

SUBJECT

BOARD RESOLUTION NO. 15-1306

Pertaining to an Amendment No. 2 to Site Lease Agreement with Verizon Wireless (VAW) LLC d/b/a Verizon Wireless to provide for the installation of additional wireless equipment at Highland Water Tower No. 3 located at 750 South Snelling Avenue in Saint Paul.

BACKGROUND INFORMATION

This proposed amendment provides the following:

1. Replacement of 12 antennas
2. Revision of notification addresses
3. Installation of three remote radio units (RRU) for an increase of 12.5% in annual rent, from \$44,036.90 to \$49,541.51.

The increased rent amount was arrived at by starting with the premise that the rent is 50% for ground space and 50% for space on the tank. The largest components on the tank are the 12 existing antennas. Dividing the tank portion of the rent (\$22,018.45) by 12 results in a rate of \$1,834.87 per antenna. The three proposed RRUs are almost as large as the antennas, so we determined that rent for them should be the same amount. $\$1,834.87 \times 3 = \$5,504.61$.

All other terms and conditions of the lease remain unchanged. The 3% annual escalator provided for in the Lease will continue and will be applied to the amended rent on January 1, 2016.

See attached Location Map and proposed Amendment.

RECOMMENDATION

Approval is recommended.