



*SURFACE TRANSPORTATION BOARD  
Office of Economics  
Washington, DC 20423*

**PRESCRIPTION OF DEPRECIATION EXPENSE**

*for*

**UNION PACIFIC RAILROAD COMPANY**

**CONCRETE TIE FAILURES**

**UP-TR2-18**

*Depreciation Expense Effective: January 1, 2018*

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Union Pacific Railroad Company (UP) has submitted revised depreciation expense for its **Concrete Tie Failures**. Documentation supporting the revised depreciation expense was also provided and has been given appropriate consideration.

Beginning on the effective date of this prescription, the railroad is prohibited from using any depreciation expense other than that 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 for **Concrete Tie Failures** using the annual depreciation expense shown herein.
- (2) The depreciation expense prescribed herein shall be effective from **January 1, 2018** or until further order of the Board.

<b>DEPRECIATION EXPENSE FOR UP CONCRETE TIE FAILURES</b>			
<b>A/C #</b>	<b>ACCOUNT NAME</b>	<b>Depreciation Rate</b>	<b>ANNUAL DEPRECIATION EXPENSE</b>
8.03	Concrete Tie Failures	22.02	\$31,730,043

Decided March 14, 2018 by the Surface Transportation Board, Accounting Board.