

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION RATES

for

UNION PACIFIC RAILROAD COMPANY

ACCOUNT 27 (SIGNALS AND INTERLOCKERS)

UP-RD-11

Rates Effective: January 1, 2011

Union Pacific Railroad Company (UP) has submitted a revised depreciation rate for its *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-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 *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, 2011 to December 31, 2014** (the expiration date of the original order **UP-RD-09**), 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 *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	3.33%

Decided March 11, 2011, by the Surface Transportation Board, Accounting Board.