16, 21-18-16, 21-15-17, 21-18-17, XX-15-48, XX-18-48, XX-14-22, XX-17-22, XX-15-22, XX-18-22, XX-16-36, XX-19-36, XX-16-37, XX-19-37, XX-16-38, XX-19-38, XX-14-39, XX-17-39, XX-15-39, XX-18-39, XX-16-21, XX-19-21.

(x) *Administration—Bridges and buildings.* The common cost assigned to these accounts shall be apportioned on the ratio of amounts assigned to commuter service to the railroad's total in the designated area for the following accounts:

XX-14-12, XX-17-12, XX-15-12, XX-18-12, XX-16-23, XX-19-23, XX-15-48, XX-18-48, XX-16-24, XX-19-24, XX-16-26, XX-19-26, XX-16-27, XX-19-27, XX-16-28, XX-19-28.

(xi) *Administration—Signals.* The common costs assigned to these accounts shall be apportioned on the ratio of amounts in accounts XX-14-19, XX-15-19, XX-17-19, XX-18-19, assigned to commuter service to the railroad's total in these accounts for the designated area.

(xii) *Administration—Other.* The common costs assigned to these accounts shall be apportioned on the ratio of the amounts in all of the accounts under § 1127.(e)(1)(B) assigned to commuter service (excluding accounts XX-16-20, XX-19-20, 12-14-00, 12-17-00, 12-15-00, 12-18-00, 12-16-00, 12-19-00, all rentals accounts, joint facility accounts, fringe benefits accounts, casualties and insurance accounts, and depreciation accounts) to the railroad's total in these accounts for the designated area.

(xiii) *Communications systems.* The common costs assigned to these accounts shall be apportioned on the ratio of the amounts assigned to commuter service to the railroad's total in the designated area for the following accounts:

XX-16-12, XX-19-02, XX-16-03, XX-19-03, XX-16-04, XX-19-04, XX-16-06, XX-19-16, XX-42-65, XX-52-65, XX-42-66, XX-52-66, XX-24-01, XX-26-01, XX-25-01, XX-27-01, XX-41-01, XX-51-01, XX-45-01, XX-55-01, XX-42-01, XX-52-01, XX-62-01, XX-63-01, XX-41-58, XX-51-58.

(xiv) *Administration—Communications.* The common costs assigned to these accounts shall be apportioned on the ratio of accounts in the following accounts: XX-16-20, XX-19-20 assigned to commuter service to the railroad's total in these accounts for the designated area.

(xv) *Casualties and insurance—Other.* The common costs assigned to these accounts shall be apportioned, separated between running, switching and other, on the ratio of the amounts in all of the accounts under § 1127.7(e)(1)(B) assigned to commuter service (excluding accounts 12-14-00, 12-17-00, 12-15-00, 12-18-00, 12-16-00, 12-19-00, all rental accounts, joint facility accounts, and depreciation accounts) to the railroad's total in these accounts for the designated area.

(xvi) *Fringe benefits.* Fringe benefits shall be assigned to commuter service, separated between running, switching and other, on the ratio of the commuter service amounts in the respective salary and wage accounts to the railroad's system total for these accounts.

(2) *Equipment.*

LOCOMOTIVES

(i) *Repair and maintenance; equipment damaged.* These accounts shall be separated between yard and other (road) with a further separation between diesel and other (electric). The common costs assigned to these accounts for yard locomotives shall be based on the results of the special study described in § 1127.7(f)(4). The costs assigned to these accounts for other locomotives (road) shall be the actual costs that are directly attributable to commuter service.

(ii) *Administration; machinery repairs; other casualties and insurance—Other.* The common costs assigned to these accounts shall be apportioned on the ratio of the amounts assigned to commuter service to the railroad's total in the designated area for the following accounts:

XX-24-41, XX-26-41, XX-24-48, XX-26-48, XX-24-39, XX-26-39, 37-24-00, 37-26-00, 38-24-00, 38-26-00, 40-24-40, 40-26-40, 40-24-41, 40-26-41, 40-24-48, 40-26-48.

(iii) *Fringe benefits—Locomotives.* Fringe benefits shall be assigned to commuter service on the ratio of the commuter service amounts in the respective salary and wage accounts to the railroad's system total for these accounts.

OTHER EQUIPMENT

(iv) *Work and other non-revenue equipment.* The common costs assigned to these accounts shall be apportioned on the ratio of the commuter service amounts in the repair and maintenance running and switching accounts, identified in § 1127.7 (f)(1)(H) to the railroad's total for these accounts in the designated area.

(v) *Administration; machinery; other casualties and insurance—Other.* The common costs assigned to these accounts shall be apportioned on the ratio of the amounts assigned to commuter service to the railroad's total in the designated area for the following accounts:

XX-25-45, XX-27-45, 37-25-00, 37-27-00, 40-25-48, 40-27-48, XX-25-46, XX-27-46, 38-25-00, 38-27-00, XX-25-47, XX-27-47, 40-25-45, 40-27-45, XX-25-48, XX-27-48, 40-25-46, 40-27-46, XX-25-39, XX-27-39, 40-25-47, 40-27-47.

(vi) *Fringe benefits—Other equipment.* Fringe benefits shall be assigned to commuter service on the ratio of the commuter service amounts in the respective salary and wage accounts to the railroad's system total for these accounts.

(3) *Transportation.*—(i) *Engine crews; train crews.* These accounts shall be separated between salary and wages and train supplies and expenses. The salary and wage portion shall be assigned to commuter service on an actual basis. The common costs assigned to these accounts for train supplies and expenses shall be apportioned on the ratio of commuter cars dispatched in the designated area to the railroad's total cars dispatched in the designated area. Commuter cars shall include passenger cars and motor cars.

(ii) *Dispatching trains.* The common costs assigned to these accounts shall be apportioned on the ratio of the commuter train hours in the designated area to total train hours in the designated area.

(iii) *Operating signals and interlockers; operating drawbridges; highway crossing protection.* The common costs assigned to these accounts shall be apportioned on the ratio of the number of commuter service train movements in the designated area to the total train movements in the designated area.

(iv) *Train inspection and lubrication.* The common costs assigned to these accounts shall be apportioned on the ratio of commuter cars dispatched in the designated area to the railroad's total cars dispatched in the designated area. Commuter cars shall include passenger cars and motor cars.

(v) *Electric power purchased/produced for motive power.* There shall be no apportionment of common costs under these accounts. The costs assigned to these accounts shall be the actual costs of the kilowatt hours (KWH) consumed for commuter service in the designated area. These KWH shall be weighted to reflect the peak period power demands, i.e., time of day and volume of power demanded.

(vi) *Servicing locomotives.* The common costs assigned to these accounts shall be apportioned on the ratio of the total locomotive units (road) serviced in commuter service in the designated area to the railroad's total locomotive units (road) serviced in the designated area.

(vii) *Freight lost or damaged—Solely related; clearing wrecks; other casualties and insurance.* The subsidizers shall be responsible for any costs incurred under these accounts resulting from the operation of the commuter service. The railroad shall, if the subsidizer agrees, establish a reserve for the purpose of holding the subsidizer harmless from any liabilities under these accounts arising out of the operation of commuter services on its properties, and each commuter service participating in the reserve shall bear a proportion of the costs of the reserve equal to its proportion of the total passenger miles (including non-revenue passenger miles) generated by participating services. The costs assigned to these accounts for commuter service insurance shall be determined by ascertaining from the railroad's underwriters: (A) The difference in the current premium if commuter service were not operated, and (B) the additional premium required to hold the railroad and the subsidizers harmless from any liability. Such amounts shall be apportioned between the several commuter services operated by the railroad on the basis of the relative numbers of passenger miles (including pass riders).

(viii) *Fringe benefits.* Fringe benefits shall be assigned to commuter service on the ratio of the commuter service amounts in the respective salary and wage accounts to the railroad's system total for these accounts. Separate ratios shall be developed for each of the categories of transportation expenses (i.e., train operations, yard operations, train and yard operations—common and administrative support operations).

(ix) *Switch crews; controlling operations; yard and terminal clerical: operating switches, signals, retarders, and humps; locomotive fuel; electric power purchased/produced for motive power; servicing locomotives.* A special study shall be conducted to determine the ratio of the commuter service (diesel, electric) yard locomotive unit hours in the designated area to the railroad's total (diesel, electric) yard locomotive unit hours in the designated area. The common costs assigned to these accounts shall be the amounts in the railroad's accounts for the designated area multiplied by the ratio determined from the study. For this purpose, the term "locomotive" shall include motor cars. In conducting such a study, the railroad should recognize the variances of: (A) Weekend versus weekday demand; (B) required yard crew manning to perform the switching services for various users; and (C) the effect of peak service on yard manning.

(x) *Employees performing clerical and accounting functions; communication system operations.* (A) The common costs assigned to these accounts, exclusive of material, shall be subdivided into 4 categories: (*1*) Ticket sales and service; (*2*) other station costs; (*3*) station master; and (*4*) mail and baggage.

(B) The common costs in these subaccounts, exclusive of material, shall be apportioned on the ratio of commuter service units in the designated area to the total units in the designated area for the respective units: (*1*) Weighted ticket sales; (*2*) passenger on-off count (including pass riders); (*3*) trains stopping at stations in the designated area; and (*4*) units of mail and baggage handled. The common material costs assigned to these accounts shall be apportioned on the ratio of the commuter service amounts in these accounts exclusive of material determined above to the railroad's total for these accounts in the designated area.

(xi) *Administration.* The common costs assigned to these accounts shall be apportioned on the ratio of the commuter service amounts in all other transportation accounts in each subcategory except fringe benefits and communication systems operations to the railroad's total for these accounts in the designated area.

(xii) *Communication system operations.* The common costs assigned to these accounts shall be apportioned on the ratio of the total commuter service amounts in the Administration accounts (§ 1127.7(f)(3)(K)) assigned to commuter service to the railroad's total for these accounts in the designated area.

(4) *General and administrative. Fringe benefits.* Fringe benefits shall be assigned to commuter service on the ratio of the commuter service amounts in the respective salary and wage accounts to the railroad's system total for these accounts.

(g) *Performance standards—penalties and incentives.* The subsidy agreements may include reasonable provisions as agreed by the parties for penalties for service inferior to stipulated performance standards and incentive payments for superior performance. Penalties withheld from subsidy payments by the subsidizer under such agreements shall be treated as reductions of avoidable costs and incentive payments shall be treated as additions to avoidable costs.

§ 1127.8 Value of rail properties.

The value of rail properties on which a reasonable return is allowed shall consist of:

(a) The net book value of equipment furnished by the contracting carrier for commuter service, after deduction of accrued depreciation; and

(b) The net book value of those roadway and structures properties which are used in commuter services and which could be disposed of if commuter service were discontinued. Such net book value shall include the net liquidation value of the properties as of April 1, 1976, determined for their highest and best use for other than rail transportation purposes, plus the value of additions and betterments after that date for commuter service, less depreciation accrued from that date. It shall not include the value of properties owned by public bodies; or of properties owned by the trustees of debtor estates if such properties are entitled to a return computed under 49 CFR 1125.9.

(c) If the book values of road or equipment property are adjusted upward or downward as a result of final orders of the special court, such adjusted values shall be reflected in future subsidy payments, but without retroactive effect.

§ 1127.9 Reasonable return on the value of the properties.

The reasonable return shall be 7.5 percent per annum on the sum of the two elements of the investment base computed in accordance with § 1127.8.

§ 1127.10 Emergency operating assistance.

(a) *Mandatory period losses.* The railroad shall be entitled to reimbursement by the Secretary for 100 percent of the losses reasonably and necessarily incurred by it for continuing service during the mandatory period (from April 1, 1976, through September 27, 1976, or any extension of such period resulting from the application of Federal law), the same level of commuter rail service as was provided during the 12-month period ended March 31, 1976. The reimbursement shall be an amount equal to the railroad's actual net avoidable loss and reasonable return on the value of properties, as determined in accordance with §§ 1127.3 through 1127.9, minus such financial assistance as it received or was entitled to receive (whichever is greater) under section 304(e)(2) of the 3R Act from a subsidizer during the mandatory operation period. Should the service be terminated by agreement of the railroad and the subsidizer prior to the close of the mandatory operation period, the reimbursement under this subsection shall be proportionately reduced.

(b) *Mandatory period—Additional costs.* A subsidizer shall be entitled to reimbursement by the Secretary for 100 percent of the additional costs reasonably and necessarily incurred by it, during the period April 1, 1976, through September 27, 1976, in preparing the offer of financial assistance or negotiating the subsidy agreement. Payments by the Secretary under this subsection shall not be duplicative of amounts disbursed under paragraphs (a) and (c) of this section.

(c) *Post mandatory period—Additional costs.* A subsidizer which makes subsidy payments for the continuance of commuter rail service, during the period from September 28, 1976, through September 30, 1980, shall be entitled to be reimbursed by the Secretary for the additional costs reasonably and necessarily incurred by it to sustain the same level of service being provided during the 12-month period ended March 31, 1976. The amount of reimbursement shall be 100 percent of additional costs for the period September 28, 1976, through March 26, 1977; 90 percent of such costs for the period March 27, 1977, through March 31, 1978; 80 percent of such costs for the period April 1, 1978, through September 30, 1978, and 50 percent for the period October 1, 1978, through September 30, 1980. The appropriate percentage for each subsidy period shall be applied to the difference between the actual net avoidable losses and reasonable return incurred in continuing the service, as determined in accordance with §§ 1127.3 through 1127.9, and the financial assistance the subsidizer was obligated to pay under section 304(e)(2) of the 3R Act during the mandatory period, plus the amounts of any additional administrative costs reasonably and necessarily incurred in complying with these standards.

(d) *Level of service.* The same level of service includes the routes, schedules, train seating capacity, performance standards, and equipment units provided during the 12-month period ended March 31, 1976, and any modifications thereof which do not increase the net avoidable loss and reasonable return on the value of the properties as determined in accordance with §§ 1127.3 through 1127.9 in excess of the amount which would have resulted from the service level provided during the 12-month period ended March 31, 1976.

The railroad or subsidizer may be reimbursed for additional costs necessary to sustain the same level of service arising from wage or price increases or equipment purchases to the extent that the railroad (or its predecessor) had not agreed to absorb, nor the subsidizer to pay, such costs increases. The railroad or subsidizer may not be reimbursed for losses incurred in providing service on new routes; but the level of service on existing routes may be adjusted to the extent that the total of the net avoidable losses and the reasonable return, as determined in accordance with §§ 1127.3 through 1127.9, based on the level of service provided in the 12-month period ended March 31, 1976, is not thereby exceeded.

(e) *Reductions in service.* If a rail continuation payment is decreased because service is reduced below the level provided during the 12-month period ended March 13, 1976, the financial assistance provided by the subsidizer and the reimbursement of additional costs by the Secretary under § 1127.10(c) shall be reduced in proportion to their respective contributions to the total of the rail service continuation payment as computed prior to such reduction in the level of service.

(f) *Fare increases.* The railroad shall maintain records for each subsidy period segregating the amounts of passenger revenues included in account 102 resulting from fare increases initiated on or after April 1, 1976. For the purpose for determining the reimbursement by the Secretary of additional costs under § 1127.10(c), such amounts shall be deducted from the attributable revenues computed under § 1127.6. Under no circumstances, however, shall the application of this section result in reimbursement by the Secretary of an amount exceeding the subsidy payment determined pursuant to §§ 1127.3 through 1127.9.

(g) *Interest on overdue payments.* The amounts of interest accrued on overdue payments under § 1127.3(e) shall be excluded from avoidable costs determined under § 1127.7 for the purpose of determining the reimbursement by the Secretary of additional costs under § 1127.10(c).

(h) *Advance payments.* To assist the subsidizer in making the monthly interim subsidy payments required under § 1127.3(e), the Secretary shall pay monthly in advance to the subsidizer the estimated amounts for reimbursement of additional costs under § 1127.10(c) as modified by § 1127.10 (e), (f), and (g). The final payment of such reimbursement shall be adjusted retroactively within 60 days of the filing of the last Financial Status Report for each subsidy period to reflect the actual amounts of attributable revenues, avoidable costs, and return on the value of the properties, and the financial assistance the subsidizer was obligated to provide during that subsidy period. The receipt by the subsidizer of any estimated or final payment for reimbursement of additional costs shall be conditioned upon the furnishing by the recipient of such certification or documentation at such times as the Secretary may by regulation require.

(i) *Arbitration.* Under section 304(e)(5)(c) of the 3R Act, the railroad, the subsidizer, and the Secretary may submit any disputes regarding the application of this section to arbitration by a disinterested third person. If the parties are unable to agree upon an arbitrator, the Chairman of the ICC or his designated representative shall serve in that capacity.

Appendix I—Subsidy Estimate

The following information is required to be furnished under § 1127.3(b) in accordance with the methodology set forth in §§ 1127.3 through 1127.9. The base period data shall be shown for each item.

REVENUES ATTRIBUTABLE (BASE PERIOD)

1. Passenger.
2. All other.
3. Total revenues attributable (lines 1 plus 2).

AVOIDABLE COSTS

4. Maintenance of way and structures.
5. Maintenance of equipment.
6. Transportation.
7. General and administrative.
8. Casualty reserve account.
9. Performance standards.
10. Total avoidable costs (lines 4 through 9).

RETURN ON VALUE

11. Valuation of property (lines 11a plus 11b):
(a) Book value of equipment.
(b) Book value of roadway and structures.
12. Rate of return.
13. Total return on value (line 11 times line 12).

ESTIMATED SUBSIDY PAYMENT

14. Subsidy estimate (line 3 minus lines 10 and 13).
15. Financial assistance from subsidizer.
16. Estimated emergency operating assistance from the Secretary (line 14 minus line 15).

TRAFFIC AND OPERATING DATA

1. Numbers of passengers carried.
2. Total car miles.

Appendix II—Financial Status Report

A railroad entering into a subsidy agreement shall compile the information prescribed below in accordance with the standards set forth in §§ 1127.3 through 1127.9. The actual data for the period to date and a projection to the end of the subsidy period shall be shown for each item.

REVENUES ATTRIBUTABLE (ACTUAL) (PROJECTED)

1. Passenger.
2. All other.
3. Total revenues attributable (lines 1 plus 2).

AVOIDABLE COSTS

4. Maintenance of way and structures.
5. Maintenance of equipment.
6. Transportation.
7. General and administrative.
8. Casualty reserve account.
9. Performance standards.
10. Total avoidable costs (lines 4 through 9).

RETURN ON VALUE

11. Valuation of property (lines 11a plus 11b):
(a) Book value of equipment.
(b) Book value of roadway and structures.
12. Rate of return.
13. Total return on value (line 11 times line 12).

SUBSIDY PAYMENT

14. Subsidy payment (line 3 minus lines 10 and 13).
15. Financial assistance from subsidizer.
16. Emergency operating assistance from the Secretary (line 14 minus 15).

TRAFFIC AND OPERATING DATA

1. Number of passengers carried.
2. Total car miles.

Appendix III—Speed Factored Gross Tons Formula (SFGT)

The following formula is required to calculate the SFGT to be used under § 1127.7(f)(1)(B) of this part. All track and roadbed maintenance:

$$SFGT = Y(0.670 + 0.910\ N) + N\ [1.840 + 0.870\ \sqrt{GT} + 0.058\ GTF + 0.029\ GTP + 0.048\ J\ [GTF\ (1 + VF/600 + (VF)^2/6000) + GTP\ (1 + VP/750 + (VP)^2/9375)]]$$

or in cases where freight speeds are equal to or greater than 80 percent of passenger speeds, the freight and passengers terms may be combined as shown below:

$$SFGT = Y(0.670 + 0.910\ N) + N\ [1.840 + 0.870\ \sqrt{GT} + 0.058\ GTF + 0.029\ GTP + 0.048\ J\ [GT\,(1 + V/600 + V^2/6000)]]$$

where:

GT = Total gross tons of traffic (in millions) per track mile per year.
GTF = Freight traffic gross tons (in millions) per track mile per year.
GTP = Passenger traffic gross tons (in millions) per track mile per year.
N = Number of tracks per route mile.
V = Speed factor (the larger of freight speed or 0.8 times passenger speed).
VF = Freight speed.
VP = Passenger speed.
J = 1 for welded rail; 1.5 for bolted rail.
Y = As shown below:

FRA class of tracks and type of operation	Value of Y: Main line	Branch line	Yard and switch
Class 1,2,3; freight only up to 10 MGT per mile per year	1.00	0.56	0.14
Class 1,2; passenger, or class 1,2,3; freight more than 10 MGT per mile per year	1.12	0.66	....
Class 3; passenger, or class 4,5,6; all traffic	1.15	0.69	....

The speed factors used shall be governed by the highest authorized speed in the designated area for the respective types of service.

Special studies may be conducted from time to time to update the constants used in the formula.

[FR Doc. 78-409 Filed 1-10-78; 8:45 am]

[7035-01]

SUBCHAPTER C—ACCOUNTS, REPORTS AND RECORDS

[Docket No. 36366]

PART 1201—UNIFORM SYSTEM OF ACCOUNTS

Subpart B—Branch Line Accounting System

Revision to the Branch Line Accounting System

AGENCY: Rail Services Planning Office (RSPO), Interstate Commerce Commission.

ACTION: Restatement of regulations.

SUMMARY: The Branch Line Accounting System regulations which specify records which must be maintained for certain lines of railroads are being restated to be compatible with the ICC's new Uniform System of Accounts (USOA), for railroad companies, which was established in accordance with the requirements of section 307 of the Railroad Revitalization and Regulatory Reform Act of 1976 (4R Act). Although no substantive changes have been made to the existing requirements of the Branch Line Accounting System, RSPO invites comments from persons who believe that substantive changes have been made.

DATES: Effective date: January 1, 1978. Comments may be made on or before January 31, 1978.

ADDRESS: An original and six copies of such comments should be mailed to RSPO at the following address: Rail Services Planning Office, 1900 L Street NW., Washington, D.C. 20036, Attention: Branch Line Accounting System.

FOR FURTHER INFORMATION CONTACT:

James Wells, Chief, Cost Evaluation Branch, Rail Services Planning Office, 202-254-7552.

SUPPLEMENTARY INFORMATION: The Rail Services Planning Office (RSPO), is directed by section 205(e)(1)(A) of the Regional Rail Reorganization Act of 1973, 45 USC 701 (3R Act), as amended by section 309 of the Railroad Revitalization and Regulatory Reform Act of 1976, 45 USC 801 (4R Act) to:

Develop an accounting system which will permit the collection and publication by the (Consolidated Rail) Corp. or by profitable railroads providing service over lines scheduled for abandonment, of information necessary for an accurate determination of the attributable revenues, avoidable costs, and operations of light-density lines as operating and economic units.

The Branch Line Accounting System (published in Subpart B of Part 1201 of Subchapter C of Chapter X of Title 49 of the Code of Federal Regulations), which is currently in effect, requires the collection of data for any rail line designated in categories (1), (2), (3), or (4) of a railroad's system diagram map. These categories indicate lines of railroad which the carriers (1) intend to abandon, (2) are studying for possible abandonment, (3) have petitioned for abandonment, or (4) operate under subsidy. The Branch Line Accounting System is based on and refers directly to the ICC's Uniform System of Accounts for Railroad Companies (USOA). The ICC was directed by section 307 of the 4R Act to establish a new USOA; the ICC adopted the new USOA June 13, 1977, to become effective January 1, 1978. As a result, RSPO is restating the current Branch Line Accounting System in a form compatible with the new USOA.

A new section (950), has been added to the Branch Line Accounting System. This section explains the elements included in each account, supplementing the account numbers with a description of the specific revenues or costs which are included in an account. This section is a restatement of similar information which is included in the USOA; it is presented in the Branch Line Accounting System regulations to assist the railroads and the State transportation agencies and other interested persons in applying and utilizing the Branch Line Accounting System.

NOTE.—This is not a major Federal action significantly affecting the quality of the human environment within the meaning of the National Environmental Policy Act of 1969.

Accordingly, *it is ordered*, That Part 1201, Subpart B, of Chapter X, Subchapter C of Title 49 of the Code of Federal Regulations be revised to read as set forth below, effective January 1, 1978.

Issued December 29, 1977, by Alan M. Fitzwater, Director, Rail Services Planning Office.

By the Commission.

H. G. HOMME, Jr.,
Acting Secretary.

Subpart B—Branch Line Accounting System

AUTHORITY: Sec. 205(e)(1)(A), Regional Rail Reorganization Act of 1973, Pub. L. 93-236, 87 Stat. 985, 994, as amended by Sec. 309 of the Railroad Revitalization and Regulatory Reform Act of 1976, Pub. L. 92-210, 90 Stat. 31, 57.

Subpart B—Branch Line Accounting System

§ 900 Definitions.

Unless otherwise required by context, the following definitions apply in this subpart:

"Account" means an account in the ICC's Uniform System of Accounts (USOA), for Railroad companies (49 CFR Part 1201, Subpart A).

"IC Act" means the Interstate Commerce Act (49 U.S.C. 1 et seq.), as amended.

"Branch Line" or "Branch" means a rail line or segment of line which (a) has been designated on a transportation system diagram in Categories (1), (2), (3), or (4) (49 CFR 1121.20(b) (1), (2), (3), (4)); or (b) is the subject of a directed service order under section 304(d)(3) of the 3R Act; or (c) is the subject of a rail continuation service agreement entered into prior to the designation of the line on a system diagram.

"ICC" or "Commission" means the Interstate Commerce Commission.

"Designated State agency" means the instrumentality created by a State or designated by appropriate authority to administer or coordinate its State rail plan as required by section 5(j)(2) of the Department of Transportation Act (90 Stat. 131) or section 402(c)(1)(A) of the 3R Act (87 Stat. 985) or regulations promulgated pursuant thereto.

"RSPO" means the Rail Services Planning Office of the Interstate Commerce Commission.

"Railroad" means a common carrier by railroad, as defined in section 1(3) of the Interstate Commerce Act (49 U.S.C. 1(3)).

"3R Act" means the Regional Rail Reorganization Act of 1973, Pub. L. 93-236, 87 Stat. 985, as amended.

"4R Act" means the Railroad Revitalization and Regulatory Reform Act of 1976, Pub. L. 94-210, 90 Stat. 31.

"XX", when used in place of digits in a six-digit account number, means that all accounts containing the remaining four-digits are included. Example: "11-21-XX" refers to all salary and wage accounts for locomotives because "11" designates salaries and wages and "21" designates locomotives. Thus, "11-21-XX" includes all of the following accounts: 11-21-01; 11-21-40; 11-21-48; 11-21-39; and 11-21-99. Similarly, "XX-31-67" means all accounts containing "31" (train operations) and "67" (locomotive fuel).

910 Purpose and scope.

(a) Section 205(e)(1)(A) of the 3R Act directs the office to issue regulations which will permit the collection and publication by the Consolidated Rail Corp. (ConRail), or by profitable railroads of information necessary to determine accurately the revenues attributable, avoidable costs, and service units of light-density lines scheduled for abandonment. This accurate information is intended to facilitate the determination of the revenues and avoidable costs in abandonment proceedings and in potential offers of subsidy. This information is intended to be compatible with the Regional Subsidy Standards (49 CFR Part 1125), for those lines which were not conveyed to ConRail under the final system plan and with the National Subsidy Standards (49 CFR Part 1121, Subpart D), for all other lines. The purpose of the Branch Line Accounting System regulations is to specify an accounting system for the collection and publication of this information.

(b) For further information regarding the Branch Line Accounting System, persons may contact the RSPO's Cost Evaluation Branch: Cost Evaluation Branch, Rail Services Planning Office, 1900 L Street NW., Washington, D.C. 20036, 202-254-7552.

§ 920 Collection of data.

(a) *Lines for which data collection is required.* The railroad shall collect data on all branch lines which meet the criteria listed in paragraphs 1 through 4 below. The data to be collected is specified in section 920(b).

(1) Branch lines in categories (1), (2), and (3) on the System Diagram Map include, respectively, lines for which a carrier intends to file an abandonment application within three years, lines which the carrier has under study and are potentially subject to abandonment, and lines for which an abandonment application is pending before the Commission. The collection of data on such lines shall commence on the first day of the month after the line has been designated in one of the categories and will continue so long as the branch line is retained in one of these categories. The assignment and apportionment methodology set forth in Part 1121, Subchapter B (National Subsidy Standards), shall be applied.

(2) For branch lines operated under an order directing service, under section 304(d)(3) of the 3R Act, data shall be collected from the effective date of the order until the order is withdrawn. The assignment and apportionment methodology set forth in Part 1125, Subchapter B (Regional Subsidy Standards), shall be applied.

(3) For branch lines operated under a rail service continuation agreement under section 1a(6)(a) of the IC Act, data shall be collected from the effective date of the agreement until the termination of the agreement. The assignment and apportionment methodology set forth in Part 1121, Subchapter B (National Subsidy Standards), shall be applied.

(4) For branch lines operated under a rail service continuation agreement under section 304 of the 3R Act, data collection shall commence on the effective date of the agreement and shall continue until the termination date of the agreement. The assignment and apportionment methodology set forth in Part 1125, Subchapter B (Regional Subsidy Standards), shall be applied.

(b) *Data to be collected.* The data collected shall include the items of revenue, expense, and service units which are specified in Parts 1121 and 1125, Subchapter B (National and Regional Subsidy Standards), as described in the account texts listed in section 950. The format for presentation of these data is specified in section 940.

§ 930 Publication of data.

(a) *General.* The railroad shall file on or before June 30 of each year a report listing account by account totals of the aggregate revenue, cost, and service unit data for all branch lines for which it must maintain a system of accounts. Only such data as are required by Parts 1121 or 1125 must be reported. The data shall be accumulated for the prior calendar year or portion thereof and reported in the format set forth in section 940. Separate reports for each branch line are not required; however, the railroad shall list and describe each branch line using the format set forth in 49 CFR 1121.21; that section prescribes the branch line information required in conjunction with the system diagram maps specifying the line's designation, States and counties traversed, delineation of mileposts, and location of agency and terminal stations.

(b) *Public inspection.* The original report shall be filed with and made available for public inspection at the Commission's offices in Washington, D.C.; copies of the report shall be filed with and made available for public inspection at field offices in the State or States in which the branch lines are situated.

(c) *Access to records.* The records, accounts, working papers, and other documents reflecting the revenues, cost, and service unit data of each branch line for which the railroad must maintain data shall be made available for inspection and examination by the Commission and, for lines situated within its State, by the designated State agency at a time and place mutually agreeable to the parties. The railroad shall also reproduce such records for the designated State agency, provided the agency pays the reasonable cost thereof.

(d) *Waivers and modifications.* The Office may, with respect to individual requests, upon good cause shown, waive or modify any requirement of this section not required by law.

940 Annual branch line report.

This section specifies the format to be used in the Annual Branch Line Report. Definitions of each account are presented in section 950.

(A) Attributable revenue	Amount
101 Freight	....
104 Switching	....
105 Water transfers	....
106 Demurrage	....
110 Incidental	....
121 Joint facility—credit	....
122 Joint facility—debit	....
506 Revenue from property used in other than carrier operations	....
510 Miscellaneous net income	....
519 Miscellaneous income	....
Total attributable revenues	....

(B) *On-branch avoidable costs.* (1) *Actual or apportioned expense accounts.*

LINE ITEM	(a)	FREIGHT SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
	WAY AND STRUCTURES:				
	ADMINISTRATION:				
001	Track				
002	Bridge and Building				
003	Signal				
004	Communication				
005	Other				
	REPAIR AND MAINTENANCE:				
006	Roadway - Running				
007	Roadway - Switching				
008	Tunnels and Subways - Running				
009	Tunnels and Subways - Switching				
010	Bridges and Culverts - Running				
011	Bridges and Culverts - Switching				
012	Ties - Running	N/A		N/A	N/A
013	Ties - Switching	N/A		N/A	N/A
014	Rail - Running	N/A		N/A	N/A
015	Rail - Switching	N/A		N/A	N/A
016	Other Track Material - Running	N/A		N/A	N/A
017	Other Track Material - Switching	N/A		N/A	N/A
018	Ballast - Running	N/A		N/A	N/A
019	Ballast - Switching	N/A		N/A	N/A
020	Track Laying and Surfacing - Running				
021	Track Laying and Surfacing - Switching				
022	Road Property Damaged - Running				
023	Road Property Damaged - Switching				
024	Road Property Damaged - Other				
025	Signals and Interlockers - Running				
026	Signals and Interlockers - Switching				
027	Communications Systems				
028	Electric Power Systems				
029	Highway Grade Crossings - Running				
030	Highway Grade Crossings - Switching				
031	Station and Office Buildings				
032	Shop Buildings - Locomotives				
033	Shop Buildings - Freight Cars				
034	Shop Buildings - Other Equipment				

		FREIGHT			
LINE ITEM	(a)	SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
101	Locomotive Servicing Facilities				
102	Miscellaneous Buildings and Structures				
103	Coal Terminals				
104	Ore Terminals				
105	Other Marine Terminals				
106	TOFC/COFC - Terminals				
107	Motor Vehicle Loading and Distribution Facilities				
108	Facilities for Other Specialized Service Operations				
109	Roadway Machines				
110	Small Tools and Supplies				
111	Snow Removal				
112.	Fringe Benefits - Running	N/A	N/A	N/A	
113	Fringe Benefits - Switching	N/A	N/A	N/A	
114	Fringe Benefits - Other	N/A	N/A	N/A	
115	Casualties and Insurance - Running	N/A	N/A	N/A	
116	Casualties and Insurance - Switching	N/A	N/A	N/A	
117	Casualties and Insurance - Other	N/A	N/A	N/A	
118	Lease Rentals - Debit - Running	N/A	N/A		N/A
119	Lease Rentals - Debit - Switching	N/A	N/A		N/A
120	Lease Rentals - Debit- Other	N/A	N/A		N/A
121	Lease Rentals - (Credit) - Running	N/A	N/A		N/A
122	Lease Rentals - (Credit) - Switching	N/A	N/A		N/A
123	Lease Rentals - (Credit) - Other	N/A	N/A		N/A
124	Joint Facility Rent - Debit - Running	N/A	N/A		N/A
125	Joint Facility Rent - Debit - Switching	N/A	N/A		N/A
126	Joint Facility Rent - Debit - Other	N/A	N/A		N/A
127	Joint Facility Rent - (Credit) - Running	N/A	N/A		N/A
128	Joint Facility Rent - (Credit) - Switching	N/A	N/A		N/A
129	Joint Facility Rent - (Credit) - Other	N/A	N/A		N/A
130	Other Rents - Debit - Running	N/A	N/A		N/A
131	Other Rents - Debit - Switching	N/A	N/A		N/A
132	Other Rents - Debit - Other	N/A	N/A		N/A
133	Other Rents - (Credit) - Running	N/A	N/A		N/A

LINE ITEM	(a)	FREIGHT			
		SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
134	Other Rents - (Credit) - Switching	N/A	N/A		N/A
135	Other Rents - (Credit) - Other	N/A	N/A		N/A
136	Depreciation - Running	N/A	N/A	N/A	
137	Depreciation - Switching	N/A	N/A	N/A	
138	Depreciation - Other	N/A	N/A	N/A	
139	Joint Facility - Debit - Running	N/A	N/A		N/A
140	Joint Facility - Debit - Switching	N/A	N/A		N/A
141	Joint Facility - Debit - Other	N/A	N/A		N/A
142	Joint Facility - (Credit) - Running	N/A	N/A		N/A
143	Joint Facility - (Credit) - Switching	N/A	N/A		N/A
144	Joint Facility - (Credit) - Other	N/A	N/A		N/A
145	Dismantling Retired Road Property - Running				
146	Dismantling Retired Road Property - Switching				
147	Dismantling Retired Road Property - Other				
148	Other - Running				
149	Other - Switching				
150	Other - Other				
151	TOTAL WAY AND STRUCTURES				

LINE ITEM	(a)	FREIGHT			
		SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
	EQUIPMENT:				
	LOCOMOTIVES:				
201	Administration				
202	Repair and Maintenance				
203	Machinery Repair				
204	Equipment Damaged				
205	Fringe Benefits	N/A	N/A	N/A	
206	Other Casualties and Insurance	N/A	N/A	N/A	
207	Lease Rentals - Debit	N/A	N/A		N/A
208	Lease Rentals - (Credit)	N/A	N/A		N/A
209	Joint Facility Rent - Debit	N/A	N/A		N/A
210	Joint Facility Rent - (Credit)	N/A	N/A		N/A
211	Other Rents - Debit	N/A	N/A		N/A
212	Other Rents - (Credit)	N/A	N/A		N/A
213	Depreciation	N/A	N/A	N/A	
214	Joint Facility - Debit	N/A	N/A		N/A
215	Joint Facility - (Credit)	N/A	N/A		N/A
216	Repairs Billed to Others - (Credit)	N/A	N/A		N/A
217	Dismantling Retired Property				
218	Other				
219	Total Locomotives				
	FREIGHT CARS:				
220	Administration				
221	Repair and Maintenance				
222	Machinery Repair				
223	Equipment Damaged				
224	Fringe Benefits	N/A	N/A	N/A	
225	Other Casualties and Insurance	N/A	N/A	N/A	
226	Lease Rentals - Debit	N/A	N/A		N/A
227	Lease Rentals - (Credit)	N/A	N/A		N/A
228	Joint Facility Rent - Debit	N/A	N/A		N/A
229	Joint Facility Rent - (Credit)	N/A	N/A		N/A
230	Other Rents - Debit	N/A	N/A		N/A
231	Other Rents - (Credit)	N/A	N/A		N/A
232	Depreciation	N/A	N/A	N/A	
233	Joint Facility - Debit	N/A	N/A		N/A
234	Joint Facility - (Credit)	N/A	N/A		N/A
235	Repairs Billed to Others - (Credit)	N/A	N/A		N/A
236	Dismantling Retired Property				
237	Other				
238	Total Freight Cars				

LINE ITEM	(a)	FREIGHT SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
	OTHER EQUIPMENT:				
301	Administration				
	Repair and Maintenance:				
302	Trucks, Trailers, and Containers - Revenue Service				
303	Floating Equipment - Revenue Service				
304	Floating and Other Revenue Equipment				
305	Computers and Data Processing Systems				
306	Machinery				
307	Work and Other Non-Revenue Equipment				
308	Equipment Damaged				
309	Fringe Benefits	N/A	N/A	N/A	
310	Other Casualties and Insurance	N/A	N/A	N/A	
311	Lease Rentals - Debit	N/A	N/A		N/A
312	Lease Rentals - (Credit)	N/A	N/A		N/A
313	Joint Facility Rent - Debit	N/A	N/A		N/A
314	Joint Facility Rent-(Credit)	N/A	N/A		N/A
315	Other Rents - Debit	N/A	N/A		N/A
316	Other Rents - (Credit)	N/A	N/A		N/A
317	Depreciation	N/A	N/A	N/A	
318	Joint Facility - Debit	N/A	N/A		N/A
319	Joint Facility - (Credit)	N/A	N/A		N/A
320	Repairs Billed to Others - (Credit)				
321	Dismantling Retired Property				
322	Other				
323	Total Other Equipment				
324	TOTAL EQUIPMENT				

LINE ITEM	(a)	FREIGHT			
		SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
	TRANSPORTATION:				
	TRAIN OPERATIONS:				
401	Administration				
402	Engine Crews				
403	Train Crews				
404	Dispatching Trains				
405	Operating Signals and Interlockers				
406	Operating Drawbridges				
407	Highway Crossing Protection				
408	Train Inspection and Lubrication				
409	Locomotive Fuel				
410	Electric Power Purchased or Produced for Motive Power				
411	Servicing Locomotives				
412	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A	
413	Clearing Wrecks				
414	Fringe Benefits	N/A	N/A	N/A	
415	Other Casualties and Insurance	N/A	N/A	N/A	
416	Joint Facility - Debit	N/A	N/A		N/A
417	Joint Facility - (Credit)	N/A	N/A		N/A
418	Other				
419	Total Train Operations				
	YARD OPERATIONS:				
420	Administration				
421	Switch Crews				
422	Controlling Operations				
423	Yard and Terminal Clerical				
424	Operating Switches, Signals Retarders and Humps				
425	Locomotive Fuel				
426	Electric Power Purchased or Produced for Motive Power				
427	Servicing Locomotives				
428	Freight Lost Or Damaged - Solely Related	N/A	N/A	N/A	
429	Clearing Wrecks				
430	Fringe Benefits	N/A	N/A	N/A	
431	Other Casualties and Insurance	N/A	N/A	N/A	
432	Joint Facility - Debit	N/A	N/A		N/A
433	Joint Facility - (Credit)	N/A	N/A		N/A
434	Other				
435	Total Yard Operations				

		FREIGHT				
LINE ITEM	(a)	SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
	TRAIN AND YARD OPERATIONS COMMON:				
501	Cleaning Car Interiors				N/A
502	Adjusting and Transferring Loads				N/A
503	Car Loading Devices and Grain Doors				N/A
504	Freight Lost or Damaged - all other	N/A	N/A	N/A	
505	Fringe Benefits	N/A	N/A	N/A	
506	Total Train and Yard Operations Common				
	SPECIALIZED SERVICE OPERATIONS:				
507	Administration				
508	Pickup & Delivery and Marine Line Haul				
509	Loading & Unloading and Local Marine				
510	Protection Sevices				
511	Freight Lost or Damaged - Solely Related	N/A	N/A	N/A	
512	Fringe Benefits	N/A	N/A	N/A	
513	Casualties and Insurance	N/A	N/A	N/A	
514	Joint Facility - Debit	N/A	N/A		N/A
515	Joint Facility - (Credit)	N/A	N/A		N/A
516	Other				
517	Total Specialized Services Operations				
	ADMINISTRATIVE SUPPORT OPERATIONS:				
518	Administration				
519	Employees Performing Clerical and Accounting Functions				
520	Communication Systems Operation				
521	Loss and Damage Claims Processing				
522	Fringe Benefits	N/A	N/A	N/A	
523	Casualties and Insurance	N/A	N/A	N/A	
524	Joint Facility - Debit	N/A	N/A		N/A
525	Joint Facility - (Credit)	N/A	N/A		N/A
526	Other				
527	Total Administrative Support Operations				
528	TOTAL TRANSPORTATION				

LINE ITEM	(a)	FREIGHT SALARIES AND WAGES (b)	MATERIAL, TOOLS, SUPPLIES, FUELS, AND LUBRICANTS (c)	PURCHASED SERVICES (d)	GENERAL (e)
	GENERAL AND ADMINISTRATIVE:				
601	Officers - General Administration				
602	Accounting, Auditing and Finance				
603	Management Services and Data Processing				
604	Marketing				
605	Sales				
606	Industrial Development				
607	Personnel and Labor Relations				
608	Legal and Secretarial				
609	Public Relations and Advertising				
610	Research and Development				
611	Fringe Benefits	N/A	N/A	N/A	
612	Casualties and Insurance	N/A	N/A	N/A	
613	Writedown of Uncollectible Accounts	N/A	N/A	N/A	
614	Property Taxes	N/A	N/A	N/A	
615	Other Taxes Except on Corporate Income or Payrolls	N/A	N/A	N/A	
616	Joint Facility - Debit	N/A	N/A		N/A
617	Joint Facility - (Credit)	N/A	N/A		N/A
618	Other				
619	TOTAL GENERAL AND ADMINISTRATIVE				
620	TOTAL CARRIER OPERATING EXPENSES				

(2) Other Computed Cost Elements	Amount
651 Locomotives return on investment	
652 Freight train car costs	
01 Per day costs	
02 Mileage costs	
654 Rehabilitation	
664 Deadheading, taxi and hotel costs	
01 Deadheading	
02 Taxi	
03 Hotel	
665 Overhead movement costs	
01 Transportation	
02 Equipment	
03 Freight train cars - mileage portion	
Total Computed On-Branch Costs	

(3) Off-Branch Avoidable Costs	Amount
661 Terminal Costs	
01 Modified terminal costs	
02 Normal terminal costs	
03 Interchange costs	
662 Freight train car costs	
663 Freight train revenue ton-mile costs	
Total Off-Branch Avoidable Costs	

(4) All Other Avoidable Costs	Amount
671 Working capital	
672 Required capital expenditures	
673 Deferred maintenance	
674 Current cost of freight train cars, locomotives, and other equipment	
675 Foregone tax benefits	
676 Administrative costs	
677 Deferred subsidy payment costs	
678 Casualty reserve expenses	
Total, all other avoidable costs	
681 Reasonable return on the value of properties	
682 Management fee	
(5) Total of avoidable costs, reasonable return and management fee	$

(C) SERVICE UNITS

(1) On-Branch Service Units

Freight-Car Accounts		Direct On-Branch	Overhead Movement
821	Freight train car miles (loaded and empty)		
01	Box - Plain 40 foot		
02	Box - Plain 50 foot or longer		
03	Box - Equipped		
04	Gondola - Plain		
05	Gondola - Equipped		
06	Hopper - Covered		
07	Hopper - Open top - General Service		
08	Hopper - Open top - Special Service		
09	Refrigerator - Mechanical		
10	Refrigerator - Nonmechanical		
11	Flat - TOFC/COFC		
12	Flat - Multi-level		
13	Flat - General Service		
14	Flat - Other		
15	All other cars		
823	Freight-train Car-days (loaded and empty)		
01	Box - Plain 40 foot		
02	Box - Plain 50 foot or longer		
03	Box - Equipped		
04	Gondola - Plain		
05	Gondola - Equipped		
06	Hopper - Covered		
07	Hopper - Open top - General Service		
08	Hopper - Open top - Special Service		
09	Refrigerator - Mechanical		
10	Refrigerator - Nonmechanical		
11	Flat - TOFC/COFC		
12	Flat - Multi-level		
13	Flat - General Service		
14	Flat - Other		
15	All other cars		
	Locomotive-Mile Accounts:		
813	Road locomotive unit miles		
841	Road diesel locomotive gross ton-miles		
842	Road electric locomotive gross ton-miles		
	Locomotive Unit Hour Accounts:		
832	Road locomotive unit hours		
833	Road diesel locomotive unit hours		
834	Road electric locomotive unit hours		
835	Yard locomotive unit hours		
836	Yard diesel locomotive unit hours		
837	Yard electric locomotive unit hours		

Rented or Leased Equipment:

851	Freight train car-days		
852	Floating equipment car-days		
855	Locomotive days		

Train hours:

861	Train hours		

(2) Off-Branch Service Units

	Car-Mile Accounts:	Total Off-Branch	Overhead Movement	Net Off-Branch
822	Freight train loaded car-miles by car type			
01	Box - General service - unequipped			
02	Box - General service - equipped			
03	Box - Special service			
04	Gondola - General service			
05	Gondola - Special service			
06	Hopper - open - General service			
07	Hopper - open Special service			
08	Hopper - covered			
09	Stock			
10	Flat - General service			
11	Flat - Special service			
12	Flat - TOFC			
13	Autorack			
14	Refrigerator - Meat mechanical			
15	Refrigerator - Other mechanical			
16	Refrigerator - Meat nonmechanical			
17	Refrigerator - Other nonmechanical			
18	Tank 9,999 gallons and under			
19	Tank 10,000 - 18,999 gal.			
20	Tank 19,000 - 21,999 gal.			
21	Tank 22,000 - 27,999 gal.			
22	Tank 28,000 - 31,999 gal.			
23	Tank 32,000 and over			
24	All other			

Ton-Mile Accounts:

831	Revenue ton-miles			

§ 950 Text and chart of accounts.

This section defines each account outlined in the format for the Annual Branch Line Report.

(a) *Attributable revenues.—101 Freight.* (1) This account shall include revenue from the transportation of freight and from transit, stop, and recognizing privileges, upon the basis of lawful tariff rates.

(2) This account shall include collections in excess of tariff charges, except where such amounts are segregated and held subject to refund.

(3) Proceeds derived from the sale of unclaimed and refused freight which has been transported in accordance with the contract of shipment shall be credited to this account in cases where such items can be readily identified. Uncollectible tariff charges on such shipments shall be charged to this account.

(4) Amounts determined to be uncollectible shall be accounted for in accordance with the text of account 63-61-00, "General—Uncollectible accounts."

ITEMS TO BE CREDITED

(a) Revenue upon the basis of local freight tariff rates, regardless of class of train in which the freight is transported.

(b) The carrier's proportion of revenue upon the basis of through freight tariff rates, regardless of class of train in which the freight is transported.

(c) Revenue from transportation of mail matter, and empty mail pouches, at freight rates.

(d) Revenue from transportation of freight on special trains at rates based on weights of shipments.

(e) Revenue on basis of classifications and freight tariffs from transportation of caretakers of freight shipments.

(f) Revenue from reconsigning privileges.

(g) Revenue from stop privileges.

(h) Revenue from transit privileges.

(i) Revenue upon the basis of arbitraries out of freight, rates for water transfers (ferriage, lighterage, and floatage).

(j) Revenue from transportation of trailers and containers on flat cars in TOFC/COFC service upon the basis of all-rail line-haul freight tariff rates and under arrangements for motor carrier-railroad joint haul, and from the loading and unloading of trailers and containers on and from flat cars upon the basis of tariff rates and under arrangements for motor carrier-railroad joint haul.

ITEMS TO BE CHARGED

(a) Amounts paid as bridge and ferry arbitraries on freight.

(b) Amounts paid for completing a haul.

(c) Amounts paid for elevation of freight.

(d) Amounts paid for switching services, in connection with the transportation of freight, on the basis of switching tariffs, and allowances out of through rates, including amounts paid for switching empty cars in connection with a freight revenue movement.

(e) Amounts paid for transferring freight between stations.

(f) Arbitraries and allowances to others for lighterage and wharfage.

(g) The carrier's proportion of overcharges resulting from the use of erroneous rates, weights, classifications or computations.

(h) The carrier's proportion of refunds on account of errors in routing and billing.

(i) The carrier's proportion of uncollected revenue on freight lost or destroyed in transit.

(j) The carrier's proportion of uncollected tariff charges on damaged shipments for which charges neither shipper nor consignee is liable.

(k) Amounts paid on basis of tariff rates for loading and unloading livestock.

(l) Amounts paid to motor truck companies for hauling trailers and containers to and from TOFC/COFC terminals, and allowances to shippers who perform such service on the basis of tariff rates.

NOTE A.—Amounts paid for switching empty cars other than in connection with loaded movements shall be charged to operating expense account 61-32-XX, "General—Other Expenses—Transportation, Yard, Freight," except that amounts paid for switching equipment for repairs shall be included in the appropriate equipment repair accounts.

NOTE B.—Other carriers' proportion of revenue and of uncollectible undercharges paid by the carrier on account of its errors in routing and billing shall be charged to operating expense account 61-35-76, "General—Other Expenses—Transportation, Administrative Support."

NOTE C.—When a lessee company transports freight over the tracks of another carrier on the basis of a proportion of revenues under a joint arrangement, it shall include the entire compensation in its revenue and statistics, charging the appropriate joint facility expense and rental accounts with the amounts paid the lessor company, and the lessor company shall credit the corresponding accounts.

NOTE D.—Revenue from the transportation of caretakers of freight shipments, when not included as a part of the freight charges on the waybill covering the freight shipments, shall be credited to account 102, "Passenger."

NOTE E.—This account shall be maintained so as to show separately payments and allowances for (a) terminal collection and delivery services when performed in connection with line-haul transportation of freight on the basis of freight tariff rates, further separated between (1) TOFC/COFC service, and (2) all other freight service; also (b) payments for switching services when performed in connection with line-haul transportation of freight on the basis of switching tariffs and allowances out of freight rates, including the switching of empty cars in connection with a revenue movement, and (c) payments on basis of tariff rates for loading and unloading livestock.

104 Switching. (1) This account shall include the revenue from switching service upon the basis of lawful tariff rates. To this account shall be credited the carrier's revenue upon the basis of tariff rates, or the carrier's allowance out of through rates, from the switching of cars of all kinds, loaded or empty, either locally at a station or within a switching district, between connecting lines, between local industries, or between connecting lines and local industries; revenue upon the basis of distinct tariff rates for "trap-car" and "ferry-car" service and for spotting cars; also the revenue from interwork switching at industrial plants, and the revenue from "penalty switching" incident to the improper delivery of cars by other carriers.

(2) To this account shall be charged amounts paid for switching when such switching service is provided for in the switching rate charged by the carrier.

NOTE.—"Penalty switching" charges paid by the carrier shall be included in expense account 61-32-XX, "General—Other Expenses—Transportation, Yard, Freight."

105 Water transfers. (1) This account shall include the revenue, from the transfer by water (ferriage, lighterage, and floatage), of passenger, freight, vehicles, and livestock, upon the basis of lawful local tariff rates.

(2) This account also shall include revenue from water transfers of other traffic, such as the revenue from towing beyond lighterage limits and all other towing for which an extra charge is made; insurance of freight afloat when billed out at other than cost; storage of freight afloat; grain overage in boats; pumping performed for outside parties; and for other similar sources.

(3) To this account shall be charged amounts payable to other companies or individuals for extra lighterage, extra towing, and for all other service when such payments represent revenue collected and credited to this account and not a directed expense.

NOTE.—No revenue shall be included in this account for water transfers of passengers or shipments upon the basis of arbitraries out of rates for transportation involving rail line haul.

106 Demurrage. This account shall include the revenue from the detention of cars incident to loading, unloading, reconsigning, and stops in transit upon the basis of lawful tariffs for demurrage. This account shall also include the revenue from the detention of trailers and containers used in TOFC/COFC service, incident to loading and unloading, upon the basis of tariff rates.

NOTE.—This account shall be maintained so as to reflect separately (1) revenue from detention of cars, and (2) revenue from detention of trailers and containers used in TOFC/COFC service.

110 Incidental. This account is designed to show the amounts which the carrier becomes entitled to receive from services rendered incidentally with rail-line and water-line transportation; for the use of facilities of which the expenses for operation and maintenance are not separable from railway expenses and from incidental sources not provided for elsewhere. Among the items included in this account are revenues derived from (1) hotels and restaurants, (2) operations conducted at stations and on trains by individual or companies other than railway companies, (3) storage, (4) the sale of electric power, (5) renting property operated and maintained in connection with the property used in the carrier's transportation operations and from railway operations not provided for elsewhere.

121 Joint facility, credit. This account shall include the carrier's proportion of revenue collected by others in connection with the operation of joint tracks, yards, terminals, and other facilities, including revenue from hotels, restaurants, grain elevators, sale of power, and other miscellaneous operations.

NOTE. A.—The purpose of this account is to show the amounts of revenue from the operation of joint tracks, yards, terminals and other facilities operated by other companies, which under existing contracts or agreements are credited by the operating company to the tenant companies which participate therein. The bill rendered by any creditor company against a debtor company for the latter's proportion of the expense of maintenance and operation of joint facilities, which includes also a credit covering a proportion of the revenue to be paid over, shall show the distribution of the credit for such proportion of the revenue separately from the distribution of the expense of operation.

NOTE. B.—No credits shall be made to this account representing amounts creditable by the operating company to primary accounts 101-103, 105, and 110.

122 Joint facility, debit. This account shall include that proportion of revenue from the operation of joint tracks, yards, terminals, and other facilities, which is creditable to other companies, including revenue from hotels, restaurants, grain elevators, sale of power, and other miscellaneous operations.

NOTE A.—The purpose of this account is to show the amount of revenue from operation of a terminal company or other carrier which, under the terms of existing contracts or agreements covering the joint use of tracks, yards, and other facilities, is credited to other carriers that participate in the benefits from such joint use. The bill rendered by a creditor company against a debtor company for the latter's proportion of expense of maintaining and operating joint facilities, which includes a credit covering the debtor company's proportion of the revenues from operation of such joint facilities, shall indicate separately the proper distribution of both the revenues and the expenses included in the bill, and such distribution shall be adhered to the debtor.

NOTE B.—No debits shall be made to this account representing amounts creditable by the operating company to primary accounts 101-103, 105, and 110.

OTHER INCOME ACCOUNTS

506 Revenues from property used in other than carrier operations. This account shall include the total revenues derived from property used in other than carrier operations, the cost of which is includible in balance-sheet account 737, "Property used in other than carrier operations."

510 Miscellaneous rent income. (1) This account shall include such rents of property owned and controlled by the accounting carrier as are not provided for in the foregoing accounts.

(2) This account shall be charged with the cost of maintenance of the property rented, also specific incidental expenses in connection with such property, such as the cost of negotiating contracts, advertising for tenants, fees paid conveyancers, collectors' commissions, and analogous items.

NOTE A.—If property the rent of which is chargeable to account 543—"Miscellaneous rents," is sublet by the accounting company, the rent receivable therefore shall be credited to this account.

NOTE B.—Taxes on property the rent of which is creditable to this account shall be charged to account 553—"Taxes on property used in other than carrier operations."

NOTE C.—The rent from property carried in balance-sheet account 737—"Property used in other than carrier operations," shall not be included in this account, but in account 506—"Revenues from property used in other than carrier operations."

NOTE D.—Rent and other income from real estate acquired for new lines or for additions and betterments shall be credited to the appropriate road and equipment accounts until the completion or coming into service of the property.

519 Miscellaneous income. (1) This account shall include all items, not provided for elsewhere, properly creditable to income accounts during the current year. Among the items which shall be included in this account are:

(i) Cancellation of balance sheet accounts representing unclaimed wages and vouchered accounts written off because of carrier's inability to locate the creditor.

(ii) Profit from sale of land used for transportation purposes, of noncarrier property and of securities acquired for investment purposes.

(2) Gains for extinguishment of debt shall be aggregated and, if material, credited to account 570—"Extraordinary Items," upon approval by the Commission; however, gains from extinguishment of debt (excluding debt maturing serially), which is made to satisfy sinking fund requirements, shall be recorded in this account regardless of amount.

(b) *On-branch avoidable cost.*

(1) *Actual and apportioned expense accounts.*

PERSONNEL

Control	10-00-00

This account may be used as a control account for all accounts in the PERSONNEL Series: Salaries and Wages; Fringe Benefits Not Included in Compensation.

Salaries and Wages—Control. This control account includes the compensation payable to employees for services performed. It includes amounts payable in connection with profit sharing and stock option plans that are part of employee compensation. This control account also includes amounts of compensation payable to employees for paid time off as a fringe benefit: vacation pay, holiday pay, sick pay, and other payments considered direct compensation for time not worked. Amounts of labor billed by contractors, other companies, and joint facilities, are not considered salaries and wages of the carrier company and are not to be included in this account group. Its components shall be distributed to the following accounts in accordance with Instruction 1-14 of Part 1201, Subpart A:

Salaries and wages—way and structures—running: Freight	11-11-XX

This account includes the compensation payable to all repair and maintenance employees and others who are associated with the repair and maintenance of the carrier's roadway and track on the line of road and outside of classification yards. Compensation payable to officers and technical and clerical employees shall only be assigned to Way and Structures—Other. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	11-11-10
Tunnels and subways	11-11-11
Bridges and culverts	11-11-12
Track laying and surfacing	11-11-17
Signals and interlockers	11-11-19
Highway grade crossings	11-11-22
Dismantling retired property	11-11-39
Road property and equipment damaged	11-11-48
Other—other	11-11-99
Salaries and wages—way and structures—switching: Freight	11-12-XX

This account includes the compensation payable to all repair and maintenance employees and others who are associated with the repair and maintenance of the carrier's roadway and track within classification yards and stations. Compensation payable to officers and technical and clerical employees shall be assigned to Way and Structures—Other. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	11-12-10
Tunnels and subways	11-12-11
Bridges and culverts	11-12-12
Track laying and surfacing	11-12-17
Signals and interlockers	11-12-19
Highway grade crossings	11-12-22
Dismantling retired property	11-12-39
Road property and equipment damaged	11-12-48
Other—other	11-12-99
Salaries and wages—way and structures—other: Freight	11-13-XX

This account includes the compensation payable to all repair and maintenance employees and others who are associated with the repair and maintenance of the carrier's structures other than roadway and track. Each administration account (functions 02-06) includes the compensation payable to all officers and technical and clerical employees associated with the Way and Structures Activity. This account shall be subdivided by the following functions:

Administration

Track	11-13-02
Bridges and buildings	11-13-03
Signals	11-13-04
Communications	11-13-05
Other	11-13-06

Repair and maintenance

Communication systems	11-13-20
Electric power systems	11-13-21
Station and office buildings	11-13-23
Shop buildings—locomotives	11-13-24
Shop buildings—freight cars	11-13-25
Shop buildings—other	11-13-26
Locomotive servicing facilities	11-13-27
Miscellaneous buildings and structures	11-13-28
Coal terminals	11-13-29
Ore terminals	11-13-30
TOFC/COFC terminals	11-13-31

Repair and maintenance

Other marine terminals	11-13-32
Motor vehicle loading and distribution facilities	11-13-33
Facilities for other specialized services operations	11-13-35
Roadway machines	11-13-36
Small tools and supplies	11-13-37
Snow removal	11-13-38
Dismantling retired property	11-13-39
Road property and equipment damaged	11-13-48
Other—other	11-13-99

Salaries and wages—equipment—locomotives: Freight 11-21-XX

This account includes the compensation payable to all officers and technical and clerical employees, repair and maintenance employees, and others who are associated with the repair and maintenance of locomotives, whether owned by the carrier or by others. This account shall be subdivided by the following functions:

Administration—general 11-21-01

Repair and maintenance

Dismantling retired property	11-21-39
Shop machinery	11-21-40
Locomotives	11-21-41
Road property and equipment damaged	11-21-48
Other—other	11-21-99

Salaries and Wages—Equipment—Freight Cars: Freight 11-22-XX

This account includes the compensation payable to all officers, technical and clerical employees, repair and maintenance employees, and others, who are associated with the repair and maintenance of freight cars, whether owned by the carrier or by others. This account shall be subdivided by the following functions:

Administration—general 11-22-01

Repair and maintenance

Dismantling retired property	11-22-39
Shop machinery	11-22-40
Freight cars	11-22-42
Road property and equipment damaged	11-22-48
Other—other	11-22-99

Salaries and wages—equipment—other equipment: Freight 11-23-XX

This account includes the compensation payable to all officers, technical and clerical employees, repair and maintenance employees, and others, who are associated with the repair and maintenance of equipment other than locomotives and freight cars, whether owned by the carrier or by others. This account shall be subdivided by the following functions:

Administration—general 11-23-01

Repair and maintenance

Dismantling retired property	11-23-39
Shop machinery	11-23-40
Trucks, trailers, containers in revenue service	11-23-43
Floating equipment—revenue service	11-23-44
Passenger and other revenue equipment	11-23-45
Computers and data processing equipment	11-23-46
Work and other non-revenue equipment	11-23-47
Road property and equipment damaged	11-23-48
Other—other	11-23-99

Salaries and wages—transportation—train: Freight 11-31-XX

This account includes the compensation payable to all officers, technical and clerical employees, engine and train crews, and other operational employees, who are associated with the dispatching and operation of freight trains over the roadway and outside of classification yards. This account shall be subdivided by the following functions:

Administration—general 11-31-01

Operations

Engine crews	11-31-56
Train crews	11-31-57
Dispatching trains	11-31-58
Operating switches, signals, interlockers, retarders, humps	11-31-59
Operating drawbridges	11-31-60
Highway crossing protection	11-31-61
Train inspection and lubrication	11-31-62
Clearing wrecks	11-31-63
Locomotive fuel	11-31-67
Electric power purchased/produced for motive power	11-31-68
Servicing locomotives	11-31-69
Other—other	11-31-99

Salaries and wages—transportation—yard: Freight 11-32-XX

This account includes the compensation payable to all officers, technical and clerical employees, engine and train crews, and other operational employees, who are associated with the movement of freight cars within classification yards and in terminal switching and transfer service. This account shall be subdivided by the following functions:

Administration—general 11-32-01

Operations

Operating switches, signals, interlockers, retarders, humps	11-32-59
Clearing wrecks	11-32-63
Switch crews	11-32-64
Controlling operations	11-32-65
Yard and terminal clerical	11-32-66
Locomotive fuel	11-32-67
Electrical power purchased/produced for motive power	11-32-68
Servicing locomotives	11-32-69
Other—other	11-32-99

Salaries and wages—transportation—train and yard common: Freight 11-33-XX

This account includes the compensation payable to all officers, technical and clerical employees, engine and train crews, and other operational employees performing functions incurred on behalf of both train and yard operations. This account shall be subdivided by the following functions:

Operations

Cleaning car interiors	11-33-70
Adjusting and transferring loads	11-33-71
Car loading devices and grain doors	11-33-72

Salaries and wages—transportation—specialized services: Freight 11-34-XX

This account includes the compensation payable to all officers, technical and clerical employees, engine and train crews, and other operational employees who are associated with operating services which are specialized in nature and in cost characteristics. The specialized services designated by the Commission appear within the definition of specialized services. This account shall be subdivided by the following functions:

Administration—general 11-34-01

Operations

Pickup and delivery, marine line haul, and rail substitute service	11-34-73
Loading, unloading, and local marine	11-34-74
Protective service	11-34-75
Other—other	11-34-99

Salaries and wages—transportation—administrative support: Freight 11-35-XX

This account includes the compensation payable to all officers, technical and clerical employees, engine and train crews, and other operational employees, who are associated with providing direct administrative support for the Transportation Activity. For further clarification refer to the definition of the Administrative Support Operations Subactivity contained in Part 1201, Subpart A. This account shall be subdivided by the following functions:

Administration—general 11-35-01

Operations

Clerical and accounting employees	11-35-76
Communication systems operations	11-35-77
Loss and damage claims processing	11-35-78
Other—other	11-35-99

Salaries and wages—general and administrative: Freight 11-61-XX

This account includes the compensation payable to all employees who are associated with overall administration or other general support for carrier operations. Overall administration includes executive, legal, financial, treasury, accounting, budgeting, taxation, corporate planning, costing, marketing, advertising, traffic, corporate secretary, public relations, real estate, insurance administration, personnel administration, pension plan administration, general purchasing, labor relations, internal auditing, industrial engineering, and regulatory reporting. For further clarification refer to the definition of the General and Administrative Activity contained in Part 1201, Subpart A. This account shall be subdivided by the following functions:

Administration—general 11-61-01

General

Accounting, auditing, finance	11-61-86
Management services and data processing	11-61-87
Marketing	11-61-88
Sales	11-61-89
Industrial development	11-61-90
Personnel and labor relations	11-61-91
Legal and secretarial	11-61-92
Public relations and advertising	11-61-93
Research and development	11-61-94
Other—other	11-61-99

Fringe benefits not included in compensation—control 12-00-00

This control account includes amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation. These benefits include the carrier portions of Railroad Retirement contributions, pension expense, unemployment taxes, dental plans, health plans, hospitalization insurance, life insurance, subsidies for employee lunchrooms, company entertainment facilities for personal use, and other benefits to employees that are not includable in direct compensation. They exclude travel expense on company business, casualties, workmen's compensation, as well as dues, memberships, and similar items when the direct beneficiary is clearly the company rather than the employee

Fringe benefits not included in compensation—way and structures—running: Freight 12-11-00

This account includes amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with the repair and maintenance of the carrier's roadway and track on the line of road and outside of classification yards.

Fringe benefits not included in compensation—way and structures—switching: Freight 12-12-00

This account includes amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with repair and maintenance of the carrier's roadway and track within classification yards and stations.

Fringe benefits not included in compensation—way and structures—other: Freight 12-13-00

This account includes amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with the repair and maintenance of the carrier's structures other than roadway and track, and who are associated with the Administration of the Way and Structures Activity.

Fringe benefits not included in compensation—equipment—locomotives: Freight 12-21-00

This account includes amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with the repair and maintenance of locomotives, whether owned by the carrier or by others.

Fringe benefits not included in compensation—equipment—freight cars: Freight 12-22-00

This account includes amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with the repair and maintenance of freight cars, whether owned by the carrier or by others.

Fringe benefits not included in compensation—equipment—other equipment: 12-23-00

This account includes the amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with the repair and maintenance of equipment other than locomotives and freight cars, whether owned by the carrier or by others.

Fringe benefits not included in compensation—transportation—train: Freight 12-31-00

This account includes the amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with the dispatching and operating of freight trains over the roadway and outside of classification yards.

Fringe benefits not included in compensation—transportation—yard: Freight 12-32-00

This account includes the amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with the movement of freight cars within classification yards and in terminal switching and transfer service.

Fringe benefits not included in compensation—transportation—train and yard Common: Freight 12-33-00

This account includes the amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees performing functions incurred on behalf of both train and yard operations.

Fringe benefits not included in compensation—transportation—specialized services: Freight 12-34-00

This account includes the amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with operating services which are specialized in nature and in cost characteristics. The specialized services designated by the Commission appear within the definition of specialized services.

Fringe benefits not included in compensation—transportation—administrative support: Freight 12-35-00

This account includes the amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who are associated with providing direct administrative support for the Transportation Activity. For further clarification refer to the definition of the Administrative Support Operations Subactivity contained in Part 1201, Subpart A.

Fringe benefits not included in compensation—general and administrative: Freight 12-61-00

This account includes the amounts payable to others, or other costs charged to expense, for employee benefits which are not considered part of direct compensation for employees who provide overall administration or other general support for carrier operations. Overall administration includes executive, legal, financial, treasury, accounting, budgeting, taxation, corporate planning, costing, marketing, advertising, traffic, corporate secretary, public relations, real estate, insurance administration, personnel administration, pension plan administration, general purchasing, labor relations, internal auditing, industrial engineering, and regulatory reporting. For further clarification refer to the definition of the General and Administrative Activity contained in Part 1201, Subpart A.

MATERIEL

Control 20-00-00

This account may be used as a control account for the MATERIEL series: Materials, Tools, Supplies, Fuels, Lubricants.

Materials, tools, supplies, fuels, lubricants—Control 21-00-00

This account group includes the cost of items installed or commodities consumed which are charged to expense in connection with carrier operations. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. This account excludes purchased services such as utilities, communications, postage and other items of similar nature.

Materials, tools, supplies, fuels, lubricants—way and structures—Running: Freight 21-11-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in the performance or support of the repair and maintenance of the carrier's roadway and track on the line of the road and outside of classification yards. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials, and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Repair and maintenance

Roadway	21-11-10
Tunnels and subways	21-11-11
Bridges and culverts	21-11-12
Ties	21-11-13
Rails	21-11-14
Other track material	21-11-15
Ballast	21-11-16
Track laying and surfacing	21-11-17
Signals and interlockers	21-11-19
Highway grade crossings	21-11-22
Dismantling retired property	21-11-39
Road property and equipment damaged	21-11-48
Other—other	21-11-99

Materials, tools, supplies, fuels, lubricants—way and structures—switching: Freight 21-12-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in the performance or support of the repair and maintenance of the carrier's roadway and track within classification yards and stations. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Repair and maintenance

Roadway	21-12-10
Tunnels and subways	21-12-11
Bridges and culverts	21-12-12
Ties	21-12-13
Rails	21-12-14
Other track material	21-12-15
Ballast	21-12-16
Track laying and surfacing	21-12-17
Signals and interlockers	21-12-19
Highway grade crossings	21-12-22
Dismantling retired property	21-12-39
Road property and equipment damaged	21-12-48
Other—other	21-12-99

Materials, tools, supplies, fuels, lubricants—way and structures—other: Freight 21-13-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in the performance or support of the repair and maintenance of the carrier's structures not provided for in running or switching. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Administration

Track	21-13-02
Bridges and buildings	21-13-03
Signals	21-13-04
Communications	21-13-05
Other	21-13-06

Repair and maintenance

Communication systems	21-13-20
Electric power systems	21-13-21
Station and office buildings	21-13-23
Shop buildings—locomotives	21-13-24
Shop buildings—freight cars	21-13-25
Shop buildings—other equipment	21-13-26
Locomotive servicing facilities	21-13-27
Miscellaneous buildings and structures	21-13-28
Coal terminals	21-13-29
Ore terminals	21-13-30
TOFC/COFC terminals	21-13-31
Other marine terminals	21-13-32
Motor vehicle loading and distribution facilities	21-13-33
Facilities for other specialized services operations	21-13-35
Roadway machines	21-13-36
Small tools and supplies	21-13-37
Snow removal	21-13-38
Dismantling retired property	21-13-39
Road property and equipment damaged	21-13-48
Other—other	21-13-99

Materials, tools, supplies, fuels, lubricants—equipment—locomotives: Freight 21-21-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in the performance or support of the repair and maintenance of locomotives, whether owned by the carrier or by others. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Administration—General	21-21-01

Repair and maintenance

Dismantling retired property	21-21-39
Machinery	21-21-40
Locomotives	21-21-41
Road property and equipment	21-21-48
Other—other	21-21-99

Materials, tools, supplies, fuels, lubricants—equipment—freight cars: Freight 21-22-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in the performance or support of the repair and maintenance of freight cars, whether owned by the carrier or by others. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Administration—general	21-22-01

Repair and maintenance

Dismantling retired property	21-22-39
Machinery	21-22-40
Freight cars	21-22-42
Road property and equipment damaged	21-22-48
Other—other	21-22-99

Materials, tools, supplies, fuels, lubricants—equipment—other equipment: Freight 21-23-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in the performance or support of the repair and maintenance of equipment other than locomotives and freight cars, whether owned by the carrier or by others. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Administration—general	21-23-01
Repair and maintenance	
Dismantling retired property	21-23-39
Machinery	21-23-40
Trucks, trailers, containers in revenue service	21-23-43
Floating equipment—revenue service	21-23-44
Passenger and other revenue equipment	21-23-45
Computers and data processing equipment	21-23-46
Work and other nonrevenue equipment	21-23-47
Road property and equipment damaged	21-23-48
Other—other	21-23-99

Materials, tools, supplies, fuels, lubricants—transportation—train: Freight 21-31-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in association with the dispatching and operation of freight trains over the roadway and outside of classification yards. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Administration—general	21-31-01
Operations	
Engine crews	21-31-56
Train crews	21-31-57
Dispatching trains	21-31-58
Operating switches, signals, interlockers, retarders, humps	21-31-59
Operating drawbridges	21-31-60
Highway crossing protection	21-31-61
Train inspection and lubrication	21-31-62
Clearing wrecks	21-31-63
Locomotive fuels	21-31-67
Electric power purchased/produced for motive power	21-31-68
Servicing locomotives	21-31-69
Other—other	21-31-99

Materials, tools, supplies, fuels, lubricants—transportation—yard: Freight 21-32-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in association with the movement of freight cars within classification yards and in terminal switching and transfer service. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard statonery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Administration—general	21-32-01
Operations	
Operating switches, signals, interlockers, retarders, humps	21-32-59
Clearing wrecks	21-32-63
Switch crews	21-32-64
Controlling operations	21-32-65
Yard and terminal clerical	21-32-66
Locomotive fuel	21-32-67
Electric power purchased/produced for motive power	21-32-68
Servicing locomotives	21-32-69
Other—other	21-32-99

Materials, tools, supplies, fuels, lubricants—transportation—train and yard common: Freight 21-33-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed on behalf of both train and yard operations. This account includes charges to expense for all materials, small tools, supplies, fuels, lubricants, purchased standard stationery and forms, freight-in on materials and supplies, and similar items. Its components shall be distributed to the following functions in accordance with Instruction 1-8 of Part 1201, Subpart A:

Operations	
Cleaning car interiors	21-33-70
Adjusting, transferring loads	21-33-71
Car loading devices and grain doors	21-33-72

Materials, tools, supplies, fuels, lubricants—transportation—specialized services: Freight 21-34-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in operating services which are specialized in nature and in cost characteristics. The specialized services designated by the Commission appear within the definition of specialized services. This account shall be subdivided by the following functions:

Administration—general	21-34-01
Operations	
Pick up and delivery, marine line haul, and rail substitute service	21-34-73
Loading, unloading, and local marine	21-34-74
Protective services	21-34-75
Other—other	21-34-99

Materials, tools, supplies, fuels, lubricants—transportation—administrative support: Freight 21-35-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in association with providing direct administrative support for the Transportation Activity. For further clarification refer to the definition of the Administrative Support Operations Subactivity contained in Part 1201, Subpart A. This account shall be subdivided by the following functions.

Administration—general	21-35-01
Operations	
Clerks, accounting employees	21-35-76
Communication systems operations	21-35-77
Loss and damage claims processing	21-35-78
Other—other	21-35-99

Materials, tools, supplies, fuels, lubricants—general and administrative: Freight 21-61-XX

This account includes the cost of items installed or commodities consumed which are charged to expense, where such items are consumed in providing overall administration or other general support for carrier operations. For further clarification refer to the definition of the General and Administrative Activity contained in Part 1201, Subpart A. This account shall be subdivided by the following functions:

Administration—general	21-61-01
General	
Accounting, auditing, finance	21-61-86
Management services and data processing	21-61-87
Marketing	21-61-88
Sales	21-61-89
Industrial development	21-61-90
Personnel and labor relations	21-61-91
Legal and secretarial	21-61-92
Public relations and advertising	21-61-93
Research and development	21-61-94
Other—other	21-61-99

PURCHASED SERVICES

Control 30-00-00

This account may be used as a control account for all accounts in the PURCHASED SERVICES series:

Lease rentals—Debit	
Lease rentals—Credit	
Joint facility rent—Debit	
Joint facility rent—Credit	
Other rents—Debit	
Other rents—Credit	
Joint facility—Debit	
Joint facility—Credit	
Repairs billed by others—Debit	
Repairs billed to others—Credit	
Other purchased services	
Lease rentals—debit—control	31-00-00

This control account includes the rentals of road property and equipment with terms of 30 days or more. This account excludes joint facility and joint trackage rents, insurance and maintenance elements of lease payments, and all elements of capital leases as defined in FASB Statement No. 13. The components of this natural expense will be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Lease rentals—debit—way and structures—running: freight	31-11-00
Lease rentals—debit—way and structures—switching: freight	31-12-00
Lease rentals—debit—way and structures—other: freight	31-13-00
Lease rentals—debit—equipment—locomotives: freight	31-21-00
Lease rentals—debit—equipment—freight cars: freight	31-22-00
Lease rentals—debit—equipment—other equipment: freight	31-23-00

Lease rentals—credit—control 32-00-00

This control account includes the rentals of owned property and equipment or subleases of leased road property and equipment with terms of from 30 days to one year. Longer term leases are indicative of a non-carrier operation and all revenues and expenses related to such property and equipment should be classified accordingly and excluded from railroad operations. This account excludes joint facilities and joint trackage, capital leases, and portions of lease receipts covering maintenance and insurance. The components of this natural expense account will be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Lease rentals—credit—way and structures—running: freight	32-11-00
Lease rentals—credit—way and structures—switching: freight	32-12-00
Lease rentals—credit—way and structures—other: freight	32-13-00
Lease rentals—credit—equipment—locomotives: freight	32-21-00
Lease rentals—credit—equipment—freight cars: freight	32-22-00
Lease rentals—credit—equipment—other equipment: freight	32-23-00

Joint facility rents—debit—control 33-00-00

This control account includes amounts payable accrued as rent for equipment, tracks, yards, terminals, and other facilities owned or controlled by other carriers, companies, or individuals, and in the joint use of which the accounting company participates. Amounts paid or payable by the accounting company in reimbursement for taxes on property jointly used shall be charged to this account.

NOTE.—The cost of maintenance, operation, or administration of joint facilities, chargeable to the accounting company, shall be charged to the various joint facility accounts (37-XX-00). When the compensation for the use of joint facilities is a fixed amount or is based upon a charge per ton, car, or other unit, it shall be fairly apportioned between this account and Joint Facility—Dr. (37-XX-00). This apportionment shall be made by the operating company, and shall be followed by the accounting company. The components of this natural expense consist of the following accounts:

Joint facility rents—debit—way and structures—running: Freight	33-11-00
Joint facility rents—debit—way and structures—switching: Freight	33-12-00
Joint facility rents—debit—way and structures—other: Freight	33-13-00
Joint facility rents—debit—equipment—locomotives: Freight	33-21-00
Joint facility rents—debit—equipment—freight cars: Freight	33-22-00
Joint facility rents—debit—equipment—other equipment: Freight	33-23-00

Joint facility rents—credit—control 34-00-00

This control account includes amounts receivable accrued for rent of equipment, tracks, yards, terminals and other facilities owned or controlled by the accounting company and used jointly with other companies or individuals. Amounts receivable from other companies in reimbursement for taxes on property jointly used shall be credited to this account.

NOTE.—The portion of the cost of maintenance, operation, or administration of joint facilities recoverable from others shall be credited to the various joint facility accounts (38-XX-00). When the compensation for the use of joint facilities is a fixed amount or is based upon a charge per ton, car, or other unit, it shall be fairly apportioned by the creditor between this account and Joint Facility—credit (28-XX-00).

Joint facility rents—credit—way and structures—running: Freight	34-11-00
Joint facility rents—credit—way and structures—switching: Freight	34-12-00
Joint facility rents—credit—way and structures—other: Freight	34-13-00
Joint facility rents—credit—equipment—locomotives: Freight	34-21-00
Joint facility rents—credit—equipment—freight cars: Freight	34-22-00
Joint facility rents—credit—equipment—other equipment: Freight	34-23-00

Other rents—debit—control 35-00-00

This account includes the rents with terms of less than 30 days which are not renewed. This account includes all time and mileage payments for interchange locomotive, freight car, and other revenue equipment hire. The components of this account will be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Other rents—debit—way and structures—running: Freight: Freight	35-11-00
Other rents—debit—way and structures—switching: Freight	35-12-00
Other rents—debit—way and structures—other: Freight	35-13-00
Other rents—debit—equipment—locomotives: Freight	35-21-00
Other rents—debit—equipment—freight cars: Freight	35-22-00
Other rents—debit—equipment—other equipment: Freight	35-23-00

Other rents—credit—control 36-00-00

This account includes rents with terms of less than 30 days which are not renewed. This account includes all time and mileage receipts for interchanged locomotive, freight car, and other revenue equipment hire. The components of this account will be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Other rents—credit—way and structures—running: Freight	36-11-00
Other rents—credit—way and structures—switching: Freight	36-12-00
Other rents—credit—way and structures—other: Freight	36-13-00
Other rents—credit—equipment—locomotives: Freight	36-21-00
Other rents—credit—equipment—freight cars: Freight	36-22-00
Other rents—credit—equipment—other equipment: Freight	36-23-00

Joint facility—debit—control 37-00-00

This account includes joint trackage and joint facility costs, exclusive of rents, payable by the railroad to others. The components of this account will be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Joint Facility—debit—way and structures—running: Freight	37-11-00
Joint Facility—debit—way and structures—switching: Freight	37-12-00
Joint Facility—debit—way and structures—other: Freight	37-13-00
Joint facility—debit—equipment—locomotives: Freight	37-21-00
Joint facility—debit—equipment—freight cars: Freight	37-22-00
Joint facility—debit—equipment—other equipment: Freight	37-23-00
Joint facility—debit—transportation—train: Freight	37-31-00
Joint facility—debit—transportation—yard: Freight	37-32-00
Joint facility—debit—transportation—specialized services: Freight	37-34-00
Joint facility—debit—transportation—administrative support: Freight	37-35-00
Joint facility—debit—general and administrative: Freight	37-61-00

Joint facility—credit—control 38-00-00

This account includes joint trackage and joint facility costs, exclusive of rents, payable by others to the railroad. The components of this account will be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Joint facility—credit—way and structures—running: Freight	38-11-00
Joint facility—credit—way and structures—switching: Freight	38-12-00
Joint facility—credit—way and structures—other: Freight	38-13-00
Joint facility—credit—equipment—locomotives: Freight	38-21-00
Joint facility—credit—equipment—freight cars: Freight	38-22-00
Joint facility—credit—equipment—other equipment: Freight	38-23-00
Joint facility—credit—transportation—train: Freight	38-31-00
Joint facility—credit—transportation—yard: Freight	38-32-00
Joint facility—credit—transportation—specialized services: Freight	38-34-00
Joint facility—credit—transportation—administrative support: Freight	38-35-00
Joint facility—credit—general and administrative: Freight	38-61-00

Repairs billed by others—debit—control 39-00-00

This account includes amounts payable by the railroad to others for repair and maintenance of the reporting railroad's property and equipment. The components of this account shall be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Repairs billed by others—debit—way and structures—running: Freight .... 39—11-XX

This account includes amounts payable by the railroad to others for repair and maintenance of the reporting railroad's property associated with the carrier's roadway and track on the line of road and outside of classification yards. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	39-11-10
Tunnels and subways	39-11-11
Bridges and culverts	39-11-12
Track laying and surfacing	39-11-17
Signals and interlockers	39-11-19
Highway grade crossings	39-11-22
Road property and equipment damaged	39-11-48

Repairs billed by others—debit—way and structures—switching: Freight 39-12-XX

This account includes amounts payable by the railroad to others for repair and maintenance of the reporting railroad's property associated with the carrier's roadway and track within classification yards and stations. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	39-12-10
Tunnels and subways	39-12-11
Bridges and culverts	39-12-12
Track laying and surfacing	39-12-17
Signals and interlockers	39-12-19
Highway grade crossings	39-12-22
Road property and equipment damaged	39-12-48

Repairs billed by others—debit—way and structures—other: Freight 39-13-XX

This account includes amounts payable by the railroad to others for repair and maintenance of the carrier's structures other than roadway and track. This account shall be subdivided by the following functions:

Repair and maintenance

Communication systems	39-13-20
Electric power systems	39-13-21
Station and office buildings	39-13-23
Shop buildings—locomotives	39-13-24
Shop buildings—freight cars	39-13-25
Shop buildings—other equipment	39-13-26
Locomotive servicing facilities	39-13-27
Miscellaneous buildings and structures	39-13-28
Coal terminals	39-13-29
Ore terminals	39-13-30

Repair and maintenance

TOFC/COFC terminals	39-13-31
Other marine terminals	39-13-32
Motor vehicle loading and distribution facilites	39-13-33
Facilities for other specialized services operations	39-13-35
Roadway machines	39-13-36
Small tools and supplies	39-13-37
Snow removal	39-13-38
Road property and equipment damaged	39-13-48

Repairs billed by others—debit—equipment—locomotives: Freight 39-21-XX

This account includes amounts payable by the railroad to others for repair and maintenance under the locomotive subactivity. This account shall be subdivided by the following functions:

Repair and maintenance

Machinery	39-21-40
Locomotives	39-21-41
Road property and equipment damaged	39-21-48

Repairs billed by others—debit—equipment—freight cars: Freight 39-22-XX

This account includes amounts payable by the railroad to others for repair and maintenance under the freight car subactivity. This account shall be subdivided by the following function:

Repair and maintenance

Machinery	39-22-40
Freight cars	39-22-42
Road property and equipment damaged	39-22-48

Repairs billed by others—debit—equipment—other equipment: Freight 39-23-XX

This account includes amounts payable by the railroad to others for the repair and maintenance of equipment not pertaining to the locomotive or freight car subactivity. This account shall be subdivided by the following functions:

Repair and maintenance

Machinery	39-23-40
Trucks, trailers, and containers in revenue service	39-23-43
Floating equipment—revenue service	39-23-44
Passenger and other revenue equipment	39-23-45
Computers and data processing equipment	39-23-46
Work and other nonrevenue equipment	39-23-47
Road property and equipment damaged	39-23-48

Repairs billed to others—credit—control 40-00-00

This control account includes amounts payable by others to the railroad for repair and maintenance of others' road property and equipment. The components of this account shall be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Repairs billed to others—credit—way and structures—running: Freight 40-11-XX

This account includes amounts payable by others to the railroad for repair and maintenance of other railroads' roadway and track on the line of road and outside of classification yards. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	40-11-10
Tunnels and subways	40-11-11
Bridges and culverts	40-11-12
Track laying and surfacing	40-11-17
Signals and interlockers	40-11-19
Highway grade crossings	40-11-22
Road property and equipment damaged	40-11-48

Repairs billed to others—credit—way and structures—switching: Freight 40-12-XX

This account includes amounts payable by others to the railroad for repair and maintenance of other railroads' roadway and track within classification yards and stations. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	40-12-10
Tunnels and subways	40-12-11
Bridges and culverts	40-12-12
Track laying and surfacing	40-12-17
Signals and interlockers	40-12-19
Highway grade crossings	40-12-22
Road property and equipment damaged	40-12-48

Repairs billed to others—credit—way and structures—other: Freight 40-13-XX

This account includes amounts payable by others to the railroad for repair and maintenance of other railroads' structures other than roadway and track. This account shall be subdivided by the following functions:

Repair and maintenance

Communication systems	40-13-20
Electric power systems	40-13-21
Station and office buildings	40-13-23
Shop buildings—locomotives	40-13-24
Shop buildings—freight cars	40-13-25
Shop buildings—other equipment	40-13-26
Locomotive servicing facilities	40-13-27
Miscellaneous buildings and structures	40-13-28
Coal terminals	40-13-29
Ore terminals	40-13-30
TOFC/COFC terminals	40-13-31
Other marine terminals	40-13-32
Motor vehicle loading and distribution facilities	40-13-33
Facilities for other specialized services operations	40-13-35
Roadway machines	40-13-36
Small tools and supplies	40-13-37
Snow removal	40-13-38
Road property and equipment damaged	40-13-48

Repairs billed to others—credit—equipment—locomotives: Freight 40-21-XX

This account includes amounts payable by others to the railroad for repair and maintenance of other railroads' locomotives. This account shall be subdivided by the following functions:

Repair and maintenance

Machinery	40-21-40
Locomotives	40-21-41
Road property and equipment damaged	40-21-48

Repairs billed to others—credit—equipment—freight cars: Freight 40-22-XX

This account includes amounts payable by others to the railroad for repair and maintenance of other railroads' freight cars. This account shall be subdivided by the following functions:

Repair and maintenance

Machinery	40-22-40
Freight cars	40-22-42
Road property and equipment damaged	40-22-48

Repairs billed to others—credit—equipment—other equipment: Freight 40-23-XX

This account includes amounts payable by others to the railroad for repair and maintenance of other railroads' other equipment. This account shall be subdivided by the following functions:

Repair and maintenance

Machinery	40-23-40
Trucks, trailers, and containers in revenue service	40-23-43
Floating equipment—revenue service	40-23-44
Passenger and other revenue equipment	40-23-45
Computers and data processing equipment	40-23-46
Work and other non-revenue equipment	40-23-47
Road property and equipment damaged	40-23-48

Other purchased services—control 41-00-00

This control account includes amounts charged or credited to operating expenses for purchased advertising; purchased printing; outside professional services such as legal, accounting, audit, engineering, and consulting; payments for detour of trains; utilities, telephone, postage, subscriptions, communications, purchased electric power for train and locomotive propulsion; and other services purchased. The components of this account shall be distributed to the following accounts in accordance with Instruction 1-8 of Part 1201, Subpart A:

Other purchased services—way and structures—running: Freight 41-11-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	41-11-10
Tunnels and subways	41-11-11
Bridges and culverts	41-11-12
Track laying and surfacing	41-11-17
Signals and interlockers	41-11-19
Highway grade crossings	41-11-22
Dismantling retired property	41-11-39
Road property and equipment damaged	41-11-48
Other—other	41-11-99

Other purchased services—way and structures—switching: Freight 41-12-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	41-12-10
Tunnels and subways	41-12-11
Bridges and culverts	41-12-12
Track laying and surfacing	41-12-17
Signals and interlockers	41-12-19
Highway grade crossings	41-12-22
Dismantling retired property	41-12-39
Road property and equipment damaged	41-12-48
Other—other	41-12-99

Other purchased services—way and structures—other: Freight 41-13-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration

Track	41-13-02
Bridges and buildings	41-13-03
Signals	41-13-04
Communications	41-13-05
Other	41-13-06

Repair and maintenance

Communication systems	41-13-20
Electric power systems	41-13-21
Station and office buildings	41-13-23
Shop buildings—locomotives	41-13-24
Shop buildings—freight cars	41-13-25
Shop buildings—other equipment	41-13-26
Locomotive servicing facilities	41-13-27
Miscellaneous buildings and structures	41-13-28
Coal terminals	41-13-29
Ore terminals	41-13-30
TOFC/COFC terminals	41-13-31
Other marine terminals	41-13-32
Motor vehicle loading and distribution facilities	41-13-33
Facilities for other specialized services operations	41-13-35
Roadway machines	41-13-36
Small tools and supplies	41-13-37
Snow removal	41-13-38
Dismantling retired property	41-13-39
Road property and equipment damaged	41-13-48
Other—other	41-13-99

Other purchased services—equipment—locomotives: Freight 41-21-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-21-01

Repair and maintenance

Dismantling retired property	41-21-39
Machinery	41-21-40
Locomotive	41-21-41
Road property and equipment damaged	41-21-48
Other—other	41-21-99

Other purchased services—equipment—freight cars: Freight 41-22-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-22-01

Repair and maintenance

Dismantling retired property	41-22-39
Machinery	41-22-40
Freight cars	41-22-42
Road property and equipment damaged	41-22-48
Other—other	41-22-99

Other purchased services—equipment—other equipment: Freight 41-23-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-23-01

Repair and maintenance

Dismantling retired property	41-23-39
Machinery	41-23-40
Trucks, trailers, containers in revenue service	41-23-43
Floating equipment—revenue service	41-23-44
Passenger and other revenue equipment	41-23-45
Computers and data processing equipment	41-23-46
Work and other nonrevenue equipment	41-23-47
Road property and equipment damaged	41-23-48
Other—other	41-23-99

Other purchased services—transportation—train: Freight 41-31-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-31-01

Operations

Engine crews	41-31-56
Train crews	41-31-57
Dispatching trains	41-31-58
Operating switches, signals, interlockers, retarders, humps	41-31-59
Operating drawbridges	41-31-60
Highway crossing protection	41-31-61
Train inspection and lubrication	41-31-62
Clearing wrecks	41-31-63
Locomotive fuel	41-31-67
Electric power purchased/produced for motive power	41-31-68
Servicing locomotives	41-31-69
Other—other	41-31-99

Other purchased services—transportation—yard: Freight 41-32-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-32-01

Operations

Operating switches, signals, interlockers, retarders, humps	41-32-59
Clearing wrecks	41-32-63
Switch crews	41-32-64
Controlling operations	41-32-65
Yard and terminal clerical	41-32-66
Locomotive fuel	41-32-67
Electric power purchased/produced for motive power	41-32-68
Servicing locomotives	41-32-69

Operations

Other—other	41-32-99

Other purchased services—transportation—train and yard common: Freight 41-33-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Operations

Cleaning car interiors	41-33-70
Adjusting, transferring loads	41-33-71
Car loading devices and grain doors	41-33-72

Other purchased services—transportation—specialized services: Freight 41-34-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-34-01

Operations

Pick up and delivery, marine line haul, and rail substitute service	41-34-73
Loading, unloading, and local marine	41-34-74
Protective Services	41-34-75
Other—other	41-34-99

Other purchased services—transportation—administrative support: freight 41-35-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-35-01

Operations

Clerks, accounting employees	41-35-76
Communication systems operations	41-35-77
Loss and damage claims processing	41-35-78
Other—other	41-35-99

Other purchased services—general and administrative: freight 41-61-XX

This account includes amounts charged or credited to operating expenses for other purchased services specified in control account 41-00-00. This account shall be subdivided by the following functions:

Administration—general	41-61-01

General

Accounting, auditing, finance	41-61-86
Management services and data processing	41-61-87
Marketing	41-61-88
Sales	41-61-89
Industrial development	41-61-90
Personnel and labor relations	41-61-91
Legal and secretarial	41-61-92
Public relations and advertising	41-61-93
Research and development	41-61-94
Other—other	41-61-99

CLAIMS AND INSURANCE

Control 50-00-00

This account may be used as a control account for all accounts in the CLAIMS AND INSURANCE series: loss and damage claims; other casualties; insurance.

Loss and damage claims—control 51-00-00

This account includes amounts payable to compensate for the loss or damage of freight or other goods carried in revenue service. This account excludes amounts payable to employees or other parties for injuries sustained or loss of life; for damage to real property of others or personal property not carried in revenue service; all payments for other damages of any kind; and related insurance premiums.

Loss and damage claims—transportation—train: freight 51-31-00

This account includes amounts payable to compensate for the loss or damage of freight or other goods carried in revenue service while operating all trains except those performing yard functions in terminals.

Loss and damage claims—transportation—yard: freight 51-32-00

This account includes amounts payable to compensate for the loss or damage of freight or other goods carried in revenue service which is lost or damaged in yards or terminals.

Loss and damage claims—transportation—train and yard common: freight 51-33-00

This account includes amounts payable to compensate for the loss or damage of freight or other goods carried in revenue service which are not predominantly train or yard.

Loss and damage claims—transportation—specialized services: freight 51-34-00

This account includes amounts payable to compensate for the loss or damage of freight or other goods carried in revenue service incurred in designated specialized services operations.

Other casualties—control 52-00-00

This account includes amounts payable to employees or other parties for injuries sustained or loss of life in connection with the construction, maintenance, operations, and administration of railroad property and equipment; for damage to real property, property of others or personal property not carried in revenue service; all payments for other damages of any kind. This account excludes freight and other goods carried in revenue service, and insurance premiums related to the casualties chargeable to this account.

Note.—The costs of clearing wrecks and repairing casualty-caused damage to the railroad's property and equipment are properly classified under other natural expense accounts as appropriate and further classified by relevant activities and functions.

These costs are appropriately charged to the following natural accounts:

Other casualties—way and structures—running: freight	52-11-00
Other casualties—way and structures—switching: freight	52-12-00
Other casualties—way and structures—other: freight	52-13-00
Other casualties—equipment—locomotives: freight	52-21-00
Other casualties—equipment—freight cars: freight	52-22-00
Other casualties—equipment—Other equipment: freight	52-23-00
Other casualties—transportation—train: freight	51-31-00
Other casualties—transportation—yard: freight	51-32-00
Other casualties—transportation—specialized services: freight	52-34-00
Other casualties—transportation—administrative support: freight	52-35-00
Other casualties—general and administrative: freight	52-61-00

Insurance—control 53-00-00

This account includes premiums for insurance to cover property and equipment loss and damage, liability, business interruption, and the like. These costs are appropriately charged to the following accounts:

Insurance—way and structures—running: freight	53-11-00
Insurance—way and structures—switching: freight	53-12-00
Insurance—way and structures—other: freight	53-13-00
Insurance—equipment—locomotives: freight	53-21-00
Insurance—equipment—freight cars: freight	53-22-00
Insurance—equipment—other equipment: freight	53-23-00
Insurance—transportation—train: freight	53-31-00
Insurance—transportation—yard: freight	53-32-00
Insurance—transportation—specialized services: freight	53-34-00
Insurance—transportation—administrative support: freight	53-35-00
Insurance—general and administrative: freight	53-61-00

GENERAL

Control 60-00-00

This account may be used as a control account for all accounts in the GENERAL series: other expenses; depreciation; uncollectible accounts; property taxes; other taxes.

Other expenses—control 61-00-00

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, road property and equipment retirement losses, and other items of a general nature.

Other expenses—way and structures—running: freight 61-11-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, road property retirement lossses, and other items of a general nature associated with the carrier's roadway and track on the line of road and outside of classification yards. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	61-11-10
Tunnels and subways	61-11-11
Bridges and culverts	61-11-12
Track laying and surfacing	61-11-17
Signals and interlockers	61-11-19
Highway grade crossings	61-11-22
Dismantling retired property	61-11-39
Road property and equipment damaged	61-11-48
Other—other	61-11-99

Other expenses—way and structures—switching: freight 61-12-XX

This account includes amount charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, road property retirement losses, and other items of a general nature associated with the carrier's roadway and track within classification yards and stations. This account shall be subdivided by the following functions:

Repair and maintenance

Roadway	61-12-10
Tunnels and subways	61-12-11
Bridges and culverts	61-12-12
Track laying and surfacing	61-12-17
Signals and interlockers	61-12-19
Highway grade crossings	61-12-22
Dismantling retired property	61-12-39
Road property and equipment damaged	61-12-48
Other—other	61-12-99

Other expenses—way and structures—other: freight 161-13-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, road property retirement losses, and other items of a general nature associated with the carrier's structures other than roadway and track. This account shall be subdivided by the following functions:

Administration

Track	61-13-02
Bridges and buildings	61-13-03
Signals	61-13-04
Communications	61-13-05
Other	61-13-06

Repair and maintenance

Communication systems	61-13-20
Electric power systems	61-13-21
Station and office buildings	61-13-23
Shop buildings—locomotives	61-13-24
Shop buildings—freight cars	61-13-25
Shop buildings—other equipment	61-13-26
Locomotive servicing facilities	61-13-27
Miscellaneous buildings and structures	61-13-28
Coal terminals	61-13-29
Ore terminals	61-13-30
TOFC/COFC terminals	61-13-31

Repair and maintenance

Other marine terminals 61-13-32
Motor vehicle loading and distribution facilities 61-13-33
Facilities for other specialized services operations 61-13-35
Roadway machines 61-13-36
Small tools and supplies 61-13-37
Snow removal 61-13-38
Dismantling retired property 61-13-39
Road property and equipment damaged 61-13-48
Other—other 61-13-99

Other expenses—equipment—locomotives: Freight 61-21-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees and equipment retirement losses, associated with the repair and maintenance of locomotives, whether owned by the carrier or by others. This account shall be subdivided by the following functions:

Administration—general 61-21-01

Repair and maintenance

Dismantling retired property 61-21-39
Machinery 61-21-40
Locomotives 61-21-41
Road property and equipment damaged 61-21-48
Other—other 61-21-99

Other expenses—equipment—freight cars: Freight 61-22-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, equipment retirement losses, associated with the repair and maintenance of freight cars, whether owned by the carrier or by others. This account shall be subdivided by the following functions:

Administration—general 61-22-01

Repair and maintenance

Dismantling retired property 61-22-39
Machinery 61-22-40
Freight cars 61-22-42
Road property and equipment damaged 61-22-48
Other—other 61-22-99

Other expenses—equipment—other equipment: Freight 61-23-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, equipment retirement losses, associated with the repair and maintenance of equipment other than locomotives and freight cars, whether owned by the carrier or by others. This account shall be subdivided by the following functions:

Administration—general 61-23-01

Repair and maintenance

Dismantling retired property 61-23-39
Machinery 61-23-40
Trucks, trailers, containers in revenue service 61-23-43
Floating equipment—revenue service 61-23-44
Passenger and other revenue equipment 61-23-45
Computers and data processing equipment 61-23-46
Work and other nonrevenue equipment 61-23-47
Road property and equipment damaged 61-23-48
Other—other 61-23-99

Other expenses—transportation—train: Freight 61-31-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, associated with the dispatching and operations of freight trains over the roadway and outside of classification yards. This account shall be subdivided by the following functions:

Administration—general 61-31-01

Operations

Engine crews 61-31-56
Train crews 61-31-57
Dispatching trains 61-31-58
Operating switches, signals, interlockers, retarders, humps 61-31-59
Operating drawbridges 61-31-60
Highway crossing protection 61-31-61
Train inspection and lubrication 61-31-62
Clearing wrecks 61-31-63
Locomotive fuel 61-31-67
Electric power purchased/produced for motive power 61-31-68
Servicing locomotives 61-31-69
Other—other 61-31-99

Other expenses—transportation—yard: Freight 61-32-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, and other items of a general nature associated with the movement of freight cars within classification yards and in terminal switching and transfer service. This account shall be subdivided by the following functions:

Administration—general 61-32-01

Operations

Operating switches, signals, interlockers, retarders, humps 61-32-59
Clearing wrecks 61-32-63
Switch crews 61-32-64
Controlling operations 61-32-65
Yard and terminal clerical 61-32-66
Locomotive fuel 61-32-67
Electric power purchased/produced for motive power 61-32-68
Servicing locomotives 61-32-69
Other—other 61-32-99

Other expenses—transportation—specialized services: Freight 61-34-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, and other items of a general nature incurred in operating services which are specialized in nature and in cost characteristics. The specialized services designated by the Commission appear within the definition of specialized services. This account shall be subdivided by the following functions:

Administration—general 61-34-01

Operations

Pick up and delivery, marine line haul, and rail substitute service 61-34-73
Loading, unloading, and local marine 61-34-74
Protective services 61-34-75
Other—other 61-34-99

Other expenses—transportation—administrative support: Freight 61-35-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, and other items of a general nature incurred in association with providing direct administrative support for the Transportation Activity. This account shall be subdivided by the following functions:

Administration—general 61-35-01

Operations

Clerks, accounting employees 61-35-76
Communication systems operations 61-35-77
Loss and damage claims processing 61-35-78
Other—other 61-35-99

Other expenses—general and administrative: Freight 61-61-XX

This account includes amounts charged to operating expenses for items not otherwise provided for in the other natural expense accounts, including travel and other expenses of employees, and other items of a general nature incurred in providing overall administration of other support for carrier operations. This account shall be subdivided by the following functions:

Administration—general 61-61-01

General

Accounting, auditing, finance 61-61-86
Management services and data processing 61-61-87
Marketing 61-61-88
Sales 61-61-89
Industrial development 61-61-90
Personnel labor relations 61-61-91
Legal and secretarial 61-61-92
Public relations and advertising 61-61-93
Research and development 61-61-94
Other—other 61-61-99

Depreciation—control 62-00-00

This control account includes the amounts charged to operating expenses for depreciation of owned road property and equipment, and the depreciation element of road property held under capital lease in accordance with FASB Statement No. 13. These costs are appropriately charged to the following natural accounts:

Depreciation—way and structures—running: Freight 62-11-00
Depreciation—way and structures—switching: Freight 62-12-00
Depreciation—way and structures—other: Freight 62-13-00
Depreciation—equipment—locomotives: Freight 62-21-00
Depreciation—equipment—freight cars: Freight 62-22-00
Depreciation—equipment—other equipment: Freight 62-23-00

Uncollectible accounts—control 63-00-00

This account includes charges to operating expenses for the writedown of accounts and notes due to the railroad, whether classified as current or long-term. This account includes any credits to allowance accounts for collectibility and total writeoff of receivables. This account does not include writedowns of property, equipment, or investments (except accounts, notes, or other receivables held as investments). Proper adjustments of incorrect receivables are not to be charged to this account. Collections of amounts previously written off or down are to be credited to this account. The total of this account shall be charged to the following account:

Uncollectible accounts—general and administrative: Freight 63-61-00

Property taxes—control 64-00-00

This account includes only taxes based on the value of real estate and personal property used in railroad operations. The total of this account shall be charged to the following account:

Property taxes—general and administrative: Freight 64-61-00

Other taxes—control 65-00-00

This account includes taxes on gross receipts, franchise fees, excise taxes, and similar items. This account excludes property taxes and taxes chargeable as emloyee benefits. The total of this account shall be charged to the following account:

Other taxes—general and administrative: Freight 65-61-00

(2) *Other computed cost elements.*

651 Locomotives return on investment.
652 Freight train car costs.
  01 Per day costs.
  02 Mileage costs.
654 Rehabilitation.
664 Deadheading, taxi and hotel costs.
  01 Deadheading.
  02 Taxi.
  03 Hotel.
665 Overhead movement costs.
  01 Transportation.
  02 Equipment.
  03 Freight-train cars—mileage portion.

(3) *Off-branch avoidable costs.*

661 Terminal costs.
  01 Modified terminal costs.
  02 Normal terminal costs.
  03 Interchange costs.
662 Freight train car costs.
663 Freight train revenue ton-mile costs.

(4) *All other avoidable costs.*[1]

671 Working capital.
672 Required capital expenditures.
673 Deferred maintenance.
674 Current cost of freight train cars, locomotives, and other equipment.
675 Foregone tax benefits.
676 Administrative costs.
677 Deferred subsidy payment costs.
678 Casualty reserve expenses.
Total, all other avoidable costs.
681 Reasonable return on the value of properties.
682 Management fee.

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[1] Accounts 671-675 apply to Part 1121 only. Accounts 677 and 682 apply to Part 1125 only.

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