PORT of Port Angeles
Serving Clallam County Since 1923

REGULAR COMMISSION MEETING
Tuesday, September 8, 2026, at 9:00 am
338 W. First St, Port Angeles, WA 98362
AGENDA

The Regular Commission Meeting will be available to the public in person and remotely. For instructions on how to connect to the meeting remotely, please visit https://portofpa.com/about-us/agenda-center/

I. CALL TO ORDER / PLEDGE OF ALLEGIANCE

II. EARLY PUBLIC COMMENT SESSION (TOTAL SESSION UP TO 20 MINUTES)

III. APPROVAL OF AGENDA

IV. WORK SESSION

A. Monthly Cash & Investment Report……………………………………………………1-2

B. 2026 Operating Projected Budget Assumptions………………………………………..3-5

V. APPROVAL OF CONSENT AGENDA

A. Regular Commission Meeting Minutes – August 25, 2026………………………………6-9

B. Vouchers in the amount of $2,532,356.76…………………………………………………10

VI. COMPLETION OF RECORDS

A. Monthly Delegation of Authority…………………………………………………………11-13

VII. PLANNING AND CAPITAL PROJECTS

A. Review Current 5-Year & 20-Year Capital Projects……………………………………14-24

VIII. LOG YARD

A. Log Yard Site and Stormwater Improvements Monthly Project Update……………..25-32

IX. MARINE TRADES AND MARINE TERMINALS

No items

X. PROPERTY

No items

PORT of Port Angeles
Serving Clallam County Since 1923

XI. MARINAS

A. Item for Consideration – Sale of Abandoned Vessels…………………………………33-35

XII. AIRPORTS

No items

XIII. OTHER BUSINESS

A. U.S. Marine Highway Program Letter of Endorsement for Wing Point Service Company, Inc.……………………………………………………36-37

XIV. ITEMS NOT ON THE AGENDA

XV. COMMISSIONER REPORTS

XVI. PUBLIC COMMENT SESSION (TOTAL SESSION UP TO 20 MINUTES)

XVII. FUTURE AGENDA……………….…………………………………………………………….38

A. September 22, 2026 – 2026 CIP Projected Year End / Draft 2027 Capital Budget / 2027 Operating Budget Highlights / Finalize Operating Assumptions & Org Chart

B. October 13, 2026 – Capital Project Prioritization (if needed) / Introduce Operating Budget

C. October 27, 2026 – Draft Final Capital Budget / Present Prelim 2027 Operating Budget & Tax Levy

D. November 10, 2026 – Open Public Hearing on 2027 Budget and Tax Levy

E. November 17, 2026 – Special Commission Meeting – Close Public Hearing & Adopt 2027 Budget and Tax Levy

XVIII. NEXT MEETINGS

A. September 22, 2026 – Regular Commission Meeting

B. October 13, 2026 – Regular Commission Meeting

C. October 26, 2026 – Special Joint Meeting with Board of County Commissioners & The Clallam County Public Utility District (Hosted at the BOCC)

D. October 27, 2026 – Regular Commission Meeting (**Comm. Kidwell Excused Absence*)

E. November 10, 2026 – Regular Commission Meeting

XIX. UPCOMING EVENTS

A. September 28-30, 2026 – American Association of Port Authorities (AAPA) Annual Conf. (New Orleans, LA)

B. October 12-13, 2026 – MH5 & MH84 Joint Annual Roundtable (Vancouver, WA)

C. October 13-15, 2026 – Pacific Northwest Waterways Assoc. (PNWA) Annual Meeting (Vancouver, WA)

D. October 18-21, 2026 – NAFTZ Annual Conference & Exposition (San Diego, CA)

E. October 22-23, 2026 – WPPA Small Ports (Chelan – Campbell's Resort Lake Chelan)

XX. EXECUTIVE SESSION

The Board may recess into Executive Session for those purposes authorized under Chapter 42.30 RCW, The Open Public Meetings Act.

XXI. ADJOURN

RULES FOR ATTENDING COMMISSION MEETING

- Signs, placards, and noise making devices including musical instruments are prohibited.
- Disruptive behavior by audience members is inappropriate and may result in removal.
- Loud comments, clapping, and booing may be considered disruptive and result in removal at the discretion of the Chair.

RULES FOR SPEAKING AT A COMMISSION MEETING

- Members of the public wishing to address the Board on general items may do so during the designated times on the agenda or when recognized by the Chair.
- Time allotted to each speaker is determined by the Chair and, in general, is limited to 3 minutes.
- Total time planned for each public comment period is 20 minutes, subject to change by the Chair.
- All comments should be made from the speaker's rostrum, and any individual making comments shall first state their name and address for the official record.
- Speakers should not comment more than once per meeting unless their comments pertain to a new topic they have not previously spoken about.
- In the event of a contentious topic with multiple speakers, the Chair will attempt to provide equal time for both sides.

Port of Port Angeles

Cash Flow Summary

Cash Flow Summary as of August 2026

	YTD
Beginning Cash Balance	**20,464,446**
Operating Revenues	7,359,457
Non-Operating Revenues	6,569,001
Total Revenues	**13,928,459**
Operating Expenses	8,993,838
Non-Operating Expenses	7,411,737
Total Expenses	**16,405,575**
Ending Cash Balance	**17,987,330**
Change in Cash Balance	**(2,477,116)**

Cash & Investments held as of 8/31/2026

Name	Type	Interest Rate	3/31/26 Face Value	4/30/26 Face Value	5/31/26 Face Value	6/30/26 Face Value	7/31/26 Face Value	8/31/26 Face Value	Annual Interest	Maturity Date	Acquisition Date
FFCB 4-year (Piper Sandler)	Bond	3.98%	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	119,400	11/13/2029	11/13/2025
FNMA 5-year (Piper Sandler)	Bond	4.50%	-	-	-	-	5,000,000	5,000,000	225,000	7/17/2031	7/17/2026
First Federal	Cash	3.76%	4,479,309	4,492,914	4,506,105	4,519,335	4,533,219	4,547,448	170,984		
LGIP Balance	Cash	3.74%	7,454,787	8,379,642	8,906,413	8,933,443	6,055,887	4,073,881	152,253		
Columbia Bank Account	Cash	0.30%	356,659	382,041	450,628	445,207	1,525,659	1,366,001	4,098		

Investments Called or Matured

Name	Type	Interest Rate	3/31/26	4/30/26	5/31/26	6/30/26	7/31/26	8/31/26		Maturity Date	Redemption Date
FHLB 5-year (Piper Sandler)	Bond	4.30%	5,000,000	5,000,000	5,000,000	5,000,000	-	-	-	7/15/2030	7/9/2025

	3/31/26	4/30/26	5/31/26	6/30/26	7/31/26	8/31/26	Annual Interest
Ending Investment/Cash Balance	**20,290,755**	**21,254,597**	**21,863,146**	**21,897,985**	**20,114,766**	**17,987,330**	**671,735**

Outstanding Debt

	Rate	3/31/26 Amount	4/30/26 Amount	5/31/26 Amount	6/30/26 Amount	7/31/26 Amount	8/31/26 Amount	
CERB Washdown	2.00%	570,354	570,354	570,354	570,354	570,354	570,354	20 year, 2020 - 2040 (January pmt)
CARB Airport Utilities	2.00%	589,186	589,186	589,186	589,186	589,186	589,186	20 year, 2021 - 2041 (January pmt)
Office of the State Treasurer	2.96%	467,188	467,188	467,188	461,211	461,211	461,211	7 year, 2025 - 2031 (June & December pmt)
		1,626,728	1,626,728	1,626,728	1,620,751	1,620,751	1,620,751	

Ending Balance	**18,664,027**	**19,627,869**	**20,236,418**	**20,277,233**	**18,494,014**	**16,366,579**

* Cash balances shown do not include funds held as the Harbor Group treasurer.
* Cash and investments do include $517,500 received from Shell for upcoming environmental cleanup at 220 Tumwater (former longshore parking lot)

Port of Port Angeles
Summary by Department
2026 Projected

	2023 ACTUAL	2024 ACTUAL	2025 ACTUAL	2026 BUDGET	2026 PROJECTED	2026 Proj Over/(Under) 2026 Budget
OPERATING REVENUES						
11 MARINE TERMINAL	2,846,433	2,634,703	2,297,297	3,131,090	1,759,711	(1,371,379)
15 MARINE TRADES AREA	821,015	772,418	833,070	859,232	769,045	(90,187)
21 INTERMODAL HANDLING & TRANSFER FACIL	1,135,513	1,184,428	997,986	1,009,026	676,281	(332,745)
31 FAIRCHILD INTL AIRPORT	479,705	471,260	480,887	521,858	525,583	3,725
32 SEKIU	17,609	17,584	17,488	18,732	19,403	671
33 AIRPORT RENTAL PROPERTIES	1,606,642	1,643,242	1,695,274	1,636,614	1,497,038	(139,576)
41 PORT ANGELES BOAT HAVEN	1,899,803	2,005,237	2,055,787	2,141,657	2,870,057	728,400
43 JOHN WAYNE MARINA	1,958,326	2,083,868	2,089,599	2,185,290	2,149,028	(36,262)
61 RENTAL PROPERTIES	200,305	220,599	226,822	175,084	217,526	42,442
TOTAL OPERATING REVENUES	**10,965,351**	**11,033,339**	**10,694,210**	**11,678,583**	**10,483,672**	**(1,194,911)**
OPERATING EXPENSES						
11 MARINE TERMINAL	1,083,930	1,534,132	1,502,157	1,579,583	1,374,339	(205,244)
15 MARINE TRADES AREA	406,469	333,139	400,755	430,279	554,617	124,337
21 INTERMODAL HANDLING & TRANSFER FACIL	1,285,171	1,321,518	1,285,024	1,228,429	1,162,822	(65,607)
31 FAIRCHILD INTL AIRPORT	513,566	628,723	641,155	668,197	622,861	(45,336)
32 SEKIU	27,222	36,879	27,673	35,453	37,126	1,673
33 AIRPORT RENTAL PROPERTIES	641,728	518,119	547,345	667,843	665,811	(2,032)
41 PORT ANGELES BOAT HAVEN	999,922	863,478	943,681	968,058	1,757,366	789,308
43 JOHN WAYNE MARINA	971,564	1,111,273	1,187,191	1,172,769	1,225,402	52,633
61 RENTAL PROPERTIES	134,084	161,781	137,458	140,890	182,118	41,228
80 ADMINISTRATIVE	1,373,609	2,349,244	2,106,124	2,375,728	2,476,319	100,591
81 ECONOMIC DEVELOPMENT	335,219	348,341	432,302	446,551	599,878	153,327
82 IT			81,044	119,300	191,320	72,020
91 MECH SHOP	173,928	169,695	228,465	220,727	207,674	(13,053)
92 FACILITIES MAINTENANCE	246,008	302,370	384,220	585,693	477,674	(108,019)
TOTAL DIRECT EXPENSES	**8,192,421**	**9,678,692**	**9,904,594**	**10,639,500**	**11,535,327**	**895,827**
ALLOCATED EXPENSES	(0)	(0)	-	-	-	-
NET SURPLUS (DEFICIT) - Before Depreciation	***2,772,930***	***1,354,647***	***789,617***	***1,039,083***	***(1,051,654)***	***(2,090,737)***
ALLOCATED DEPRECIATION	0	0	-	(0)	-	0
DEPRECIATION	2,692,500	3,140,216	3,296,247	4,495,039	4,085,795	(409,244)
NET SURPLUS (DEFICIT) - After Depreciation	**80,430**	**(1,785,569)**	**(2,506,630)**	**(3,455,957)**	**(5,137,449)**	**(1,681,493)**
NON-OP (GENERAL)						
NON-OP REV (General)	1,308,753	1,330,849	1,218,764	1,006,000	1,001,801	(4,199)
NON-OP EXP (General)	(529,498)	(2,275,334)	22,223	(71,339)	(114,948)	(43,609)
NON-OP (General) SURPLUS (DEFICIT)	***1,838,251***	***3,606,184***	***1,196,541***	***1,077,339***	***1,116,749***	***39,410***
NON-OP (CAPITAL)						
NON-OP REV (Capital)	8,822,521	7,671,334	6,293,516	29,261,039	25,129,659	(4,131,380)
NON-OP EXP (Capital)	45,228	35,776	48,077	(46,645)	(46,224)	421
NON-OP (Capital) SURPLUS (DEFICIT)	***8,777,293***	***7,635,558***	***6,245,439***	***29,307,683***	***25,175,883***	***(4,131,801)***
NET NON-OP SURPLUS (DEFICIT)	***10,615,544***	***11,241,742***	***7,441,979***	***30,385,022***	***26,292,632***	***(4,092,390)***
TOTAL NET SURPLUS (DEFICIT)	***10,695,974***	***9,456,173***	***4,935,349***	***26,929,066***	***21,155,182***	***(5,773,883)***

2026 PROJECTED YEAR-END - ASSUMPTIONS
All Departments

Revenues - 2026 Projected

11- Marine Terminal revenues reforecast 2026 budget is projected to be significantly lower. This is primarily due to the RRF vessel contracts not materializing this fiscal year, Cable vessel layberth at 20% of the 2026 budget, and wood chip exports at 10% of the 2026 budget. The outlook for the remainder of 2026 is improved, with chip exports ramping back up to an estimated 60,000 mt before year-end and long-term layberth of 100+ days through year-end, with tanker/barge/ research dockage also increasing. Several initiatives are underway to continue to diversify our marine terminal mix and bring in alternate lines of business.

15- Marine Trades Area revenues are projected to be level to slightly lower. With new management in place, the financial/operational controls will increase utilization rates at the lift, boat yard, and storage. Tribal and Alaska fishing vessel DIY inquiries have increased significantly. The travel lift schedule is fully booked for 90+ days.

21- Intermodal Handling & Transfer Facility revenue is projected to be down due to a drastically shrunk export market, coupled with depressed domestic lumber demand. Financial incentives to harvest timber on the Peninsula are minimal, creating less projected Log Yard activity in land services as well as aquatic services.

31- FIA - current year projected revenues are expected to remain on track with the 2026 budget assumptions.

32- Sekiu Airport revenues are expected to remain on track with the current year budget. 2026 revenues are slightly higher than 2025 due to 2 new hangar tenants.

33- Airport Rental Properties revenue is projected to be under budget due to the loss of lease space to renovation projects.

41- Port Angeles Boat Haven Marina revenues have been strong. New management has focused on increasing asset utilization rates and fuel sales. While the new management system is still being tested, the revenue projections are positive.

43- John Wayne Marina revenue is in line with the budget. Moorage revenues have remained steady and in line with budget expectations. With the new fuel pumps running well and even pricing with PABH, fuel sales have increased.

61- Rental Properties revenues will likely exceed budget numbers due to higher occupancy.

2026 PROJECTED YEAR-END - ASSUMPTIONS
All Departments – continued

Expenses – 2026 Projected

11- Marine Terminal expenses across many categories are forecast at or below budget. With a few larger customer potentials needing infrastructure build-outs, this could change. All for the benefit of the waterfront.

15- Marine Trades Area expenses are up primarily due to taking over boatyard operations. However, this is also resulting in minimal demand for Facilities Maintenance and increased asset utilization. Expense projections are expected to level out or even decrease as operational efficiencies are realized.

21- Intermodal Handling & Transfer Facility expenses are lower than projected due to a lack of activity, lower-than-expected fuel and COGS costs, and management practices aimed at reducing non-maintenance charge-out costs.

31- FIA expenses are expected to remain on track with 2026 budget assumptions, assuming no major maintenance issues arise.

32- Sekiu Airport expenses are expected to stay on track with 2026 budget assumptions. 2026 expenses were budgeted higher than 2025 to account for unanticipated required maintenance.

33- Airport Rental Property expenses are projected to be close to budget, with a potential slight overage due to consultant fees.

41- Port Angeles Boat Haven - overall expenses are higher, primarily driven by taking over the operations. Other additional pieces of equipment have or will be purchased as needed, i.e. vehicles, lawn care, IT equipment, PPE, and safety equipment.

43- John Wayne Marina – Expenses are slightly higher due to increased utilities and COGS.

61. Rental Properties expenses are projected to be higher than budget due to continued costs at the south side of Marine Drive location.

80- Administrative is projected to come in slightly over budget. This is due to increased staffing, legal expenses, and consulting services.

81- Economic Development expenses are projected to be over budget due to an unbudgeted new hire.

82 – IT expenses are projected to be over budget due to software licensing renewals, technology infrastructure purchases, cybersecurity-related services, and equipment purchases made to support operational and organizational needs.

90- Non-Operating is below budget due to lower-than-anticipated interest earnings.

91- Mechanical Maintenance (MM) expenses are lower than expected this year because of lower non-maintenance charge-out expenses and less spent on supplies.

92- Facilities Maintenance (FM) expenses are lower than anticipated due to higher maintenance charge-outs and reimbursements to other departments than expected, and lower maintenance labor costs.

PORT of Port Angeles
Serving Clallam County Since 1923

REGULAR COMMISSION MEETING
Tuesday, August 25, 2026, at 9:00 am
338 W. First St, Port Angeles, WA 98362
MINUTES

The Regular Commission Meeting will be available to the public in person and remotely. For instructions on how to connect to the meeting remotely, please visit https://portofpa.com/about-us/agenda-center/

Connie Beauvais, Commissioner
Colleen McAleer, Commissioner
Kelly Kidwell, Commissioner
Paul Jarkiewicz, Chief Executive Officer
Chris Hartman, Chief Operating Officer
Jennifer Baker, Chief Finance & Admin.Officer *via Zoom*
Caleb McMahon, Chief Commercial Officer
Katharine Frazier, Grants & Gov't Affairs Manager
Zach Holsted, Capital Program Manager
Jenna Riley, Procurement Manager / Clerk to the Board

I. CALL TO ORDER / PLEDGE OF ALLEGIANCE (0:00-0:43)

Comm. Beauvais called the meeting to order at 9:00 am.

II. EARLY PUBLIC COMMENT SESSION (TOTAL SESSION UP TO 20 MINUTES) (0:44-1:13)

None

III. APPROVAL OF AGENDA (1:14-1:29)

- Motion to approve the agenda as presented: Comm. McAleer
- 2nd: Comm. Beauvais
- Vote: 3-0 (Unanimous)

IV. WORK SESSION (1:30-20:46)

A. July Financial Report

- Presentation By: Jennifer Baker
- Discussion
- Action: Comm. McAleer requested to see what was budgeted vs. re-forecast

B. 2027 Budget Calendar Review

- Presentation By: Chris Hartman
- Discussion
- Action: Comm. Beauvais requested the dates be added to the future agenda

V. APPROVAL OF CONSENT AGENDA (20:47-20:35)

A. Regular Commission Meeting Minutes – August 11, 2026

B. Vouchers in the amount of $1,418,486.21

- Discussion
- Motion to approve the consent agenda as presented: Comm. Beauvais
- 2nd: Comm. McAleer
- Vote: 3-0 (Unanimous)

VI. COMPLETION OF RECORDS

No items

VII. PLANNING AND CAPITAL PROJECTS (20:36-34:44)

A. Item for Consideration – Composites Manufacturing Building Design – Professional Services Amendment 01 for Carletti Architects

- Presentation By: Zach Holsted
- Discussion
- Motion to authorize the Chief Executive Officer to execute Amendment 01 of the Professional Services Agreement for Carletti Architects for the Composites Manufacturing Building Design Phase for an amount not to exceed $598,600.00 and to make any minor modifications that may be necessary: Comm. McAleer
- 2nd: Comm. Beauvais
- Vote: 3-0 (Unanimous)

VIII. LOG YARD

No items

IX. MARINE TRADES AND MARINE TERMINALS

No items

X. PROPERTY (34:45-45:41)

A. Item for Consideration – New Lease – Kendrick (Nick Ross)

- Presentation By: Caleb McMahon
- Discussion
- Motion to authorize the Chief Executive Officer to sign the lease with Kendrick Ross for the terms and conditions presented: Comm. McAleer
- 2nd: Comm. Kidwell
- Vote: 3-0 (Unanimous)

XI. MARINAS

No items

XII. AIRPORTS

No items

XIII. OTHER BUSINESS (45:42-59:01)

A. U.S. Marine Highway Program Letter of Endorsement – Osprey Logistics

- Presentation By: Katharine Frazier
- Discussion
- Motion to sign the Maritime Administration, U.S. Department of Transportation letter of endorsement in support of Osprey Logistics, LLC FY2026 United States Marine Highway Program Grant Application: Comm. McAleer
- 2nd: Comm. Kidwell
- Vote: 3-0 (Unanimous)

B. Re-Appointment of Bill Hermann as Port Representative for the Opportunity Fund Board

- Presentation By: Jenna Riley
- Discussion
- Motion to re-appoint Bill Hermann as the Port Representative for the Clallam County Opportunity Fund Board: Comm. Beauvais
- 2nd: Comm. Kidwell
- Vote: 3-0 (Unanimous)

XIV. ITEMS NOT ON THE AGENDA

No items

XV. COMMISSIONER REPORTS

No items

XVI. PUBLIC COMMENT SESSION (TOTAL SESSION UP TO 20 MINUTES) (59:02-59:29)

None

XVII. FUTURE AGENDA (59:30-1:02:33)

XVIII. NEXT MEETINGS

A. September 8, 2026 – Regular Commission Meeting (*Comm. McAleer will be attending via Zoom*)

B. September 22, 2026 – Regular Commission Meeting

C. October 13, 2026 – Regular Commission Meeting

D. October 26, 2026 – Special Joint Meeting with Board of County Commissioners & The Clallam County Public Utility District (Hosted at the BOCC)

E. October 27, 2026 – Regular Commission Meeting

XIX. UPCOMING EVENTS

A. August 27, 2026 – Port Angeles Richard Anderson Building Tour Facilitated by GSA (Port Angeles, WA)

It was noted there would be a quorum attending the building tour and no action will be taken

B. September 28-30, 2026 – American Association of Port Authorities (AAPA) Annual Conf. (New Orleans, LA)

C. October 13-15, 2026 – Pacific Northwest Waterways Assoc. (PNWA) Annual Meeting (Vancouver, WA)

D. October 18-21, 2026 – NAFTZ Annual Conference & Exposition (San Diego, CA)

E. October 22-23, 2026 – WPPA Small Ports (Chelan, WA)

XX. EXECUTIVE SESSION (1:02:34-1:04:26)

The Board may recess into Executive Session for those purposes authorized under Chapter 42.30 RCW, the Open Public Meetings Act

- Comm. Beauvais recessed the meeting to convene an executive session with an anticipated length of 120 minutes. Following the executive session, the Commission is not expected to take action.
- Discussion:
  - Five (5) items concerning legal or financial risk. Discussing such matters in executive session is appropriate pursuant to RCW 42.30.110(1)(i)
- Recessed Regular Meeting at 10:02 am
- Start Time: 10:07 am
- Estimated End Time: 12:07 pm
- Extended: 28 minutes
- End Time: 12:33 pm

Public Session of Commission Meeting Reconvened: 12:33 pm

Comm. Beauvais noted that no action will be taken on any agenda items as a result of the executive session.

XXI. ADJOURN (1:04:27-1:04:33)

Comm. Beauvais adjourned the meeting at 12:33 pm.

PORT OF PORT ANGELES
BOARD OF COMMISSIONERS

____
Connie Beauvais, President

____
Kelly Kidwell, Secretary

PORT OF PORT ANGELES
GENERAL FUND – LETTER OF TRANSMITTAL
VOUCHER APPROVAL

We, the undersigned, do hereby certify under penalty of perjury that the materials have been furnished, the services rendered, or the labor performed as described herein, that any advance payment is due and payable pursuant to a contract or is available as an option for full or partial fulfillment of a contractual obligation, and that the claim is a just, due, and unpaid obligation against the Port of Port Angeles, and that we are authorized to authenticate and certify to said claim.

This process is in compliance with the applicable RCWs and the State Auditor's Budget Accounting and Reporting System (BARS) requirements. Further, the Port maintains effective internal controls to ensure that all disbursements are valid obligations authorized in accordance with the Delegation of Authority Policy.

SUMMARY TRANSMITTAL August 20, 2026 – September 2, 2026

CERTIFICATION

Accounts Payable				
	Begin	**End**		
For General Expenses and Construction	**Check #**	**Check #**		
Accts Payable Checks (computer)	420789	420839	$	2,007,129.34
Voided/Zero Payable				
Accts Payable ACH	08333	08442	$	255,921.71
VOIDED/ZERO PAYABLE ACH				
Wire Transfer - Expenses			$	4,206.19
Wire Transfer - Excise Tax			$	12,560.42
Wire Transfer - Leasehold Tax				
Total General Expenses and Construction			**$**	**2,279,817.66**
Payroll				
Employee Payroll Checks PPD (Direct Deposit)	008347	008421	$	146,126.59
Voided Payroll Check	008379, 008380, 008398, 008409		$	-
Wire Transfer - (Payroll Taxes, Retirement, Deferred Comp, L&I, PFML)			$	106,412.51
Total Payroll			**$**	**252,539.10**
Total General Exp & Payroll			**$**	**2,532,356.76**

I, the Port Auditor or Deputy Auditor, do hereby clarify that the claims listed above are true and valid obligations and that appropriate and effective internal controls are in place to ensure that the outstanding obligations have been processed in accordance with the Port of Port Angeles procurement/payment policies and delegation of authority.

____
Auditor / Deputy Auditor

____
Commissioner, Connie Beauvais

____
Commissioner, Colleen McAleer

____
Commissioner, Kelly Kidwell

* Detail is available upon request to Jennifer Baker, Chief Finance & Administrative Officer: jenniferb@portofpa.com

MONTHLY REPORT TO THE BOARD OF PORT COMMISSIONERS
August 2026

SUBJECT: REPORTS REQUIRED UNDER THE PROVISIONS OF THE DELEGATION OF AUTHORITY

REPORT	NO ACTION	ATTACHED
Lease Renewals/Options and 1 Year or Less Agreements at Market Rates; Leases, Assignments, Subleases, Berthage/Dockage, & Miscellaneous (Use, Equipment, Hangar, Marina Slips)		X
Lease Bond, Rental Insurance Deviations	X	
Work Contracts ($50,000 or less) Executed	X	
Work Contracts Completed	X	
Change Orders Authorized	X	
Work by Port Crews or Day Labor ($50,000 or less)	X	
Claims Settled	X	
Professional & Personal Services Awarded and Architectural, Engineering & Technical Services Awarded		X
Fees Waived	X	
Uncollectible Accounts Written Off	X	
Experts Engaged for Litigation	X	
Grant Applications/Award	X	
Travel Outside WA, OR, ID, and BC, Canada	X	
Surplus Personal Property (under $10,000)	X	

LEASES, RENEWALS, AND OTHER REAL ESTATE DOCUMENTS OF ONE YEAR OR LESS APPROVED BY CHIEF EXECUTIVE OFFICER (In Accordance with the Delegation of Administrative Authority, Resolution 26-1336 dated 4.14.2026)					
AUGUST 2026					
TENANT NAME	**DOCUMENT & LOCATION**	**FORM OF SURETY AND AMOUNT**	**PREMISES SQ FEET**	**THIS TERM**	**MONTHLY RENT AMT.**
Casey L. Balch, LLC dba Pacific Northwest Tree Service	Temporary License for tree trimming	$500 Deposit on file	1,000 SF land between W 3rd St, W 4th St	8.19.26 to 10.31.26	No charge

PROFESSIONAL & PERSONAL SERVICES
AWARDED BY THE CHIEF EXECUTIVE OFFICER
(In Accordance with Delegation of Authority)
August 2026

CONSULTANT	PROJECT	EST. COST	OTHER CONTRACT PROVISIONS
Personal Services Agreements / Amendments:			
Beckett Group	Lobbying and Public Affairs Services	NTE $27,000.00	Agreement from 8/1/26 – 7/31/27
Professional Services Agreements / Amendments:			
Nelco Architecture, Inc.	Port Angeles Boat Yard Multi-User Building Design Amendment 01	NTE $2,750.00	Addition of LEED Consultant

INFORMATIONAL REPORT
TO THE
BOARD OF PORT COMMISSIONERS

September 8th, 2026

SUBJECT: 2026 CAPITAL BUDGET REVIEW

PORT LEAD: Chris Hartman, Chief Operating Officer

THE 2026 CAPITAL PROGRAM AT A GLANCE

Total 2026 Capital Program: $36.14 M (Port: $8.70 M; Grants: $27.44 M) - targeted to high-impact maritime, aviation, and industrial investments that sustain the Working Waterfront, improve community access, and unlock job growth.

- Intermodal Handling & Transfer Facility (IHTF) + Cofferdam Improvements: marine cargo efficiency and waterfront resiliency ($13.82 M total; $10.67 M grant; $3.15 M Port).
- Fairchild International Airport — Taxiway ‘A’ Rehabilitation: safety and operational reliability ($6.49M total; $6.24M grant; $0.25M Port).
- Fairchild International Airport — Hangar Building: new economic-opportunity space ($1.50M total; $0.60M grant; $0.90M Port).
- Marine Trades Center: planning for a multi-user building and site development ($1.38M Port in 2026 across planning/site work).
- Terminal 1 Shore Power & Clean Equipment: electrification and cargo-handling modernization via EPA-aligned funding (awarded and pending programs).
- Port Angeles Boat Haven & John Wayne Marina: access, safety, and facility life-extension (parking, planning/design for future float/breakwater work, targeted renovations).

Five-Year CIP (2026–2030): $107.60 M combined (Port ~$46.74 M; Grants ~$60.86 M).

FUNDING, GRANTS & RESERVES

The 2026 program is fueled primarily by grants ($27.44 M recognized in 2026) and disciplined local match, alongside a planned use of reserves that is consistent with a staged delivery of high-priority projects. This continues the Port’s budget discipline and the Capital Improvement Fund (CIF) reserve stance to prepare for major replacements and new builds.

Looking beyond 2026, the five-year plan could reduce cash reserves below the $10 million target by the end of 2029 and turn negative by 2030 without additional grants and/or debt tools. We will manage that risk by phasing the scope, sequencing bid packages, and pursuing competitive funding so projects are timed to available resources.

Our guiding principle remains straightforward: match the right projects to the right sources—grants when competitiveness and timing align; local funds when immediacy, life-safety, or high ROI justify action; and, when appropriate, debt tools that keep intergenerational fairness in view.

CAPITAL BUDGET

The 2026 Capital Budget includes a 1-year Capital Projects Budget, a 5-year Capital Improvement Plan, and a 20-year Capital Improvement Plan. The Capital Projects Budget is funded by grants, property tax surplus, operating surplus, and reserves. Property tax surplus is net of general tax levies in excess of debt service expenditures. Surplus from Port operations results from the cumulative excess of revenues over expenses. The Port will also issue debt to fund projects. Below is a breakdown of the sources of funding for this year's capital budget.

Property Tax Levy	$ 1,883,631	
Debt Service	$ (176,180)	
Misc. & Non-Op	$ 808,261	(interest earning less environmental cleanup)
Net Operating Surplus	$ 1,039,016	
Capital Expenditures	$(36,142,141)	
Grant Reimbursement	$ 27,442,141	
Impact to Cash Reserves	$ (5,145,272)	

A. CAPITAL PROJECTS BUDGET

For a project to be included in the capital budget, the total project cost must exceed $10,000, and the asset must have a minimum useful life of five (5) years. If it is a maintenance project, then the life of the asset must be extended by a minimum of five (5) years. Capital projects are included in the budget in descending order of priority. The four main priority categories for projects are:

1. **Regulatory Required Projects**: These projects are required by a regulatory agency. The Port must complete these projects to remain in compliance with established regulations.
2. **Committed Projects**: These projects are considered "committed" because of one or more of the following reasons:
    a. Port agreed to complete the project within a lease or other agreement.
    b. Port has accepted grant funding and committed the matching funds by resolution.
    c. Contingency budget to accommodate unbudgeted projects is programmed as 10% of the Port's annual depreciation amount.
3. **Critical Maintenance Projects**: These projects are included in the capital budget to prevent further damage to a Port asset. Delaying these projects will result in more costly repairs.
4. **Strategic Investment Projects**: These projects will be prioritized based on a combination of the following factors: 1) Job Creation and Retention, 2) Return on Investment, 3) Environmental Benefit, and 4) Preventive Maintenance. Preventive maintenance projects are those that, if deferred until next year, will not result in further damage to the assets.

B. 5-YEAR CAPITAL IMPROVEMENT PLAN

The 5-Year Capital Improvement Plan (CIP) is a planning tool that identifies Capital Projects through the year 2030. The Port has established a target cash reserve balance of $10 million. The current list of projects is expected to reduce the cash reserve balance below the target by the end of 2028 and become negative by the end of 2030, with no other revenue (Op and Non-Op) inflows. The Port will need to identify other funding sources, including debt and/or grants, to complete this list of projects. Projects shown in future years do not commit the Port funds. Each project will undergo prioritization and a return on investment (ROI) analysis before being accepted into the current year's Capital Budget.

C. 20-YEAR CAPITAL IMPROVEMENT PLAN

This list represents significant capital investments that the Port is likely to make within the next six (6) to twenty (20) years (2031-2046). These projects are primarily infrastructure replacement projects and new development projects that represent high-priority strategic investments. This plan is designed to help balance current capital investments and debt with an understanding of future investment needs. Project estimates are escalated using an annual average inflation rate of 3.16% in accordance with the Washington State Department of Financial Management Cost Estimating Form C-100.

D. GRANTS

The Port has been awarded eleven (11) separate state and federal grants and should receive determinations on one (1) more grant by the end of 2026. Each grant carries its own unique conditions and matching funds requirements. See the table below for details regarding the awarded and pending grants.

E. DEVELOPMENTS SINCE ADOPTION OF THE BUDGET

Port Angeles Composite LLC, which purchased Angeles Composite Technology Incorporated in October 2025, is working with the Port to expand its facilities and advanced manufacturing ability. This development strongly aligns with the Port's Strategic Goal to “Expand the port’s land and building assets with an emphasis on positive economic impacts through continuous outreach and partnerships”. If successful, the facility expansion will have significant positive impacts on job growth and economic impact through the district.

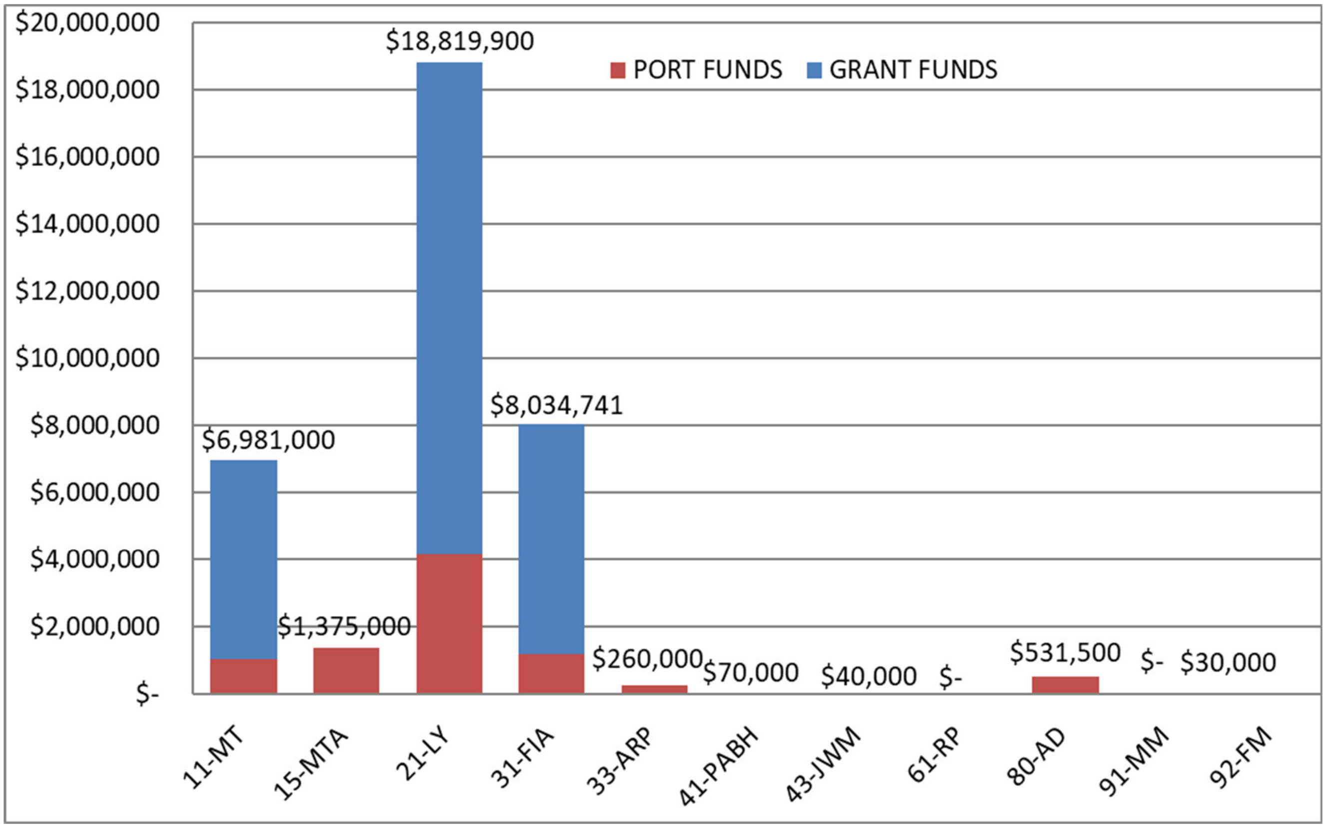
This new development may significantly alter the Port’s 5-year Capital Improvement Plan and funding strategies. To date, the Port Commission has authorized design funds up to $790,750 toward this development.

FEDERAL & STATE GRANTS AWARDED TO THE PORT OF PORT ANGELES

Grant Agency	Program	Project	Grant Funds	Match Funds
U.S. Environmental Protection Agency	Clean Ports Program	Shore Power Service Upgrades & Zero Emission Equip	$9,457,350	$525,408
Washington State Department of Transportation	Port Electrification	Shore Power Service Upgrades & Zero Emission Equipment	$ 525,408	
Federal Aviation Administration	Bipartisan Infrastructure Law	Hangar Development	$1,200,000	$1,800,000
Federal Aviation Administration	Airport Improvement Program	Taxiway 'A' Rehabilitation	$6,079,748	$160,000
Washington State Department of Transportation	Aviation	Taxiway 'A' Rehabilitation	$160,000	
U.S. Dept of Transportation – Maritime Admin.	FY2022 Port Infrastructure Development Program	Intermodal Handling & Transfer Facility Site Improvements	$8,608,000	$1,297,000
Washington State Dept. of Ecology	Capital Budget Proviso	Intermodal Handling & Transfer Facility Site Improvements	$855,000	
Washington State Dept. of Ecology	Stormwater Facility Assistance Program	Intermodal Handling & Transfer Facility Stormwater Treatment	$1,207,000	$213,000
U.S. Dept of Transportation – Maritime Admin.	FY2024 Port Infrastructure Development Program	Cargo Handling Equipment	$9,000,000	$2,250,000
U.S. Dept. of Commerce – Economic Development Admin.	Recompete	Three (3) barges for Marine Transportation	$6,000,000	
U.S. Dept. of Homeland Security	Port Security Grant Program	Security Operations Center TWIC Readers Safety Vessel	$230,000 $ 23,500 $ 84,000	$80,000 $ 8,000 $25,000
* U.S. Dept of Transportation – Maritime Admin.	FY2026 Port Infrastructure Development Program	Terminal 3 Cargo Efficiency Upgrades	$11,249,995	$2,990,505

* = The Port has submitted a grant application, but the grant agency has not made a funding determination at the time the budget was adopted.

2026 CAPITAL EXPENDITURES BY DEPARTMENT



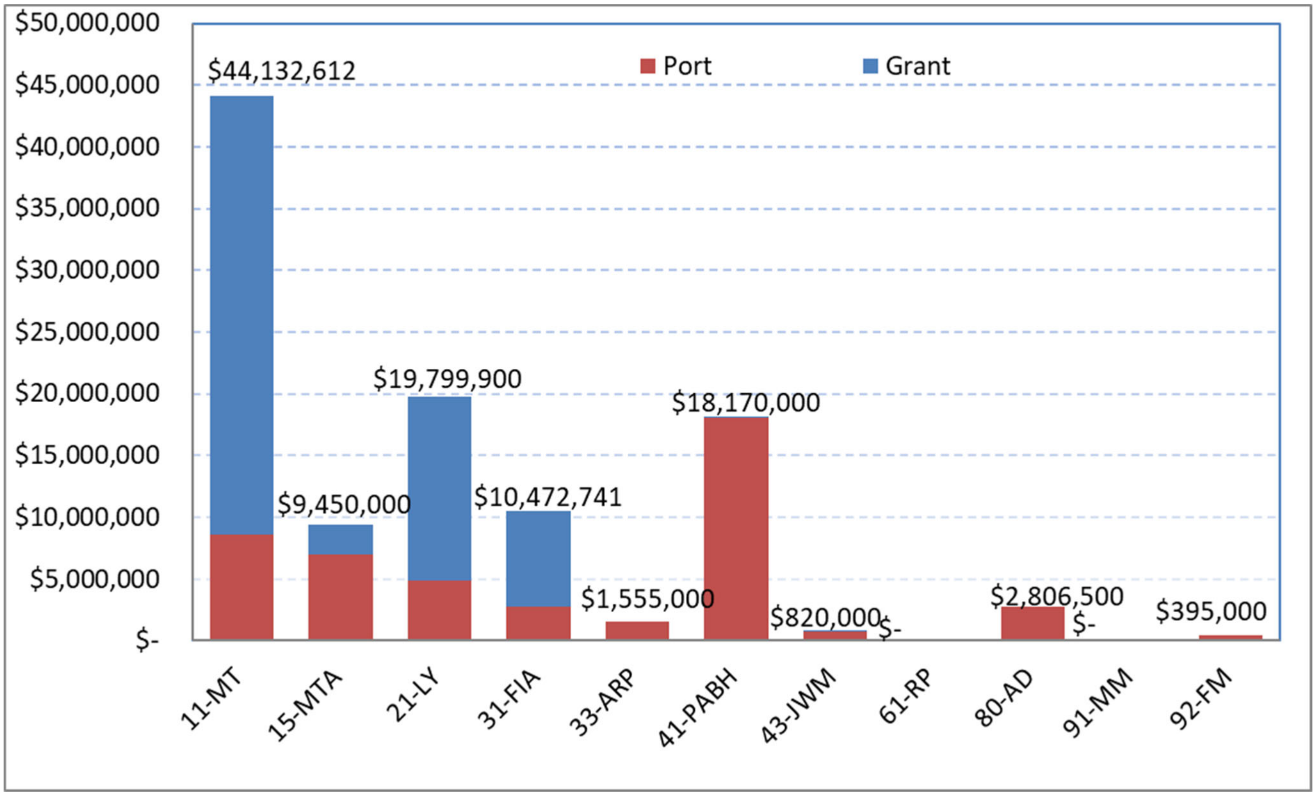
Dept.	2025 Port Projected	2025 Grant Projected	2025 Total Projected	2026 Port Budget	2026 Grant Budget	2026 Total Budget
11-MT	$ 1,927,470	$ 542,770	$ 2,470,240	$ 1,048,500	$ 5,932,500	$ 6,981,000
15-MTA	$ 585,983	$ 1,143,938	$ 1,729,921	$ 1,375,000	$ -	$ 1,375,000
21-LY	$ 63,000	$ 189,000	$ 252,000	$ 4,150,000	$14,669,900	$ 18,819,900
31-FIA	$ 182,000	$ 228,000	$ 410,000	$ 1,195,000	$ 6,839,741	$ 8,034,741
33-ARP	$ 427,910	$ 12,090	$ 440,000	$ 260,000	$ -	$ 260,000
41-PABH	$ 50,000	$ 75,000	$ 125,000	$ 70,000	$ -	$ 70,000
43-JWM	$ 116,040	$ 185,126	$ 301,166	$ 40,000	$ -	$ 40,000
61-RP	$ -	$ -	$ -	$ -	$ -	$ -
80-AD	$ 188,910	$ 12,090	$ 201,000	$ 531,500	$ -	$ 531,500
91-MM	$ -	$ -	$ -	$ -	$ -	$ -
92-FM	$ 128,621	$ -	$ 128,621	$ 30,000	$ -	$ 30,000
Total	$ 3,669,934	$ 2,388,014	$ 6,057,948	$ 8,700,000	$27,442,141	$ 36,142,141

2026 CAPITAL PROJECTS

#	Dept.	Project Description	Port Funds	Grant Funds	Total
1.01	21-LY	IHTF & Cofferdam Impts (G)	$ 3,150,000	$10,669,900	$ 13,819,900
2.01	31-FIA	Taxiway "A" Rehab. (G)	$ 250,000	$6,239,741	$ 6,489,741
2.02	11-MT	T1 Shore Power Upgrades (G) (P)	$ 10,500	$95,000	$ 105,500
2.03	31-FIA	FIA Hangar Building (G)	$ 900,000	$600,000	$ 1,500,000
2.04	11-MT	Barge Purchase (G)	$ -	$2,000,000	$ 2,000,000
2.05	11-MT	Security Operations Center (G)	$ 80,000	$230,000	$ 310,000
2.06	21-LY	Log Stacker x 2 (G)	$ 1,000,000	$4,000,000	$ 5,000,000
2.07	11-MT	Conveyor Equipment (G)	$ 500,000	$3,500,000	$ 4,000,000
2.08	11-MT	Mobile TWIC Readers (G)	$ 8,000	$23,500	$ 31,500
2.09	11-MT	Safety Vessel (G)	$ 25,000	$84,000	$ 109,000
2.10	80-AD	Capital Budget Contingency	$ 449,500		$ 449,500
3.01	11-MT	T1 Fire Sprinkler Zone 2 Replace	$ 170,000		$ 170,000
3.02	31-FIA	Terminal Fire Alarm System	$ 25,000		$ 25,000
3.03	11-MT	T1 Warehouse Repairs	$ 150,000		$ 150,000
3.04	33-ARP	MTIB Roof Coating	$ 200,000		$ 200,000
4.01	15-MTA	Marine Trades Multi-User Bldg. (P)	$ 290,000		$ 290,000
4.02	15-MTA	B.Y. Building Siding Repairs (SP)	$ 55,000		$ 55,000
4.03	92-FM	Crack Seal Equipment	$ 30,000		$ 30,000
4.04	15-MTA	B.Y. Wash Pad Replace (SP)	$ 30,000		$ 30,000
4.05	15-MTA	MTC Site Development	$ 1,000,000		$ 1,000,000
4.06	11-MT	Boom Lift	$ 55,000		$ 55,000
4.07	43-JWM	Hendrickson Room Renovation (SP)	$ 40,000		$ 40,000
4.08	80-AD	Security & Access Control	$ 62,000		$ 62,000
4.09	11-MT	Security Patrol Vehicle	$ 50,000		$ 50,000
4.10	41-PABH	Center Parking Improvements (SP)	$ 70,000		$ 70,000
4.11	33-ARP	18th St. Fence Extension (SP)	$ 60,000		$ 60,000
4.12	31-FIA	Conduit for fiber (SP)	$ 20,000		$ 20,000
4.13	80-AD	Admin Restroom Remodel (SP)	$ 20,000		$ 20,000
					$ -
		TOTALS =	$8,700,000	$27,442,141	$36,142,141

#:	Priority Ranking. The first number is the project category (see description on Page V-1), and the second number is its priority number within that category.
G:	Grant funds have been awarded.
G*:	Grant funds have not yet been awarded.
P:	Planning work, including engineering, design, permitting, and bid document preparation, etc.
IHTF:	Intermodal Handling and Transfer Facility.
SP:	Self-Perform. These projects will be completed with Port labor.

2026 – 2030 CAPITAL IMPROVEMENT PLAN BY DEPARTMENT



Dept.	Port	Grant	Total
11-MT	$ 8,643,581	$ 35,489,031	$ 44,132,612
15-MTA	$ 6,950,000	$ 2,500,000	$ 9,450,000
21-LY	$ 4,830,000	$ 14,969,900	$ 19,799,900
31-FIA	$ 2,722,000	$ 7,750,741	$ 10,472,741
33-ARP	$ 1,555,000	$ -	$ 1,555,000
41-PABH	$ 18,095,000	$ 75,000	$ 18,170,000
43-JWM	$ 740,000	$ 80,000	$ 820,000
61-RP	$ -	$ -	$ -
80-AD	$ 2,806,500	$ -	$ 2,806,500
91-MM	$ -	$ -	$ -
92-FM	$ 395,000	$ -	$ 395,000
TOTAL =	**$ 46,737,081**	**$ 60,864,672**	**$ 107,601,753**

2026 – 2030 CAPITAL IMPROVEMENT PLAN

Dept.	Project Description	2026	2027	2028	2029	2030
11-MT	T1 Shorepower Improvement (G)	$ 10,500	$ 260,000			
11-MT	Reach Stacker Cargo Equip (G)		$ 116,379			
11-MT	10-Ton Electric Forklift (G)		$ 19,271			
11-MT	5-Ton Electric Forklift (G)		$ 4,431			
11-MT	Cable Management Equip (G)		$ 25,000			
11-MT	Conveyor Equipment (G)	$ 500,000				
11-MT	Material Handlers x 2 (G)		$ 850,000			
11-MT	Barges (G)					
11-MT	Boom Lift	$ 55,000				
11-MT	Security Patrol Vehicle	$ 50,000				
11-MT	Security Operations Center (G)	$ 80,000				
11-MT	Safety Vessel (G)	$ 25,000				
11-MT	Mobile TWIC Readers (G)	$ 8,000				
11-MT	T1 Asphalt Patching			$ 150,000		
11-MT	Access Control Upgrades (G)			$ 25,000		
11-MT	T1 Warehouse Repairs	$ 150,000				
11-MT	T1 Zone 2 Fire Sprinkler Replace	$ 170,000				
11-MT	T1 Zone 3 Fire Sprinkler Replace		$ 160,000			
11-MT	T1 Zone 4 Fire Sprinkler Replace			$ 165,000		
11-MT	T1 Zone 5 Fire Sprinkler Replace				$ 170,000	
11-MT	Tumwater Bank Stabilization (G)			$ 37,500		$ 362,500
11-MT	Terminal 3 Expansion (G)		$ 750,000	$ 2,500,000	$ 2,000,000	
15-MTA	Industrial Prop. Acquisition		$ 250,000	$ 250,000	$ 250,000	$ 250,000
15-MTA	MTC Site Development	$ 1,000,000				
15-MTA	70 MT Travelift Repairs		$ 50,000			
15-MTA	75 MT Travelift Purchase					$ 1,500,000
15-MTA	Multi-User Bldg. (G)	$ 290,000	$ 2,500,000			
15-MTA	B.Y. Wash Pad Replace	$ 30,000				
15-MTA	B.Y. Building Roof Replace			$ 225,000		
15-MTA	B.Y. Building Siding Repairs	$ 55,000				
15-MTA	S.W. Conveyance Impts.		$ 300,000			
21-LY	IHTF & Cofferdam Impts (G)	$ 3,150,000				
21-LY	Sweeper Truck (G)				$ 100,000	
21-LY	Log Stacker x 2 (G)	$ 1,000,000				
21-LY	Boom Boat Repairs			$ 30,000		
21-LY	Hydraulic Loader Replace					$ 550,000
31-FIA	Terminal Fire Alarm System	$ 25,000				
31-FIA	Asphalt Surface Repairs				$ 100,000	
31-FIA	Transient Area Asphalt Repair		$ 500,000			
31-FIA	Conduit for fiber	$ 20,000				
31-FIA	FIA Ductless HP		$ 10,000			

2026 – 2030 CAPITAL IMPROVEMENT PLAN

Dept.	Project Description	2026	2027	2028	2029	2030
31-FIA	FIA Hangar Building (G)	$ 900,000	$ 900,000			
31-FIA	Taxiway "A" Rehab. (G)	$ 250,000				
31-FIA	Runway Obst. Removal (G)				$ 17,000	
33-ARP	18th St. Fence Extension	$ 60,000				
33-ARP	MTIB Roof Coating	$ 200,000				
33-ARP	1020 Bldg. Roof Coating		$ 300,000			
33-ARP	1030 Bldg. Roof Coating			$ 315,000		
33-ARP	1040 Bldg. Roof Coating				$ 330,000	
33-ARP	1010 Bldg. Roof Coating					$ 350,000
41-PABH	Boat Launch Restroom (G)			$ 25,000		
41-PABH	Center Parking Improvements	$ 70,000				
41-PABH	RV Campground		$ 200,000			
41-PABH	W. PABH Design (P)		$ 250,000	$ 150,000	$ 400,000	
41-PABH	W. PABH Float & Breakwater Replace				$ 8,000,000	$ 9,000,000
43-JWM	Fiber to Gates		$ 20,000			
43-JWM	Parking lot Rehabilitation					$ 600,000
43-JWM	Beach Access Improvement		$ 80,000			
43-JWM	Hendrickson Room Renovation	$ 40,000				
80-AD	Capital Budget Contingency	$ 449,500	$ 500,000	$ 500,000	$ 500,000	$ 500,000
80-AD	Admin Restroom Remodel	$ 20,000				
80-AD	Security & Access Control	$ 62,000				
80-AD	Admin Bldg Façade Impts		$ 275,000			
92-FM	Front End Loader			$ 150,000		
92-FM	Dump Truck Replacement				$ 75,000	
92-FM	Seal Coat Equipment		$ 40,000			
92-FM	Crack Seal Equipment	$ 30,000				
92-FM	Bulldozer			$ 100,000		
	Total not including grant funds	**$ 8,950,000**	**$ 8,360,081**	**$ 4,622,500**	**$ 11,942,000**	**$ 13,112,500**
	Grant Funds	**$ 27,442,141**	**$ 16,611,531**	**$ 8,662,500**	**$ 5,611,000**	**$ 2,537,500**
	TOTAL (including grant funds)	**$ 36,392,141**	**$ 24,971,612**	**$ 13,285,000**	**$ 17,553,000**	**$ 15,650,000**
	**** PORT ESTIMATED CASH RESERVE BALANCE**	**$ 18,179,329**	**$ 14,548,331**	**$ 13,856,289**	**$ 21,821,672**	**$ 13,602,668**
						$ 46,987,081
					5 YEAR TOTAL = (including grant funds)	**$107,851,753**
**	Assumptions include:					
	State Treasury Local Loans for all Port costs for equipment & vehicles					
	LTGO Bond for the PABH Float & Breakwater Replacement of $17,000,000					

2026 – 2030 CAPITAL IMPROVEMENT PLAN

	Site	2026	2027	2028	2029	2030
	Cleanup Expenditures for Active Cleanup Sites 2026 - 2030					
90-NO	KPLY Monitoring (Total)	$ 81,000	$ 65,000	$ 70,000	$ 70,000	$ 70,000
	KPLY Monitoring (Port)	$ -	$ -	$ -	$ -	$ -
90-NO	MTA (Total)	$ 171,000	$ 2,000,000	$ 115,000	$ 115,000	$ 115,000
	MTA (Port)	$ -	$ -	$ -	$ -	$ -
90-NO	Fmr Shell Oil Bulk Plant - 220 Tumwater Truck Rt (Total)	$ 2,800,000	$ 200,000	$ 70,000	$ -	$ -
	Fmr Shell Oil Bulk Plant - 220 Tumwater Truck Rt (Port)	$ 15,000	$ -	$ -	$ -	$ -
90-NO	Fmr Pettit Oil - 220 Tumwater Truck Rt (Total)	$ 1,300,000	$ 70,000	$ 70,000	$ -	$ -
	Fmr Pettit Oil - 220 Tumwater Truck Rt (Port)	$ 15,000	$ -	$ -	$ -	$ -
90-NO	T5, T6, T7 Upland (Total)	$ 335,000	$ 500,000	$ 1,500,000	$ 3,500,000	$ 500,000
	T5, T6, T7 Upland (Port)	$ -	$ -	$ -	$ -	$ -
90-NO	Harbor (Total)	$ 2,375,000	$ 2,450,000	$ 1,300,000	$ 10,000,000	$ 20,000,000
	Harbor (Port)	$ -	$ -	$ -	$ -	$ -
	5 Year Total =	**$ 49,842,000**				
	**** 5 Year Port Total =**	**$ 30,000**				

** Estimated Port funds after reimbursements received from other Potential Liable Parties and Insurance Carriers.

2031 – 2046 CAPITAL IMPROVEMENT PLAN

DEPT.	Project Description	2025 $	Project Year	Project Year $
21-LY	Equip. Replace 1	$ 1,700,000	2030	$ 1,986,120
33-ARP	Site Preparation for Building	$ 1,850,000	2030	$ 2,161,366
33-ARP	Industrial Bldg. (25,000 s.f.)	$ 9,100,000	2031	$ 10,967,544
91-MM	Mech. Shop Maint. / Impts	$ 135,000	2031	$ 162,705
15-MTA	Marine Dr. Intersection	$ 1,600,000	2032	$ 1,989,296
15-MTA	MTC Industrial Building	$ 20,000,000	2032	$ 24,866,195
15-MTA	MTC Boat Lift Pier	$ 8,525,000	2032	$ 10,599,215
21-LY	Equip. Replace 2	$ 550,000	2032	$ 683,820
92-FM	Equip. / Vehicle Replace 2	$ 135,000	2033	$ 173,151
43-JWM	Admin. Building Maint.	$ 375,000	2033	$ 480,974
11-MT	Terminal 1 /3 Repairs	$ 5,500,000	2034	$ 7,277,206
43-JWM	Float / Pile Replacement	$ 17,050,000	2035	$ 23,272,215
43-JWM	Connect to Sequim Sewer	$ 910,000	2036	$ 1,281,345
11-MT	Terminal 4 Rehabilitation	$ 1,200,000	2037	$ 1,743,080
15-MTA	MTC Industrial Building	$ 20,000,000	2038	$ 29,969,350
43-JWM	Electrical & Lighting Replace	$ 1,500,000	2040	$ 2,392,000
43-JWM	Shoreline & Breakwater	$ 1,350,000	2041	$ 2,220,829
21-LY	General Equip. Replace 3	$ 1,600,000	2042	$ 2,715,268
92-FM	Equip. / Vehicle Replace 3	$ 250,000	2043	$ 437,667
41-PABH	E. PABH Jetty Stabilization	$ 2,600,000	2045	$ 4,843,954
31-FIA	New Terminal Building	$ 3,250,000	2046	$ 6,246,279
	TOTAL =	**$ 99,180,000**		**$ 136,469,581**

August 2026: Log Yard Update

September 08, 2026

Log Yard and Site Improvements: From the East Then

Log Yard and Site Improvements: From the East Now

PORT of Port Angeles

Log Yard and Site Improvements: From the West Then

PORT of Port Angeles

Log Yard and Site Improvements: From the West Now

Log Yard and Site Improvements: Current Activities

PORT of Port Angeles

Log Yard and Site Improvements: Current Activities

Questions?

ITEM FOR CONSIDERATION
BY THE
BOARD OF PORT COMMISSIONERS

September 8, 2026

SUBJECT: PORT RESOLUTION TO SELL ABANDONED VESSELS

Presented by: Scott Hough, Senior Operations Manager

RCW & POLICY REQUIREMENTS:

The Port follows the Revised Code of Washington (RCW) statutes in selling vessels that have failed to pay outstanding marina charges. Under the RCW, such vessels are deemed abandoned and may be sold to recover outstanding charges.

RCW 53.08 requires a separate Port resolution before sales of such vessels occur.

Article VIII A. of the Commission Bylaws requires that resolutions be introduced at one meeting before they can be considered for adoption at the next meeting. This provision may be superseded by the unanimous consent of the Commission.

BACKGROUND:

To facilitate the passage of boat sale resolutions, which are identical except for the names of the vessels, their owners, and the auction date, staff introduced a draft of boat sale resolutions on August 10, 1998. The Commission approved the form of these resolutions (first reading) and directed staff to fill in appropriate vessel, owner, and auction date information in the final resolutions (second and final reading).

ANALYSIS:

The owners of the vessels listed in Resolution No. 26-1350 have failed to adequately respond to several notices regarding their delinquency. An auction will be held to sell the vessels. If the sale proceeds do not fully reimburse the Port, the account will be turned over to a collection agency.

ENVIRONMENTAL IMPACT :

None.

FISCAL IMPACT :

The charges accrued by the vessels have already been recognized as revenues in Port accounts. Conducting an auction enables the Port to begin the process of collecting on this receivable.

Customer	Boat	Description	Moorage/Storage	Other Charges	LHT	Current Balance
Richard Fife	Flim-Flam WN 7752 RD	Sailboat	$1,469.40	$638.90	$188.66	$2,296.96
Christopher Tipton	SeeFin WN 3039 GD	Sailboat	$1,890.00	$167.07	$242.66	$2,662.22

RECOMMENDED ACTION:
Adopt Resolution No. 26-1350 and authorize the auction to proceed.

Richard Fife

Christoper Tipton

26-1350

A RESOLUTION DIRECTING SALE OF ABANDONED VESSELS.

WHEREAS, the Commission of the Port of Port Angeles has seized the vessels described below for failure to pay Port charges; and

WHEREAS, the owners of such vessels have failed to make satisfactory payment of such charges; and

WHEREAS, the Port has complied with provisions of Revised Code of Washington (RCW) 53.08 and the Port's Rules and Regulations adopted pursuant to such statute in notifying such owners of their delinquencies;

NOW THEREFORE BE IT RESOLVED that the Commission directs the following vessels be sold at public auction pursuant to procedures provided in RCW 53.08 and the Port's Rules and Regulations pursuant to such statute.

" Flim-Flam - WN 7752 RD"
"SeeFin – WN 3039 GD"

The time and date of this auction will be scheduled in accordance with applicable statutes; public notice of these auctions will be made in conformity with RCW regulations.

ADOPTED this 8th day of September 2026.

PORT OF PORT ANGELES
BOARD OF COMMISSIONERS

____
Connie L Beauvais, President

____
Colleen M. McAleer, Vice President

____
Kelly Kidwell, Secretary

PORT of Port Angeles
Celebrating 100 years serving Clallam County

P.O. Box 1350
338 West First Street
Port Angeles, WA 98362
360.457.8527

Administrator Captain Stephen M. Carmel
Maritime Administration, U.S. Department of Transportation
1200 New Jersey Avenue, SE
Washington, DC 20590

Re: Wing Point Service Company, Inc. FY2026 United States Marine Highway Program Grant Application

Dear Captain Carmel:

On behalf of the Port of Port Angeles, we are pleased to offer this letter of endorsement for Wing Point Service Company, Inc. (Wing Point) and its FY 2026 application to the United States Marine Highway (USMH) Grant Program under the Maritime Administration (MARAD). Wing Point, a Washington-based private development firm, proposes the purchase of three electric passenger/cargo vessels and DC-fast charging units to establish a zero-emission marine transportation service between Lake Washington, Lake Washington Ship Canal, and Lake Union in Seattle.

As a designated sponsor of the M-5 Route since 2024, the Port of Port Angeles recognizes the necessity of marine transportation services to address regional challenges, including congestion on highways and major thoroughfares. The M-5 corridor, which spans the West Coast from Washington (including Puget Sound) to California, presents significant opportunities for increased utilization. This is particularly true in the Puget Sound region, where commuters and freight transporters face increasing congestion and deteriorating road infrastructure.

Wing Point's proposed project will expand the use of marine transportation within the Puget Sound section of M-5 by deploying:

1. Three battery-electric, low-wake composite catamarans manufactured within the United States; each vessel can be configured for passengers (22 total, plus two crew) or cargo (5,000lb rating).
2. Three 350kW direct current (DC) fast-charging units to support the three vessels.

Wing Point proposes that the vessels will be homeported in Ballard, with service stops planned in Fremont, Lake Union Park, the University of Washington, Kirkland, Bellevue, and Renton. Wing Point owns property on Salmon Bay where the future homeport passenger and freight terminal will be constructed; the terminal is currently in the permitting stage, with permits expected in early 2027.

This project, if funded, would enable multiple uses of marine transportation that currently do not exist in the targeted waterbodies along the M-5 corridor. The service would provide a new transportation connection to major regional employers, including Boeing, Amazon, Fred Hutch Cancer Center, and more. Importantly, it would reduce vehicle miles traveled on clogged roadways and bridges by shifting the freight traveling to and from these industry anchors onto water.

Passenger and freight service on the waterways within the Seattle metro region presents an opportunity to use innovative technologies to promote the efficient movement of both people and goods. The proposal will also make use of locally-available emissions-free hydroelectricity, reducing the environmental impact of local travel while solving transportation challenges. Finally, the project represents an opportunity to strengthen the regional supply chain by providing a resilient and independent alternative to landside travel, which is consistently impacted by vehicle accidents, bridge closures, and a combination of heavy commuter and freight traffic along Interstate 5.

We encourage consideration of Wing Point's FY2026 application to the USMH Program. Should you require additional information in support of this application, please do not hesitate to contact the Port's Chief Executive Officer, Mr. Paul Jarkiewicz, at paulj@portofpa.com.

Thank you for your consideration.

Respectfully,

Connie Beauvais Commissioner Port of Port Angeles	Colleen McAleer Commissioner Port of Port Angeles	Kelly Kidwell Commissioner Port of Port Angeles

Future Agenda Items – Commission Meeting

09/08/2026

September 22, 2026 (Regular Commission Meeting)

- August Financial Report
- Q3 Grant Update

October 13, 2026 (Regular Commission Meeting)

- Monthly Delegation of Authority Report
- Monthly Cash and Investment Report
- Log Yard Site & Stormwater Project – September Update
- Introduce 2027 Operating Budget

October 26, 2026 (Special Joint Meeting w/ BOCC & The Clallam County PUD)

- Hosted at the BOCC from 11:00 am – 2:30 pm

October 27, 2026 (Regular Commission Meeting)

- September Financial Report
- 3rd Quarter Operations Report
- 2027 Draft Final Capital Budget
- Present Preliminary 2027 Operating Budget & Tax Levy

November 10, 2026 (Regular Commission Meeting)

- Monthly Delegation of Authority Report
- Monthly Cash and Investment Report
- Log Yard Site & Stormwater Project – October Update
- Open Public Hearing on 2027 Budget and Tax Levy

November 17, 2026 (Special Commission Meeting)

- Close Public Hearing & Adopt 2027 Budget and Tax Levy

Upcoming Events

September 24-25: WPPA Environmental Seminar (Seattle, WA – Renaissance Seattle Hotel)

September 28-30: American Association of Port Authorities (AAPA) Annual Conf. (New Orleans, LA)

October 12-13: MH5 & MH84 Joint Annual Roundtable (Vancouver, WA)

October 13-15: Pacific Northwest Waterways Assoc. (PNWA) Annual Meeting (Vancouver, WA)

October 18-21: NAFTZ Annual Conference & Exposition (San Diego, CA – Loews Coronado Bay)

October 22-23: WPPA Small Ports (Chelan – Campbell's Resort Lake Chelan)

November 19-21: Pacific Marine Expo (Seattle, WA – Seattle Convention Center Arch Building)

December 2-4: International Workboat Show (New Orleans, LA)

December 9-11: WPPA Annual Meeting (Vancouver, WA – Hilton Vancouver)

Future

Boatyard and Marina Rules & Regulations / Port Emergency Response Plans and Activities / Employee Handbook Update and Resolutions