2I. Action Date: May 23, 2005

SUBJECT: APPROVAL OF CELL PHONE TOWER AGREEMENT

REVISION WITH T-MOBILE

BOARD GOAL: Budget and Finance

FISCAL NOTE: Budgeted in Technology Fund

Background Information:

The preview for this item was presented to the Board of Trustees on May 9, 2005.

- > The original cell phone tower lease agreement approved on April 26, 2004, lapsed due to capital funding cutbacks within T-Mobile.
- > This revised lease has been reduced to three months instead of the original six month option period.

Administrative Considerations:

- During the three-month option period, T-Mobile would compensate the District \$1,000.00.
- > The revised agreement proposed by T-Mobile would be for a term length of ten years with two five-year options, taking the lease term to a total of twenty years.
- ➤ Rental payments are proposed to start at \$1,500 per month (\$18,000 annually), with the first five years' rental of \$90,000 to be paid in advance. The remaining fifteen-year rentals would be increased by the greater of the CPI or 15% for each five-year period.
- ➤ If approved, T-Mobile expects to be erecting the tower by June, 2005.
- Legal counsel has reviewed and approved this revised contract.

The administration recommends that the Board of School Trustees approve and accept the revised contract from T-Mobile for the construction of a cell phone tower conversion of the light pole nearest Thompson Road on the west side of the Fossil Ridge High School football field.

Respectfully submitted,

Denise Sullivan
Director of Purchasing