

Item: 10B

Date: 9/19/23

Port of Tacoma

2024 Budget Priorities

Erin Galeno
Chief Financial Officer and Administrative Officer

Port of Tacoma Commission Meeting
Date: September 19, 2023



2024 Budget Calendar

September 19th

- Draft Capital Investment Plan 2024 - 2028
- Review 2024 budget priorities

September 29th – Tax levy memo provided to Commission

Public Sessions

- October 26th – NWSA budget study session
- November 2nd – Port budget study session
- November 7th – NWSA budget adoption
- November 21st – Port budget adoption

2023 Current Outstanding Debt

Port Debt Obligation	7/31/2023
Commercial Paper	\$0
General Obligation Bonds	\$128.8 million
Revenue Bonds	<u>\$393.0 million</u>
Total Outstanding Debt	\$521.8 million

Changes in Proposed 2024 vs 2023 5-Year CIP

Description	2024 Budget	
Current Draft - 2024 CIP budget	\$ 100,595	
2024 CIP budget in the 2023 Five-year budget	56,741	
Change (Increase)	\$ 43,854	
Land Acquisition	\$ 20,000	Added in support of strategic plan
POT Off-Dock Container Support Facility (Thorne Rd)	13,308	Shifted from 2023 and adjusted for change in cost estimate
Bldg 2024 Construction & Site Development (fkna Bldg 532, 401 Ale)	(6,000)	Deferred
Banana Yard Rail Switch Replacement	1,900	Adjusted for change in cost estimate
Parcel 2 Petroleum Remediation	(1,050)	Shifted to outer years
Parcel 1b (EBC) Remediation Design & Construction	(1,810)	Shifted to outer years
Lower Wapato Creek Combined Habitat (parcel 14)	1,500	Shifted to outer years
PQ Cleanup and Cost Recovery (parcel 114)	(1,500)	Shifted to outer years
Others	(3,519)	
Total New Proposed Projects	21,025	see below
Total Change	\$ 43,854	

2024 New Projects

New Projects	Amount
POT Administration Building Improvements	\$ 6,700
Earley Business Center Building Stabilization	3,000
Demo Bldg & Rail at 4012 SR 509	1,600
DD23 Tide Gate Replacement & Access Pad	1,000
2302 Ross Wy Bldg Demolition	887
3600 Port of Tacoma RD- Fabulich Center Improvements: Lighting	750
Maintenance Backup Generator	750
Admin Bldg EV Charging Station	620
East Commencement Habitat Opportunity (ECHO)	600
2202 POT Rd Bldg Demolition	522
Others	4,596
Total 2024 New Projects	\$ 21,025

The 2024 budget includes funding for the following key Economic Vitality priorities :

- ✓ Land acquisitions
- ✓ Development of parcels in support of NWSA growth in marine cargo
- ✓ Continued funding for Port interns and external workforce development programs
- ✓ Investments in maintenance and repairs of Port assets

The 2024 budget includes funding for the following key Environmental Leadership priorities:

- ✓ Electrification projects – Charging stations
- ✓ Advancing maintenance and repair of stormwater infrastructure
- ✓ Continued investments in remediating contaminated property in the Tacoma Tideflats
- ✓ Habitat Mitigation

The 2024 budget includes funding for the following key Organizational Success priorities:

- ✓ Continued funding for the Port's Maritime Center
- ✓ Continued funding for Diversity, Equity and Inclusion resources
- ✓ Continued funding for internships
- ✓ Significant investment in the Port's finance and procurement systems
- ✓ Funds to address homeless encampments on Port property
- ✓ Funds to address building safety & stabilization at EBC

The 2024 budget includes funding for the following key Transportation Advocacy priorities:

- ✓ Funding for Portland Avenue Tacoma Harbor (PATH) projects
- ✓ Funding for Highway 167 completion
- ✓ Tideflats rail study to identify and prioritize projects

The 2024 budget includes funding for the following key Community Connections priorities:

- ✓ Funding for external resource to assist with tribal relations
- ✓ Increased sponsorship funding APCC
- ✓ Polling to better understand community sentiments
- ✓ Funding for a tabletop exercise to test region's ability to handle a serious marine incident



Thank You

Questions & Discussion



Erin Galeno
Chief Financial Officer and Administrative Officer
egaleno@portoftacoma.com