

TACOMA PUBLIC UTILITIES
3628 South 35th Street
Tacoma, Washington 98409-3192

June 27, 2014

To the Chair and members of the Public Utility Board and
Mayor and members of the City Council:

SUBJECT: Interlocal Agreement No. 069915 between Tacoma Rail and the Port of Tacoma

Request:


Tacoma Rail requests approval to enter into an Interlocal Agreement with the Port of Tacoma for the repower/replacement of one switcher locomotive.

Background:

The purpose of the Interlocal Agreement is to establish criteria for Tacoma Rail to procure an EPA Tier-III compliant locomotive as a replacement for a currently uncertified EPA Tier-0 locomotive and establish procedures for the Port of Tacoma to reimburse Tacoma Rail for project costs up to a not-to-exceed amount of \$601,949.00, consistent with the terms of the EPA Diesel Emissions Reduction Act Grant Numbered 83561701. Based on the project application amount of \$1,504,873.00, Tacoma Rail's anticipated matching contribution will be \$902,924.00 toward completion of the project.

Once acquired, the EPA Grant Agreement requires that the Tier-III locomotive be operated within the Tacoma-Pierce County non-attainment area. Additionally, the Grant Agreement requires project completion prior to September 30, 2016.

APPROVED:



William A. Gaines
Director of Utilities/CEO

