

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION AMORTIZATION

for

UNION PACIFIC RAILROAD COMPANY

RAIL AND OTHER TRACK MATERIAL

UP-TR2-AM-14

Amortization Amounts Effective: January 1, 2014

Union Pacific Railroad Company (UP) has submitted proposed amounts to be used to amortize the variance between book accumulated depreciation and the calculated guideline for **Rail and Other Track Material (Account 9)**. Life and salvage estimates supporting these amortization amounts were approved in conjunction with UP-TR2-14.

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 depreciation 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) Union Pacific Railroad Company (UP) shall amortize the variance between book accumulated depreciation and the calculated guideline for **Rail and Other Track Material (Account 9)**, owned and used in its operations, using the annual depreciation amortization amounts shown herein.
- (2) These annual depreciation amortization amounts shall be effective from **January 1, 2014, to December 31, 2014**, or until further order of the Board.

ACCUMULATED DEPRECIATION ANNUAL AMORTIZATION AMOUNTS UP RAIL AND OTHER TRACK MATERIAL			
A/C #	Account Name	Density	Accumulated Depreciation Amortization*
Rail and Other Track Material (Account 9)			
9.01	Main & Branch Lines	1	\$15,173,843
9.02	Main & Branch Lines	2	(\$6,544,836)
9.04	Yard & Way Switching Track	4	\$1,036,498
9.05	Electronic Yards	5	\$1,423,856

* () Indicates a debit to Accumulated Depreciation

Decided December 30, 2013, by the Surface Transportation Board, Accounting Board.