



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

PRESCRIPTION OF DEPRECIATION RATES
for
KANSAS CITY SOUTHERN RAILWAY COMPANY
ROAD PROPERTY
KCS-RD-25

Rates Effective: April 14, 2023

Kansas City Southern Railway Company (KCS) has submitted depreciation rates for its **road 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 **road property**, owned and used in its operations, the annual depreciation rates shown herein.
- (2) The rates shall be effective **April 14, 2023**, or until further order of the Board.

Kansas City Southern Railway Company Road Property		
ACCOUNT	DEPRECIATION RATES	
	Additions/Capital Expenditures	Acquired Assets
<u>KANSAS CITY SOUTHERN</u>		
03 Grading	0.83	1.01
04 Other Right-of-way Expenditures	1.43	3.23
05 Tunnels and Subways	0.91	1.01
06 Bridges, Trestles and Culverts	1.25	1.55
13 Fences, Snowsheds and Signs	1.54	1.93
16 Station and Office Buildings		
Station and Office Buildings	2.00	2.48
Furniture and Equipment	8.33	18.18
17 Roadway Buildings	2.00	3.11
18 Water Stations	2.22	2.62
19 Fuel Stations	3.33	6.29
20 Shops and Enginehouses	1.82	2.94
23 Wharves and Docks	3.33	4.88
25 TOFC/COFC Terminals		
Terminals	2.86	4.26
Equipment	4.00	6.06
26 Communication Systems	4.35	7.25
27 Signals and Interlockers	3.13	4.72
31 Power Transmission Systems	2.00	5.41
35 Miscellaneous Structures	2.22	3.46
37 Roadway Machines	3.72	6.33
39 Public Improvements - Construction		
Crossings	3.33	4.67
Other	1.67	1.99
44 Shop Machinery	2.71	3.68
<u>MEXRAIL</u>		
06 Bridges, Trestles and Culverts	1.25	1.60
<u>TEXAS MEXICAN RAILWAY</u>		
03 Grading	0.83	1.01
04 Other Right-of-way Expenditures	1.43	1.90
06 Bridges, Trestles and Culverts	1.25	1.48
13 Fences, Snowsheds and Signs	1.54	1.66
16 Station and Office Buildings		
Station and Office Buildings	2.00	2.44
Furniture and Equipment	8.33	22.73
18 Water Stations	2.22	2.66
19 Fuel Stations	3.33	5.71
20 Shops and Enginehouses	1.82	3.64
25 TOFC/COFC Terminals		
Terminals	2.86	3.11
Equipment	4.00	4.69

Kansas City Southern Railway Company Road Property		
ACCOUNT	DEPRECIATION RATES	
	Additions/Capital Expenditures	Acquired Assets
<u>TEXAS MEXICAN RAILWAY (CONT.)</u>		
26 Communication Systems	4.35	5.68
27 Signals and Interlockers	3.13	4.15
37 Roadway Machines	3.72	10.81
39 Public Improvements - Construction		
Crossings	3.33	4.48
Other	1.67	1.81
44 Shop Machinery	2.71	3.38
<u>SUPERIOR TIE AND TIMBER</u>		
13 Fences, Snowsheds and Signs	1.54	1.98
16 Station and Office Buildings		
Station and Office Buildings	2.00	2.44
Furniture and Equipment	8.33	18.87
18 Water Stations	2.22	2.92
19 Fuel Stations	3.33	3.80
20 Shops and Enginehouses	1.82	2.39
44 Shop Machinery	2.71	3.49
<u>MERIDIAN SPEEDWAY, LLC</u>		
03 Grading	0.83	0.99
06 Bridges, Trestles and Culverts	1.25	1.55
13 Fences, Snowsheds and Signs	1.54	1.99
17 Roadway Buildings	2.00	2.66
26 Communication Systems	4.35	6.06
27 Signals and Interlockers	3.13	5.29
39 Public Improvements - Construction		
Crossings	3.33	4.72
Other	1.67	2.07

Decided November 6, 2024 by the Surface Transportation Board's Accounting Board members Ramirez, Chen, Dusenberry.