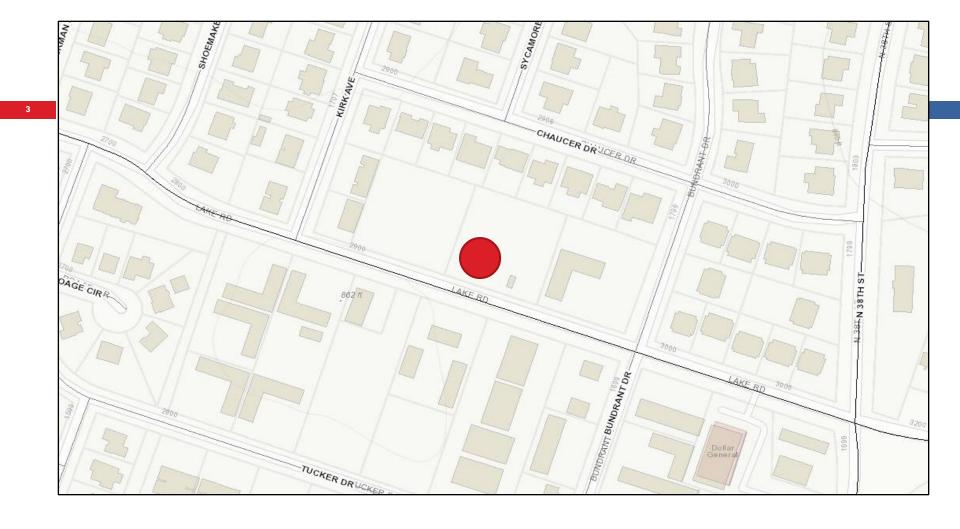


LEASE AGREEMENT WITH AT&T FOR CELLULAR EQUIPMENT ON CITY **PROPERTY** 

## Background

- □ The city operates a water tower at 2905 Lake Road.
- The water tower and the surrounding grounds currently house cellular equipment from two previous leases.
- The City has been approached by New Cingular Wireless (DBA AT&T) for placement of an additional communications facility.



## Terms of the Lease

- Approximately 375 square feet on the ground, as well as space on the tower itself.
- 5 years with up to 5 additional 5-year terms (up to a total of 30 years).
- Monthly rent of \$2,000.00, increasing by 10% upon each term extension.

## Terms of the Lease

- AT&T is required to maintain \$1,000,000 general liability with the city as an additional insured.
- □ The city may terminate with 30 days' notice for:
  - default
  - if water tower is to be decommissioned
  - 3. public emergency or threat to water supply
- AT&T may terminate for the city's default or if licensing or property conditions prevent the project from going forward.

- □ The city may:
  - Decline to enter into the requested lease.
  - Approve the lease with changes.
  - Approve the lease as submitted.

## Recommendation

Staff recommends that the City Council approve the lease with New Cingular Wireless as submitted for the placement of communications facilities at 2905 Lake Road and authorize the City Manager or designee to execute all necessary documents.