



TO: Elizabeth A. Pauli, City Manager
FROM: Josh Diekmann, Assistant Division Manager, Public Works
Kurtis D. Kingsolver, P.E., Public Works Director/City Engineer *JD*
COPY: City Council and City Clerk
SUBJECT: Resolution – Traffic Impact Mitigation Agreement with Prologis, L.P. – August 29, 2017
DATE: August 23, 2017

SUMMARY:

A resolution authorizing a Development Mitigation Agreement with Prologis, L.P., in the amount of \$13,500, for the construction of traffic improvements by the City of Tacoma near the Prologis, L.P. logistics center near the tide flats and Port of Tacoma.

STRATEGIC POLICY PRIORITY:

- Foster a vibrant and diverse economy with good jobs for all Tacoma residents.

This agreement facilitates completion of the new Prologis, L.P. (Prologis) logistics center in the tide flats which will bring significant employment opportunities.

BACKGROUND:

Prologis is constructing a new logistics center within the tide flats/Port of Tacoma area of the City. The SEPA analysis for the project resulted in a Mitigated Determination of Non-Significance, which specified a number of mitigation measures to be taken by Prologis including certain traffic mitigation. State law allows the developer of a project and a city to enter into a voluntary agreement under which the developer will pay the city to implement the necessary mitigation.

ISSUE:

Prologis and the Public Works Department agree that certain required traffic mitigation can be implemented more practically, timely, and efficiently by the City and have developed an agreement under which Prologis will pay the City \$13,500 to implement updated traffic signal timing at the north and south intersections of Alexander Ave. E. and SR509, and the additional left-turn room at the westbound left turn pocket on SR509.

ALTERNATIVES:

The City could choose to leave implementation of the required mitigation to Prologis, which could result in the mitigation being implemented in a less practical, timely, and efficient manner.

RECOMMENDATION:

A resolution authorizing a Development Mitigation Agreement with Prologis, L.P., in the amount of \$13,500, for the construction of traffic improvements by the City of Tacoma near the Prologis, L.P. logistics center near the tide flats and Port of Tacoma.



FISCAL IMPACT:

If the agreement is approved, the City will receive \$13,500 from Prologis, which is anticipated to fully fund the City’s obligations under the agreement.

EXPENDITURES:

FUND NUMBER & FUND NAME *	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Transportation Revenues Fund 1050-CNTRB	661311	6539200	\$13,500
TOTAL			\$13,500

* General Fund: Include Department

REVENUES:

FUNDING SOURCE	COST OBJECT (CC/WBS/ORDER)	COST ELEMENT	TOTAL AMOUNT
Private Contribution (developer)	661311	4345860	\$13,500
TOTAL			\$13,500

FISCAL IMPACT TO CURRENT BIENNIAL BUDGET: \$13,500

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? No

IF EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW THEY ARE TO BE COVERED.

Request for appropriation will be included in the next budget modification process in December 2017.