



Legislation Text

File #: ID 15-0905, **Version:** 1

Resolution Approving Settlement Agreement Between the City of Greensboro and MCI, Teleconnect, and MCImetro in the Amount of \$297,159.63 for Their Installations in the City's Rights-of-Way

Department: Executive
Council District: All

Public Hearing: No
Advertising Date/By: N/A

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PURPOSE:

To approve the Settlement Agreement between the City of Greensboro and MCI, Teleconnect, and MCImetro in the amount of \$297,159.63 for their installations in the City's rights-of-way.

BACKGROUND:

A dispute arose between the City and the three divisions of MCI: MCI, Teleconnect, and MCImetro regarding the franchise fees for use of the City's rights-of-way. The three divisions have not paid per-linear-foot charges since July, 2012.

MCI, Teleconnect, and MCImetro have agreed to pay the City the amount of \$297,159.63 for the past-due fees, and that MCI, Teleconnect, and MCImetro will pay a yearly franchise fee of \$0.30 per-linear-foot to the City based on their total linear foot occupation of the City's rights-of-way.

The settlement amount of \$297,159.63 consists of:

- \$176,893.50 for MCI Connect
- \$51,896.25 for Teleconnect
- \$68,369.88 for MCImetro

BUDGET IMPACT:

The City will receive \$297,159.63 from MCI, Teleconnect, and MCImetro's for their use of the City's rights-of-way.

RECOMMENDATION / ACTION REQUESTED:

It is recommended that City Council approve the Settlement and Release Agreement between the City and MCI, Teleconnect, and MCImetro.

COMMITTEE ACTION: This item was referred to Council by the Infrastructure Committee.