



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 15

Agenda Date: September 12, 2024

In Control: City Council A Session

DEPARTMENT: Information Technology Services Department

DEPARTMENT HEAD: Craig Hopkins

COUNCIL DISTRICTS IMPACTED: District 9

SUBJECT:

Fire Station 43 Radio Tower Lease Extension

SUMMARY:

Ordinance authorizes the last extension to the lease agreement between T-Mobile West LLC (“T-Mobile”) and City of San Antonio (“City”) to extend the lease of the premises at 2059 West Bitters Road (Fire Station 43) by five (5) years from May 21, 2024 to May 20, 2029. As a result of this extension, \$67,000.00 in revenue over the five year extension term will be received by the City and deposited into the General Fund.

BACKGROUND INFORMATION:

On May 21, 1999, the City of San Antonio, as landlord, executed a lease with Western PCS BTA I Corporation, as tenant, pursuant to Ordinance numbers 83931 and 89887. The lease had a term of twenty (20) years, commencing the date of execution with two (2) additional five (5) year extensions after the termination date. The second and final five (5) year extension, is subject to approval by City Council.

On April 28, 1999, Western PCS BTA I Corporation became VoiceStream Wireless PCS BTA I

Corporation.

On September 2, 2001, VoiceStream Wireless become T-Mobile.

On May 21, 2019, the first five (5) year extension was granted, ending on May 20, 2024.

On July 16, 2024, T-Mobile submitted their renewal notice to extend the lease for the second and final five (5) year term from May 21, 2024 to May 20, 2029. Consistent with the terms of the lease we are seeking approval from City Council.

ISSUE:

Granting this extension maintains the City's relationship with the commercial telecommunications industry as a good partner. Approving this extension allows the City to continue receiving revenue from this telecommunications provider.

ALTERNATIVES:

City Council could refuse to approve the lease extension for the tower lease leading to a loss of revenue that would be generated under the extended lease terms.

FISCAL IMPACT:

This ordinance authorizes the last extension to the lease agreement between T-Mobile West LLC ("T-Mobile") and City of San Antonio ("City") to extend the lease of the premises at 2059 West Bitters Road (Fire Station 43) by five (5) years from May 21, 2024 to May 20, 2029. As a result of this extension, \$67,000.00 in revenue over the five term will be received by the City and deposited into the General Fund.

RECOMMENDATION:

Staff recommends approval of the second and final five (5) year extension allowed in the lease agreement with T-Mobile for the Fire Station #43 tower site.