

AMHERST TOWN COUNCIL RFD# 2024078

Date: September 23, 2024

TO: Mayor Kogon and Members of Council

SUBMITTED BY: Aaron Bourgeois, Director of Operations

DATE: September 23, 2024

SUBJECT: Bell Mobility Tower Site Lease Renewal

ORIGIN: Pending expiration of the existing Lease between the Town and Bell Mobility Inc. (formerly MT&T Mobility Incorporated)

LEGISLATIVE AUTHORITY: Municipal Government Act (MGA), Section 51 concerning the sale or lease of municipal property.

RECOMMENDATION: That Council approve the lease agreement between Bell Mobility Inc. and the Town of Amherst and authorize the Mayor and CAO to sign on behalf of the Town.

BACKGROUND: Bell Mobility leases a parcel of land for a cellular communication tower that includes an access easement (as shown in the proposed lease agreement) at the Public Works Garage located at 14 McCully Street.

As the current 20-year lease will expire on April 30, 2025 and as Bell wishes to renew the lease, they contacted the CAO in June to negotiate the terms for a new lease.

<u>DISCUSSION</u>: The terms and conditions of the current and proposed leases will remain unchanged for the most part. Minor changes in the proposed lease include:

- An initial 5-year term with 3 options to extend for 5 years each, current lease is 20-years.
- Proposed lease requires 30 days notice to terminate the lease, current lease requires 3
 months notice.

It is also important to note that Public Works does not currently have a need or use for the property occupied by the cellular tower.

FINANCIAL IMPLICATIONS: The Town is currently receiving \$5,154.57 +HST in annual rent from Bell Mobility. The proposed lease includes a 7.5% increase in the base rent for year one and then annual increases of 2% for all subsequent years. Bell will also pay an additional \$2,000 +HST annual payment to the Town as they sublet Tower space to Rogers Mobility.

Beginning May 1, 2025 annual rent will be \$7,541.16 +HST. Year 20 would see the annual rent increase \$10,072.42 +HST.





AMHERST TOWN COUNCIL RFD# 2024078

Date: September 23, 2024

SOCIAL JUSTICE IMPLICATIONS: There are no social justice implications.

ENVIRONMENTAL IMPLICATIONS: There are no environmental implications

COMMUNITY ENGAGEMENT: There is no community engagement contemplated at this time.

ALTERNATIVES: 1. Direct staff to negotiate changes to the lease;

2. Do not enter into the lease agreement with Bell Mobility

ATTACHMENTS: 1. Proposed lease agreement

2. Current lease agreement

Report prepared by:

Report and Financial approved by:

