

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION RATES

for

UNION PACIFIC RAILROAD COMPANY

ACCOUNT 27 (SIGNALS AND INTERLOCKERS)

UP-RD-13

Rates Effective: January 1, 2013

Union Pacific Railroad Company (UP) has submitted a revised depreciation rate for property in *Account 27 (Signals and Interlockers)*. Documentation supporting this revised rate was also provided and has been given appropriate consideration.

The depreciation rate prescribed herein replaces the rate prescribed in **UP-RD-11**, which prescribed a depreciation rate solely for property in Account 27. 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 *Account 27 (Signals and Interlockers)*, owned and used in its operations, the annual component percentage rate shown herein.
- (2) The rate shall be effective from **January 1, 2013 to December 31, 2014** (the expiration date of **UP-RD-09**, which prescribed depreciation rates for all road property), or until further order of the Board.
- (3) UP shall amortize the variance between book accumulated depreciation and the calculated guideline over the average remaining life of property in *Account 27 (Signals and Interlockers)*.

UP DEPRECIATION RATE		
<i>ACCOUNT 27 (SIGNALS AND INTERLOCKERS)</i>		
A/C #	ACCOUNT NAME	DEPN RATE
27	Signals and Interlockers	3.85%

Decided October 31, 2012, by the Surface Transportation Board, Accounting Board.