

NOV 20 1978

Director of Data Processing and Accounts **L78-614.1**

General Counsel

Madison Railway Company, Inc.
Cessation of employer status
Madison Railroad
Employer status

This is in reply to your inquiry dated October 18, 1978, concerning the employer status of the Madison Railroad under the Railroad Retirement and Railroad Unemployment Insurance Acts. In Service Order No. 1338, the Interstate Commerce Commission authorized the Madison Railroad, Division of the City of Madison Port Authority, to operate a railroad line from Madison, Indiana, to North Vernon, Indiana, effective September 15, 1978. This line had previously been operated by the Madison Railway Company, Inc., which has been an employer under the Acts since June 13, 1977.

In a telephone conversation with a member of my staff, Mr. Michael Klaus, President of the Madison Railway Company, Inc., stated that that Company had ceased operating as an employer and had no employees after September 15, 1978. The corporation is presently in the process of dissolution, which will be completed by the end of the year. Therefore, the Madison Railway Company, Inc., ceased to be an employer under the Acts on September 15, 1978.

Furthermore, for the reasons stated in General Counsel's opinion L-77-532, the Madison Railroad, a Division of the City of Madison Port Authority, has been an employer under the Acts effective September 15, 1978.

Appropriate Forms G-341 giving effect to the foregoing conclusions are attached.

Dale G. Zimmerman

Attachments

AAA:dg