

**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 Highland Water Tower No. 2 site located at 750 South Snelling 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, 2010 meeting and requested the City likewise approve the lease.

See attached Location Map.