IMPACT STATEMENT

Legislation title: Grant a franchise to ExteNet Systems, Inc. for telecommunications services, for a period of 5 years. (Ordinance)

Contact name: Contact phone: Jennifer Li 3-5359

Presenter name:

Jennifer Li

Purpose of proposed legislation and background information:

This ordinance will grant ExteNet Systems, Inc. a franchise for 5 years. ExteNet is a new franchisee for the City of Portland and is planning to provide telecommunications services through right of way attachments on existing utility poles. As a neutral host provider, ExteNet's customers are wireless carriers, and the company intends to build and maintain outdoor neutral-host low powered access nodes, such as distributed antenna systems (DAS) and small cells in the public right of way.

Timeline per City Charter Requirements:

April 20, 2016 Daily Journal of Commerce notice

May 13, 2016 Oregonian notice – 20 days prior to City Council 1st reading

June 8, 2016 1st Reading

July 13, 2016 2nd Reading–30 days after 1st Reading

September 11, 2016 Effective Date-60 days after 2nd Reading

October 11, 2016 Acceptance signed by ExteNet-within 30 days of Effective Date

Financial and budgetary impacts:

Under the terms of the franchise agreement, ExteNet will pay an annual franchise fee of \$5,000 or 5% of gross revenues, whichever is greater, to the City. This will be new general fund revenue to the City.

Community impacts and community involvement:

N/A

Budgetary Impact Worksheet

Does this action change appropriations? ☐ YES: Please complete the information below. ☐ NO: Skip this section