



AGENDA ITEM SUMMARY FORM

PROPOSED MEETING DATE: May 5, 2021
PREPARED BY: Scott Dunlop, Assistant Director
DEPARTMENT: Development Services

AGENDA ITEM DESCRIPTION:

Consideration, discussion, and possible action on a Water Tower Lease and License Agreement with Cellco Partnership d/b/a Verizon Wireless.

BACKGROUND/SUMMARY:

Verizon had approached the city seeking a new tower and service location in the proximity of US Hwy 290 and Lexington Street. Staff put forward the unused city water behind Sonic. The property was rezoned to Institutional on Aug. 1st, 2018 in advance of a Conditional Use Permit request. The CUP was granted on Oct. 2, 2019. Since that time Verizon has been negotiating this lease agreement and performing site assessments.

This agreement is for 5 years with four 5-year renewals for a total of 25 years. The initial lease payment is \$9,000 (\$750/month) which increases 2% per year. If the agreement reaches it’s maximum term of 25 years the lease payment would be \$14,475.94 (\$1,206.33/month) in the 25th year. The cumulative lease payment for 25 years is \$288,272.70.

LEGAL REVIEW: Completed
FISCAL IMPACT: Yes, annual fee paid to the City
PRESENTATION: No
ATTACHMENTS: Yes

- Lease Agreement

STAFF RECOMMENDATION:

It is the City staff’s recommendation that the City Council approve a Water Tower Lease and License Agreement with Cellco Partnership d/b/a Verizon Wireless.

PLANNING & ZONING COMMISSION: **Recommend Approval** **Disapproval** **None**