

SURFACE TRANSPORTATION BOARD
PRESCRIPTION OF DEPRECIATION AMORTIZATION
for
EQUIPMENT PROPERTY OF GRAND TRUNK CORPORATION
GTC-EQ-AM-15

Amortization Amounts Effective: January 1, 2015

Grand Trunk Corporation (GTC) has submitted proposed amounts to be used to amortize the variance between book accumulated depreciation and the calculated guideline for its equipment property. The life and salvage estimates supporting the amortization amounts prescribed herein were approved in conjunction with **GTC-EQ-15**.

The amortization amounts prescribed herein replace any depreciation amortization amounts previously prescribed for the subject property. Beginning on the effective date of this prescription, the railroad is prohibited from using any amortization amounts other than those prescribed herein. As stated in *49 U.S.C. 11143*, a rail carrier may not:

- (1) charge to operating expenses a depreciation charge on a class of property other than that prescribed by the Board;
- (2) charge another rate of depreciation; or
- (3) include other depreciation charges in operating expenses.

IT IS ORDERED:

- (1) Grand Trunk Corporation shall amortize the variance between book accumulated depreciation and the calculated guideline for equipment property, owned and used in its operations, using the annual depreciation amortization amounts shown herein.
- (2) The amortization amounts shall be reported in the R-1 Schedules as directed in Depreciation Message April 2013.
- (3) The amortization amounts shall be effective from **January 1, 2015, to December 31, 2017**, or until further order of the Board.

Depreciation Amortization Amounts for Equipment Property Grand Trunk Corporation		
A/C #	Account Name	Annual Amortization (\$)
Account 52 - Locomotives		
52.01	Yard – Hulk - New	19,983
52.01	Yard – Hulk - Secondhand	15,603
52.02	Road – Hulk - New	673,891
52.02	Road - Hulk - Secondhand	486,997
52.05	Passenger – Hulk - Secondhand	21,925
52.12	Multipurpose – Hulk - New	1,557,117
52.12	Multipurpose - Hulk - Secondhand	395,506
52.16	Road - Components	1,187,751
52.18	Multipurpose – Components	650,773
52.20	Betterments	147,611
Account 53 - Freight Cars		
53.03	Box - Equipped	1,899,110
53.04	Gondola - Plain	145,496
53.05	Gondola - Equipped	709,525
53.06	Hopper - Covered	1,536,259
53.07	Hopper - Open Top – General Service	2,060,615
53.08	Hopper - Open Top – Special Service	77,764
53.12	Flat - Multi-Level	265,779
53.13	Flat - GS	13,467
53.14	Flat - Other	260,727
53.15	All Other Freight Cars	130,184
53.16	Cabooses	16,293
53.17	Auto Racks	1,463,948
53.20	Rebuilds/Betterments	1,787,722
Account 54 – Passenger Cars		1,837
Account 55 – Highway Revenue Equipment		(256,099)
Account 56 – Floating Equipment		469,966
Account 57 - Work Equipment		
57.00	Work Equipment	106,024
57.20	Rebuilds/Betterments	62,027

Depreciation Amortization Amounts for Equipment Property		
Grand Trunk Corporation - <i>continued</i>		
A/C #	Account Name	Annual Amortization (\$)
Account 58 – Miscellaneous Equipment		
58.03	Trucks	(1,108,556)
58.04	Other	(492,200)
Account 59 - Computer Systems		
59.01	Core Business Software	34,475
59.02	Mainframe/Telecom Equipment	342,353
59.03	PC & Related Equipment	332,392

* () Indicates a debit to Accumulated Depreciation

Decided September 10, 2015, by the Surface Transportation Board, Accounting Board.