

Portland, Oregon

FINANCIAL IMPACT and PUBLIC INVOLVEMENT STATEMENT For Council Action Items

(Deliver original to Financial Planning Division. Retain copy.)

1. Name of Initiator J.Li	2. Telephone No. 503-823-5359	3. Bureau/Office/Dept. OCT
4a. To be filed (date): February 15, 2012	4b. Calendar (Check One) <div style="display: flex; justify-content: space-around;"> Regular <input type="checkbox"/> Consent <input checked="" type="checkbox"/> 4/5ths <input type="checkbox"/> </div>	5. Date Submitted to Commissioner's office and FPD Budget Analyst: February 7, 2012
6a. Financial Impact Section: X Financial impact section completed		6b. Public Involvement Section: X Public involvement section completed

1) Legislation Title:

Consent to change in control of NextG Networks of California, Inc. through a change in control of NextG Networks, Inc. to Crown Castle Solutions Corp., an indirect subsidiary of Crown Castle International Corp. (Ordinance).

2) Purpose of the Proposed Legislation:

NextG Networks of California, Inc. (NextG) has a franchise with the City. This legislation would consent to the change in control of NextG's parent company to Crown Castle Solutions Corp.

3) Which area(s) of the city are affected by this Council item? (Check all that apply—areas are based on formal neighborhood coalition boundaries)?

- | | | | |
|--|------------------------------------|------------------------------------|--------------------------------|
| <input checked="" type="checkbox"/> City-wide/Regional | <input type="checkbox"/> Northeast | <input type="checkbox"/> Northwest | <input type="checkbox"/> North |
| <input type="checkbox"/> Central Northeast | <input type="checkbox"/> Southeast | <input type="checkbox"/> Southwest | <input type="checkbox"/> East |
| <input type="checkbox"/> Central City | | | |
| <input type="checkbox"/> Internal City Government Services | | | |

FINANCIAL IMPACT**4) Revenue:** Will this legislation generate or reduce current or future revenue coming to the City? If so, by how much? If so, please identify the source.

There will be no impact to revenue. NextG will continue to make franchise fee payments to the City.

5) Expense: What are the costs to the City related to this legislation? What is the source of funding for the expense? *(Please include costs in the current fiscal year as well as costs in future years. If the action is related to a grant or contract please include the local contribution*

or match required. If there is a project estimate, please identify the **level of confidence**.)

None

6) Staffing Requirements:

- **Will any positions be created, eliminated or re-classified in the current year as a result of this legislation?** *(If new positions are created please include whether they will be part-time, full-time, limited term, or permanent positions. If the position is limited term please indicate the end of the term.)*

No

- **Will positions be created or eliminated in future years as a result of this legislation?**

No

(Complete the following section only if an amendment to the budget is proposed.)

7) Change in Appropriations *(If the accompanying ordinance amends the budget please reflect the dollar amount to be appropriated by this legislation. Include the appropriate cost elements that are to be loaded by accounting. Indicate "new" in Fund Center column if new center needs to be created. Use additional space if needed.)* N/A

Fund	Fund Center	Commitment Item	Functional Area	Funded Program	Grant	Sponsored Program	Amount

[Proceed to Public Involvement Section — REQUIRED as of July 1, 2011]

PUBLIC INVOLVEMENT

8) Was public involvement included in the development of this Council item (e.g. ordinance, resolution, or report)? Please check the appropriate box below:

☐ **YES:** Please proceed to Question #9.

☒ **NO:** Please, explain why below; and proceed to Question #10.

This Ordinance is a routine franchising item with no new impact on the community. NextG's franchise restricts the assignment or transfer of the franchise without the prior consent of the City by Ordinance, including the sale or transfer of NextG's parent corporation. All franchise provisions will remain identical to the franchise previously approved by Council, and NextG will continue as the franchisee.

9) If "YES," please answer the following questions:

a) What impacts are anticipated in the community from this proposed Council item?

b) Which community and business groups, under-represented groups, organizations, external government entities, and other interested parties were involved in this effort, and when and how were they involved?

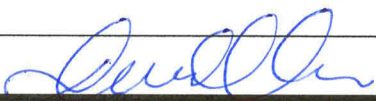
c) How did public involvement shape the outcome of this Council item?

d) Who designed and implemented the public involvement related to this Council item?

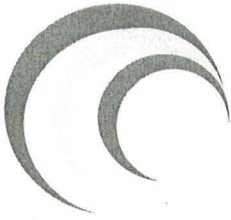
e) Primary contact for more information on this public involvement process (name, title, phone, email):

10) Is any future public involvement anticipated or necessary for this Council item? Please describe why or why not.

No future public involvement is anticipated or necessary.



BUREAU DIRECTOR (Typed name and signature)



City of Portland

Office for Community Technology

Broadband & Communications Technology Policy | Cable Regulation & Consumer Protection | Utility Franchises, Licenses & Wireless


185158

Dan Saltzman, Commissioner
David C. Olson, Director
1120 SW 5th Avenue, Room 1305
Portland, OR 97204

City Council
Agenda Item
Staff Supplemental Report

TO: Commissioner Dan Saltzman

THROUGH: Office for Community Technology

FROM: David C. Olson, Director 
Contact Person: Jennifer Li, x 3-5359

DATE: February 2, 2012

RE: Consent to change in control of NextG Networks of California, Inc. through a change in control of NextG Networks, Inc. to Crown Castle Solutions Corp., an indirect subsidiary of Crown Castle International Corp. (Ordinance)

Requested Placement Date: Consent Agenda on February 15, 2012

- I. **RECOMMENDATION.** The Office for Community Technology recommends that Council approve this Ordinance consenting to the change in control of NextG Networks of California.
- II. **BACKGROUND.** NextG Networks of California, Inc. (NextG) is a franchisee whose current parent company is NextG Networks, Inc. On December 15, 2011, NextG Networks, Inc. entered into an agreement that, upon closing, will result it being a wholly owned subsidiary of Crown Castle Solutions Corp., which in turn is a wholly owned indirect subsidiary of Crown Castle International Corp.

NextG's franchise restricts the assignment or transfer of the franchise, by any means, without the prior consent of the City as expressed by ordinance.
- III. **FINANCIAL IMPACT.** There will be no financial impact as NextG will continue to pay franchise fees.



- IV. LEGAL ISSUES. None
- V. CONTROVERSIAL ISSUES. None
- VI. LINK TO CURRENT CITY POLICIES:
<http://www.portlandonline.com/cable/index.cfm?c=34422&a=128432>
- VII. CITIZEN PARTICIPATION. None
- VIII. OTHER GOVERNMENT PARTICIPATION. None
- IX. IF THIS IS A CONTRACT, DOES CONTRACTOR HAVE A CURRENT BUSINESS LICENSE? _yes_
- WHAT IS THEIR BUSINESS LICENSE NUMBER? __ 686321
- IS THEIR ACCOUNT WITH THE CITY CURRENT? _yes_
- IF NOT, HOW MUCH IS OWING? _N/A_____