



**SEA THE
FUTURE
WITH US**

Mill-A Cleanup Site MTCA Loan Authorization

Erik Gerking | Director of Environmental Programs
Eric Russell | Chief Financial Officer

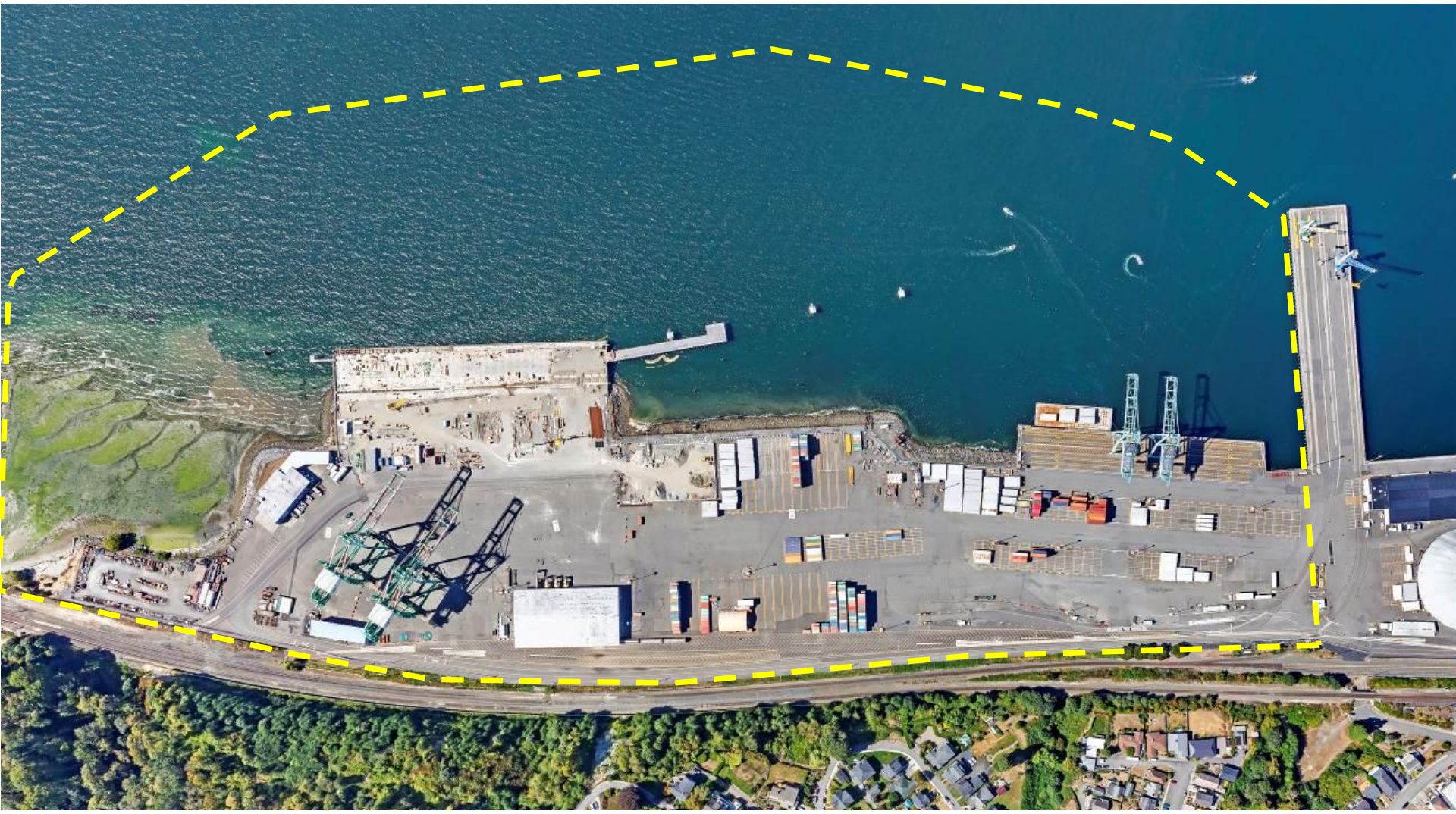
October 8, 2019



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WEYERHAEUSER MILL-A **CLEANUP**



PROJECT **BACKGROUND**

- 2008 Port filed lawsuit filed against Weyerhaeuser (currently on-hold)
- 2012 Agreed Order between Ecology, Port, Weyerhaeuser, DNR
 - *Purpose: Remedial Investigation/Feasibility Study and the Draft Cleanup Action Plan*
- 2012 Cooperation/Cost Sharing Agreement with Weyerhaeuser (Former)
- 2016 Agreed Order Amendment between Ecology, Port and Weyerhaeuser
 - *Purpose: Pacific Terminal Interim Action Dredging – Completed*
- 2018 - Weyerhaeuser Unilaterally Terminated Cooperation and Cost Sharing Agreement – effective 3/14/18
- 2018 – South Terminal Interim Action Planned
 - Cancelled because of discovery of contamination by new dredge characterization data and lack of Weyerhaeuser cost share
- 2019 - New focused project approach established in sync with the development of a new funding approach

MILL-A **CLEANUP**



Marine Area Unit

Upland Area Unit

2021 **LOOK AHEAD**

Marine Area Unit

- Submit Draft Final Remedial Investigation Report – This week
- Start Feasibility Study – Now
- Complete Feasibility Study – Goal is Q1-2021
- Cleanup Action Plan – Goal is end of 2021

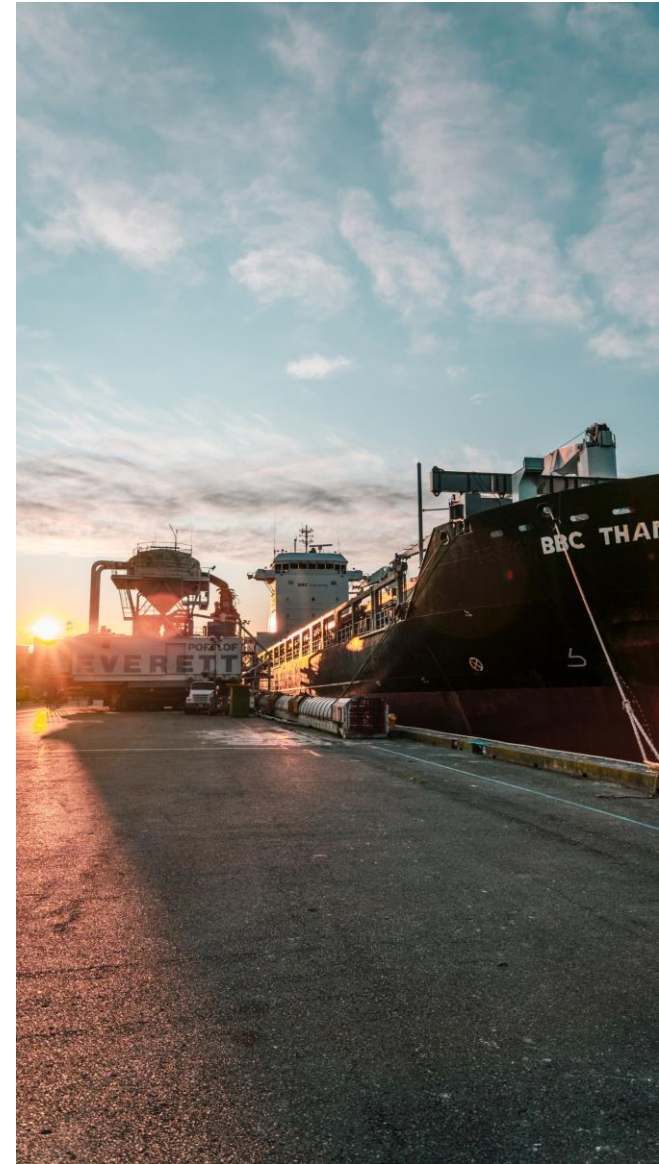
Upland Area Unit (Lagging behind Marine Area Unit)

- Fill Data Gaps – 2020/2021
- Draft Remedial Investigation Report – End of 2021



PORT CLEANUP OPERATING GOALS & PHILOSOPHY, CHECK-IN

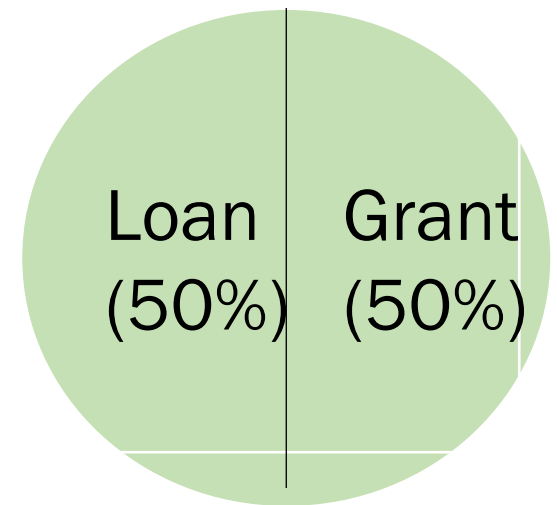
- **Lead the cleanup projects**
 - *Yes. We have preserved our lead role.*
- **Integrate economic and cleanup strategy**
 - *Yes. We are integrating cleanup with future site use*
- **Bring sites to closure effectively and efficiently**
 - *Challenge: Weyerhaeuser*
- **Maintain good working relationship with cleanup partners**
 - *Yes with Ecology; Challenge: Weyerhaeuser, but we are working hard to facilitate their participation in the development of Ecology submittals*
- **Cost Control (preserve and enhance cash flow)**
 - *Yes - Effectively using legal and technical resources*
 - *Yes - Leveraging funding strategies (e.g., grants/loans)*



NEW FUNDING: **MTCA LOAN**

- **Ecology MTCA Loan:**
 - Loan amount: \$4.3M
 - Covers Port's grant match
 - Effective interest rate: 1.3%
 - No administrative fees
 - Repayment begins upon project completion
 - No prepayment penalty
- *Would be first true MTCA loan in Ecology history*
- **Goal: MTCA Loan and Grant Funding to get Port shovel ready for Marine Area cleanup remedy**

100% Project Funding



REQUESTED COMMISSION ACTION

Authorize the Port CEO/Executive Director to sign and enter into the Ecology MTCA Loan for Mill A in the form substantially as presented



NEXT 100

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THANK YOU!



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