ORDINANCE No. 188093

Extend term of a franchise granted to McLeodUSA Telecommunications Services, Inc. to build and operate telecommunication facilities within City streets (Ordinance; amend Ordinance No. 175061)

The City of Portland ordains:

Section 1. The Council finds:

- 1. In November 2000, the Council granted a ten year franchise to McLeodUSA Telecommunications Services, Inc., an Iowa corporation qualified to do business in Oregon, and to its successors and assigns, as approved by the City ("McLeodUSA"), to use the City streets to provide telecommunications services. Ordinance No. 175061. McLeodUSA filed an acceptance of the franchise grant in November, 2000.
- 2. The Council has previously extended the term of the franchise ordinance. Most recently, in September 3, 2014, the Council extended the term of the McLeodUSA franchise until December 31, 2016. Ordinance No. 186785.
- 3. City staff is currently working on negotiating a renewal franchise with McLeodUSA, including revised standardized franchise language. Although franchise negotiations for a renewal agreement are in progress, the parties have not reached agreement on all terms. City staff recommends that the Council extend the existing franchise to allow time for parties to complete negotiations for a new agreement and to formally complete the Portland City Charter procedure for proposed franchises, which can take up to four months or more from the date of the required initial publication.

NOW, THEREFORE, the Council directs:

- a. Ordinance No. 175061 is amended to extend the term of the franchise, continuously and without interruption, through December 31, 2018.
- b. All other terms and conditions of the franchise shall remain the same and unchanged.

c. On or before the thirtieth (30th) day after this ordinance becomes effective, McLeodUSA Telecommunications Services, Inc. shall file in the Office of the Auditor of the City of Portland a written acceptance of this ordinance, executed by McLeodUSA Telecommunications Services, Inc. meeting the approval of the City Attorney. Any failure on the part of McLeodUSA Telecommunications Services, Inc. to file such written acceptance within such time shall be deemed an abandonment and rejection of this ordinance. Such acceptance shall be unqualified and shall be construed to be an acceptance of all the terms contained in this ordinance.

Passed by the Council: NOV 17 2016

Mary Hull Caballero

Auditor of the City of Portland

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Mayor Charlie Hales

Prepared by: MRiddick/BEWalters

October 14, 2016

Deputy

1240 1275

Agenda No.
ORDINANCE NO.

188093

Title

Extend term of a franchise granted to McLeodUSA Telecommunications Services, Inc. to build and operate telecommunication facilities within City streets (Ordinance; amend Ordinance No. 175061)

INTRODUCED BY Commissioner/Auditor: Mayor Hales	CLERK U	SE: DATE FILED NOV 0	1 2016		
COMMISSIONER APPROVAL	Mary Hull-Caballero				
Mayor—Finance and Administration - Hales		Auditor of the Cit	y of Portland		
Position 1/Utilities - Fritz					
Position 2/Works - Fish	By:				
Position 3/Affairs - Saltzman		Deputy			
Position 4/Safety - Novick	ACTION TAKEN:				
BUREAU APPROVAL Bureau: OMF/BRFS, Revenue CAO: Fred Miller CFO, Bureau Head: Kenneth L. Rust Division Head: Thomas W. Lannom	Tronw				
Prepared by: Melvin Riddick Date Prepared: October 17, 2016	NOV 0.9 20	PASSED TO SECOND READ	ING NOVIG	2016 9:30) A.M
Impact Statement					
Completed Amends Budget	NOV 162	2016 CONTINUED TO	NOV 17 2016	2PM	,
Portland Policy Document If "Yes" requires City Policy paragraph stated in document.					
Yes □ No ⊠					
City Auditor Office Approval: required for Code Ordinances					
City Attorney Approval: required for contract, code casement, flandise pump planted (A)					*
Council Meeting Date: November 9, 2016					
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AGENDA		FOUR-FIFTHS AGENDA	COMMISSIONER AS FOLLOWS:	RS VOTED	
TIME CERTAIN [- 1			YEAS	NAYS
Start time:		1. Fritz	1. Fritz		
Total amount of time needed:		2. Fish	2. Fish	N	
CONSENT 🖾		3. Saltzman	3. Saltzman	/	
REGULAR		4. Novick	4. Novick	V	
Total amount of time needed: (for presentation, testimony and discussion)		Hales	Hales	V	