

# **SURFACE TRANSPORTATION BOARD**

## **PRESCRIPTION OF DEPRECIATION RATE**

*for*

**UNION PACIFIC RAILROAD COMPANY**

**CONCRETE TIE FAILURES (ACCOUNT 8.03)**

**UP-TR2-11**

*Rate Effective: January 1, 2011*

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Union Pacific Railroad Company (UP) has submitted a revised depreciation rate for its *Concrete Tie Failures (Account 8.03)*. Documentation supporting the revised rate was also provided and has been given appropriate consideration.

The depreciation rate prescribed herein replaces the rate prescribed in **UP-TR-09**. Beginning on the effective date of this prescription, the railroad is prohibited from using any rate other than that 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) Union Pacific Railroad Company (UP) shall account for depreciation charges by applying to the ledger value of *Concrete Tie Failures (Account 8.03)*, owned and used in its operations, the annual component percentage rate shown herein.
- (2) The rate shall be effective from **January 1, 2011 to December 31, 2011** or until further order of the Board.
- (3) UP shall amortize any accumulated depreciation variance for *Concrete Tie Failures (Account 8.03)* through the use of a remaining life rate for this property.

<b>UP DEPRECIATION RATE FOR CONCRETE TIE FAILURES (ACCOUNT 8.03)</b>		
<b>A/C #</b>	<b>ACCOUNT NAME</b>	<b>DEPN RATE</b>
8.03	Concrete Tie Failures	37.31%

Decided June 13, 2011, by the Surface Transportation Board, Accounting Board.