

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION RATES

for

NORFOLK SOUTHERN CORPORATION

EQUIPMENT PROPERTY

NS-EQ-14

Rates Effective: January 1, 2014

Norfolk Southern Corporation (NS) 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) Norfolk Southern Corporation (NS) 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, 2014, to December 31, 2016**, or until further order of the Board.

NS EQUIPMENT PROPERTY DEPRECIATION RATES		
Account		Depn Rates
NS RAILROAD EQUIPMENT		
Account 52 - Locomotives		
52.01	Locos - Yard	2.67%
52.02	Locos - Road	3.21%
52.05	Locos - Other - Miscellaneous	3.96%
52.12	Locos - Multipurpose (Local)	3.00%
52.15	Locos - Other - Spare parts	14.29%
Account 53 - Freight Train Cars		
53.02	Box - Plain 50 Ft & Longer	2.75%
53.03	Box Equipped	2.22%
53.04	Gondola - Plain	
	Gondola – Plain - Original Body	1.69%
	Gondola – Plain - Rebody	3.76%
	Gondola – Plain - Composite	2.40%
53.05	Gondola – Equipped	1.55%
53.06	Hopper – Covered	1.86%
53.07	Hopper - Open Top - General Service	
	Hopper –OT – GS - Original Body	2.59%
	Hopper – OT – GS - Rebody	3.95%
	Hopper – OT – GS - Composite	2.31%
53.08	Hopper – Open Top - Special Service	
	Hopper – OT – SS - Original Body	2.34%
	Hopper – OT – SS – Rebody	4.68%
	Hopper – OT – SS - Composite	2.34%
53.11	Flat - TOFC/COFC	2.63%
53.12	Flat - Multi-Level	3.78%
53.13	Flat - General Service	2.11%
53.14	Flat – Other	2.00%
53.15	All Other Freight Cars	4.21%
53.16	Cabooses	2.75%
53.17	Auto-Racks	5.25%
53.27	Rear Train Devices	14.29%
53.37	Spare Parts	14.29%
Account 55 – Highway Revenue Equipment		7.42%
Account 57 - Work Equipment		
	Work Equipment	2.14%
	Spare Parts	14.29%

NS EQUIPMENT PROPERTY DEPRECIATION RATES		
Account		Depn Rates
Account 58 - Miscellaneous Equipment		
58.01	Airplanes	3.85%
58.02	Automobiles	12.29%
58.03	Trucks	9.20%
58.04	Other (Buses, Trailers)	3.73%
58.05	Miscellaneous (W)	10.00%
58.15	Spare Parts (Z)	14.29%
Account 59 – Computers		
59.11	Personal Computers	20.00%
59.12	Computer Hardware	16.67%
59.21	Computer Software < 500k	16.67%
59.22	Computer Software > 500k	8.33%
FORMER CONRAIL PROPERTY		
Account 52 – Locomotives		
52.01	Locos – Yard	5.67%
52.02	Locos – Road	5.26%
52.05	Locos - Other - Miscellaneous	14.17%
52.12	Locos - Multipurpose (Local)	7.49%
Account 53 - Freight Train Cars		
53.03	Box Equipped	3.94%
53.04	Gondola – Plain – Composite	2.12%
53.05	Gondola – Equipped	2.74%
53.06	Hopper – Covered	2.57%
53.07	Hopper - Open Top - General Service	4.04%
53.08	Hopper – Open Top - Special Service	2.64%
53.13	Flat - General Service	5.36%
53.14	Flat - Other	13.55%
53.16	Cabooses	6.75%
53.17	Auto-Racks	10.55%
Account 57 - Work Equipment		26.33%
Account 58 - Miscellaneous Equipment		
58.02	Automobiles	30.18%
58.03	Trucks	21.80%
58.04	Other	7.24%

Decided October 15, 2014, by the Surface Transportation Board, Accounting Board.