EIGHTIETH

ANNUAL REPORT OF THE BOARD OF DIRECTORS

OF

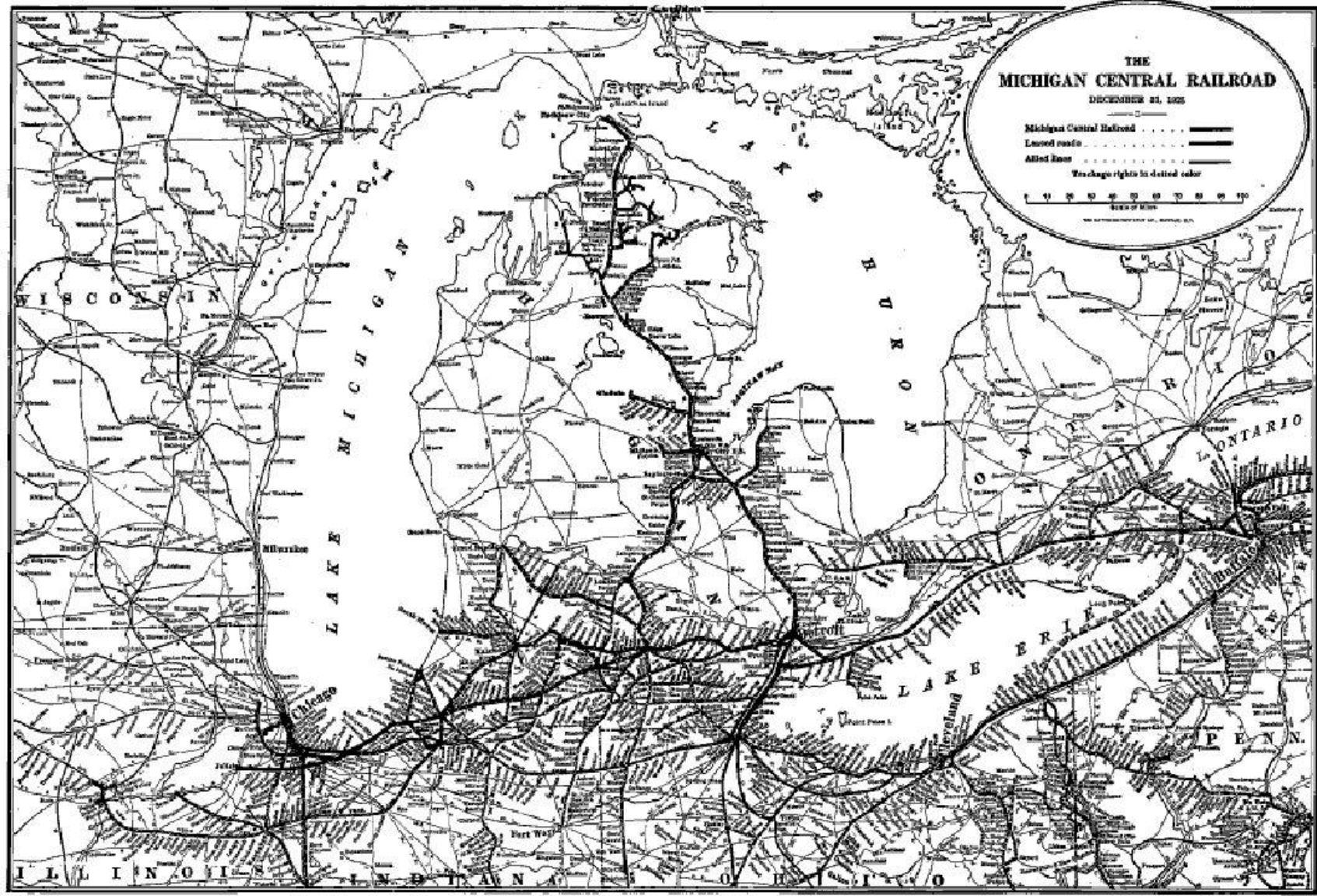
THE MICHIGAN CENTRAL RAILROAD COMPANY

TO THE STOCKHOLDERS

FOR THE YEAR ENDED

DECEMBER 31, 1925

DETROIT
MICHIGAN


THE
MICHIGAN CENTRAL RAILROAD
DECEMBER 31, 1925
Michigan Central Railroad
Leased roads
Allied lines
Mileage rights in dotted color
LAKE MICHIGAN
LAKE HURON
LAKE ERIE
LAKE ONTARIO
WISCONSIN
ILLINOIS
INDIANA
OHIO
PENN.
ONTARIO
Chicago
Detroit
Cleveland
Buffalo
Niagara Falls
Saginaw Bay

ORGANIZATION OF THE MICHIGAN CENTRAL RAILROAD COMPANY

DECEMBER 31, 1925

DIRECTORS

CHAUNCEY M. DEPEW	HAROLD S. VANDERBILT	WARREN S. HAYDEN
FREDERICK W. VANDERBILT	EDWARD S. HARKNESS	BERTRAM CUTLER
GEORGE F. BAKER	ALBERT H. HARRIS	PATRICK E. CROWLEY
WILLIAM K. VANDERBILT	EDMOND D. BRONNER	CHARLES B. SEGER
	HENRY M. CAMPBELL	

The annual meeting of stockholders for the election of directors is held in the city of Detroit, Michigan, on the Thursday after the first Wednesday in May

FINANCE COMMITTEE

ALBERT H. HARRIS, *Chairman*

GEORGE F. BAKER	HAROLD S. VANDERBILT
WILLIAM K. VANDERBILT	CHARLES B. SEGER

CORPORATE OFFICERS

President	PATRICK E. CROWLEY	New York
Assistant to President	HOWARD L. INGERSOLL	New York
Assistant to President	SIDNEY B. WIGHT	New York
Executive Assistant to President	MARTIN J. ALGER	New York
Vice President	IRA A. PLACE	New York
Vice President	ALBERT H. HARRIS	New York
Vice President	GEORGE H. INGALLS	New York
Vice President	EDMOND D. BRONNER	Detroit
Vice President	GEORGE A. HARWOOD	New York
Vice President	JOHN L. BURDETT	New York
Vice President	JOHN G. WALBER	New York
Assistant Vice President	CHARLES J. BRISTER	Chicago
Assistant Vice President	CHARLES C. PAULDING	New York
Assistant Vice President	JOHN K. GRAVES	New York
Secretary	EDWARD F. STEPHENSON	New York
Assistant Secretary	JOSEPH M. O'MAHONEY	New York
General Treasurer	HARRY G. SNELLING	New York
Assistant General Treasurer	EDGAR FREEMAN	New York
Assistant General Treasurer	HENRY A. STAHL	New York
Assistant General Treasurer	RUSH N. HARRY	New York
Treasurer	WALTER E. HACKETT	Detroit
Comptroller	WILLIAM C. WISHART	New York
Assistant Comptroller	LEROY V. PORTER	New York
Assistant Comptroller	FREDERICK H. MEEDER	New York

General Treasurer, New York Central Building, 466 Lexington Avenue, New York, transfers stock, pays dividends on stock, transfers bonds and pays interest on bonds

Central Union Trust Company of New York registers stock at 80 Broadway, New York

REPORT

To the Stockholders of

THE MICHIGAN CENTRAL RAILROAD COMPANY:

The Board of Directors herewith submits its report for the year ended December 31, 1925, with statements showing the income account for the year and the financial condition of the company.

Road operated

The following is a comparative table of the mileage operated:

	1925 Miles	1924 Miles	Increase Miles
Main line and branches owned	1,184·71	1,184·71	
Line jointly owned	·70	·70	
Leased lines	576·89	576·89	
Lines operated under trackage rights	109·02	99·95	9·07
Total road operated	1,871·32	1,862·25	9·07

The increase of 9·07 miles is due to trackage rights acquired during the year as follows:

Wheeling and Lake Erie Railway at Toledo, Ohio	5·87 miles
Grand Trunk Western Railway at Jackson, Michigan	3·03 miles
Wabash Railway at Detroit, Michigan	·17 mile

The year's business

During 1925 the company moved 31,053,633 tons of revenue freight, an increase over 1924 of 1,780,461 tons, attributable largely to the greater activity in the automobile industries and in highway construction work.

Revenue passengers carried were 4,490,820, a decrease compared with 1924 of 253,271. Notwithstanding the decrease in the number of passengers there was an increase in passenger revenue, the average distance each passenger was transported having increased from 124·21 miles in 1924 to 133·71 miles in 1925.

INCOME ACCOUNT FOR THE YEAR

	Year ended Dec. 31, 1925 1,871·39 miles operated	Year ended Dec. 31, 1924 1,862·25 miles operated	Increase 9·07 miles	Decrease
OPERATING INCOME				
RAILWAY OPERATIONS				
Railway operating revenues	$91,364,377 45	$87,614,662 39	$4,249,715 06	
Railway operating expenses	61,393,039 01	62,159,524 30		$266,485 29
NET REVENUE FROM RAILWAY OPERATIONS	$29,971,338 44	$25,455,138 09	$4,516,200 35	
Percentage of expenses to revenues	(67·37)	(70·95)		(3·58)
Railway tax accruals	$5,364,589 76	$5,584,590 38	$279,999 38	
Uncollectible railway revenues	26,187 23	30,515 20		$4,327 97
RAILWAY OPERATING INCOME	$24,080,561 45	$19,840,032 51	$4,240,528 94	
Equipment rents, net credit	$227,069 76	$312,265 52*	$539,335 28	
Joint facility rents, net debit	543,650 02	642,483 65	1,166 37	
NET RAILWAY OPERATING INCOME	$23,763,981 19	$18,985,283 34	$4,778,697 85	
MISCELLANEOUS OPERATIONS				
Revenues	$385,183 94	$420,948 72		$35,764 78
Expenses and taxes	341,518 59	387,868 26		46,349 67
MISCELLANEOUS OPERATING INCOME	$43,665 35	$33,080 46	$10,584 89	
TOTAL OPERATING INCOME	$23,807,646 54	$19,018,363 80	$4,789,282 74	
NON-OPERATING INCOME				
Income from lease of road	$10 00	$10 00		
Miscellaneous rent income	191,038 35	171,403 50	$19,634 85	
Miscellaneous non-operating physical property	81,544 38	84,984 92		$3,440 54
Dividend income	553,861 31	489,881 21	63,980 10	
Income from funded securities	118,830 33	77,713 80	41,116 53	
Income from unfunded securities and accounts	500,941 42	276,303 24	224,638 18	
Miscellaneous income	39,115 01	3,664 29	35,450 72	
TOTAL NON-OPERATING INCOME	$1,485,340 80	$1,103,960 96	$381,379 84	
GROSS INCOME	$25,292,987 34	$20,122,324 76	$5,170,662 58	
DEDUCTIONS FROM GROSS INCOME				
Rent for leased roads	$2,735,142 31	$2,734,781 88	$360 43	
Miscellaneous rents	2,997 78	4,507 84		$1,510 06
Miscellaneous tax accruals	17,455 79	21,496 50		4,040 71
Interest on funded debt	3,532,743 04	3,541,245 42		8,502 38
Interest on unfunded debt	19,911 15	5,869 75	14,041 40	
Amortization of discount on funded debt	169,245 59	177,927 00		8,681 41
Maintenance of investment organization	1,796 44	1,775 30	21 14	
Miscellaneous income charges	7,500 85	7,187 35	313 50	
TOTAL DEDUCTIONS FROM GROSS INCOME	$6,486,792 95	$6,494,791 04		$7,998 09
NET INCOME	$18,806,194 39	$13,627,533 72	$5,178,660 67	
DISPOSITION OF NET INCOME				
Dividends declared: 27½ per cent in 1925; 20 per cent in 1924	$5,152,510 00	$3,747,280 00	$1,405,230 00	
SURPLUS FOR THE YEAR CARRIED TO PROFIT AND LOSS	$13,653,684 39	$9,880,253 72	$3,773,430 67	

* Debit balance in 1924

The Michigan Central Railroad Company

Profit and Loss account

BALANCE TO CREDIT OF PROFIT AND LOSS, DECEMBER 31, 1924		$56,996,823 42
ADDITIONS:		
Surplus for the year 1925	$13,653,684 39	
Unrefundable overcharges	15,126 66	
Profit on property sold	32,885 01	
Various miscellaneous items (net)	26,897 10	13,728,593 16
		$70,725,416 58
DEDUCTIONS:		
Depreciation prior to July 1, 1907, on equipment retired during 1925	$131,471 10	
Road property abandoned and not replaced	143,668 22	
Uncollectible accounts	4,103 21	279,242 53
BALANCE TO CREDIT OF PROFIT AND LOSS, DECEMBER 31, 1925		$70,446,174 05

Operating revenues

The total operating revenues were $91,864,377.45, an increase of $4,249,715.06.

Freight revenue was $61,859,111.23, an increase of $3,395,144.39. Fluctuations in tons carried, by commodity groups, were:

Products of agriculture	214,623 decrease	= 7·62%
Animals and products	129,024 decrease	= 12·41%
Products of mines	857,947 increase	= 6·51%
Products of forests	38,179 decrease	= 1·60%
Manufactures and miscellaneous	1,249,309 increase	= 13·93%
Less carload merchandise	55,031 increase	= 6·25%
Net total	1,780,461 increase	= 6·08%

Passenger revenue was $20,840,641.89, an increase of $242,046.69. There were 25,756 more interline passengers carried than in 1924 but there was a decrease of 240,885 in local and of 38,142 in commutation passengers.

Mail revenue was $958,647.87, a decrease of $19,789.65.

Express revenue was $4,327,200.74, an increase of $370,200.36, largely due to increased traffic.

Switching revenue was $1,536,514.66, an increase of $255,131.60, resulting partly from increased rates effective July 1, 1924, and partly from the heavier traffic handled.

Other transportation and incidental and joint facility revenues were $2,342,261.06, an increase of $6,981.67.

Operating expenses

The following table shows the operating expenses by groups:

Group	Amount	Comparison with 1924
Maintenance of way and structures	$10,415,588 00	$762,091 27 Decrease
Maintenance of equipment	17,618,140 86	1,160,178 57 Increase
Traffic	1,306,341 22	56,314 96 Increase
Transportation	29,219,146 62	1,275,274 45 Decrease
Miscellaneous	1,024,833 69	28,374 50 Increase
General	2,399,300 98	521,470 53 Increase
Transportation for investment—credit	90,312 36	4,541 87 Increase
Total	$61,893,039 01	$266,485 29 Decrease

Expense for maintenance of way and structures decreased $762,091.27. There was a substantial reduction in the tonnage of rail laid and in tie renewals, the decreased expenditure for these purposes being partially offset by an increase of thirty miles in stone ballasting.

Expense for maintenance of equipment increased $1,160,178.57. In 1925 a larger number of locomotives received heavy repairs than in 1924. Although the total number of freight cars repaired was less than in 1924, there was a considerable increase in the number which received heavy repairs. The increase in depreciation charges is due to new equipment put into service.

Transportation expenses decreased $1,275,274.45, as a result of a reduction in the cost of fuel, the use of heavier and more powerful locomotives, operating economies effected in train, station and similar expenses, and other causes.

General expenses increased $521,470.53. This increase was almost entirely due to the charging to the year's expenses of the total amount estimated to be required for the payment of allowances to employees retired under the pension plan in 1925 during the continuance of such allowances.

Railway tax accruals

Railway tax accruals were $5,864,589.76, an increase of $279,999.38. Eliminating adjustments in both 1925 and 1924 affecting prior years, the increase was $629,000, which resulted from larger accruals for federal income tax on account of the increased income of the company.

Equipment and joint facility rents

In 1925 there was a net credit of $227,069.76 to equipment rents compared with a net debit of $312,265.52 in the previous year. This change was largely due to the putting in service by the company of 4,000 new cars. Separate tables setting forth the details of equipment and joint facility rents will be found on another page of this report.

Non-operating income

Non-operating income was $1,485,340.80, an increase of $381,379.84

The increase in dividend income of $63,980.10 is principally due to the receipt in 1925 of a 6 per cent dividend amounting to $59,052 upon the capital stock of The Toronto Hamilton and Buffalo Railway Company held by the company.

The increase of $41,116.53 in income from funded securities is the result of the accrual of interest on securities of the United States purchased during the year.

The increase of $224,638.18 in income from unfunded securities and accounts is largely due to an adjustment in the accounts with The Canada Southern Railway Company, lessor, in connection with previous years, as a part of which there were credits to this account.

Miscellaneous income increased $35,450.72 due to an award in 1925 to this company by the City of Detroit in connection with the widening of the Dix-Waterloo highway.

Deductions from gross income

Deductions from gross income were $6,486,792.95, a decrease of $7,998.09. There were no noteworthy fluctuations in the several items of this group.

Net income before dividends

The net income of the company was $18,806,194.39, an increase of $5,178,660.67.

Dividends

Dividends declared and charged against the income of the year were as follows:

Date declared	Date payable	Rate per cent	Amount
June 10, 1925	July 29, 1925	10	$1,873,640 00
December 9, 1925	January 29, 1926	10	1,873,640 00
December 9, 1925	January 29, 1926, extra	7½	1,405,230 00
	Total	27½	$5,152,510 00

Surplus

After charges for dividends there remained a surplus of $13,653,684.39 which was carried to the credit of profit and loss. At the end of the year the total corporate surplus was $77,212,918.43.

Capital stock

The capital stock of the company remained unchanged during the year, the total amount authorized and issued being $18,738,000.

Changes in funded debt

The changes in the funded debt of the company, in detail, were as follows:

The funded debt outstanding on December 31, 1924, was		$77,873,212 69
It has been increased as follows:		
N Y C Lines Equipment Trust 4½ per cent certificates of May 15, 1925		1,830,000 00
		$79,703,212 69
and has been reduced as follows:		
Payments falling due during the year and on January 1, 1926, on the company's liability for principal installments under equipment trust agreements as follows:		
N Y C Lines Trust of 1912, January 1, 1926	$151,710 90	
N Y C Lines Trust of 1913, January 1, 1926	262,359 54	
M C R R Trust of 1915, October 1, 1925	300,000 00	
M C R R Trust of 1917, March 1, 1925	600,000 00	
Trust No. 48 (1920), January 15, 1925	346,400 00	
M C R R Co proportion of N Y C R R Co Trust of 1920, April 15, 1925	467,664 75	
N Y C Lines Trust of 1922, June 1, 1925	373,000 00	
N Y C Lines 4½ per cent Trust of 1922, September 1, 1925	51,000 00	
N Y C Lines Trust of 1923, June 1, 1925	632,000 00	
N Y C Lines Trust of 1924, June 1, 1925	233,000 00	
N Y C Lines 4½ per cent Trust of 1924, September 15, 1925	173,000 00	3,590,135 19
leaving the funded debt on December 31, 1925		$76,113,077 50
a net decrease of $1,760,135.19.		

New York Central Lines Equipment Trust of 1925

This trust was established by agreement dated May 15, 1925, to which The New York Central Railroad Company, The Michigan Central Railroad Company and The Cleveland Cincinnati Chicago and St Louis Railway Company are parties. Under the trust a total of $22,500,000 of 4½ per cent equipment trust certificates are issuable of which there were issued during the year $10,530,000, maturing in equal annual installments of $702,000 in the years 1926-1940, inclusive, and representing approximately 75 per cent of the cost of equipment leased by the Trustee to the railroad companies. The equipment allotted to this company under the trust, costing approximately $2,500,000, consists of 1,000 box cars, 5 baggage cars and 2 dining cars. The certificates issued are prorated among the railroad companies in proportion to the cost of the equipment allotted to each, this company's share being $1,830,000.

Termination of New York Central Lines Equipment Trust of 1910

The New York Central Lines Equipment Trust of 1910 having expired on January 1, 1925, the title to the equipment was transferred by the Trustee to the several railroad companies, parties to the trust, in proportion to the amount of the cost thereof paid by each company, respectively. This company's share of the equipment so transferred from

trust to railroad owned consisted of 135 locomotives, 35 passenger-train cars and 3,249 freight-train cars.

Automatic train control

Orders of the Interstate Commerce Commission require automatic train control devices to be installed upon two divisions of this company's road by July 18, 1926. Accordingly under date of August 5, 1925, a contract was made for the purchase from the General Railway Signal Company of the materials necessary for the installation of that company's intermittent inductive auto-manual device upon two divisions, Detroit to Jackson and Jackson to Niles.

Property investment accounts

Increases in the property investment accounts for the year, as shown in detail elsewhere in this report, were as follows:

Road	$2,722,353 45
Equipment	3,246,035 30
Improvements on leased railway property	82,288 66
Miscellaneous physical property, a decrease of	1,768 91
Total	$6,048,908 50

Improvements at Detroit

During the year the sea wall along the harbor line from Third Street to Twelfth Street, Detroit, was extended, adding substantially to the area for team tracks and freight terminal facilities. In this connection the Third Street freight terminal was improved by the construction of a new outbound freight house with the necessary tracks, team track facilities, driveways, etc. An additional inbound house and a series of covered platforms between the inbound and outbound houses are under construction.

The grades of eight streets on the Bay City Division in Detroit were separated, thus completing the separation for all streets west of Woodward Avenue on this Division. In most instances the work is of semi-permanent character under agreement with the City of Detroit and will be replaced by permanent construction at such time as necessity demands.

Removal of old bridge over the Niagara River

Following the opening during the year of the new steel arch bridge over the Niagara River between Niagara Falls, Ontario and Suspension Bridge, New York, described in the annual report for 1924, the old cantilever bridge, which had been in use for 41 years, was removed.

Stock dividend from The Toronto Hamilton and Buffalo Railway Company

The company received during the year 1,968·4 shares of the capital stock of The Toronto Hamilton and Buffalo Railway Company as a 20 per cent stock dividend, making total shares owned 11,810·4.

Acquisition of capital stock of The Canada Southern Railway Company

The company acquired during the year 3,501 shares of capital stock of The Canada Southern Railway Company, making its holdings on December 31, 1925, 81,601 shares or 54·4 per cent of the total outstanding.

Advance to Lansing Manufacturers Railroad

The company advanced to the Lansing Manufacturers Railroad $9,500, as its stock proportion share of the amount necessary to redeem $19,000 of its First mortgage bonds due July 1, 1925, and $370.76 for additions and betterments. The total advances charged by the company to the Lansing Manufacturers Railroad to December 31, 1925, amounted to $116,590.32.

Pensions

During the year 80 employees were retired and pensioned: 53 at the age of 70, 23 for disability, and 4 voluntarily on service pension. There were 515 pensioners at the close of the year.

The total amount paid in pensions for the year was $235,360.38. The balance in the reserve set up to provide for payments upon pensions granted in 1925 was, at the end of the year, $437,879.97.

Effective September 1, 1925, an amendment to the pension rules permits any employee voluntarily to retire who has had at least forty years of continuous service and is not less than 65 years of age.

Changes in organization

The Board records with deep regret the death of Milton S. Barger, General Treasurer, on March 5, 1925.

The Board records the following appointments:

Harry G. Snelling, General Treasurer, April 1, 1925;
Rush N. Harry, Assistant General Treasurer, April 1, 1925.

The Board wishes to express its appreciation of the loyal and efficient service of the officers and employees of the company during the year.

For the Board of Directors,

President.

The Michigan Central Railroad Company

CAPITALIZATION

Capital stock

Number of shares authorized	187,380	Par value authorized	$18,738,000 00
Number of shares issued	187,380	Par value issued	$18,738,000 00
Number of shares held by company	16	Par value held by company	1,600 00
Number of shares actually outstanding	187,364	Par value actually outstanding	$18,736,400 00
Par value per share	$100.00	Dividend for the year	27½ per cent

Funded debt

MORTGAGE BONDS	Date of issue	Date of maturity	Amount of authorized issue	Amount issued and now outstanding	Rate of interest	Payable on the first day of
Michigan Central Railroad Co first ③	1902	May 1, 1952	$18,000,000 00	$18,000,000 00	3½%	Nov and May
Michigan Central Railroad Co refunding and improvement–series A ①	1917	Jan. 1, 1947	6,171,000 00	6,171,000 00	4½%	July and Jan
Michigan Central Railroad Co refunding and improvement–series B ①	1920	July 1, 1935	507,000 00	507,000 00	6%	Jan and July
Gold debentures ③	1909	April 1, 1929	25,000,000 00	7,634,000 00	4%	Oct and April
Grand River Valley Railroad first ③	1909	Sept. 1, 1959	4,500,000 00	1,500,000 00	4%	Mch and Sept
Detroit & Bay City Railroad first ②	1881	Mch. 1, 1931	4,000,000 00	4 000,000 00	5%	June, Sept, Dec, March
Kalamazoo & South Haven Railroad first ②	1889	Nov. 1, 1939	700,000 00	700,000 00	5%	May and Nov
Michigan Air Line Railroad first ②	1890	Jan. 1, 1940	2,600,000 00	2,600,000 00	4%	July and Jan
Jackson Lansing & Saginaw Railroad first ③	1901	Sept. 1, 1951	2,000,000 00	1,695,000 00*	3½%	Mch and Sept
Joliet and Northern Indiana Railroad first ④	1907	July 10, 1957	3,000,000 00	1,500,000 00	4%	Jan 10, July 10
Bay City & Battle Creek Railway Co first ④	1889	Dec. 1, 1989	1,800,000 00	49,000 00†	3%	June and Dec
Toledo Canada Southern & Detroit Railway Co first ③	1906	Jan. 1, 1956	4,500,000 00	3,100,000 00	4%	July and Jan
			Total	$47,456,000 00		
Less Michigan Central Railroad Co refunding and improvement mortgage bonds nominally issued and held by or for the company				6,678,000 00		
			Total mortgage bonds actually outstanding	$40,778,000 00		

EQUIPMENT TRUST OBLIGATIONS						
Equipment trust certificates (N Y C Lines) ⑦	1912	Jan. 1, 1927	$2,275,663 50	$151,710 90	4½%	July and Jan
Equipment trust certificates (N Y C Lines) ⑦	1913	Jan. 1, 1928	3,697,777 50	524,719 10	4½%	July and Jan
Equipment trust certificates (M C R R) ⑤	1915	Oct. 1, 1930	4,500,000 00	1,500,000 00	5%	Apl and Oct
Equipment trust certificates (M C R R) ③	1917	Mch. 1, 1932	9,000,000 00	4,200,000 00	6%	Sept and Mch
Equipment trust notes (Trust No. 48) ③	1920	Jan. 15, 1935	5,190,800 00	3,464,000 00	6%	July 15, Jan 15
Equipment trust certificates (N Y C R R) ②	1920	April 15, 1935	7,014,971 25	4 676,647 50	7%	Oct 15, Apl 15
Equipment trust certificates (N Y C Lines) ⑦	1922	June 1, 1937	5,595,000 00	4 476,000 00	5%	Dec and June
Equipment trust certificates (N Y C Lines) ⑦	1922	Sept. 1, 1937	765,000 00	612,000 00	4½%	Mch and Sept
Equipment trust certificates (N Y C Lines) ⑦	1923	June 1, 1938	9,480,000 00	8 216,000 00	5%	Dec and June
Equipment trust certificates (N Y C Lines) ⑦	1924	June 1, 1939	3,495,000 00	3,262,000 00	5%	Dec and June
Equipment trust certificates (N Y C Lines) ⑦	1924	Sept. 15, 1939	2,595,000 00	2,422,000 00	4½%	Mch 15, Sept 15
Equipment trust certificates (N Y C Lines) ⑦	1925	May 15, 1940	3,510,000 00	1,830,000 00	4½%	Nov 15, May 15
			Total equipment trust obligations actually outstanding	$35,335,077 50		
			Total funded debt actually outstanding	$76,113,077 50		

TRUSTEES:

① Bankers Trust Company, New York
② Central Union Trust Company of New York
③ Guaranty Trust Company of New York
④ Metropolitan Trust Company, New York
⑤ Philadelphia Trust Company, Philadelphia

* $305,000 purchased and retired by the Land Grant Trustees
† Balance remaining out of an issue of $250,000

EQUIPMENT TRUSTS

The following statement shows the character of the equipment included in Equipment Trusts together with the total amount of certificates or notes issued and the amount now outstanding:

N Y C LINES EQUIPMENT TRUST OF 1912

Company	Locomotives	Passenger cars	Freight cars	Company service cars	Certificates issued for not to exceed 90 per cent of cost bearing dividend at 4½ per cent	Annual installments	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	31	1	2,500	–	$2,275,663 50	$151,710 90	$2,123,952 60	$151,710 90
N Y C R R	63	96	10,345	150	10,325,983 50	688,398 90	9,637,584 60	688,398 90
C C C & St L Ry	53	27	1,500	–	2,398,353 00	159,890 20	2,238,462 80	159,890 20
Totals	147	124	14,345	150	$15,000,000 00	$1,000,000 00	$14,000,000 00	$1,000,000 00

N Y C LINES EQUIPMENT TRUST OF 1913

Company	Locomotives	Passenger cars	Freight cars	Certificates issued for not to exceed 90 per cent of cost bearing dividend at 4½ per cent	Annual installments	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	88	82	740	$3,697,777 50	$262,359 54	$3,173,058 40	$524,719 10
N Y C R R	249	314	2,000	10,734,681 38	742,117 61	9,250,446 10	1,484,235 28
C C C & St L Ry	–	47	1,000	1,706,775 32	116,733 71	1,473,307 92	233,467 40
P & L E R R	–	–	4,000	3,981,991 50	265,466 10	3,451,059 30	530,932 20
T & O C Ry	3	–	3,500	3,057,774 30	213,323 04	2,631,128 28	426,646 02
Totals	340	443	11,240	$23,179,000 00	$1,600,000 00	$19,979,000 00	$3,200,000 00

MICHIGAN CENTRAL RAILROAD EQUIPMENT TRUST OF 1915

Company	Freight cars	Certificates issued for not to exceed 90 per cent of cost bearing dividend at 5 per cent	Annual installment	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	4,045	$4,500,000 00	$300,000 00	$3,000,000 00	$1,500,000 00

MICHIGAN CENTRAL RAILROAD EQUIPMENT TRUST OF 1917

Company	Locomotives	Passenger cars	Freight cars	Certificates issued for not to exceed 80 per cent of cost bearing dividend at 6 per cent	Annual installment	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	10	50	6,000	$8,802,000 00	$600,000 00	$4,602,000 00	$4,200,000 00

EQUIPMENT TRUST No. 48 (1920)

Company	Locomotives	Freight cars	Notes issued for not to exceed 75 per cent of cost bearing interest at 6 per cent	Annual installment	Notes redeemed	Balance notes outstanding Dec. 31, 1925
M C R R	30	2,000	$5,190,800 00	$346,400 00	$1,726,800 00	$3,464,000 00

NEW YORK CENTRAL RAILROAD COMPANY EQUIPMENT TRUST OF 1920

Company	Equipment under sub-lease from The New York Central Railroad Company: Locomotives	Passenger cars	Freight cars	Certificates issued for not to exceed 75 per cent of cost bearing dividend at 7 per cent	Annual installment	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	26	38	1,950	$7,014,971 25	$467,664 75	$2,338,323 75	$4,676,647 50

N Y C LINES EQUIPMENT TRUST OF 1922

Company	Locomotives	Freight cars	Certificates issued for not to exceed 75 per cent of cost bearing dividend at 5 per cent	Annual installments	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	10	3,500	$5,595,000 00	$373,000 00	$1,119,000 00	$4,476,000 00
N Y C R R	50	5,000	8,580,000 00	572,000 00	1,716,000 00	6,864,000 00
C C C & St L Ry	15	4,000	5,625,000 00	375,000 00	1,125,000 00	4,500,000 00
C N R R	–	1,000	1,155,000 00	77,000 00	231,000 00	924,000 00
P & L E R R	–	2,500	3,345,000 00	223,000 00	669,000 00	2,676,000 00
P McK & Y R R	–	2,500	3,345,000 00	223,000 00	669,000 00	2,676,000 00
Totals	75	18,500	$27,645,000 00	$1,843,000 00	$5,529,000 00	$22,116,000 00

The Michigan Central Railroad Company

EQUIPMENT TRUSTS (*concluded*)

N Y C LINES FOUR AND ONE-HALF PER CENT EQUIPMENT TRUST OF 1922

Company	Locomotives	Certificates issued for not to exceed 75 per cent of cost bearing dividend at 4½ per cent	Annual installments	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	15	$765,000 00	$51,000 00	$153,000 00	$612,000 00
N Y C R R	160	8,535,000 00	569,000 00	1,707,000 00	6,828,000 00
C C C & St L Ry	65	3,360,000 00	224,000 00	672,000 00	2,688,000 00
Totals	240	$12,660,000 00	$844,000 00	$2,532,000 00	$10,128,000 00

N Y C LINES EQUIPMENT TRUST OF 1923

Company	Locomotives	Passenger cars	Freight cars	Certificates issued for not to exceed 75 per cent of cost bearing dividend at 5 per cent	Annual installments	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	–	36	4,000	$9,480,000 00	$632,000 00	$1,264,000 00	$8,216,000 00
N Y C R R	8	184	2,000	6,930,000 00	462,000 00	924,000 00	6,006,000 00
C C C & St L Ry	–	48	–	930,000 00	62,000 00	124,000 00	806,000 00
Totals	8	268	6,000	$17,340,000 00	$1,156,000 00	$2,312,000 00	$15,028,000 00

N Y C LINES EQUIPMENT TRUST OF 1924

Company	Locomotives	Passenger cars	Freight cars	Certificates issued for not to exceed 75 per cent of cost bearing dividend at 5 per cent	Annual installments	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	25	15	1,000	$3,495,000 00	$233,000 00	$233,000 00	$3,262,000 00
N Y C R R	61	110	5,240	14,745,000 00	983,000 00	983,000 00	13,762,000 00
C C C & St L Ry	45	–	2,210	6,405,000 00	427,000 00	427,000 00	5,978,000 00
C N R R	–	–	250	405,000 00	27,000 00	27,000 00	378,000 00
Totals	131	125	8,700	$25,050,000 00	$1,670,000 00	$1,670,000 00	$23,380,000 00

N Y C LINES FOUR AND ONE-HALF PER CENT EQUIPMENT TRUST OF 1924

Company	Locomotives	Passenger cars	Freight cars	Certificates issued for not to exceed 75 per cent of cost bearing dividend at 4½ per cent	Annual installments	Certificates redeemed	Balance certificates outstanding Dec. 31, 1925
M C R R	5	23	1,000	$2,595,000 00	$173,000 00	$173,000 00	$2,422,000 00
N Y C R R	48	190	4,200	12,720,000 00	848,000 00	848,000 00	11,872,000 00
C C C & St L Ry	5	55	2,290	5,640,000 00	376,000 00	376,000 00	5,264,000 00
Totals	58	268	7,490	$20,955,000 00	$1,397,000 00	$1,397,000 00	$19,558,000 00

N Y C LINES EQUIPMENT TRUST OF 1925

Company	Passenger cars	Freight cars	Certificates issued for not to exceed 75 per cent of cost bearing dividend at 4½ per cent	Annual installments	Certificates redeemed	Certificates outstanding Dec. 31, 1925
M C R R	7	1,000	$1,830,000 00	$122,000 00		$1,830,000 00
N Y C R R	64	1,200	3,750,000 00	250,000 00		3,750,000 00
C C C & St L Ry	35	2,800	4,950,000 00	330,000 00		4,950,000 00
Totals	106	5,000	$10,530,000 00	$702,000 00		$10,530,000 00

COMPARATIVE CONDENSED GENERAL BALANCE SHEET, DECEMBER 31, 1925 and 1924

ASSETS

1924					1925	Comparison
	INVESTMENTS					
$71,168,988 36	Investment in road				$73,891,342 41	$2,722,353 45 Inc
	Investment in equipment					
75,810,125 85	Trust				71,800,619 16	4,039,506 69 Dec
12,988,239 39	Owned				20,273,781 68	7,285,541 99 Inc
3,147,985 70	Improvements on leased railway property				3,230,274 36	82,288 66 Inc
9,334 78	Deposits in lieu of mortgaged property sold				44,615 77	35,280 99 Inc
1,742,026 34	Miscellaneous physical property				1,740,257 43	1,768 91 Dec
	Investments in affiliated companies					
	$8,854,894 50	Stocks	$9,057,077 25			202,182 75 Inc
	853,651 80	Bonds	912,531 80			58,880 00 Inc
	783,507 96	Notes	778,623 64			4,884 02 Dec
	4,253,738 10	Advances	4,414,127 55			160,389 45 Inc
14,745,792 36					15,162,360 54	$416,568 18 Inc
	Other investments					
	$15,004 00	Stocks	$15,004 00			—
	1,264 52	Bonds	4,100,005 15			4,104,740 63 Inc
	13 15	Notes	13 15			—
	1 00	Miscellaneous	26,201 00			26,200 00 Inc
16,282 67					4,147,223 30	$4,130,940 63 Inc
$179,658,776 35	TOTAL INVESTMENTS				$190,200,474 65	$10,631,698 30 Inc
	CURRENT ASSETS					
$8,253,047 15	Cash				$15,282,786 58	$7,029,739 43 Inc
283,319 40	Special deposits				24,068 45	259,250 95 Dec
3,314 75	Loans and bills receivable				1,008,638 90	1,005,324 15 Inc
752,434 98	Traffic and car-service balances receivable				957,815 87	205,380 89 Inc
1,851,632 43	Net balance receivable from agents and conductors				1,902,599 76	50,917 33 Inc
2,551,642 61	Miscellaneous accounts receivable				2,503,008 62	48,633 99 Dec
6,640,876 25	Material and supplies				5,973,799 09	367,077 16 Dec
242,613 85	Interest and dividends receivable				311,648 86	69,035 01 Inc
370,306 95	Other current assets				135,943 20	264,363 75 Dec
$20,949,238 37	TOTAL CURRENT ASSETS				$28,070,309 33	$7,121,070 96 Inc
	DEFERRED ASSETS					
$30,154 37	Working fund advances				$29,897 66	$256 71 Dec
3,171 05	Other deferred assets				176,946 92	173,775 87 Inc
$33,325 42	TOTAL DEFERRED ASSETS				$206,844 58	$173,519 16 Inc
	UNADJUSTED DEBITS					
$6,131 65	Rents and insurance premiums paid in advance				$5,768 46	$363 19 Dec
1,580,673 27	Discount on funded debt				1,474,444 24	106,429 03 Dec
3,002,732 50	Other unadjusted debits				2,455,193 18	547,580 32 Dec
	($6,679,600) Securities issued or assumed—unpledged ($6,679,600)					
$4,589,817 42	TOTAL UNADJUSTED DEBITS				$3,935,405 88	$654,411 54 Dec
$205,231,157 56					$222,503,034 44	$17,271,876 88 Inc

The Michigan Central Railroad Company

COMPARATIVE CONDENSED GENERAL BALANCE SHEET, DECEMBER 31, 1925 and 1924

LIABILITIES

1924		1925	Comparison
	STOCK		
$18,736,400 00	Capital stock	$18,736,400 00	—
	LONG TERM DEBT		
	Funded debt unmatured		
$37,095,212 69	Equipment obligations	$35,335,077 50	$1,760,135 19 Dec
40,778,000 00	Mortgage bonds	40,778,000 00	—
$77,873,212 69	TOTAL LONG TERM DEBT	$76,113,077 50	$1,760,135 19 Dec
$96,609,612 69	TOTAL CAPITALIZATION	$94,849,477 50	$1,760,135 19 Dec
	CURRENT LIABILITIES		
$4,289,867 75	Traffic and car-service balances payable	$4,788,741 02	$498,873 27 Inc
5,407,532 48	Audited accounts and wages payable	4,767,624 43	639,908 05 Dec
1,039,924 82	Miscellaneous accounts payable	1,113,669 01	73,744 19 Inc
137,905 00	Interest matured unpaid	136,852 50	1,052 50 Dec
5,450 00	Dividends matured unpaid	5,634 00	184 00 Inc
2,000 00	Funded debt matured unpaid	2,000 00	—
1,873,640 00	Dividend declared, payable January 29, 1926	3,278,870 00	1,405,230 00 Inc
696,438 58	Unmatured interest accrued	666,442 25	29,996 33 Dec
427,774 87	Unmatured rents accrued	427,774 87	—
639,910 02	Other current liabilities	361,983 95	277,926 07 Dec
$14,520,443 52	TOTAL CURRENT LIABILITIES	$15,549,592 03	$1,029,148 51 Inc
	DEFERRED LIABILITIES		
$247,263 27	Other deferred liabilities	$207,550 94	$39,712 33 Dec
$247,263 27	TOTAL DEFERRED LIABILITIES	$207,550 94	$39,712 33 Dec
	UNADJUSTED CREDITS		
$6,397,261 30	Tax liability	$6,935,548 99	$538,287 69 Inc
13,182 63	Insurance and other casualty reserves	19,547 45	6,364 82 Inc
18,208,389 46	Accrued depreciation—equipment	21,377,558 61	3,169,169 15 Inc
43,438 19	Accrued depreciation—miscellaneous physical property	65,107 47	21,669 28 Inc
5,444,653 01	Other unadjusted credits	6,285,733 02	841,080 01 Inc
$30,106,924 59	TOTAL UNADJUSTED CREDITS	$34,683,495 54	$4,576,570 95 Inc
	CORPORATE SURPLUS		
$6,750,090 07	Additions to property through income and surplus	$6,766,744 38	$16,654 31 Inc
56,996,823 42	Profit and loss—balance	70,446,174 05	13,449,350 63 Inc
$63,746,913 49	TOTAL CORPORATE SURPLUS	$77,212,918 43	$13,466,004 94 Inc
$205,231,157 56		$222,503,034 44	$17,271,876 88 Inc

INVESTMENTS

IMPROVEMENTS ON LEASED RAILWAY PROPERTY		
Battle Creek & Sturgis Railway		$13,440 90
Canada Southern Bridge		707 88
Canada Southern Railway		900,463 77
Detroit Manufacturers Railroad		64,432 84
Detroit Toledo & Milwaukee Railroad		76,465 44
Indiana Harbor Belt Railroad		9,715 20
Joliet & Northern Indiana Railroad		2,049,260 49
New York Central Railroad—Benton Harbor Extension		8,583 32
St Joseph South Bend & Southern Railroad		108,619 32
St Clair & Western Railroad	Credit	1,423 80
Total		$3,230,274 36

DEPOSITS IN LIEU OF MORTGAGED PROPERTY SOLD	
Account land at Jackson	$3,794 50
Account trust equipment	40,821 27
	$44,615 77

INVESTMENTS IN MISCELLANEOUS PHYSICAL PROPERTY	
Detroit stockyards	$942,814 09
Detroit land—Union Trust Company	295,813 96
Detroit lands—special	15,450 00
Bay City, land for freight house	31,852 11
Real estate—Backus property	169,620 77
Land, Woodward Avenue	130,703 07
Quarry, Joliet	47,030 80
Rail leased to sundry parties	48,047 39
Jackson, land for new belt line and coach yard	35,801 36
Grand Rapids, land for new freight yard	10,510 00
Gravel pit, Toledo	12,613 33
Land Grant lands—Union Trust Company	1 00
Total	$1,740,257 43

INVESTMENTS IN AFFILIATED COMPANIES—STOCKS	Total outstanding	Held by this company Shares	Par value
Battle Creek & Sturgis Railway Co	$500,000 00	4,175	$417,500 00
Canada Southern Railway Co	15,000,000 00	81,601	8,160,100 00
Chicago Kalamazoo & Saginaw Railway Co	450,000 00	2,700	270,000 00
Detroit Manufacturers Railroad	300,000 00	1,773	177,300 00
Detroit River Tunnel Company	3,000,000 00	30,000	3,000,000 00
Detroit Terminal Railroad Co	2,000,000 00	5,000	500,000 00
Detroit Toledo & Milwaukee Railroad Co	1,060,000 00	5,300	530,000 00
Indiana Harbor Belt Railroad Co	5,000,000 00	15,000	1,500,000 00
Joliet & Northern Indiana Railroad Co	300,000 00	3,000	300,000 00
Lansing Manufacturers Railroad	100,000 00	500	50,000 00
Lansing Transit Railway Co	2,000 00	10	1,000 00
Mackinac Transportation Company	65,000 00	216⅔	21,666 67
Toledo Terminal Railroad Co	4,000,000 00	3,872	387,200 00
Toronto Hamilton & Buffalo Railway Co	5,415,000 00	11,810⅞	1,181,040 00
Total			$16,495,806 67

INVESTMENTS IN AFFILIATED COMPANIES—BONDS	Total outstanding	Held by this company par value
Battle Creek & Sturgis Railway Co first mortgage	$500,000 00	$24,000 00
Chicago Kalamazoo & Saginaw Railway Co first mortgage	1,268,000 00	761,000 00
Toledo Terminal Railroad Co first mortgage	5,241,000 00	137,000 00
Toronto Hamilton & Buffalo Railway Co consolidated gold mortgage	2,000,000 00	250,000 00
Total		$1,172,000 00

INVESTMENTS (*concluded*)

	Held by this company par value
INVESTMENTS IN AFFILIATED COMPANIES—NOTES	
Indiana Harbor Belt Railroad Co	$778,623 94
INVESTMENTS IN AFFILIATED COMPANIES—ADVANCES	
Canada Southern Railway Co	$4,070,643 23
Detroit River Tunnel Company	27,389 83
Lansing Manufacturers Railroad	116,590 32
Lansing Transit Railway Co	9,739 25
Mackinac Transportation Company	189,764 92
Total	$4,414,127 55
OTHER INVESTMENTS—STOCKS	
Clifton Hotel Company, Limited	$15,000 00
Detroit Chamber of Commerce	100 00
Sundry inactive corporations	61,400 00
Total	$76,500 00
OTHER INVESTMENTS—BONDS	
Kansas Oklahoma & Gulf Railway Co 6% mortgage, series A	$300 00
Kansas Oklahoma & Gulf Railway Co income, series B	136 59
United States of America First Liberty Loan converted 4¼%	50 00
United States of America Second Liberty Loan converted 4¼%	100 00
United States of America Fourth Liberty Loan 4¼%	2,000,000 00
United States of America Treasury bonds, 4%	2,000,000 00
Canada Victory Loan of 1917, 5½%	200 00
Park Club of Buffalo, 5%	100 00
Total	$4,001,386 59
OTHER INVESTMENTS—NOTES AND MISCELLANEOUS	
Various notes	$13 15
Miscellaneous	1 00
Dixie Fuel and Supply Company	26,200 00
Total	$26,214 15

SUMMARY OF INVESTMENTS

Road and equipment					$165,905,743 25
Improvements on leased or controlled railway property					3,230,274 36
Deposits in lieu of mortgaged property sold					44,615 77
Miscellaneous physical property					1,740,257 43
Investments in affiliated companies—	Stocks, par value	$16,495,806 67	ledger value	$9,057,077 25	
	Bonds, par value	1,172,000 00	ledger value	912,531 80	
	Notes, par value	778,623 94	ledger value	778,623 94	
	Advances			4,414,127 55	15,162,360 54
Other investments—	Stocks, par value	$76,500 00	ledger value	$15,004 00	
	Bonds, par value	4,001,386 59	ledger value	4,106,005 15	
	Notes, par value	13 15	ledger value	13 15	
	Miscellaneous			26,201 00	4,147,223 30
			Total investments		$190,290,474 65

EXPENDITURES FOR ADDITIONS AND BETTERMENTS

	Owned railway property	Leased railway property
Road		
Engineering	$12,744 50	$237 50*
Land for transportation purposes	62,197 12	517 75
Grading	676,627 07	2,149 96
Bridges, trestles and culverts	537,005 82	21,781 47
Ties	32,988 31	410 01
Rails	265,750 41	27,180 70
Other track material	244,717 56	18,510 68
Ballast	74,444 93	57 72*
Track laying and surfacing	597,507 35*	87 58*
Right-of-way fences	1,564 49*	
Crossings and signs	112,759 40	693 66
Station and office buildings	369,311 78	1,020 80*
Roadway buildings	13,378 28*	
Water stations	48,744 24	9,224 65
Fuel stations	21,109 77*	
Shops and engine houses	21,497 57	4,908 11*
Wharves and docks	325,160 50	
Telegraph and telephone lines	75,569 56*	126 60
Signals and interlockers	193,245 99	608 06
Power transmission systems	2,527 51	3,348 93
Power distribution systems	17,807 09	563 43
Power line poles and fixtures	64,741 34	9 51
Underground conduits	3,908 71	
Miscellaneous structures	4,188 17	101 61
Paving	59,816 46	1,151 04
Roadway machines	3,273 43	
Assessments for public improvements	111,702 04	1,569 92
Other expenditures—road	12,496 45	
Shop machinery	152,592 96	381 39
Power plant machinery	5,549 10	
Total road expenditures	$2,686,764 01	$82,017 60
Equipment		
Steam locomotives	$380,011 32	
Freight-train cars	2,197,816 69	
Passenger-train cars	510,348 62	
Work equipment	151,017 94	
Miscellaneous equipment	840 73	
Total equipment expenditures	$3,240,035 30†	
Miscellaneous expenditures		
Interest during construction	$35,589 44	$271 06
Expenditures for the year	$5,963,389 75	$82,288 66
Investment in road and equipment as of December 31, 1924	159,997,354 50	3,147,985 70
Totals to December 31, 1925	$165,965,743 25	$3,230,274 36

* Credit.
† Including trust equipment

The expenditures for leased line improvements were made upon the following-named properties:

Battle Creek & Sturgis Railway	$780 87
Detroit Manufacturers Railroad	21,835 49
Detroit Toledo & Milwaukee Railroad	6,431 37
Joliet & Northern Indiana Railroad	49,571 12
New York Central Railroad—Benton Harbor Extension	1,995 04
St Joseph South Bend & Southern Railroad	1,674 77
Total	$82,288 66

The Michigan Central Railroad Company

Analysis of changes in Equipment Investment account

EQUIPMENT ADDED, including betterments:	TRUST	OWNED	TOTAL	By transfer on maturity of Trust of 1910
Steam locomotives	$605,892 62	$90,691 78	$696,584 40	$2,943,108 28
Freight-train cars	2,287,580 12	961,959 79	3,249,539 91	3,713,046 30
Passenger-train cars	224,873 60	509,780 40	734,654 00	450,532 89
Work equipment		201,496 34	201,496 34	
Miscellaneous equipment		4,432 55	4,432 55	
Totals	$3,118,346 34	$1,768,360 86	$4,886,707 20	$7,106,687 47

EQUIPMENT RETIRED	TRUST	OWNED	TOTAL	By transfer on maturity of Trust of 1910
Steam locomotives		$316,573 08	$316,573 08	$2,943,108 28
Freight-train cars	$51,165 56	1,000,557 66	1,051,723 22	3,713,046 30
Passenger-train cars		218,305 38	218,305 38	450,532 89
Work equipment		50,478 40	50,478 40	
Miscellaneous equipment		3,591 82	3,591 82	
Totals	$51,165 56	$1,589,506 34	$1,640,671 90	$7,106,687 47
Net decrease in trust equipment				$4,039,506 69
Net increase in owned equipment				7,285,541 99
Net increase in equipment investment				$3,246,035 30

DETAIL OF RAILWAY OPERATING REVENUES

REVENUES FROM TRANSPORTATION	1925	1924	Increase	Decrease
Freight	$61,859,111 23	$58,463,966 84	$3,395,144 39	
Passenger	20,840,641 89	20,598,595 20	242,046 69	
Excess baggage	145,867 27	162,934 48		$17,067 21
Mail	958,647 87	978,437 52		19,789 65
Express	4,327,200 74	3,957,000 38	370,200 36	
Other passenger train	220,119 12	204,767 21	15,351 91	
Milk	156,304 13	140,695 13	15,609 00	
Switching	1,536,514 66	1,281,383 06	255,131 60	
Special service train	9,309 12	16,660 08		7,350 96
Total	$90,053,716 03	$85,804,439 90	$4,249,276 13	
INCIDENTAL AND JOINT FACILITY				
Dining and buffet	$935,279 86	$887,321 07	$47,958 79	
Hotel and restaurant	99,262 37	103,283 39		$4,021 02
Station and train privileges	72,985 13	86,692 28		13,707 15
Parcel room	34,942 90	34,716 20	226 70	
Storage—freight	57,201 68	60,494 00		3,292 32
Storage—baggage	20,599 63	20,824 11		224 48
Demurrage	402,415 69	400,058 91	2,356 78	
Telegraph and telephone	2,650 72	2,450 34	200 38	
Stockyard	538 67	572 41		33 74
Rents of buildings and other property	81,436 35	79,495 59	1,940 76	
Miscellaneous	59,015 79	110,684 13		51,668 34
Joint facility—Cr.	56,769 39	51,110 16	5,659 23	
Joint facility—Dr.	12,436 76	27,480 10	15,043 34	
Total	$1,810,661 42	$1,810,222 49	$438 93	
Total railway operating revenues	$91,864,377 45	$87,614,662 39	$4,249,715 06	

DETAIL OF RAILWAY OPERATING EXPENSES

MAINTENANCE OF WAY AND STRUCTURES	1925	1924	Increase	Decrease
Superintendence	$582,253 40	$565,361 26	$16,892 14	
Roadway maintenance	937,423 03	897,541 31	39,881 72	
Tunnels and subways	18,274 50	24,137 95		$5,863 45
Bridges, trestles and culverts	491,953 29	515,668 75		23,715 46
Bridges, trestles and culverts—depreciation	26,337 46		26,337 46	
Ties	1,466,123 02	1,790,602 58		324,479 56
Rails	297,297 11	753,519 67		456,222 56
Other track material	761,816 91	1,058,445 38		296,628 47
Ballast	478,750 01	398,562 98	80,187 03	
Track laying and surfacing	3,023,298 22	2,831,441 69	191,856 53	
Right-of-way fences	66,346 85	63,149 92	3,196 93	
Snow and sand fences and snowsheds	3,748 33	2,157 63	1,590 70	
Crossings and signs	230,260 17	213,536 74	16,723 43	
Station and office buildings	370,420 68	301,676 47	68,744 21	
Roadway buildings	24,553 02	24,794 58		241 56
Water stations	206,752 22	166,403 55	40,348 67	
Fuel stations	43,374 48	62,644 40		19,269 92
Shops and enginehouses	308,412 13	304,152 72	4,259 41	
Grain elevators	50 67	6,010 97		5,960 30
Wharves and docks	13,453 39	6,082 84	7,370 55	
Telegraph and telephone lines	107,592 02	83,346 01	24,246 01	
Signals and interlockers	360,185 66	352,024 30	8,161 36	
Power plant buildings	13,141 35	8,954 83	4,186 52	
Power substation buildings	1,555 88	94 82	1,461 06	
Power transmission systems	7,384 08	987 72	6,396 36	
Power distribution systems	26,621 26	28,428 77		1,807 51
Power line poles and fixtures	105 97	766 34		660 37
Miscellaneous structures	1,176 64	2,183 16		1,006 52
Paving	26,130 01	35,728 32		9,598 31
Roadway machines	35,077 41	34,023 96	1,053 45	
Small tools and supplies	134,152 23	134,974 55		822 32
Removing snow, ice and sand	186,792 12	248,343 10		61,550 98
Assessments for public improvements	4,903 22	3,520 57	1,382 65	
Injuries to persons	94,401 02	44,572 61	49,828 41	
Insurance	33,171 04	33,046 23	124 81	
Stationery and printing	17,238 95	16,426 81	812 14	
Other expenses	2,750 00		2,750 00	
Maintaining joint tracks, yards and other facilities—Dr.	520,949 73	572,353 70		51,403 97
Maintaining joint tracks, yards and other facilities—Cr.	508,639 48	407,987 92		100,651 56
Total	$10,415,588 00	$11,177,679 27		$762,091 27

MAINTENANCE OF EQUIPMENT				
Superintendence	$471,019 95	$457,352 08	$13,667 87	
Shop machinery	352,062 66	361,841 58		$9,778 92
Power plant machinery	13,874 98	14,728 52		853 54
Power substation apparatus	4,912 77	11,358 87*	16,271 64	
Power substation apparatus—depreciation	6,000 00	6,000 00		
Steam locomotives—repairs	4,934,016 99	4,353,082 84	580,934 15	
Steam locomotives—depreciation	623,307 67	587,541 47	35,766 20	
Steam locomotives—retirements	144,853 72	183,386 57		38,532 85
Other locomotives—repairs	23,180 32	35,006 81		11,826 49
Other locomotives—depreciation	14,221 56	14,221 56		
Carried forward	$6,587,450 62	$6,001,802 56		

* Credit

DETAIL OF RAILWAY OPERATING EXPENSES (*continued*)

MAINTENANCE OF EQUIPMENT (*concluded*)	1925	1924	Increase	Decrease
Brought forward	$6,587,450 62	$6,001,302 56		
Freight-train cars—repairs	5,970,937 57	5,568,568 66	$402,368 91	
Freight-train cars—depreciation	2,377,727 02	2,141,764 30	235,962 72	
Freight-train cars—retirements	356,639 31	391,421 98		$34,782 17
Passenger-train cars—repairs	1,443,189 97	1,513,390 43		70,200 46
Passenger-train cars—depreciation	277,239 55	227,824 43	49,415 12	
Passenger-train cars—retirements	41,028 38	47,556 43		6,528 05
Work equipment—repairs	205,950 61	184,011 54	21,939 07	
Work equipment—depreciation	52,641 38	49,369 21	3,272 17	
Work equipment—retirements	25,980 69	52,832 42		26,851 73
Miscellaneous equipment—repairs	6,406 31	6,187 93	217 38	
Miscellaneous equipment—depreciation	4,040 42	3,624 39	416 03	
Miscellaneous equipment—retirements	1,249 16	4,525 23		3,276 07
Injuries to persons	95,453 88	80,104 90	15,348 98	
Insurance	41,105 37	33,467 66	7,637 71	
Stationery and printing	30,842 37	35,470 75		4,628 38
Other expenses	6,058 04	8,447 48		2,389 44
Maintaining joint equipment—Dr.	118,472 24	111,289 74	7,182 50	
Maintaining joint equipment—Cr.	24,271 53	3,697 75		20,573 78
Total	$17,618,140 86	$16,457,962 29	$1,160,178 57	
TRAFFIC EXPENSES				
Superintendence	$470,128 97	$457,839 62	$12,289 35	
Outside agencies	548,354 95	519,891 77	28,463 18	
Advertising	102,138 62	86,304 74	15,833 88	
Traffic associations	28,786 77	23,145 32	5,641 45	
Fast freight lines	6,626 00	2,797 11	3,828 89	
Industrial and immigration bureaus	23,354 56	28,451 50		$5,096 94
Insurance	604 45	301 58	302 87	
Stationery and printing	126,346 90	130,412 32		4,065 42
Other expenses		882 30		882 30
Total	$1,306,341 22	$1,250,026 26	$56,314 96	
TRANSPORTATION EXPENSES				
Superintendence	$928,052 07	$930,619 52		$2,567 45
Dispatching trains	201,235 04	202,203 56		968 52
Station employees	3,825,977 10	3,898,556 31		72,579 21
Weighing, inspection and demurrage bureaus	60,508 05	59,013 82	$1,494 23	
Station supplies and expenses	265,271 40	344,517 87		79,246 47
Yardmasters and yard clerks	1,068,837 23	1,044,309 45	24,533 78	
Yard conductors and brakemen	2,879,452 80	2,797,457 78	81,995 02	
Yard switch and signal tenders	380,229 61	345,356 92	34,872 69	
Yard enginemen	1,747,773 36	1,731,000 24	16,773 12	
Yard motormen	9,246 19	8,973 36	272 83	
Fuel for yard locomotives	1,700,095 15	1,775,401 47		75,306 32
Yard switching power produced	12,940 79	12,029 96	910 83	
Water for yard locomotives	105,948 22	100,743 38	5,204 84	
Lubricants for yard locomotives	28,722 91	18,196 90	10,526 01	
Other supplies for yard locomotives	11,236 98	6,302 16	4,934 82	
Enginehouse expenses—yard	390,478 71	440,298 32		49,819 61
Yard supplies and expenses	53,910 00	56,602 10		2,692 10
Operating joint yards and terminals—Dr.	1,369,917 84	1,391,696 02		21,778 18
Operating joint yards and terminals—Cr.	315,815 91	268,563 76		47,252 15
Train enginemen	2,269,986 90	2,405,466 32		135,479 32
Train motormen	79,659 53	77,859 23	1,800 30	
Fuel for train locomotives	4,722,233 36	5,116,446 74		394,213 38
Carried forward	$21,795,797 33	$22,494,481 57		

DETAIL OF RAILWAY OPERATING EXPENSES (*concluded*)

TRANSPORTATION EXPENSES (*concluded*)	1925	1924	Increase	Decrease
Brought forward	$21,795,797 33	$22,494,481 57		
Train power produced	51,417 20	48,235 78	$3,181 42	
Water for train locomotives	240,166 32	233,166 21	7,000 11	
Lubricants for train locomotives	107,071 32	104,640 70	2,430 62	
Other supplies for train locomotives	45,490 49	48,838 10		$3,347 61
Enginehouse expenses—train	700,520 02	788,737 17		88,217 15
Trainmen	2,719,506 52	2,828,694 68		109,098 16
Train supplies and expenses	1,088,078 62	1,407,499 87		319,421 25
Signal and interlocker operation	331,073 97	325,421 59	5,652 38	
Crossing protection	372,813 41	380,898 66		8,085 25
Drawbridge operation	26,618 36	21,574 10	5,044 26	
Telegraph and telephone operation	240,299 79	246,487 50		6,187 71
Stationery and printing	232,057 10	221,973 69	10,083 41	
Other expenses	27,498 13	47,724 01		20,225 88
Operating joint tracks and facilities—Dr.	241,336 21	304,376 40		63,040 19
Operating joint tracks and facilities—Cr.	222,642 50	240,588 24	17,945 74	
Insurance	31,113 63	30,542 57	571 06	
Clearing wrecks	56,558 52	76,393 67		19,835 15
Damage to property	49,236 43	57,695 53		8,460 10
Damage to live stock on right of way	3,742 48	3,060 69	681 79	
Loss and damage—freight	768,932 00	762,143 51	6,788 49	
Loss and damage—baggage	5,460 38	4,267 68	1,192 70	
Injuries to persons	306,911 89	298,165 63	8,746 26	
Total	$29,219,146 62	$30,494,421 07		$1,275,274 45
MISCELLANEOUS OPERATIONS				
Dining and buffet service	$927,339 93	$896,962 09	$30,377 84	
Hotels and restaurants	97,058 42	98,546 33		$1,487 91
Stockyards	435 34	950 77		515 43
Total	$1,024,833 69	$996,459 19	$28,374 50	
GENERAL EXPENSES				
Salaries and expenses of general officers	$158,755 47	$159,105 96		$350 49
Salaries and expenses of clerks and attendants	1,020,635 65	989,867 07	$30,768 58	
General office supplies and expenses	71,616 19	71,994 63		378 44
Law expenses	152,675 95	181,683 52		29,007 57
Insurance	942 12	942 01	11	
Pensions	676,468 29	219,715 58	456,752 71	
Stationery and printing	73,214 24	65,407 48	7,806 76	
Valuation expenses	154,323 05	88,041 74	66,281 31	
Other expenses	88,077 66	93,527 45		5,449 79
General joint facilities—Dr.	2,592 36	7,545 01		4,952 65
Total	$2,399,300 98	$1,877,830 45	$521,470 53	
TRANSPORTATION FOR INVESTMENT—CR.	$90,312 36	$94,854 23	$4,541 87	
Total railway operating expenses	$61,893,039 01	$62,159,524 30		$266,485 29

RATIO OF RAILWAY OPERATING EXPENSES, BY GROUPS, TO RAILWAY OPERATING REVENUES

	1925	1924
Maintenance of way and structures	11·34	12·76
Maintenance of equipment	19·18	18·78
Traffic expenses	1·42	1·43
Transportation expenses	31·81	34·81
Miscellaneous operations	1·11	1·14
General expenses	2·61	2·14
Transportation for investment—Cr.	·10	·11
Total	67·37	70·95

TAXES ACCRUED

	1925	1924	Increase	Decrease
On the value of real and personal property	$3,422,032 93	$3,624,498 32		$202,465 39
Railroad Commissioners' assessments, Ohio	3,011 10	3,588 90		577 80
Federal Government income tax	1,949,370 99	1,624,306 03	$325,064 96	
Federal Government tax on capital	113,427 50	79,442 50	33,985 00	
Canadian war tax	376,247 24	252,254 63	123,992 61	
Total railway taxes accrued	$5,864,589 76	$5,584,590 38	$279,999 38	
Taxes charged to "Miscellaneous operations"	26,697 29	21,462 84	5,234 45	
Miscellaneous tax accruals	17,455 79	21,496 50		$4,040 71
Total	$5,908,742 84	$5,627,549 72	$281,193 12	

HIRE OF EQUIPMENT ACCOUNT

		1925	1924	Comparison
RECEIVED				
Freight cars: Leased		$452,610 55	$442,780 52	$9,830 03 Inc
Interchanged		8,780,767 04	8,488,160 08	292,606 96 Inc
		$9,233,377 59	$8,930,940 60	$302,436 99 Inc
Locomotives		65,666 20	87,800 31	22,134 11 Dec
Passenger cars		348,101 61	333,697 20	14,404 41 Inc
Work equipment		19,940 66	28,830 25	8,889 59 Dec
	Totals	$9,667,086 06	$9,381,268 36	$285,817 70 Inc
PAID				
Freight cars: Leased		$77,562 50	$77,775 00	$212 50 Dec
Interchanged		7,310,926 72	7,693,956 65	382,029 93 Dec
Private		1,462,064 80	1,343,696 81	118,367 99 Inc
		$8,850,554 02	$9,114,428 46	$263,874 44 Dec
Locomotives		86,624 74	94,212 16	7,587 42 Dec
Passenger cars		484,238 86	472,702 86	11,536 00 Inc
Work equipment		18,386 31	11,986 26	6,400 05 Inc
Floating equipment		212 37	204 14	8 23 Inc
	Totals	$9,440,016 30	$9,693,533 88	$253,517 58 Dec

NET BALANCES	1925		1924		Comparisons as affecting net credit balance
Freight cars: Leased	Credit balance	$375,048 05	Credit balance	$365,005 52	$10,042 53 Inc
Interchanged	Credit balance	1,469,840 32	Credit balance	795,203 43	674,636 89 Inc
Private	Debit balance	1,462,064 80	Debit balance	1,343,696 81	118,367 99 Inc
Total freight cars	Credit balance	$382,823 57	Debit balance	$183,487 86	$566,311 43 Inc
Locomotives	Debit balance	20,958 54	Debit balance	6,411 85	14,546 69 Inc
Passenger cars	Debit balance	136,137 25	Debit balance	139,005 66	2,868 41 Dec
Work equipment	Credit balance	1,554 35	Credit balance	16,843 99	15,289 64 Dec
Floating equipment	Debit balance	212 37	Debit balance	204 14	8 23 Inc
	Net credit balance	$227,069 76	Debit balance	$313,265 52	$539,335 28 Inc

JOINT FACILITY RENT ACCOUNT

	1925	1924	Comparison
Amount paid for use of facilities maintained by other companies	$863,592 11	$825,140 74	$38,451 37 Inc
Amount received for use of facilities maintained by this company	319,942 09	282,657 00	37,285 00 Inc
Debit balance	$543,650 02	$542,483 65	$1,166 37 Inc

DEDUCTIONS FROM GROSS INCOME

Rent for leased roads

BATTLE CREEK AND STURGIS RAILWAY		
Interest at 3% on $421,000 first mortgage bonds		$12,630 00
CANADA SOUTHERN RAILWAY		
Interest at 5% on $22,500,000 consolidated mortgage bonds	$1,125,000 00	
Interest at 4% on $130,000 Leamington & St Clair mortgage bonds	5,200 00	
Cash rental, 3% on $15,000,000 capital stock	450,000 00	1,580,200 00
DETROIT MANUFACTURERS' RAILROAD		
Cash rental		15,150 00
DETROIT RIVER TUNNEL AND TERMINAL		
Interest at 4½% on $18,000,000 first mortgage bonds	$810,000 00	
Cash rental, 8% on $3,000,000 capital stock	240,000 00	1,050,000 00
JOLIET AND NORTHERN INDIANA RAILROAD		
Dividend at 5% on $300,000 capital stock		15,000 00
NEW YORK CENTRAL RAILROAD (BENTON HARBOR EXTENSION, ETC)		
Cash rental		5,000 00
ST JOSEPH SOUTH BEND AND SOUTHERN RAILROAD		
Cash rental		20,000 00
VARIOUS COMPANIES for siding, team and yard tracks		37,162 31
Total rent for leased roads		$2,735,142 31

Interest on funded debt

MORTGAGE BONDS			
Michigan Central Railroad Co first mortgage	3½%	$630,000 00	
Grand River Valley Railroad first mortgage	4%	60,000 00	
Jackson Lansing & Saginaw Railroad first mortgage	3½%	59,325 00	
Michigan Air Line Railroad first mortgage	4%	104,000 00	
Detroit & Bay City Railroad first mortgage	5%	200,000 00	
Kalamazoo & South Haven Railroad first mortgage	5%	35,000 00	
Bay City & Battle Creek Railway Co first mortgage	3%	1,470 00	
Toledo Canada Southern & Detroit Railway Co first mortgage	4%	124,000 00	
Joliet & Northern Indiana Railroad first mortgage	4%	60,000 00	
Gold debentures of 1909	4%	305,360 00	$1,579,155 00
EQUIPMENT TRUST OBLIGATIONS			
Equipment trust certificates of 1912	4½%	$13,653 98	
Equipment trust certificates of 1913	4½%	35,413 54	
Equipment trust certificates of 1915	5%	86,250 00	
Equipment trust certificates of 1917	6%	258,000 00	
Equipment trust notes of January 15, 1920	6%	208,703 00	
Equipment trust certificates of April 15, 1920	7%	336,913 48	
Equipment trust certificates of June 1, 1922	5%	231,573 84	
Equipment trust certificates of September 1, 1922	4½%	29,070 00	
Equipment trust certificates of June 1, 1923	5%	423,963 67	
Equipment trust certificates of June 1, 1924	5%	167,954 16	
Equipment trust certificates of September 15, 1924	4½%	114,504 37	
Equipment trust certificates of May 15, 1925	4½%	47,580 00	1,953,588 04
Total interest on funded debt			$3,532,743 04

DIVIDENDS

No. 127, 10 per cent on 187,364 shares, declared June 10, 1925, payable July 29, 1925	$1,873,640 00
No. 128, 10 per cent on 187,364 shares, declared December 9, 1925, payable January 29, 1926	1,873,640 00
7½ per cent on 187,364 shares, declared December 9, 1925, payable January 29, 1926 (extra)	1,405,230 00
Total for year, 27½ per cent	$5,152,510 00

The Michigan Central Railroad Company

EQUIPMENT IN SERVICE

(INCLUDING EQUIPMENT OF LEASED LINES)

Locomotives	DEC. 31, 1924 Grand total	INCREASE Number added	INCREASE By transfer or change of class	DECREASE Number retired	DECREASE By transfer or change of class	Grand total	Number owned*	DECEMBER 31, 1925 Number held under equipment trusts	DECEMBER 31, 1925 Number held under other form of title
For freight service	386	–	–	14	–	372	272	100	–
For passenger service	141	5	–	3	–	143	95	48	–
For switching service	238	–	–	5	1	232	140	92	–
Electric locomotives	10	–	–	–	–	10	10	–	–
Totals	775	5	–	22	1	757	517	240	–
Freight-train cars									
Box cars	27,165	1,011	–	607	92	27,477	7,667	19,654	156
Flat cars	911	543	–	85	8	1,361	1,361	–	–
Stock cars	1,033	200	–	3	–	1,230	499	447	284
Coal cars	7,094	16	–	112	8	6,990	2,450	4,540	–
Refrigerator and produce cars	–	–	11	11	–	–	–	–	–
Other transport cars	3	–	–	3	–	–	–	–	–
Caboose cars	346	–	–	13	1	332	285	47	–
Totals	36,552	1,770	11	834	109	37,390	12,262	24,688	440
Passenger-train cars									
Coaches	252	–	–	2	6	244	129	115	–
Combination passenger cars	47	–	–	3	1	43	35	8	–
Emigrant and excursion car	1	–	–	–	1	–	–	–	–
Dining cars	29	2	–	3	–	28	15	13	–
Baggage and express cars	159	7	1	5	–	162	61	101	–
Other combination cars	19	2	–	–	1	20	7	13	–
Postal cars	14	–	–	–	–	14	12	2	–
Other passenger-train cars	15	–	–	5	–	10	10	–	–
In joint service† (Toronto-Buffalo Line)	41	–	–	19	–	22	7	–	15
Totals	577	11	1	37	9	543	276	252	15
Company service equipment									
Officers' cars	7	–	–	1	–	6	6	–	–
Ballast cars	340	50	–	7	–	383	383	–	–
Derrick cars	3	–	–	–	–	3	3	–	–
Wrecking cars	7	–	–	–	–	7	7	–	–
Other company service cars	659	4	117	94	–	686	686	–	–
Totals	1,016	54	117	102	–	1,085	1,085	–	–

* Owned by The Michigan Central Railroad Company, The Canada Southern Railway Company or Detroit River Tunnel Company
† Toronto-Buffalo Line: ownership basis 29·73 per cent

EQUIPMENT OWNED OR LEASED BY BUT NOT IN SERVICE OF COMPANY

2,986 Refrigerator cars leased to Merchants Despatch, Incorporated

TABLE OF TRACKS

			State	Miles of main track: First	Second	Third	Fourth	Yards and sidings	Total
MAIN LINE OWNED									
Michigan Central Railroad	Detroit	Mich–Ind state line	Mich	222·67	222·44	5·18	4·85	430·85	885·49
	Mich–Ind state line	Ind–Ill state line	Ind	42·46	42·46	1·38	1·37	39·94	127·61
	Ind–Ill state line	Kensington	Ill	6·52	6·52	1·36	1·32	54·15	69·87
	Total main line owned			271·65	271·42	7·92	7·54	524·44	1,082·97
BRANCHES OWNED									
Air Line Branch	Jackson	Niles	Mich	107·65	3·84	–	–	37·85	149·35
South Bend Branch	Niles	Mich–Ind state line	"	5·47	–	–	–	3·40	8·87
	Mich–Ind state line	South Bend	Ind	5·97	–	–	–	5·52	11·49
South Haven Branch	Kalamazoo	South Haven	Mich	39·34	–	–	–	7·24	46·58
Lansing Branch	Jackson	Bay City	"	114·57	13·13	–	–	81·62	209·17
Mackinaw Branch	Bay City	Mackinaw City	"	182·04	1·94	–	–	140·07	324·05
Gladwin Branch	Pinconning	Gladwin	"	27·90	–	–	–	5·52	33·42
	Mt Forest	Bentley	"	4·69	–	–	–	–	4·69
Twin Lakes Branch	Grayling	Lewiston	"	27·20	–	–	–	21·66	48·92
Bagley Branch	Salling Junction	Johannesburg	"	13·78	–	–	–	24·06	37·83
North Midland Branch	Bay City W S	Midland	"	18·18	–	–	–	9·25	27·43
East Jordan Branch	Frederic	East Jordan	"	42·65	–	–	–	9·37	52·02
Grand Rapids Branch	Rives Junction	Grand Rapids	"	83·52	–	–	–	22·85	106·47
Bay City Branch	Detroit	Bay City	"	107·44	7·56	–	–	79·40	194·80
Caro Branch	Vassar	Owendale	"	33·54	–	–	–	9·67	43·21
Saginaw Branch	Denmark Junction	Saginaw W S	"	15·76	–	–	–	9·31	24·07
Bay City Belt Branch	At Bay City		"	3·81	–	–	–	3·19	9·00
Water Street Spur Branch	At Bay City		"	3·01	–	–	–	7·19	10·20
Detroit Belt Branch	At Detroit		"	6·31	4·39	–	–	29·98	40·68
Toledo Branch	Detroit	Mich–Ohio state line	"	46·82	3·43	–	–	97·77	148·02
	Mich–Ohio state line	C S Jct Toledo	Ohio	3·81	–	–	–	48·03	51·84
Toledo Belt Branch	At Toledo		"	3·40	1·50	–	–	21·79	26·77
Dearborn Branch	Toledo branch to main line		Mich	4·14	4·14	–	–	·23	8·51
	West leg of wye at main line		"	·84	–	–	–	2·85	3·69
	Oakwood Junction	Dearborn	"	4·06	–	–	–	·06	4·12
	Total branches owned			913·06	39·97	–	–	672·17	1,625·20
	Total main line and branches owned			1,184·71	311·39	7·92	7·54	1,196·61	2,708·17
LINE JOINTLY OWNED									
St Charles Air Line	At Chicago		Ill	·70	·70	–	–	1·28	2·68
LEASED LINES									
Joliet & Northern Indiana R R	East Gary	Ind–Ill state line	Ind	15·65	–	–	–	11·67	27·32
	Ind–Ill state line	Joliet	Ill	28·20	–	–	–	27·79	55·99
	At Joliet		"	1·37	1·35	1·33	1·31	·76	6·12
St Joseph So Bend & Southern R R	South Bend	Ind–Mich state line	Ind	14·23	–	–	–	3·50	17·73
	Ind–Mich state line	St Joseph	Mich	26·06	–	–	–	7·77	33·85
New York Central Railroad	St Joseph Junction	Benton Harbor	"	1·62	–	–	–	·99	2·61
Detroit Toledo & Milwaukee R R	Battle Creek	Moscow	"	47·01	–	–	–	12·75	59·76
Lansing Transit Railway	At Lansing		"	·77	–	–	–	·91	1·68
Lansing Manufacturers Railroad	At Lansing		"	6·23	–	–	–	3·64	13·95
Bay City Belt Line R R (South Water Street track)	At Bay City		"	1·70	–	–	–	3·42	5·12
Battle Creek & Sturgis Ry	Battle Creek	Findley	"	33·99	–	–	–	2·81	36·80
St Clair & Western Railroad	St Clair	Richmond	"	14·89	–	–	–	·46	15·35
Canada Southern Bridge Co	Slocum Junction	Grosse Ile	"	2·50	–	–	–	·92	3·42
Detroit Manufacturers R R	At Detroit		"	1·82	–	–	–	2·67	4·49
		Carried forward		193·76	1·35	1·33	1·31	86·95	288·10

TABLE OF TRACKS (*concluded*)

LEASED LINES (*concluded*)		State	Miles of main track: First	Second	Third	Fourth	Yards and sidings	Total
	Brought forward		193·75	1·35	1·33	1·31	85·36	283·10
Detroit River Tunnel Co	Detroit.....International Boundary	Mich	1·81	1·81	–	–	14·26	17·88
	International Boundary.....Windsor	Ont	1·45	1·45	–	–	·07	2·97
Canada Southern Railway	Niagara Falls.....Windsor	"	223·10	224·58	–	–	217·18	368·26
	Bridgeburg.....Welland	"	15·86	16·85	–	–		
	Branches and spurs.....	"	138·68	–	–	–		
Niagara River Bridge Co	Niagara Falls.....International Boundary	"	·09	·09	–	–	–	·18
	International Boundary...Suspension Bridge	N Y	·15	·15	–	–	–	·30
Indiana Harbor Belt Railroad	Argo yard.....	Ill	–	–	–	–	5·78	5·78
Toronto Hamilton & Buffalo Railway	Coyle yard.....	Ont	–	–	–	–	3·42	3·42
	Bridgeburg yard.....	"	–	–	–	–	3·82	3·82
Delaware Lackawanna & Western Railroad	At Black Rock.....	N Y	–	–	–	–	1·29	1·29
Illinois Central Railroad	At Chicago.....	Ill	–	–	–	–	·97	·97
	Total leased lines		576·89	246·29	1·33	1·31	367·15	1,192·97
LINES OPERATED UNDER TRACKAGE RIGHTS								
Pere Marquette Railroad	At Bay City (South Water St).....	Mich	·16	–	–	–	–	·16
Illinois Central Railroad	Kensington.....18th St station, Chicago	Ill	14·00	14·00	–	–	–	28·00
Canadian National Railways	Bridgeburg.....International Boundary	Ont	·32	–	–	–	–	·32
	International Boundary.....Black Rock	N Y	·87	·53	–	–	–	1·40
Grand Trunk Western Ry	At Battle Creek (Hall St).....	Mich	·20	–	–	–	–	·20
	To new prison, Jackson.....	"	3·03	–	–	–	–	3·03
Indiana Harbor Belt Railroad	Calumet Park.....Union Stockyards	Ill	30·04	30·04	–	–	–	60·08
Manistee & North Eastern Ry	Grayling.....Jct of Portage Lake Branch	Mich	2·96	–	–	–	–	2·96
London & Port Stanley Railway	St Thomas.....London	Ont	14·99	–	–	–	–	14·99
New York Central Railroad	Suspension Bridge.....Buffalo	N Y	24·77	24·37	–	–	–	49·14
	Vinewood Ave.....Beaubien St, Detroit	Mich	–	2·82	–	–	–	2·82
	River Rouge.....Mich–Ohio state line	"	–	43·38	–	–	–	43·38
	Mich–Ohio state line.....Toledo pass sta	Ohio	10·07	9·44	–	–	–	19·51
	S S & S Junction.....Olivers	Ind	1·57	–	–	–	1·98	3·55
Wheeling & Lake Erie Railway	Oak Street, Ironville.....Toledo	Ohio	5·87	–	–	–	–	5·87
Wabash Railway	Div and Waterman avenues.....Detroit	Mich	·17	–	–	–	·03	·20
	Total trackage rights		103·02	124·58	–	–	2·01	229·61
	Total operated mileage		1,871·32	663·96	9·25	3·85	1,537·05	4,139·43

RECAPITULATION

STATE OR PROVINCE	Owned: 1st track miles	Owned: All tracks miles	Jointly owned: 1st track miles	Jointly owned: All tracks miles	Leased: 1st track miles	Leased: All tracks miles	Otherwise operated: 1st track miles	Otherwise operated: All tracks miles	Total: 1st track miles	Total: All tracks miles
Michigan	1,117·36	2,420·59	–	–	136·11	193·82	6·52	52·75	1,259·99	2,667·16
Illinois	6·52	69·67	·70	2·68	29·57	65·86	44·04	88·08	80·33	226·49
Indiana	48·43	139·10	–	–	29·68	43·05	1·57	3·55	79·68	187·70
Ohio	12·40	78·61	–	–	–	–	16·94	25·38	29·34	103·99
New York	–	–	–	–	·15	1·59	25·64	50·54	25·79	52·13
Province of Ontario	–	–	–	–	381·18	883·05	15·31	15·31	396·49	898·36
Totals	1,184·71	2,708·17	·70	2·68	576·89	1,192·97	109·02	235·61	1,871·32	4,139·43
MILES OPERATED IN										
Passenger service only	–		–		–		33·41		33·41	
Freight service only	55·93		·70		15·50		55·72		108·71	

MILEAGE STATISTICS

TRAIN MILEAGE

REVENUE SERVICE	1925	1924	Increase	Decrease
Freight train-miles	6,274,016	6,254,842	19,174	
Passenger train-miles	6,125,082	6,167,874		42,792
Other passenger train-miles	906,540	954,207		47,667
Mixed train-miles	573,570	671,192		97,622
Special train-miles	1,376	4,572		3,196
Total revenue train mileage	13,880,584	14,052,687		172,103
Non-revenue train-miles	196,619	166,756	29,863	
Total train mileage	14,077,203	14,219,443		142,240

LOCOMOTIVE MILEAGE

REVENUE SERVICE				
Freight locomotive-miles	6,673,277	6,698,425		25,148
Passenger locomotive-miles	7,311,741	7,408,401		96,660
Mixed locomotive-miles	585,167	688,385		103,218
Special locomotive-miles	1,516	4,825		3,309
Train switching locomotive-miles	360,940	416,923		55,983
Yard switching locomotive-miles	6,126,778	6,117,492	9,286	
Total revenue locomotive mileage	21,059,419	21,334,451		275,032
Non-revenue locomotive-miles	355,186	399,212		44,026
Total locomotive mileage	21,414,605	21,733,663		319,058

CAR MILEAGE

REVENUE SERVICE				
Freight-train car-miles				
Freight cars—loaded	223,043,105	213,879,269	9,163,836	
Freight cars—empty	128,634,711	119,005,680	9,629,031	
Caboose cars	6,304,829	6,297,155	7,674	
Total freight-train car-miles	357,982,645	339,182,104	18,800,541	
Passenger-train car-miles				
Passenger cars	15,888,470	16,060,459		171,989
Sleeping, parlor and observation cars	22,318,749	21,636,879	681,870	
Dining cars	2,331,739	2,281,896	99,843	
Other passenger-train cars	22,819,998	22,566,168	253,830	
Total passenger-train car-miles	63,408,956	62,545,402	863,554	
Mixed-train car-miles				
Freight cars—loaded	4,548,899	5,422,304		873,405
Freight cars—empty	1,773,450	2,581,392		807,942
Caboose cars	69,027	122,329		53,302
Passenger cars	653,245	754,983		101,738
Sleeping, parlor and observation cars	2,839	5,657		2,818
Other passenger-train cars	654,317	697,566		43,249
Total mixed-train car-miles	7,701,777	9,584,231		1,882,454
Special-train car-miles				
Freight cars—loaded	22,681	54,591		31,910
Freight cars—empty		402		402
Caboose cars	1,376	4,459		3,083
Passenger cars	8,984	17,876		8,892
Total special-train car-miles	33,041	77,328		44,287
Total revenue car mileage	429,126,419	411,889,065	17,737,354	
Non-revenue car-miles	2,577,257	1,186,700	1,390,557	
Total car mileage	431,703,676	412,575,765	19,127,911	

The Michigan Central Railroad Company

TRAFFIC STATISTICS

FREIGHT	1925	1924	Increase	Decrease
Tons of revenue freight carried	31,053,633	29,273,172	1,780,461	
Tons of company freight carried	2,883,139	2,945,502		62,363
Total tons of freight carried	33,936,772	32,218,674	1,718,098	
Tons of revenue freight carried one mile	4,303,677,297	4,265,934,377	37,742,920	
Tons of company freight carried one mile	197,103,303	201,774,121		4,670,818
Total tons of freight carried one mile	4,500,780,600	4,467,708,498	35,072,102	
Miles of road operated in freight service	1,334·91	1,325·84	9·07	
Tons of revenue freight carried one mile per mile of road	2,345,444	2,336,423	9,021	
Tons all freight carried one mile per mile of road	2,452,862	2,446,933	5,929	
Average distance haul of one ton of revenue freight	miles 139	miles 146		miles 7
Average distance haul of one ton of all freight	miles 133	miles 139		miles 6
Average number of tons of revenue freight per train mile①	628	616	12	
Average number of tons of all freight per train mile①	657	645	12	
Average number of tons of revenue freight per loaded car mile	18·91	19·45		·54
Average number of tons of all freight per loaded car mile	19·78	20·37		·59
Average number of freight cars per train mile①	53·21	50·15	3·06	
Average number of loaded cars per train mile①	33·24	31·66	1·58	
Average number of empty cars per train mile①	19·05	17·56	1·49	
Total freight revenue	$61,859,111.23	$58,463,966.84	$3,395,144.39	
Average amount received for each ton of freight	$1.99	$2.00		$0.01
Average revenue per ton per mile	cents 1·437	cents 1·370	cent ·067	
Average revenue per mile of road	$33,712.34	$32,020.31	$1,692.03	
Average revenue per train mile①	$9.03	$8.44	$0.59	
PASSENGER				
Number of interline passengers carried	1,946,318	1,920,562	25,756	
Number of local passengers carried	2,305,035	2,545,920		240,885
Number of commutation passengers carried	239,467	277,609		38,142
Total number of revenue passengers carried	4,490,820	4,744,091		253,271
Total number of revenue passengers carried one mile	600,450,788	589,285,035	11,165,753	
Miles of road operated in passenger service	1,762·61	1,762·61		
Number of revenue passengers carried one mile per mile of road	340,660	334,325	6,335	
Average distance each revenue passenger carried	miles 133·71	miles 124·21	miles 9·50	
Average number of passengers per train mile②	90	86	4	
Average number of passengers per car mile	15	15		
Average number of passenger cars per passenger train mile	9	9		
Total passenger revenue	$20,840,641.89	$20,598,595.20	$242,046.69	
Average amount received from each passenger	$4.64	$4.34	$0.30	
Average revenue per passenger per mile	cents 3·471	cents 3·496		cent ·025
Total passenger service train revenue	$26,648,781.02	$26,042,429.92	$606,351.10	
Average passenger service train revenue per mile of road	$15,118.93	$14,774.91	$344.02	
Average passenger service train revenue per train mile②	$3.51	$3.34	$0.17	
TOTAL TRAFFIC				
Operating revenues	$91,864,377 45	$87,614,662 39	$4,249,715 06	
Operating expenses	61,893,039 01	62,159,524 30		$266,485 29
Net operating revenue	$29,971,338 44	$25,455,138 09	$4,516,200 35	
Average mileage of road operated	1,871·32	1,862·25	9·07	
Operating revenues per mile of road	$49,090 68	$47,047 74	$2,042 94	
Operating expenses per mile of road	33,074 54	33,378 72		$304 18
Net operating revenue per mile of road	$16,016 14	$13,669 02	$2,347 12	

①"Freight train miles" includes total "mixed train miles"
②"Passenger train miles" includes total "mixed train miles"

TRAFFIC STATISTICS (*continued*)

DESCRIPTION OF REVENUE FREIGHT MOVED

NUMBER OF CARLOADS				COMMODITY	NUMBER OF TONS (2,000 pounds)			
Decrease	Increase	1924	1925		1925	1924	Increase	Decrease
				PRODUCTS OF AGRICULTURE				
406		5,703	5,297	Wheat	204,624	215,467		10,843
1,115		9,056	7,941	Corn	304,833	343,664		38,831
931		7,440	6,509	Oats	206,134	232,733		26,599
	120	1,640	1,760	Other grain	58,517	54,160	4,357	
2,005		13,842	11,837	Flour and meal	354,241	406,212		51,971
929		27,092	26,163	Other mill products	506,367	523,062		17,695
3,323		7,603	4,280	Hay, straw and alfalfa	53,531	93,038		39,507
8		878	870	Tobacco	11,841	11,864		23
	835	1,377	2,212	Cotton	23,940	16,267	7,673	
101		479	369	Cotton seed and products, except oil	8,904	11,569		2,665
1,204		5,764	4,560	Citrus fruits	75,075	96,523		21,448
792		16,973	16,181	Other fresh fruits	209,776	218,664		8,888
754		6,330	5,576	Potatoes	99,847	114,037		14,190
336		9,161	8,825	Other fresh vegetables	111,877	118,479		6,602
	159	4,001	4,160	Dried fruits and vegetables	91,657	86,723	4,934	
	70	9,943	10,013	Other products of agriculture	277,457	269,782	7,675	
10,720		127,273	116,553	Total	2,600,671	2,815,294		214,623
				ANIMALS AND PRODUCTS				
77		426	349	Horses and mules	4,023	4,813		790
80		8,536	8,456	Cattle and calves	98,057	98,243		186
	128	2,874	3,002	Sheep and goats	27,996	27,187	809	
3,603		14,592	10,989	Hogs	118,021	158,209		40,188
	609	22,323	22,932	Fresh meats	272,146	267,119	5,027	
4,397		15,226	10,829	Other packing-house products	176,329	255,566		79,237
157		1,438	1,281	Poultry	15,366	16,932		1,566
64		3,918	3,854	Eggs	43,100	43,142		42
	2	4,770	4,772	Butter and cheese	58,700	58,803		103
474		1,150	736	Wool	10,417	15,734		5,317
25		1,847	1,822	Hides and leather	39,522	39,599		77
481		2,983	2,502	Other animals and products	46,581	53,935		7,354
8,649		80,083	71,434	Total	910,258	1,039,282		129,024
				PRODUCTS OF MINES				
4,200		23,275	19,069	Anthracite coal	850,003	1,019,100		169,097
	389	129,889	130,278	Bituminous coal	6,942,324	6,816,296	126,028	
	5,926	14,786	20,712	Coke	637,637	446,278	191,360	
	50	51	101	Iron ore	4,092	1,631	2,461	
	198	1,555	1,753	Other ores and concentrates	70,848	61,690	9,158	
3		111	108	Base bullion and matte	4,687	4,512	175	
	12,771	91,560	104,331	Clay, gravel, sand and stone	5,310,512	4,628,241	682,271	
	71	164	235	Crude petroleum	7,204	4,938	2,266	
	324	827	1,151	Asphaltum	38,803	27,050	11,753	
480		5,326	4,847	Salt	133,163	140,171		7,008
	235	889	1,124	Other products of mines	38,342	29,731	8,611	
	15,266	268,443	283,709	Total	14,037,615	13,179,668	857,947	

TRAFFIC STATISTICS (*concluded*)

DESCRIPTION OF REVENUE FREIGHT MOVED (*concluded*)

NUMBER OF CARLOADS				COMMODITY	NUMBER OF TONS (2,000 pounds)			
Decrease	Increase	1924	1925		1925	1924	Increase	Decrease
				PRODUCTS OF FORESTS				
1,725		23,494	21,769	Logs, posts, poles and cord wood	582,060	646,645		64,585
	122	1,277	1,399	Ties	36,542	33,562	2,980	
	1,054	3,230	5,184	Pulp wood	145,023	96,614	48,409	
2,397		58,948	56,551	Lumber, timber, box shooks, staves and headings	1,478,080	1,539,578		61,498
	1,325	3,342	4,667	Other products of forests	108,862	72,347	36,515	
721		90,291	89,570	Total	2,350,567	2,388,746		38,179
				MANUFACTURES AND MISCELLANEOUS				
	3,523	29,095	32,618	Refined petroleum and its products	894,467	795,148	99,319	
	69	1,092	1,161	Vegetable oils	28,159	25,504	2,655	
	48	8,089	8,137	Sugar, syrup, glucose and molasses	224,111	227,862		3,751
	46	86	132	Boats and vessel supplies	872	615	257	
	2,918	4,509	7,427	Iron, pig and bloom	351,753	212,982	138,771	
175		521	346	Rails and fastenings	12,037	18,242		6,205
	10,844	31,333	42,177	Bar and sheet iron, structural iron and iron pipe	1,363,869	1,004,241	359,628	
	405	3,371	3,776	Other metals, pig, bar and sheet	110,912	95,462	15,450	
	3,128	13,558	16,686	Castings, machinery and boilers	345,686	276,839	68,847	
1,239		13,394	12,155	Cement	466,857	502,964		36,107
803		12,094	11,291	Brick and artificial stone	419,645	440,846		21,201
	978	4,957	5,935	Lime and plaster	162,016	136,016	26,000	
	12	3,705	3,717	Sewer pipe and drain tile	62,656	64,004		1,348
	93	5,547	5,640	Agricultural implements and vehicles, other than automobiles	91,383	89,082	2,301	
	38,846	169,637	208,483	Automobiles and autotrucks	1,520,589	1,200,829	319,760	
52		816	764	Household goods and second-hand furniture	5,924	6,076		152
	137	5,777	5,914	Furniture (new)	46,459	45,334	1,125	
	236	1,318	1,554	Beverages	28,336	23,727	4,609	
	958	872	1,830	Ice	62,553	31,496	31,057	
	904	4,531	5,435	Fertilizers (all kinds)	132,080	111,143	20,937	
	369	14,650	15,019	Paper, printed matter and books	360,375	351,858	8,517	
	1,276	22,103	23,379	Chemicals and explosives	744,027	709,980	34,047	
	215	1,841	2,056	Textiles	33,837	28,403	5,434	
	338	6,215	6,553	Canned goods (all canned food products)	149,896	141,922	7,974	
	9,168	114,397	123,585	Other manufactures and miscellaneous	2,600,772	2,429,387	171,386	
	72,262	473,508	545,770	Total	10,219,271	8,969,962	1,249,309	
	67,438	1,039,598	1,107,036	GRAND TOTAL CARLOAD TRAFFIC	30,118,382	28,392,952	1,725,430	
				Merchandise—All L C L freight	935,251	880,220	55,031	
				GRAND TOTAL TRAFFIC	31,053,633	29,273,172	1,780,461	

JACKSON LANSING & SAGINAW RAILROAD LAND GRANT FUND

OF

THE MICHIGAN CENTRAL RAILROAD COMPANY

DETROIT, MICHIGAN, March 17, 1926

PATRICK E. CROWLEY, President

The Michigan Central Railroad Company

NEW YORK

DEAR SIR:

I respectfully submit herewith annual statement of the business of the Land Department of this company for the year ended December 31, 1925:

LAND AND SALES ACCOUNT

	Acres		Amount
Unsold January 1, 1925, according to patents	9,373·63	Lands sold during the year	$1,197 28
Sold during the year	598·64		
Unsold at close of the year	8,774·99	Total amount due on contracts at close of year	None

The sales for the last five years were as follows:

	1921	1922	1923	1924	1925
Acres sold	117·00	366·58	69·06	None	598·64
Land sales	$511.00	$1,220.00	$479.50	None	$1,197.28
Average per acre	$4.37	$3.33	$6.94		$2.00

CASH ACCOUNT

RECEIPTS		DISBURSEMENTS	
Cash on hand January 1, 1925	$334 85	For expenses	$26 50
From payments on land contracts and sales	1,422 28	For taxes	61 80
From interest	43 92	Cash on hand December 31, 1925	1,712 75
	$1,801 05		$1,801 05

WILLIAM HUTCHINSON,

Commissioner.

LAND GRANT FUND

MESSRS. BRONNER, ROBSON AND BLAIR, *Trustees*

Balance on hand at end of 1924, as shown by report for that year	$352 13
Interest on deposits	12 41
Cash on hand December 31, 1925	$364 54