



BNSF Eastside Rail Corridor Acquisition Briefing

Port of Seattle Commission
December 15, 2009

Phase 1--Acquisition

- Port of Seattle closes on purchase 12-17-09
- Acquisition price--\$81.5MM
- Port of Seattle concurrently executes:
 - Operating license with GNP Railway Co.
 - Operating and maintenance agreement with GNP Railway Co.

Phase 1—Operations

- GNP Railway Co.
 - Acquires freight easement from BNSF
 - Provides freight service Woodinville to Snohomish
 - Assumes maintenance and repair obligations for the corridor
 - Acquires excursion train rights Snohomish to 124th on the Redmond Spur
 - Pays Port of Seattle a concession fee based upon freight volume and excursion passenger counts

Phase 2—Reconveyance to Third Parties

- Port of Seattle conveys fee interest of most of the corridor south of Woodinville to King County
- Port of Seattle conveys fee interest of the portion of the Redmond Spur within the city limits to the City of Redmond
- Port of Seattle conveys fee interest of one mile in the Bellevue area to Sound Transit
- Port of Seattle conveys a permanent easement to Cascade Water Alliance
- Port of Seattle conveys a permanent easement to Puget Sound Energy