

3628 South 35th Street Tacoma, Washington 98409-3192

TACOMA PUBLIC UTILITIES

Date:	July 13, 2016
To:	William A. Gaines, Director/CEO
From:	Linda McCrea, Water Superintendent frida NaCla
Subject:	Disposition of Real Property – Tacoma School District

Recommendation: Tacoma Water requests your approval to transfer 0.89 acres of property located within the abandoned flume line right of way to Tacoma School District for \$5,000 and other mutual benefits.

Background: Tacoma Water's abandoned flume line right of way runs through the middle of Tacoma School District's Arlington Elementary School Site. In 1953 we granted a permit to TSD to use our property for portables, playfields, and occasional parking. TSD is in the process of remodeling Arlington Elementary School and have requested a more permanent use of this property. Since we no longer have an operational need to remain in ownership, we are recommending that we transfer this property under certain terms and conditions.

Real Property Services has valued the property at \$30,000. The school district has offered to pay \$5,000 cash as well as establish a rain garden and related educational programs. Tacoma Water would have input into the design and curriculum of this facility, which will cost approximately \$25,000, thereby making the total consideration equal to estimated market value.

Schedule: Upon approval from the Public Utility Board, Real Property Services will seek final approval for this transaction from Tacoma City Council. If approved, the transaction will be completed by September 30, 2016.

Thank you for your consideration of this request.