

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION RATES

for

UNION PACIFIC RAILROAD COMPANY

TRACK PROPERTY

UP-TR-09

Rates Effective: January 1, 2009

Union Pacific Railroad Company (UP) has submitted depreciation rates for its track 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 track property, owned and used in its operations, the annual component percentage rates shown herein.
- (2) The rates shall be effective from **January 1, 2009, to December 31, 2014**, or until further order of the Board.
- (3) UP is not required to amortize the variance between book accumulated depreciation and the calculated guideline for its track property.

UP TRACK PROPERTY DEPRECIATION RATES			
A/C #	ACCOUNT NAME	DENSITY	DEPN RATE
8.01	Wood Ties	All	4.84%
8.02	Concrete Ties	All	3.00%
9.01	Main & Branch Lines	1	4.99%
9.02	Main & Branch Lines	2	1.71%
9.04	Yard & Way Switching Track	4	3.45%
9.05	Electronic Yards	5	3.45%
11	Ballast	All	2.94%

Decided February 12, 2009, by the Surface Transportation Board, Accounting Board.

Anne Quinlan
Acting Secretary