



Board Action Memorandum

TO: Jackie Flowers, Director of Utilities
COPY: Charleen Jacobs, Director and Board Offices
FROM: **Dale W. King, Superintendent Tacoma Rail**
MEETING DATE: July 13, 2022
DATE: June 24, 2022

STRATEGIC DIRECTIVE ALIGNMENT (select as many that apply):

Please indicate which of the Public Utility Board's Strategic Directives is supported by this action.

- | | |
|--|---|
| <input type="checkbox"/> SD1 – Equity & Inclusion | <input type="checkbox"/> SD8 – Telecom |
| <input checked="" type="checkbox"/> SD2 – Financial Sustainability | <input type="checkbox"/> SD9 – Economic Development |
| <input type="checkbox"/> SD3 – Rates | <input type="checkbox"/> SD10 – Government Relations |
| <input type="checkbox"/> SD4 – Stakeholder Engagement | <input type="checkbox"/> SD11 – Decarbonization/Electric Vehicles |
| <input type="checkbox"/> SD5 – Environmental Leadership | <input type="checkbox"/> SD12 – Employee Relations |
| <input type="checkbox"/> SD6 – Innovation | <input type="checkbox"/> SD13 – Customer Service |
| <input checked="" type="checkbox"/> SD7 – Reliability & Resiliency | <input type="checkbox"/> SD14 – Resource Planning |

SUMMARY: Tacoma Rail requests authorization to enter into a Loan Agreement with the Washington State Department of Transportation for the purpose of upgrading 770 feet of railroad tracks along the Alexander Wye and Storage Tracks.

BACKGROUND: Subsequent to applying for financial assistance to upgrade a segment of existing railroad tracks, WSDOT notified Tacoma Rail that \$606,000.00 was awarded. Loan Agreement RRB-1286 requires Tacoma Rail contribute \$261,081.00 in matching funds towards completion of the project, is for a ten-year term and requires annual payments of \$60,600.00 beginning on July 1, 2023.

The project is located in the vicinity of Alexander Avenue, and Lincoln Avenue, in the Port of Tacoma / Tidelands Area.

ARE THE EXPENDITURES AND REVENUES PLANNED AND BUDGETED? Yes

IF THE EXPENSE IS NOT BUDGETED, PLEASE EXPLAIN HOW IT IS TO BE COVERED.

N/A

IF THE ACTION REQUESTED IS APPROVAL OF A CONTRACT, INCLUDE LANGUAGE IN RESOLUTION AUTHORIZING \$200,000 INCREASE IN ADMINISTRATIVE AUTHORITY TO DIRECTOR? Choose an item.

N/A

ATTACHMENTS: Washington State Department of Transportation Loan Agreement RRB 1286 Alexander Wye & Storage Tracks.

CONTACT: Alan Matheson, Tacoma Rail Assistant Superintendent, 253-502-8934
Presenter: Kyle Kellem, Roadmaster, 253-377-3554