

SURFACE TRANSPORTATION BOARD
PRESCRIPTION OF DEPRECIATION AMORTIZATION
for
KANSAS CITY SOUTHERN RAILWAY COMPANY
ROAD PROPERTY
KCS-RD-AM-14

Amortization Amounts Effective: January 1, 2014

Kansas City Southern Railway Company (KCS) has submitted proposed amounts to be used to amortize the variance between book accumulated depreciation and the calculated guideline for road property (excluding track). Life and salvage estimates supporting these amortization amounts were approved in conjunction with **KCS-RD-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 depreciation 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) Kansas City Southern Railway Company shall amortize the variance between book accumulated depreciation and the calculated guideline for road property (excluding track), owned and used in its operations, using the annual depreciation amortization amounts shown herein.
- (2) These annual depreciation amortization amounts shall be effective from **January 1, 2014, to December 31, 2015**, or until further order of the Board.

ACCUMULATED DEPRECIATION ANNUAL AMORTIZATION AMOUNTS FOR KCS ROAD PROPERTY	
ACCOUNT	DEPRECIATION AMORTIZATION (\$)*
KCSR	
3. Grading	94,534
4. Other Right-Of-Way Expenditures	(3,809)
5. Tunnels and Subways	(255)
6. Bridges, Trestles and Culverts	(69,099)
13. Fences, Snow Sheds and Signs	2,398
16A. Stations and Office Buildings	(15,936)
16B. Furniture and Equipment	207,342
17. Roadway Buildings	(1,683)
19. Fuel Stations	(6,503)
20. Shops and Enginehouses	(96,053)
23. Wharves and Docks	330
25. TOFC/COFC Terminals	(104,550)
26. Communication Systems	(361,795)
27. Signals and Interlockers	(90,934)
31. Power Transmission Systems	(4,890)
35. Miscellaneous Structures	(144,050)
37. Roadway Machines	(465,168)
39A. Public Improvements Constr -- Crossings	(32,060)
39B. Public Improvements Constr – Other	19,835
44. Shop Machinery	(129,278)
MSLLC	
3. Grading	28,596
6. Bridges, Trestles and Culverts	(38,117)
13. Fences, Snow Sheds and Signs	(827)
17. Roadway Buildings	(178)
26. Communication Systems	(15,290)
27. Signals and Interlockers	(3,550)
39A. Public Improvements Constr -- Crossings	(23)
39B. Public Improvements Constr – Other	(2,759)
ST&T	
20. Shops and Enginehouses	(7,181)
44. Shop Machinery	(41,946)

* () Indicates a debit to Accumulated Depreciation

Decided July 14, 2014, by the Surface Transportation Board, Accounting Board.