

SURFACE TRANSPORTATION BOARD

PRESCRIPTION OF DEPRECIATION AMORTIZATION

for

UNION PACIFIC RAILROAD COMPANY

TRACK PROPERTY

(Excluding Rail Densities 1 and 2)

UP-TR-AM-15

Amortization Amounts Effective: January 1, 2015

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 track property. UP's submission excludes rail densities 1 and 2. The depreciation amortization amounts for this excluded property will be addressed in a separate prescription. The life and salvage estimates supporting the amortization amounts prescribed herein were approved in conjunction with **UP-TR-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 track 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 amortization amounts shall be effective from **January 1, 2015, to December 31, 2017**, or until further order of the Board.

ACCUMULATED DEPRECIATION AMORTIZATION FOR UP TRACK PROPERTY			
ACCOUNT	DENSITY	ANNUAL DEPRECIATION AMORTIZATION	
8	Wood Ties	All	(\$11,040,880)
8	Concrete Ties	All	(\$ 1,436,937)
9	Rail, Yard & Way Switching Track	4	(\$ 6,357,316)
9	Rail, Electronic Yards	5	(\$ 2,011,764)
11	Ballast	All	\$ 5,486,745

* () Indicates a debit to Accumulated Depreciation

Decided November 17, 2014, by the Surface Transportation Board, Accounting Board.