

Hotel, partially destroyed by fire; Lumber Dock along breast work, Toronto; Painting New Buildings; Construction of New Turntables, Station Gates, Gas Fittings in Toronto shops, Station Building at Davenport, and purchase of Gravel Lands for ballast.

The total sum expended on these services, as shown by the Accountant's books, as paid out of Revenue during the past year, amounts to \$8,106 34.

#### *The Maintenance of Way.*

The maintenance of permanent way between the first point out of Collingwood Depot and the foot of Incline Toronto Depot, has been done under contract during the past year, and has cost, inclusive of all charges arising out of the contract, a gross sum of \$43,692 42.

The repair of tracks in Terminal Depots, including general yard service, ditching, repairs of fences, &c., has cost a further sum of \$5,994 95; the repairs of wharves have amounted to \$1,995 71, and repairs of buildings \$4,342 28, thus making a total charge of \$55,125 36 against revenue for these services.

For the future maintenance of the road-bed-gravel pits have been secured at convenient places and at short intervals apart, along the Northern Division of the road. On the Southern Division an ample supply has been purchased, sufficient, it is believed, for the service of the Company for many years to come. As natural gravel deposits rarely occur on this division, this circumstance renders the possession of a good ballast pit of special importance.

On the Southern Division of the road the permanent way is at present in most excellent order. On the Northern Division, where the iron has been simply repaired, a considerable expenditure will be required during the current year for new iron.

I have prepared a statement showing the expenditure in each year, and the total expenditure to date since the re-organization of the Company, on restoration and special works. For this statement reference is made to Appendix D.

With the view of closing up every matter appertaining to my department before the annual meeting, I visited Quebec during the past ten days, in order to secure patents for all the lands in the occupation of the Company, north of Toronto, the title of which