License Agreement for placing Antenna Facilities on Elevated Storage Tanks

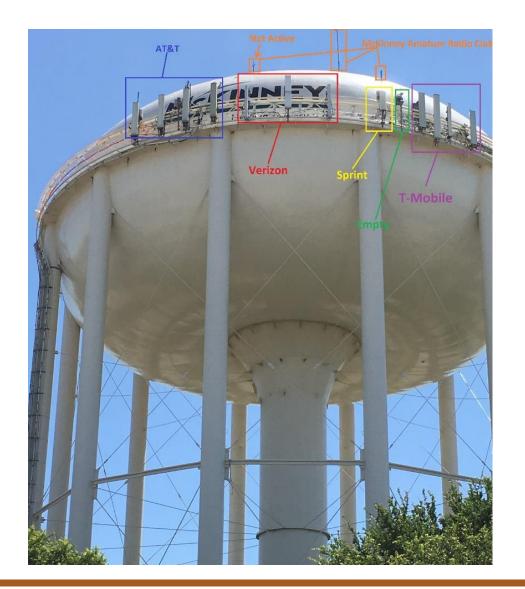
City Council Presentation October 20, 2020

## City of McKinney Elevated Storage Tanks

- Maintain and operate 8 elevated storage tanks
  - Independence EST
  - Virginia EST
  - Alma EST
  - Hardin EST
  - Wilmeth EST
  - Trinity Falls EST
  - Hwy 380 EST
  - Industrial EST
- One EST out of operation
  - Chestnut EST







Elevated Storage Tanks are used as towers for communication providers



Initiation Year	Number of Lease Agreements
1997	5
1999	1
2000	1
2002	1
2003	1
2005	2
2007	1
2008	1
2009	4
2010	1
2014	1

### **Existing Leases**

- 19 Existing Leases
- Various terms
- Lease payments vary from 1,399/month -\$2,525/month
- FY2020 revenue is \$462,441
- 4 leases are expired



#### New License Agreement

- Standardize language
- Only allows for use of the property
- Establishes standard monthly payment of \$3,000/month
- Incorporates security requirements
- Requires cell provider to identify their equipment
- Requires structural analysis and review by City's engineer



## Coordination

- Staff reviewed the license agreement with several companies
- Revisions for the license agreement were made during this review period
- Termination letters have been sent or are in progress for the 4 expired leases
- Some leases allow for requiring new license agreement when equipment is changed out

## **Proposed Transition Plan**

- Expired Leases are provided with a notice of termination and a copy of the new License Agreement
- Lessee is provided with 60 days to execute the License Agreement
- If the License Agreement is not provided, another notice will be provided notifying the company to remove their equipment within 30 days.

# Thank you

