

# **SURFACE TRANSPORTATION BOARD**

## **PRESCRIPTION OF DEPRECIATION RATES**

*for*

### **SOO LINE CORPORATION**

### **ROAD PROPERTY**

### **SOO-RD-13**

*Rates Effective: January 1, 2013*

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Canadian Pacific Railway has submitted depreciation rates for road property of Soo Line Corporation (SOO). 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) Canadian Pacific Railway (CPR) shall account for depreciation charges by applying to the ledger value of property, owned and used in its operations, the annual percentage rates shown herein. These rates apply to road property of Soo Line Corporation (SOO). Specifically, the rates apply to road property of Soo Line Railroad, Milwaukee Railroad, and Delaware and Hudson Railroad and also additions to Dakota, Minnesota, and Eastern Railroad (DM&E) road property subsequent to the acquisition of DM&E by CPR.
- (2) The rates shall be effective from **January 1, 2013, to December 31, 2018**, or until further order of the Board.
- (3) The amortization amounts for accumulated depreciation for SOO road property will be issued in a separate prescription.

<b>Depreciation Rates for SOO Road Property</b>		
<b>A/C #</b>	<b>Account Name</b>	<b>Whole Life Accrual Rate</b>
3	Grading	1.00%
4	Other Right-of-Way Expenditures	1.54%
5	Tunnels and Subways	1.16%
6	Bridges, Trestles and Culverts	1.43%
13	Fences, Snow Sheds and Signs	1.54%
16	Stations and Office Buildings	3.70%
17	Roadway Buildings	2.22%
18	Water Stations	2.63%
19	Fuel Stations	2.50%
20	Shops and Engine Houses	2.17%
25B	TOFC/COFC Terminals	2.50%
25C	TOFC/COFC Equipment	5.28%
26	Communication Systems	4.00%
27	Signals and Interlockers	3.33%
29	Power Plants	2.22%
31	Power Transmission systems	2.00%
35	Miscellaneous Structures	3.03%
37	Roadway Machines	4.72%
39	Public Improv. - Construction	2.50%
44	Shop Machinery	3.72%
45	Power Plant Machinery	2.86%

Decided March 1, 2014, by the Surface Transportation Board, Accounting Board.