



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

**PRESCRIPTION OF DEPRECIATION RATES**  
*for*  
**KANSAS CITY SOUTHERN RAILWAY COMPANY**  
**TRACK PROPERTY**  
**KCS-TR-22**

*Rates Effective: January 1, 2022*

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Kansas City Southern Railway Company (KCS) has submitted depreciation rates for its **track property**. 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) Kansas City Southern Railway Company (KCS) shall account for depreciation charges by applying to the ledger value of **track property**, owned and used in its operations, the annual depreciation rates shown herein.
- (2) The rates shall be effective **January 1, 2022**, or until further order of the Board.

<b>Kansas City Southern Railway Company Track Property</b>	
<b>ACCOUNT</b>	<b>DEPRECIATION RATES</b>
<b><u>KANSAS CITY SOUTHERN</u></b>	
<b>8 Ties</b>	
Wood - Density Class I	4.12
Concrete - Density Class I	2.16
Wood - Density Class II	3.43
Wood - Density Class IV	2.29
Concrete and Steel - Density Class IV	1.37
<b>9 Rails and OTM</b>	
Density Class I	3.07
Density Class II	2.57
Density Class IV	1.90
OTM	2.56
<b>11 Ballast</b>	
Density Class I	3.33
Density Class II	2.70
Density Class IV	2.22
<b><u>TEXAS MEXICAN RAILWAY</u></b>	
<b>8 Ties</b>	
Wood - Density Class I	4.12
Wood - Density Class II	3.43
Wood - Density Class IV	2.29
Concrete and Steel - Density Class IV	1.36
<b>9 Rails and OTM</b>	
Density Class I	3.07
Density Class II	2.57
Density Class IV	1.90
OTM	2.56
<b>11 Ballast</b>	
Density Class I	3.33
Density Class II	2.70
Density Class IV	2.22
<b><u>SUPERIOR TIE AND TIMBER</u></b>	
<b>9 Rails and OTM</b>	
Density Class IV	1.90
<b>11 Ballast</b>	
Density Class IV	2.22
<b><u>MERIDIAN SPEEDWAY, LLC</u></b>	
<b>8 Ties</b>	
Wood - Density Class I	4.12
Wood - Density Class IV	2.29
<b>9 Rails and OTM</b>	
Density Class I	3.07
Density Class IV	1.90
OTM	2.56
<b>11 Ballast</b>	
Density Class I	3.33
Density Class IV	2.22

Decided May 12, 2022 by the Surface Transportation Board's Accounting Board members Ramirez, Chen, Dusenberry.