CITY OF SHERWOOD, OREGON

ORDINANCE NO. 733 A

AN ORDINANCE GRANTING TO GENERAL TELEPHONE COMPANY OF THE NORTHWEST, INC., A WASHINGTON CORPORATION, ITS SUCCESSORS AND AS-SIGNS, THE RIGHT TO PLACE, ERECT AND MAINTAIN POLES, WIRES AND OTHER APPLIANCES AND CONDUCTORS AND TO LAY UNDERGROUND WIRES FOR THE TRANSMISSION OF ELECTRICITY FOR COMMUNICATION PURPOSES IN, UPON, UNDER AND OVER THE STREETS, ALLEYS, AVENUES, THOROUGHFARES AND PUB-LIC HIGHWAYS OF THE CITY OF SHERWOOD, OREGON, AND TO CONDUCT A GENERAL COMMUNICATION BUSINESS WITHIN SAID CITY OF SHERWOOD, OREGON.

THE CITY OF SHERWOOD DOES ORDAIN AS FOLLOWS:

<u>Section 1.</u> Subject to the other terms and conditions set forth in this document, there is hereby granted by the City of Sherwood to General Telephone Company of the Northwest, Inc., a Washington corporation, its successors and assigns, subject to the development ordinances and regulations of the City, the right and privilege to conduct a general communication business within the said City, or such other public property as may come within the jurisdiction of the City during the term of this agreement. This grant is for the purpose of furnishing, as a public utility, the products and services utilized in providing telephone, telegraph, and other communication products and services. This grant includes the right to erect, construct, place, replace, reconstruct, lay, maintain, and operate poles, wires, switching equipment, amplifying equipment, fixtures, facilities, appliances, structures and other devices including, but not limited to, electronic, optical and mechanical devices customarily associated with Grantee's function and purpose of serving as a common carrier of information for communication purposes.

Section 2. It shall be lawful for Grantee to make all needful and necessary excavations in any of said streets, alleys, avenues, thoroughfares and public highways. All work shall be in compliance with applicable rules, regulations, ordinances or laws of the City, county and state.

Section 3. Prior to the commencement of any ordinary construction, extension or relocation of any of Grantee's facilities upon, over, under or across any of the streets, highways, or other public property within the jurisdiction of the City, the Grantee shall advise the City's Department of Public Works of the location of such proposed construction, extension, or relocation and shall obtain from the City Engineer approval prior to commencement of such work. Not less than one working day prior to commencement of any work which might affect City utilities, Grantee shall give notice to City's Maintenance Department for purposes of utility location. The location of all such facilities shall be at places approved by the City.

Section 4. Whenever Grantee shall disturb any of the streets, alleys, avenues, thoroughfares and public highways for the purposes aforesaid, it shall restore the same to good order and condition as soon as is practicable without unnecessary delay, and failing to do so, City shall have the right to fix a reasonable time within which such repairs and restoration shall be completed, and upon failure of such repairs and restoration being made by Grantee, City shall cause such repairs to be made at the expense of Grantee. The Grantee hereby agrees and covenants to indemnify and save harmless the City and the officers thereof against all damages, costs and expenses whatsoever to which it or they may be subjected in consequence of negligence of the Grantee, or its agents or servants, in any manner arising from the rights and privileges granted herein.

<u>Section 5.</u> The City, by its properly constituted authorities, shall have the right to cause the Grantee to move the location of any pole, underground conduit or equipment belonging to Grantee whenever the relocation thereof shall be for public necessity, and the expense thereof shall be paid by Grantee. Whenever it shall be necessary for public necessity to remove any pole, underground conduit or equipment belonging to Grantee, or on which any wire or circuit of the Grantee shall be stretched or fastened, the Grantee shall, upon written notice from the City or its properly constituted authorities, meet with City representatives and agree in writing to a plan and date certain to remove such poles, underground conduit, equipment, wire or circuit, at Grantee's expense, and if Grantee fails, neglects or refuses to do so, the City, by its properly constituted authorities, may remove the same at the expense of Grantee.

Nothing in this ordinance shall be construed in any way to prevent the proper authorities of the City from sewering, grading, paving, repairing, altering or improving any of the streets, alleys, avenues, thoroughfares and public highways in or upon which the poles, wires, conductors, pipes or other apparatus may be placed, but all such work or improvement shall be done, if possible, so as not to obstruct or prevent the free use of said poles, wires, conductors, conduits, pipes or other apparatus.

Section 6. Whenever it becomes necessary to temporarily rearrange, remove, lower or raise the wires, cables or other plant of Grantee for the passage of buildings, machinery or other objects, Grantee shall temporarily rearrange, remove, lower or raise its wires, cables, or other plant as the necessities of the case require; provided, however, that the person or persons desiring to move any such building, machinery or other objects shall pay the entire actual cost to Grantee of changing, altering, moving, removing or replacing its wires, cables or other plant so as to permit such passage, and shall deposit in advance with Grantee a sum equal to such cost as estimated by Grantee, and shall pay all damages and claims of any kind whatsoever, direct or consequential, caused directly or indirectly by changing, altering, moving, removing or replacing of said wires, cables or other plant, except as may be occasioned through the sole negligence of Grantee. Grantee shall be given not less than ninety-six (96) hours written notice of the party desiring to move such buildings or other objects. Said notice shall detail the route of movement of such building or other objects over and along the streets, alleys, avenues, thoroughfares and public highways, and shall bear the approval of the City. Such moving shall be with as much haste as possible and shall not unnecessarily be delayed or cause Grantee unnecessary expense or waste of time.

Section 7. In consideration of the rights and privileges hereby granted, City shall have, and grantee hereby grants to it, the right and privilege to suspend and maintain wires and necessary control boxes on poles placed by Grantee in the streets and other places aforesaid, or if such wires are placed underground, to place and maintain in the pipes or conduits of Grantee, if space therein is available, wires which the City may require for fire and police purposes. All such wires shall be placed on the poles or in conduits so as not to interfere with communication service and shall not carry currents or voltage dangerous to telephone plant or telephone users, and all installations, maintenance and repairs shall be subject to the rules, regulations and supervision of the Grantee. City agrees in consideration of the establishment of this service and the furnishing of such facilities, to hold Grantee entirely free and harmless from all claims or liability for damage which may arise out of the operation of these special services.

As further consideration, Grantee agrees to pay to City three percent (3%) of the gross annual revenue for local exchange service rendered subscriber within the city limits, such revenue to be determined in accordance with the lawful rates and rate groupings applicable to the exchange, exclusive of extended area service. Such payments shall be made by Grantee on or before March 15 of each year for the calendar year preceeding and the first and last payment shall be for the fractional part of the calendar year during which this franchise is in effect.

<u>Section 8.</u> It is understood and agreed that the percentage to be paid to the City by Grantee under the terms and provisions of Section 7 above is the standard franchise fee paid by the Grantee to other cities it serves for the rights, privileges and franchises of the nature contemplated herein, and in the event that during the term hereof the Grantee shall agree in a negotiated franchise to pay any city in Oregon a percentage rate of compensation exceeding that provided for herein, said increased rate of compensation shall thereafter be payable to the City and this ordinance and franchise shall be amended accordingly.

Section 9. The rights, privileges and franchise hereby granted shall continue and be in full force for a period of ten (10) years from the date of its passage. However, this franchise shall be inoperative unless it is accepted in writing by the Grantee within sixty (60) days after the date of its passage.

<u>Section 10</u>. All ordinances and parts of ordinances of previous date, insofar as the same are in conflict herewith, are hereby repealed.

PASSED: By the Council by <u>UMAMIMPUS</u> vote of all council members present, after being read by caption three times and in body once, this <u>8</u> day of <u>April</u>, 1981.

Ken AM ba Blankenbaker, Recorder of Sherwood Citv

APPROVED by the Mayor this day of ,1981.

Clyde List, Mayor City of Sherwood

General Telephone Company of the Northwest, Inc., a corporation, hereby unconditionally accepts Ordinance No. 735 of the City of Sherwood, Oregon and all of the terms, provisions and conditions thereof, said Ordinance No. 735 being entitled:

> "An Ordinance granting a non-exclusive telephone utility franchise to General Telephone Company of the Northwest, Inc., fixing terms, conditions and compensation of such franchise."

which said ordinance No. 735 was passed and adopted by the Council and approved by the Mayor of said City of Sherwood on the <u>8th</u>day of April , 1981.

IN WITNESS WHEREOF, said General Telephone Company of the Northwest, Inc. has caused this acceptance of said Ordinance to be signed by its Vice-President, and its corporate seal to be affixed Assistant hereto, and attested by its Secretary, this <u>23rd</u>day of <u>April</u>, 1981.

GENERAL TELEPHONE COMPANY OF THE NORTHWEST, INC.

ATTEST:

Assistant Secretary