

Amounts brought forward,		
For amount paid to the Treasurer of Maryland, - - -	\$14,286	72
For amount paid for iron rails, -	3,140	17
For amount paid for iron water pipes, and laying the same, - -	1,166	84
For amount paid for repairing engines, -	3,291	21
		\$64,685 55
Leaving a cash balance on the 30th of September, of, - - -		10,552 03
Of which there is in bank, - -	\$10,352	03
And in the hands of the Secretary for change, - - -	200	00
		\$10,552 03

Of the revenue above stated to have been received the sum of \$6,416 19, was paid by the U. S. Government for the transportation of soldiers and freight, and \$2,870 50 for carrying the mails, and there is also due from it a large sum for transportation of passengers and freight, which was referred to in the semi-annual report made to the Treasurer of Maryland on the 1st December, 1861, and \$714 50 for mail services, which continue to be performed without a written contract at \$2,858 per annum.

From the sale of tickets by the Secretary and Conductor the sum of \$28,793 99 was received and \$3,636 26 was paid to the Secretary, acting as Treasurer, by the Conductor, amount of fare collected by him from way passengers, and the freight accounts yielded in cash \$6,891 13.

A settlement has not yet been effected with the Baltimore and Ohio Railroad company, accounts on both sides remain unliquidated, but when the promised adjustment takes place this company expects to realize a balance of several thousand of dollars.

The price of labor, and of iron, coal, wood and other supplies has so increased as to have materially augmented the cost of working the road, and the damage caused by the heavy rains in destroying culverts and washing the bed of the road, in addition to the sums already expended in repairs and reconstruction, will make further demands of serious amount necessary during the coming year to put and keep it in safe traveling condition.

The attention of the Board of Directors has been called to an alteration of the line of the road, with the view to head the three streams which cross it at Rogues' Harbor branch and at Jacobs' and Dorsey's runs, and if the means of the company