HARTFORD

City of Hartford * County of Van Buren * State of Michigan

| TO: | Mayor Hall and the Hartford Commission |
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| FROM: | Nicol Brown, City Manager |
| DATE: | June 24, 2024 |
| RE: | Cellular Site Lease @ 17 W. Main Street |

ITEM BEFORE THE COMMISSION:

The item before the Commission is to approve the AT&T Mobility cellular site lease at 17 W. Main Street, Hartford, MI.

DISCUSSION:

AT&T Mobility has partnered with MD7 to negotiate with the City of Hartford to facilitate a modification to the cellular site lease at 17 W. Main Street. The city entered a lease for space in 1995 to allow a cellular antenna on the City's water tower. In 2020, the City Commission denied a request to renew/extend the lease to lower the monthly rent payment since AT&T has remained a holdover tenant since then.

MD7's initial offer to the city consists of reducing our lease payment to \$1800 monthly, a 10% rent increase every five years, and extending the lease through November 30, 2053.

Attorney Curio and I negotiated the following terms with MD7.

The lease is to continue at \$2,380.50 per month, commencing September 1, 2024, with a 2% rent increase every year, beginning December 1, 2029, and extending the lease through November 30, 2043.

RECOMMENDATION:

The Hartford City Commission approves AT&T Mobility lease terms and gives the city manager the power to execute the lease agreement between AT&T Mobility and the City of Hartford.