

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION RATES

for

UNION PACIFIC RAILROAD COMPANY

EQUIPMENT PROPERTY

UP-EQ-10

Rates Effective: January 1, 2010

Union Pacific Railroad Company (UP) has submitted depreciation rates for its equipment property. Life and salvage estimates supporting these rates were also provided and have been given appropriate consideration.

The depreciation rates prescribed herein replace any rates previously prescribed for the subject property. Beginning on the effective date of this prescription, the railroad is prohibited from using any rates 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 account for depreciation charges by applying to the ledger value of equipment property, owned and used in its operations, the annual component percentage rates shown herein.
- (2) The rates shall be effective from **January 1, 2010, through December 31, 2012**, or until further order of the Board.
- (3) Amortization of the variance between book accumulated depreciation and the calculated guideline for equipment property is not required.

Union Pacific Railroad Company		
Annual Depreciation Rates for Equipment Property		
Account Name	Depreciation Rates	
Diesel Locomotives		
52.01	Yard	4.00%
52.01	Yard - Rebuilt & Used	14.67%
52.02	Road	4.09%
52.02	Road - Rebuilt & Used	14.67%
52.05	Other	4.09%
Freight Cars		
53.02	Box - Plain, 50 Ft & Longer	4.53%
53.03	Box - Equipped	3.80%
53.04	Gondola - Plain	2.89%
53.05	Gondola - Equipped	3.50%
53.06	Hopper - Covered	2.78%
53.07	Hopper - Open Top, General	2.93%
53.08	Hopper - Open Top, Special	3.07%
53.09	Refrigerator - Mechanical	3.87%
53.10	Refrigerator - NonMechanical	4.50%
53.11	Flat - TOFC/COFC	5.50%
53.12	Flat - Multilevel	4.53%
53.13	Flat - General Service	2.89%
53.14	Flat - Other	2.82%
53.15	All Other Cars	3.65%
53.16	Cabooses	5.87%
53.17	Other (Rack)	3.68%
53.00	Rebuilt and Reused	8.50%
Highway Revenue Equipment - Account 55		7.07%
Work Equipment -Account 57		3.15%
Miscellaneous Equipment		
58.02	Automobile	15.00%
58.03	Truck	8.64%
58.04	Other	4.75%
58.05	Spare Parts	8.64%
Computer Systems		
59.01	General Computer Eqmt	16.67%
59.02	Communication Eqmt	5.56%
59.03	Computer Software - Core	6.67%
59.04	Computer Software - Operating	20.00%
59.05	Personal Computer & Assoc.	28.57%

Decided December 22, 2009, by the Surface Transportation Board, Accounting Board.