

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION AMORTIZATION

for

UNION PACIFIC RAILROAD COMPANY

EQUIPMENT PROPERTY

UP-EQ-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 its equipment property. Life and salvage estimates supporting these amortization amounts were approved in conjunction with **UP-EQ-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 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 equipment property, owned and used in its operations, using the annual depreciation amortization amounts shown herein.
- (2) The amortization amounts shall be reported in the UP R-1 Schedules as directed in Depreciation Message April 2013.
- (3) The amortization amounts shall be effective from **January 1, 2014, to December 31, 2016**, or until further order of the Board.

Accumulated Depreciation Annual Amortization Union Pacific Railroad Company Equipment		
Account		Amortization (\$)
Diesel Locomotives - Account 52		
52.01	Yard	1,477,717
52.01	Yard - Rebuilt & Used	11,581,089
52.02	Road	16,764,453
52.02	Road - Rebuilt & Used	13,506,020
Freight Cars - Account 53		
53.02	Box - Plain, 50 Ft & Longer	1,750,600
53.03	Box - Equipped	2,084,850
53.04	Gondola - Plain	2,431,988
53.05	Gondola - Equipped	(639,824)
53.06	Hopper - Covered	2,333,345
53.07	Hopper - Open Top, General	6,335,478
53.08	Hopper - Open Top, Special	(156,195)
53.09	Refrigerator - Mechanical	447,698
53.10	Refrigerator - NonMechanical	(1,171,139)
53.11	Flat - TOFC/COFC	2,184
53.12	Flat - Multilevel	(118,779)
53.13	Flat - General Service	28,998
53.14	Flat - Other	318,511
53.15	All Other Cars	17,078
53.16	Cabooses	244,596
53.17	Other (Auto Racks)	5,738,101
53.00	Rebuilt and Reused	2,862,192
Highway Revenue Equipment - Account 55		236,844
Work Equipment - Account 57		(1,262,602)
Miscellaneous Equipment - Account 58		
58.02	Automobile	(12,976)
58.03	Truck	17,572
58.04	Other	(142,853)
Computer Systems - Account 59		
59.01	General Computer Eqmt	(278,989)
59.02	Communication Eqmt	(459,772)
59.03	Computer Software - Core	34,516
59.04	Computer Software - Operating	3,975,670
59.05	Personal Computer & Assoc.	123,734

* () Indicates a debit to Accumulated Depreciation

Decided March 10, 2015, by the Surface Transportation Board, Accounting Board.