



## RESOLUTION NO. 39023

1 A RESOLUTION relating to the Department of Public Utilities; authorizing the  
2 Beltline Division, d.b.a. Tacoma Rail, to enter into an interest-free loan  
3 agreement with the Washington State Department of Transportation for a  
4 term of ten years, in the amount of \$1,037,012, less a one percent  
5 administrative fee, for the purpose of upgrading a segment of railroad track  
6 paralleling SR-509 between Alexander Avenue and Taylor Way.

7 WHEREAS the City of Tacoma, Department of Public Utilities, Beltline  
8 Division, d.b.a. Tacoma Rail, freight rail infrastructures in the Tideland area are  
9 heavily used and in need of periodic upgrade in order to support current, and  
10 attract new, freight rail customers, and

11 WHEREAS Tacoma Rail requests approval to enter into an interest-free  
12 loan agreement (“Agreement”) with the Washington State Department of  
13 Transportation (“WSDOT”) for a term of ten years, in the amount of \$1,037,012,  
14 less a one percent administrative fee, for the purpose of upgrading a segment of  
15 railroad track paralleling SR-509 between Alexander Avenue and Taylor Way, and

16 WHEREAS, pursuant to the Agreement, Tacoma Rail is required to  
17 contribute matching funds, in a minimum amount of \$259,254, for use towards  
18 completion of the rail project detailed herein, and to complete specified project  
19 tasks by December 31, 2015, and

20 WHEREAS § 4.11 of the Tacoma City Charter requires that all matters  
21 relating to the “incurring of indebtedness . . . shall be initiated by the Board, subject  
22 to approval by the Council, and executed by the Board,” prior to acceptance of the  
23 Agreement, and  
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WHEREAS, by adoption of Public Utility Board Resolution No. U-10726 on September 24, 2014, the proposed agreement was approved pending confirmation from the City Council, Now, Therefore,

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

Section 1. That the City of Tacoma, Department of Public Utilities, Beltline Division, d.b.a Tacoma Rail, is approved to enter into an interest-free loan agreement with the Washington State Department of Transportation (“WSDOT”) for a term of ten years, in the amount of \$1,037,012, less a one percent administrative fee, for the purpose of upgrading a segment of railroad track paralleling SR-509 between Alexander Avenue and Taylor Way.

Section 2. That the Superintendent of Rail is authorized to execute the loan agreement with WSDOT, said document to be substantially in the form on file in the office of the City Clerk.

Adopted \_\_\_\_\_

\_\_\_\_\_  
Mayor

Attest:

\_\_\_\_\_  
City Clerk

Approved as to form:

\_\_\_\_\_  
Chief Deputy City Attorney

Requested by Public Utility Board  
Resolution No. U-10726