

Chicago 11, Illinois

JUN 14 1961

Director of Wage and Service Records

L61-283

General Counsel

The Potomac Edison Company

By reason of being a carrier by railroad subject to part I of the Interstate Commerce Act, the above-mentioned company has been an employer within the meaning of the Railroad Retirement Act and the Railroad Unemployment Insurance Act. Its name appears in the Employer Status List under Item No. 5434, with the period of creditable service shown as December 1923 to date.

In a report and order dated January 5, 1961, the Interstate Commerce Commission approved and authorized the purchase of all the railroad properties and appurtenant facilities, together with franchise, of The Potomac Edison Company to Pennel Company and Pennsylvania Railroad Company. Pennel Company and Pennsylvania Railroad Company--Purchase Etc.--Potomac Edison Company, Finance Docket No. 21359, ICC.

In a letter dated May 18, 1961, Mr. G. C. Smith, Assistant Comptroller of The Potomac Edison Company, stated that the railway property was sold, and railway operations discontinued on April 27, 1961. A final report of compensation of employees has been submitted by the Company through April 1961.

On the basis of the foregoing, I conclude that as of April 28, 1961, The Potomac Edison Company ceased to be an employer under the Railroad Retirement and Railroad Unemployment Insurance Acts.

Appropriate Form G-341 will be released giving effect to the foregoing conclusion.

Nyles F. Gibbons
General Counsel

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