

# **SURFACE TRANSPORTATION BOARD**

## **PRESCRIPTION OF DEPRECIATION RATES**

*for*

## **EQUIPMENT PROPERTY OF SOO LINE RAILROAD**

### **SOO-EQ-11**

*Rates Effective: January 1, 2011*

---

Soo Line Corporation (Soo Line) has submitted depreciation rates for equipment property of Soo Line Railroad (SLRR). 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) Soo Line Corporation shall account for depreciation charges for equipment property of SLRR by applying the annual component percentage rates shown herein to the ledger value of SLRR equipment property, owned and used in its operations. The rates set forth herein shall also be applied to equipment property of the Delaware and Hudson Railroad and to *capital additions* to equipment property of the former Dakota, Minnesota and Eastern Railroad; Iowa, Chicago, and Eastern Railroad; and Cedar American Rail Holdings. Depreciation rates for equipment property *acquired from* the Dakota, Minnesota and Eastern Railroad; Iowa, Chicago, and Eastern Railroad; and Cedar American Rail Holdings will be set forth in a separate rate prescription.
- (2) The depreciation rates shall be effective from **January 1, 2011, to December 31, 2013**, or until further order of the Board.
- (3) Soo Line Corporation shall amortize the variance between book accumulated depreciation and the calculated guideline for each subaccount of SLRR equipment property over the average remaining life of the property in the subaccount.

<b>Depreciation Rates for Equipment Property Of Soo Line Railroad</b>		
A/C #	Account Name	Depn Rate
<b>Account 52 - Locomotives</b>		
52.01	Yard	2.35
52.02	Road	2.63
<b>Account 53 - Freight Cars</b>		
53.02	Box - Plain, 50 Ft & Longer	2.24
53.03	Box - Equipped	2.86
53.05	Gondola - Equipped	2.45
53.06	Hopper - Covered	2.29
53.07	Hopper - Open Top, General	2.58
53.09	Refrigerator - Mechanical	2.25
53.11	Flat - TOFC/COFC	2.13
53.12	Flat - Multi-Level	4.09
53.14	Flat - Other	2.50
53.16	Cabooses	2.57
<b>Account 55 - Highway Revenue Eqmt</b>		
55.03	Highway Revenue Eqmt	8.64
<b>Account 57 - Work Equipment</b>		
57.00	Work Equipment	1.78
<b>Account 58 - Miscellaneous Equipment</b>		
58.05	Miscellaneous	10.56
<b>Account 59 - Computer Systems</b>		
59.00	Computer Systems	14.29

Decided October 24, 2011 by the Surface Transportation Board, Accounting Board.