



RESOLUTION NO. 41335

1 A RESOLUTION relating to the Department of Public Utilities, Beltline Division,
2 (d.b.a. "Tacoma Rail"); authorizing the execution of an interest-free loan
3 agreement with the Washington State Department of Transportation, in
4 the amount of \$1,622,000, accepting and depositing said sum into the
Tacoma Rail Fund, and further authorizing matching funds in the amount
of \$1,118,625, to partially fund a railroad track rehabilitation project.

5 WHEREAS the City of Tacoma, Department of Public Utilities, Beltline
6 Division (d.b.a. "Tacoma Rail"), was awarded interest-free Loan Agreement
7 RRB-1297 by the Washington State Department of Transportation, in the
8 amount of \$1,622,000, for the purpose of upgrading two heavily used tracks
9 connected to the North and South intermodal yards, and

11 WHEREAS the Loan Agreement is for a ten-year term, with annual
12 payments of \$162,200 beginning December 1, 2025, requires Tacoma Rail to
13 contribute \$1,118,625 in matching funds towards the completion of the project
14 and includes a \$32,000 administrative fee, and

16 WHEREAS Section 4.11 of the Tacoma City Charter requires that all
17 matters under the jurisdiction of the Public Utility Board relating to the "incurring
18 of indebtedness . . . shall be initiated by the Board, subject to approval by the
19 Council, and executed by the Board," prior to acceptance of the Loan
20 Agreement, and

22 WHEREAS, by adoption of Public Utility Board Resolution No. U-11428
23 on December 13, 2023, the proposed Loan Agreement was approved, pending
24 approval and authorization by the City Council; Now, Therefore,

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BE IT RESOLVED BY THE COUNCIL OF THE CITY OF TACOMA:

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That the request of the Department of Public Utilities, Beltline Division (d.b.a. "Tacoma Rail"), to enter into interest-free Loan Agreement RRB-1297 with the Washington State Department of Transportation, in the amount of \$1,622,000, for deposit into the Tacoma Rail Fund, with matching funds in the amount of \$1,118,625 contributed by Tacoma Rail and a \$32,000 administrative fee, to partially fund a railroad track rehabilitation project, is hereby approved, and the proper officers are authorized to execute said agreements substantially in a form as approved by the City Attorney.

Adopted _____

Mayor

Attest:

City Clerk

Approved as to form:

Deputy City Attorney

Requested by Public Utility Board
Resolution No. U-11428