ORDINANCE No. 187129

Extend term of a right-of-way use agreement granted to Sprint Spectrum, LP for mobile telecommunications services (Ordinance; amend Ordinance No. 185717)

The City of Portland ordains:

Section 1. The Council finds:

- 1. In 2012, the Council approved a right-of-way use agreement for Sprint Spectrum, L.P. for three years to provide mobile telecommunications services. Ordinance No. 185717. The ordinance will expire on June 30, 2015.
- 2. In 2014, City staff began a programmatic review of the City's program for siting wireless facilities in the right-of-way. City staff anticipates that this review will result in program changes, which will impact future right-of-way use agreements with wireless carriers. City staff expects the review to be completed by the end of 2015, at which time the parties will renegotiate the wireless right-of-way agreement for a new term. City staff recommends the Council extend the existing right-of-way use agreement for two years to allow sufficient time to complete the programmatic review and for the parties to negotiate a new right-of-way use agreement and formally complete the Portland City Charter procedure for proposed franchises and similar agreements, which can take up to four months or more from the date of the required initial publication. Furthermore, staff recommends that the ordinance be amended to provide more certainty to the parties on the remittance annual inflation of Sprint Spectrum, LP's annual payments to provide for more efficient and effective administration of the ordinance for both parties.

NOW, THEREFORE, the Council directs:

a. Section 3.A.2(b) of Ordinance No. 185717 shall be replaced with the following language:

(b) The Right-of-Way Use Fee shall increase annually by 3.0% over the rent paid during the prior year. This increase is applicable beginning January 1, 2015 and every year thereafter for the term of this Agreement.

- b. Section 1.B of Ordinance No. 185717 is amended to extend the term of the wireless rightof-way agreement, continuously and without interruption, from June 30, 2015 to June 30, 2017.
- c. All other conditions and terms of Ordinance No. 185717 shall remain unchanged.
- d. On or before the thirtieth day after this ordinance becomes effective, Sprint Spectrum, LP must file in the Office of the Auditor of the City of Portland a written acceptance of this Ordinance, executed by Sprint Spectrum, LP, subject to the approval of as to form by the City Attorney. Any failure by Sprint Spectrum, LP, to file such written acceptance within

187129

such time shall be deemed an abandonment and rejection of this Ordinance, and this Ordinance shall then be null and void without any further action by Council. Such acceptance shall be unqualified and shall be construed to be an acceptance of all the terms, conditions and restrictions contained in this Ordinance.

Passed by the Council: MAY 2 0 2015

Mayor Charlie Hales Prepared by: HDobson/BEWalters April 27, 2015

Mary Hull Caballero Auditor of the City of Portland By Jennings ianda Deputy

Agenda No. ORDINANCE NO. 187129

140

Title

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AGENDA	FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
TIME CERTAIN Start time:	•		YEAS	NAYS
Total amount of time needed: (for presentation, testimony and discussion)	1. Fritz	1. Fritz	V	
	2. Fish	2. Fish	V	
	3. Saltzman	3. Saltzman	V	
REGULAR	4. Novick	4. Novick	\checkmark	
Total amount of time needed: (for presentation, testimony and discussion)	Hales	Hales	V	