ORDINANCE NO. 326

AN ORDINANCE GRANTING TO TELEPHONE UTILITIES OF OREGON THE RIGHT TO MAINTAIN POLES, WIRES AND OTHER APPLIANCES AND CONDUCTORS AND TO LAY UNDERGROUND WIRES FOR THE TRANSMISSION OF ELECTRICITY FOR COMMUNICATION PURPOSES IN CERTAIN STREETS, ALLEYS, AVENUES, THOROUGHFARES AND PUBLIC HIGHWAYS OF THE CITY OF WILSONVILLE, OREGON, AND TO CONDUCT A GENERAL COMMUNICATION BUSINESS WITHIN ONE AREA OF THE CITY.

THE CITY OF WILSONVILLE ORDAINS AS FOLLOWS:

Section 1. There is hereby granted by the City of Wilsonville to Telephone Utilities of Oregon, an Oregon Corporation, its successors and assigns the right and privilege to conduct a general communication business in that area of the City of Wilsonville which is south of the Willamette River and to place, erect, lay, maintain and operate in and under the streets, alleys, avenues, thoroughfares and public highways within said areas of the City south of the Willamette River wires and other appliances and conductors for the transmission of electricity for communication purposes. Such wires and other new or enlarged appliances and conductors shall be laid underground in pipes or conduits or otherwise protected.

Section 2. It shall be lawful for grantee to make all needful and necessary excavations in any of said streets, avenues, thoroughfares and public highway but on the following conditions:

A. An application for the required excavations shall first be filed with the City Manager and a permit issued by the City which may specify the time when and the conditions under which the work is to be done.

B. Said work shall be done in compliance with the rules, regulations, ordinances and orders which have been heretofore or which may hereafter be made or required by the City.

Section 3. Whenever grantee shall disturb any of the streets, alleys, avenues, thoroughfares and public highways for the purpose aforesaid it shall restore the same in good order and conditions as soon as practicable without unnecessary delay and failing to do so the City shall have the right to fix a reasonable time within which such repairs and restorations shall be completed and upon failure of the grantee to make such repairs and restorations the City may cause such repairs to be made at the expense of the grantee. The grantee, by its acceptance of this franchise 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 the negligence of the grantee or its agents or servants in any manner arising from the rights and privileges hereby required.

Section 4. The City, by its properly constituted authorities shall have the right to cause the grantee to move the location of any existing 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 the grantee. Whenever it shall be necessary for public necessity to remove any pole, underground conduit or equipment belonging to the grantee or upon 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 pole, underground conduit, equipment, wire or circuit at grantee's expense and if the grantee fails, neglects or refuses to do so, the City, by its properly constituted authorities, may remove the same at the expense of the grantee.

Section 5. 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 buildings, machinery of 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 costs as estimated by grantee and shall pay all damages and claims of any kind whatsoever direct, or consequential caused directly or indirectly by the 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 by the party desiring to move such building 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 be unnecessarily delayed or cause grantee unnecessary expense or waste of time.

Section 6. In consideration of the rights and privileges hereby granted, the City hereby reserves to itself free of charge the right and privilege to place and maintain wires and necessary control boxes in the pipes or conduits of grantee which City may reasonably require for fire, police and other municipal purposes. All such new or expanded facilities shall be placed in the conduits so as not to interfere with the communication services 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 damages which may arise out of the operation of these special services.

As further consideration, grantee agrees to pay the City a franchise fee equivalent to three percent (3%) of the applicable gross annual revenue for each calendar year for both local and foreign exchange services rendered subscribers within the City limits, such revenue to be determined in accordance with the lawful rates and rate grouping applicable to the exchange and extended area service. Such payment shall be made grantee on or before May 1 of each year.

Section 7. It is understood that in 1980, the Tualatin Rural Fire Protection District installed a 9-1-1 comprehensive emergency services telephone number which provides more efficient access to emergency services to all citizens in Wilsonville. it is further understood that all citizens of Wilsonville have helped to finance the 9-1-1 emergency services telephone number through payment of a tax levy.

In consideration of the rights and privileges hereby granted by the City to Telephone Utilities of Oregon, and in further consideration of the facts stated in the first paragraph of this Section, grantee agrees that it shall not charge its customers within the City any fee for access to the above described 9-1-1 system.

Section 8. The rights, privileges and franchise hereby granted shall be for five (5) calendar years.

Section 9. If grantee refuses to accept this ordinance, or operates within the City for thirty (30) days after the date of this Ordinance without a franchise from the City, then the grantee shall pay five percent (5%) of the gross revenues per year from January 1, 1988, to the City and continue at five percent (5%) per year until agreement is signed or operates per a franchise from the City as per ORS 221.450.

Section 10. All ordinances and parts of ordinances of previous date insofar as the same are in conflict herewith are hereby repealed and annulled; and this Ordinance shall take effect immediately upon its final reading and passage by the Wilsonville by the Wilsonville City Council.

SUBMITTED to the Wilsonville City Council and read the first and second time at a regular meeting on the 2nd day of May, 1988, commencing at the hour of 7:30 o'clock P.M. at the Wilsonville City Hall.

VERA A. ROJAS, City Recorder

ENACTED by the Council on the 2nd day of May, 1988, by the following vote:

YEAS: <u>5</u> NAYS: <u>0</u>.

VERA A. ROJAS, City Recorder

DATED and signed by the Mayor this 212 day of May, 1988.

WILLIAM E. STARK, Mayor

SUMMARY of Votes:

Mayor Stark

AYE

Councilor Edwards

AYE

Councilor Braymen

AYE

Councilor Clarke

AYE

Councilor Jameson

AYE_