

APPENDIX G (Continued)

Table IX.

Table IX. contains a statement of the investment in the Radial systems' routes for the years considered and the interest and depreciation thereon figured at 10 , that is, 5 for interest and 5% for depreciation, thus assuming a 20-year life for these rails. Such interest and depreciation should be added to the net surplus from operation of the system, since the capital cost of this investment is included in the total investment to be made for the Consolidated system. If therefore the Radial lines are allowed to use these tracks, they should pay a primary charge to the city covering the interest and depreciation on the investment that the city has been required to make solely for the use of the Radial lines, and this amount is determined in Table IX. In addition to this the Radial Company should pay the city a fair cost of the service furnished by the city, such as the entire operating expense, including maintenance, of such portion of the city's property as is used by the Radial Railways.