

City of Rochester Hills AGENDA SUMMARY NON-FINANCIAL ITEMS

1000 Rochester Hills Dr. Rochester Hills, MI 48309 248.656.4630 www.rochesterhills.org

Legislative File No: 2016-0350

TO: Mayor and City Council Members

FROM: Allan Schneck, P.E., DPS Director, 248-656-4685

DATE: August 29, 2016

SUBJECT: Approval of Telecommunications Right-of-Way Permit for 123.Net, Inc.

RECOMMENDATION:

City Council is asked to approve a new METRO Act Telecommunications Right-of-Way Permit (Unilateral Form) for 123.Net, Inc.

BACKGROUND:

123.Net, Inc., a Michigan based company, proposes to install an underground fiber optic line using either directional bore or trenching methods. The line is to be installed in conduit and will extend approximately 2.93 miles. This fiber optic line will be available for use by other businesses desiring fiber optic-based broadband connections. DPS/Enginering has reviewed the request, has no objections, and recommends Council approval.

The Metropolitan Extension Telecommunications Rights-of-Way Oversight Act ("METRO Act"), 2002 PA 48, governs the telecommunications right-of-way permitting process, and prescribes uniform fees, conditions and permit forms. Fees payable by the permittee under the METRO Act are based on linear feet. The State annually redistributes all the fees it collects to municipalities statewide in accordance with the Act 51 formula.

BUDGET AND STAFF IMPACT:

No new facilities are proposed. No additional staff time is expected for administration of this permit. The City's annual METRO Act revenues will increase approximately \$775.00, in addition to the \$500 one-time application fee paid by 123.Net, Inc.

SUMMARY:

City Council is asked to approve 123.Net, Inc.'s telecommunications right-of-way permit, for a 5-year term, by approving a new Telecommunications Permit (Unilateral form).

APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Mayor		
Deputy Clerk		