

# **SURFACE TRANSPORTATION BOARD**

## **PRESCRIPTION OF DEPRECIATION AMORTIZATION**

*for*

### **UNION PACIFIC RAILROAD COMPANY ROAD PROPERTY**

#### **UP-RD-AM-15**

*Amortization Amounts Effective: January 1, 2015*

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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 road property. This prescription includes the UP Headquarters Building purchased in July 2014. The life and salvage estimates supporting the amortization amounts prescribed herein were approved in conjunction with **UP-RD-15**.

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 road 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 by Depreciation Message April 2013.
- (3) The rates shall be effective from **January 1, 2015, to December 31, 2017**, or until further order of the Board.

<b>ACCUMULATED DEPRECIATION AMORTIZATION FOR UP ROAD PROPERTY</b>		
<b>ACCOUNT</b>		<b>ANNUAL DEPRECIATION AMORTIZATION (\$)</b>
3	Grading	(1,119,357)
4	Other Right-Of-Way Expend.	(102,518)
5	Tunnels and Subways	(122,942)
6	Bridges, Trestles, and Culverts	517,720
13	Fences, Snowsheds, & Signs	125,901
16	Station and Office Buildings	(429,235)
16.01	UP Headquarters Building	0
17	Roadway Buildings	(325,627)
18	Water Stations	(129,886)
19	Fuel Stations	(338,478)
20	Shops and Enginehouses	(1,235,751)
24	Coal and Ore Wharves	8,154
25	TOFC/COFC Terminals	(1,266,012)
26	Communications Systems	2,177,100
27	Signals and Interlockers	27,565,670
31	Power Transmission Systems	98,173
35	Miscellaneous Structures	(39,870)
37	Roadway Machines	1,771,221
39	Public Improvements-	(709,837)
44	Shop Machinery	(423,318)

\* ( ) Indicates a debit to Accumulated Depreciation

Decided December 8, 2014, by the Surface Transportation Board, Accounting Board.