

Staff Report

May 10, 2011

**Highland Water Tower No. 2 site Lease Agreement between
Board of Water Commissioners and
Zayo Bandwidth, LLC**

Zayo Bandwidth, LLC desires to install and operate backhaul equipment at the Board of Water Commissioners Saint Anthony Water Tower site at 1515 North Cleveland Avenue in St. Paul. This equipment consists of one cabinet in a 4'x3' space on the ground and uses fiber cable to provide backhaul services to wireless providers on the site.

The property is in the name of the City for benefit of the Board.

Following negotiations, staff prepared the attached 5-year lease that automatically renews for three additional 5-year terms and has a starting annual rent of \$5,040 with a 5% annual escalator.

The Board of Water Commissioners approved the lease at its May 10, 2011 meeting and requested the City likewise approve the lease.

See attached Location Map.