

PAYOR IDENTIFICATION BLOCK	
Payor Name and Code:	_____
Lease Number:	_____
Agreement Number:	_____
Facility ID No:	_____
Segment ID No:	_____
Period:	_____ to _____
(mm/dd/ccyy)	

**Non-Arm's-Length Transportation System/Segment
 Depreciation and Capital Expenditure Summary
 Form MMS-4110, Schedule 1B**

1	2	3	4	5	6	7
Expenditure Item	Initial Capital Investment and Date Placed in Service	Salvage Value	Depreciable Life/Years of Depreciation Taken to Date	Undepreciated Capital Investment at Beginning of Year	Depreciation	Undepreciated Capital Investment at End-of-Year
	\$ _____	\$ _____		\$ _____	\$ _____	\$ _____
Totals				\$ _____	\$ _____	\$ _____
Allocated to Segment (from line 22, Schedule 1A)				\$ _____	\$ _____	\$ _____
Segment Depreciation and Capital Expenditure (Line 8 x line 9) Enter in column g and e, Schedule 1				\$ _____	\$ _____	\$ _____

THIS INFORMATION SHOULD BE CONSIDERED (Please check one) PROPRIETARY NONPROPRIETARY

**Non-Arm's-Length Transportation System/Segment
Depreciation and Capital Expenditure Summary
Form MMS-4110, Schedule 1B**

Instructions

Schedule 1B is used to summarize actual or estimated facility/segment depreciation and undepreciated capital investment for computing return on investment. A separate Schedule 1B must be completed for each segment in the transportation facility. The costs of all transportation facility segments are accumulated on Schedule 1 to determine the total depreciation and undepreciated capital investment for the facility.

Complete the payor identification block (see Schedule 1A instructions).

For each facility/segment capital expenditure item complete one line as follows:

1. Identify the capital expenditure item.
2. Enter the initial capital expenditure amount and the date the expenditure was placed in service.
3. Enter a reasonable salvage value.
4. Enter the depreciable life of the expenditure and the number of years of depreciation taken to date.
5. Enter the undepreciated capital investment at beginning-of-year. In computing this value, salvage must be deducted from the initial capital investment.
6. Enter the amount of depreciation to be taken for the year. In computing depreciation, the payor may elect to use either a straight-line depreciation method or a unit of production method based on the life of the equipment or the life of the reserves which the transportation facility/segment services. Once an election is made, the payor may not alternate methods without MMS approval. Equipment shall not be depreciated below a reasonable salvage value.
7. Enter the undepreciated capital investment at end-of-year. This is computed by subtracting depreciation (column 6) from the beginning-of-year undepreciated capital investment (column 5). This amount will be used as the next year's beginning-of-year undepreciated capital investment.
8. Total columns 5 and 6 and enter on Schedule 1, Part A, columns e and g, or Part B, columns e and g, accordingly.
9. Enter the "Allocated to Segment" amount from line 22, Schedule 1A, on line 9, columns 5 and 6.
10. Multiply line 8 by line 9 for columns 5 and 6 and enter on line 10 and on Schedule 1, columns g and e, Parts A and B as appropriate.

Indicate by checking the appropriate box whether the information should be considered proprietary or nonproprietary.