

FEATHER RIVER RAIL SOCIETY – AGENDA REPORT

DATE: August 8, 2012
FROM: Rod McClure, President
ITEM: New Business Item 2
SUBJECT: **Lease of Locomotive**

We have been approached by a shortline operating company with a request to lease a locomotive short term for a line they are taking over in northern California. The lease would start after our main operating season (September or October) and run for 2-3 months.

This operator is a major company and has a good record of equipment care. The suggestion is to lease SP GP9 2873 to them as a short term locomotive. This will earn us some much needed funds going into the slow season.

More information should be available at the meeting.

REQUESTED ACTION: That the Board approve the concept of leasing SP 2873 and give the President the authority to negotiate the terms of the agreement, contract subject to legal review.