Railway Wages and Salaries.—The number of railway employees and the amount of their remuneration are naturally affected by the volume of traffic, which tends to rise in periods of active business conditions and fall in times of depression. The volume of traffic is also very directly affected by the size of the grain crops in the West. Thus in Table 9 it may be observed that the number of employees reached a maximum in 1920, a year of great business activity, and since then has been highest in the year 1923 when the crops were very large. The number of employees for 1926, when allowance is made for changes in their classification, shows a continuance of the downward tendency of 1924 and 1925, in spite of increasing traffic, an anomaly no doubt due to increasing efficiency of operation such as is secured through larger locomotives and heavier freight trains (see Table 8).

The amount of salaries and wages also reached a maximum in 1920, but, as will be seen from Table 9, the wage bill increased from 1914 to 1920 to a much greater extent than the number of employees, *viz.*, by 160 p.c., while employees increased by only 16 p.c. Since 1920 there has been a slight recession in the wage level, for in 1926, when the figures are made comparable with those of previous years, there were 11 p.c. fewer employees than in 1920, while the wage bill had dropped 16 p.c. But salaries and wages still absorbed 51.37 cents out of every dollar of gross earnings as compared with 45.97 cents in 1914.

9.—Number of Steam Railway Employees, Amount of Salaries and Wages and Ratios
of the latter to Gross Earnings and Operating Expenses, for years ended June 30,
1914–1919, and for calendar years, 1919–1926.

Years ended June 30.	Employees.	Salaries and wages.	Ratio to gross earnings.	Ratio to operating expenses.
	No.	\$	p.c.	p.c.
1914. 1915. 1916. 1917. 1918. 1919. 1919 (Dec. 31). 1920 (4). 1921 (4). 1921 (4).	173,728 185,177 167,627	111,762,972 90,213,727 104,300,647 129,626,187 152,274,953 208,939,595 233,323,074 290,510,518 247,756,138	45-97 45-15 39-82 41-85 46-14 54-56 57-10 59-04 54-09	62-43 61-09 57-95 58-34 56-59 61-12 61-92 61-92 60-74 58-63 58-60
1922 (4)	165,635 178,052 169,970 166,027 174,266	233,294,040 253,320,005 239,864,265 237,755,752 253,412,424	52+94 52+96 53+79 52+25 51+37	59-20 61-21 62-71 63-85 65-031

¹ Owing to changes in classification, the figures for 1926 include 8,792 employees with salaries and wages of \$9,075,002, engaged in outside operations and in classes not included in previous years. The ratio percentages are also affected by this change.

Mileage and Rolling Stock.—Statistics of the mileage and the rolling stock of the steam railways of Canada are given for the last six years in Table 10. The figures given may be supplemented by the statement that between 1920 and 1926 the average capacity of box cars increased from $34 \cdot 779$ tons to $36 \cdot 494$ tons, of flat cars from $33 \cdot 459$ to $35 \cdot 511$ tons, and of all freight cars from $35 \cdot 141$ tons to $36 \cdot 812$ tons. The average tractive power of the locomotives in use in 1920 was 31,112lb. and in 1926, 34,473 lb. Of the locomotives in use in 1926, 29 were electric, while motor passenger cars numbered 60.