

Legislation Details (With Text)

File #: BILL NO. 17-185
Name:
Type: Ordinance - Committee
Status: Passed
File created: 5/25/2017
In control: City Council - Regular Session
On agenda: 8/24/2017
Final action: 8/24/2017
Title: AN ORDINANCE AUTHORIZING THE EXECUTION OF THE FIRST AMENDMENT TO A REAL PROPERTY AND MONOPOLE SITE LEASE AGREEMENT BY AND BETWEEN THE CITY OF LEE'S SUMMIT AND T-MOBILE CENTRAL, LLC EXTENDING THE LEASE TERM AND INCREASING THE ANNUAL RENTAL PAYMENT. (F&BC 8-7-17)

Sponsors:

Indexes:

Code sections:

Attachments: 1. Ordinance, 2. Exhibit A - T-Mobile Lease- First Amendment, 3. Exhibit B -Original Lease with APT-Now T-Mobile Dated 4-23-1997

Date	Ver.	Action By	Action	Result
8/24/2017	1	City Council - Regular Session	for second reading	Pass
8/24/2017	1	City Council - Regular Session	adopted and numbered	Pass
8/7/2017	1	Finance and Budget Committee	recommended for approval	Pass

AN ORDINANCE AUTHORIZING THE EXECUTION OF THE FIRST AMENDMENT TO A REAL PROPERTY AND MONOPOLE SITE LEASE AGREEMENT BY AND BETWEEN THE CITY OF LEE'S SUMMIT AND T-MOBILE CENTRAL, LLC EXTENDING THE LEASE TERM AND INCREASING THE ANNUAL RENTAL PAYMENT. (F&BC 8-7-17)

Issue/Request:

AN ORDINANCE AUTHORIZING THE EXECUTION OF THE FIRST AMENDMENT TO A REAL PROPERTY AND MONOPOLE SITE LEASE AGREEMENT BY AND BETWEEN THE CITY OF LEE'S SUMMIT AND T-MOBILE CENTRAL, LLC EXTENDING THE LEASE TERM AND INCREASING THE ANNUAL RENTAL PAYMENT.

Key Issues:

The City has been contacted by representatives of T-Mobile regarding their interest to extend the term of the lease for space on the monopole located adjacent to Fire Department Headquarters. The attached amendment and contract provide for the terms and conditions of T-Mobile's lease of space on the City's tower. The amendment provides for up to four (4) extensions of five (5) years each and an increase in rent from \$24,100 to \$26,000 per year with increases of 3% upon each renewal.

Proposed Council Motion:

FIRST MOTION: I move for second reading of AN ORDINANCE AUTHORIZING THE EXECUTION OF THE FIRST AMENDMENT TO A REAL PROPERTY AND MONOPOLE SITE LEASE AGREEMENT BY AND BETWEEN THE CITY OF LEE'S SUMMIT AND T-MOBILE CENTRAL, LLC EXTENDING THE LEASE TERM

AND INCREASING THE ANNUAL RENTAL PAYMENT.

SECOND MOTION: I move for adoption of AN ORDINANCE AUTHORIZING THE EXECUTION OF THE FIRST AMENDMENT TO A REAL PROPERTY AND MONOPOLE SITE LEASE AGREEMENT BY AND BETWEEN THE CITY OF LEE'S SUMMIT AND T-MOBILE CENTRAL, LLC EXTENDING THE LEASE TERM AND INCREASING THE ANNUAL RENTAL PAYMENT.

Background:

This agreement has been in place since April, 1997, with an original annual rent amount of \$15,000. Representatives of T-Mobile requested extension of the lease for up to an additional four terms of five years each subject to renewal. An increase in the annual rent amount was negotiated from \$24,100 to \$26,000 with 3% increases upon each renewal. The use of the site is not exclusive to T-Mobile.

Impact/Analysis:

The annual rent is currently \$24,100 and will be increased to \$26,000 with 3% increases upon each renewal.

Presenter: Bette Wordelman, Deputy Finance Director

Recommendation: Staff recommends approval of AN ORDINANCE AUTHORIZING THE EXECUTION OF THE FIRST AMENDMENT TO A REAL PROPERTY AND MONOPOLE SITE LEASE AGREEMENT BY AND BETWEEN THE CITY OF LEE'S SUMMIT AND T-MOBILE CENTRAL, LLC EXTENDING THE LEASE TERM AND INCREASING THE ANNUAL RENTAL PAYMENT

Committee Recommendation: Motion by Councilmember Faith, seconded by Councilmember Mosby to recommend this Ordinance for approval to full Council. The vote was unanimous.