



Public Works Agenda Item

Meeting Date: June 11, 2024

Agenda Item: Sprint Spectrum Amendment to Lease Agreement

Staff Contact (name, email, phone): Brad Marquardt, bmarguardt@whitewater-wi.gov, 262-473-0139

BACKGROUND

(Enter the who, what when, where, why)

In June 1999, the City entered into a Lease Agreement with Sprint Spectrum to allow them to install, maintain and operate communication facilities on the Cravath Street Water Tower. That lease agreement ends in June of this year. T Mobile, who acquired the rights to the Lease Agreement, would like to extend the Lease Agreement through the attached First Amendment. The Amendment would extend the Lease for another 4 Terms of five years.

PREVIOUS ACTIONS – COMMITTEE RECOMMENDATIONS

(Dates, committees, action taken)

The Common Council approved the original Lease Agreement in 1999.

FINANCIAL IMPACT

(If none, state N/A)

For the last five-year Term, T Mobile was paying \$18,662.40 annually. The original Lease had an escalator clause of 20% per Term. Using those parameters, the new Term payment would be \$22,394.88. Staff indicated to T Mobile that Verizon's Lease Agreement on the Southwest Water Tower is for \$35,000 annually for five years with a 12.5% escalator per Term. T Mobile has indicated they are willing to pay \$30,000 annually for the initial new term and keep the 20% escalator per Term they currently have in the original Agreement.

STAFF RECOMMENDATION

Staff recommends a motion to send the First Amendment to Lease Agreement to the full Council for approval.

ATTACHMENT(S) INCLUDED

(If none, state N/A)

1. First Amendment to Lease Agreement
2. Original Lease Agreement