DAS/SMALL CELL LICENSE AGREEMENT

BETWEEN

THE CITY OF GAYLORD AND KEPS TECHNOLOGIES, INC. d/b/a ACD.net

THIS DAS/SMALL CELL LICENSE AGREEMENT ("AGREEMENT") DATED AS OF THIS ___ DAY OF DECEMBER, 2016, IS ENTERED INTO BY AND BETWEEN THE CITY OF GAYLORD, A MUNICIPAL CORPORATION ("CITY"), AND KEPS TECHNOLOGIES, INC., A MICHIGAN CORPORATION ("Licensee").

- **WHEREAS**, the City has made significant investments of time and resources in the acquisition and maintenance of the Public Ways and such investment has enhanced the utility and value of the Public Ways; and
- **WHEREAS**, the Public Ways within the City are used by and useful to private enterprises including Licensee and others engaged in providing telecommunications and wireless services to citizens, institutions, and businesses located in the City; and
- **WHEREAS**, the right to access and/or occupy portions of such Public Ways for limited times, for the business of providing communications services, is a valuable economic privilege, the economic benefit of which should be shared with taxpayers; and
- **WHEREAS**, beneficial competition between providers of communications services can be furthered by the City's provision of grants of location and rights to use the Public Ways on non-discriminatory and competitively neutral terms and conditions; and
- **WHEREAS**, Licensee is a private enterprise engaged in installing facilities related to and/or providing various communications services within the City by means of fiber connected Distributed Antenna Systems or other Small Cell facilities (DAS/Small Cells or DAS/Small Cell Networks); and
- **WHEREAS**, Licensee desires to physically occupy portions of the Public Way to install poles, antennas or equipment, to utilize City owned light, traffic signal or other City owned poles, and/or to utilize third party poles for use of its DAS/Small Cells; and
- **WHEREAS**, Licensee's private enterprise will be aided if allowed to exercise a valuable benefit by using the Public Ways in a manner not enjoyed by the general public; and
- WHEREAS, Licensee is agreeing to compensate the City for installation and/or operation of all antennas, supporting structures for antennas, equipment shelters, poles or houses associated with its DAS/Small Cells in exchange for a grant of location and the right to use and physically occupy portions of the Public Ways for the limited purposes and periods set forth below; and

WHEREAS, to the extent required by Law, Licensee has or will contemporaneously with this Agreement seek and obtain a Metro Act Permit for the transmission or cable line portion of its DAS/Small Cells pursuant to 2002 PA 48; MCL 484.3101 et seq.; and

WHEREAS, the City grants this license pursuant to its authority to manage its public spaces including, without limitation, authority under the Michigan Constitution of 1963.

NOW THEREFORE BE IT RESOLVED, in consideration of the terms and conditions contained in this Agreement, the City and Licensee do hereby agree:

1.0 **DEFINITIONS**

Except as otherwise defined herein, the following terms shall have the meanings given below:

- 1.1 "Agency" means any governmental agency or quasi-governmental agency other than City, including, but not limited to, the Federal Communications Commission (FCC) and the Michigan Public Service Commission, Metro Authority or Local Community Stabilization Authority.
- 1.2 "Business Day" means any Day other than a Saturday, Sunday, or Day observed as an official holiday by the City.
- 1.3 "DAS/Small Cells" or "DAS/Small Cell Network" means any and all telecommunication facilities or related equipment installed and/or operated by Licensee for the provision of telecommunication or wireless services including the fiber optic or other cables, antennas, brackets, devices, conduits, poles, support structures, shelters, houses, cabinets and all other related equipment to be deployed, installed and/or operated by Licensee as described in Exhibit A attached hereto and any similar facilities that replace the same as permitted consistent with the terms of this Agreement.
- 1.4 "Day" or "day" means any calendar day, unless a Business Day is specified. For the purposes hereof, if the time in which an act is to be performed falls on a Day other than a Business Day, the time for performance shall be extended to the following Business Day. For the purposes hereof, the time in which an act is to be performed shall be computed by excluding the first Day and including the last.
 - 1.5 "FCC" means the Federal Communications Commission.
- 1.6 "Grant" when used with reference to grant or authorization of the City, means the prior written authorization of the City of Gaylord (and/or its various boards and commissions) unless another person or method for authorization is specified herein or under applicable law. Grant does not mean "Approval" as contemplated in various FCC determinations related to subsequent co-location requests which are expressly not granted by this Agreement.
 - 1.7 Intentionally Omitted.

- <u>1.8</u> "Law" or "Laws" means any federal, state or local statute, ordinance, resolution, regulation, rule, tariff, administrative order, certificate, order, or other lawful requirement in effect either at the time of execution of this Agreement or at any time during the period the DAS/Small Cells are located in the Public Rights-of-Ways.
- <u>1.9</u> "Person" or "person" means an individual, a corporation, a partnership, a sole proprietorship, a joint venture, a business trust, or any other form of business association or government agency.
- 1.10 "Pole" or "pole" means light poles, wooden power poles, traffic light poles, highway sign poles, utility poles, lighting fixtures or other similar poles or structures located in the Public Way under the jurisdiction of the City or Licensee or other third parties or following transfer from the City or other third parties and may refer to such facilities in the singular or plural, as appropriate to the context in which used. The term poles excludes any historically or architecturally significant poles owned by the City located on Public Ways or, other similar street features.
- 1.11 "Public Ways" or "Public Rights-of-Way" means the areas in, upon, above, along, across, under, and over the public streets, sidewalks, roads, lanes, courts, ways, alleys, rights-of-way, boulevards, buildings and any other public places owned or controlled by and within the City as the same now or may hereafter exist and which are under the permitting jurisdiction of the City.

1.12 Intentionally Omitted.

1.13 "Services" means those services provided by or through Licensee's DAS/Small Cells as set forth herein. If the City grants the provision of any other services by Licensee, upon such grant, the definition of "Services" shall automatically be revised to include any such grant of additional services. Unless specifically expressed in this Agreement, Services does not mean video service of any kind.

2.0 TERM OF AGREEMENT

2.1 The term of this Agreement shall commence on the date of execution by the City ("Commencement Date"). The initial term shall continue for five (5) years from the Commencement Date; provided, however, that following such initial term there shall be three subsequent renewal terms of five (5) years. Each renewal term shall be automatic unless City notifies Licensee in writing, at least three (3) months prior to the end of any term then in effect, that due to changed circumstances a need exists to negotiate the subsequent renewal with Company. Municipality shall not unreasonably deny a renewal term. It is intended that this Agreement be coterminous with the Metro Act Permit issued relative to this same project.

2.2 Upon written application to City delivered no later than one hundred and eighty (180) days before the end date of the term of this Agreement, the Licensee may request to amend this Agreement to extend the end date to a proposed new date. Assuming the Licensee has met all conditions of the Agreement and performed to City's reasonable satisfaction in providing the Services in the City, and assuming that City believes extension of the term of this Agreement would be in the public interest, the term end date of this Agreement may be extended subject to whatever modifications of other Agreement terms and conditions the City may find are appropriate and in parallel with any termination and/or extension of any related Metro Act Permit(s).

3.0 DESCRIPTION OF WORK

- 3.1 <u>Installation of DAS/SMALL CELL NETWORKS</u>. During the term of this Agreement, Licensee is authorized, on a non-exclusive basis, to locate and install Poles and antennae, or to attach to Poles owned by the City or Poles owned by third parties, to house and operate a DAS/Small Cell Network in the Public Ways or other City owned or controlled property, all as more particularly identified in Exhibit A and as supplemented in a manner consistent with this Agreement. This Agreement does not give rights to use any poles owned by third parties.
 - 3.1.1. Location of DAS/Small Cell Networks. The City may grant or deny the location and installation of any DAS/Small Cell Network on a pole prior to installation, based on reasonable regulatory factors, such as the location of other present or future communications facilities, efficient use of scarce physical space to avoid premature exhaustion, potential interference with other communications facilities and services, the public safety and other critical public services; provided, however, that such grant shall not be unreasonably conditioned, withheld, or delayed. After this Agreement is initally approved by the City, the Licensee may request, and the City may administratively grant, the right to locate and install additional facilities of the DAS/Small Cell Networks in the Public Ways, subject to the supplementation of Exhibit A as reasonably necessary to identify the location of the same and the Licensee's agreement to comply with the terms of this Agreement as to any such new facilities.
 - 3.1.2 Map and List of DAS/Small Cell Network. Licensee shall maintain in a form acceptable to the City, a current map and list of the location of all facilities used by Licensee for its DAS/Small Cell Network pursuant to this Agreement and located in Public Ways. Licensee shall provide the City with a current map and list, as supplemented from time to time. Licensee shall obtain all required permits and grants of the City and any of its departments or agencies, and any other Agency with jurisdiction over the DAS/Small Cells, services or the property on which the DAS/Small Cells are or will be located, prior to performing any work under this Agreement and shall comply with all the terms and conditions set forth in these permits. Licensee shall not mount, construct, install,

maintain, locate, operate, place, protect, reconstruct, reinstall, remove, repair, or replace any DAS/Small Cells on any pole, except as expressly authorized by and in strict compliance with this Agreement, and shall not without further and separate authorization, otherwise locate more than one antenna or other related structure on any single pole.

- 3.1.3 Changes to DAS/Small Cell Networks or Their Location on Poles Located on Public Ways. If Licensee proposes to install different but comparable equipment, or if the DAS/Small Cell or its location on the poles located on Public Ways deviate in any material way from the specifications previously approved by the City, then Licensee shall first obtain a grant for the use and installation of the comparable equipment or for any such deviation in the DAS/Small Cells Network from the owners of the poles located on Public Rights-of-Way and shall provide the City with written evidence of such authorization. Modifications shall not be subject to this grant requirement to the extent that (i) such modification to the attachment involves only substitution of internal components, and does not result in any change to the external appearance, dimensions or weight of the attachment, as approved by the City; or (ii) such modification involves replacement of the attachment that is the same, or smaller in weight and dimensions than the approved attachment. Licensee will notify the City of any such modification within 15 days after modification is made. The City may not unreasonably deny use of the different but comparable equipment, or non-material deviation from the specifications previously approved by the City with regard to the placement of the DAS/Small Cell equipment on the poles located on Public Ways, pursuant to the factors enumerated under Section 3.1.1, and such grant shall not be unreasonably conditioned, withheld, or delayed.
- 3.2 <u>Provision of Services</u>. The DAS/Small Cell Network installed pursuant to this Agreement may be used solely for the rendering of telecommunication services. If Licensee proposes to make a material change to the nature or character of the services not expressly permitted under this Agreement, including, without limitation, video programming services, open video system services, or cable television services, Licensee shall notify the City in writing of this intended change not less than one hundred and eighty (180) days prior to the proposed date of change to Service. The City may either (i) accept the proposed change in Service on mutually agreeable terms and conditions or (ii) require that the Services not be changed but rather continue to be provided as contemplated herein.
- 3.3 Restoration of Work Site Areas. Upon the completion of each task or phase of work to be performed by Licensee under this Agreement, Licensee shall promptly restore all work site areas to a condition reasonably satisfactory to the City and in accordance with construction standards as specified by the City, ordinary wear and tear not caused by Licensee or the DAS/Small Cells Networks excepted. The City may, in its discretion, obtain reimbursement for the above by making a claim under Licensee's performance bond. The provisions of this section shall survive the expiration, completion or earlier termination of this Agreement.

- Removal of DAS/Small Cell Network upon Expiration or Termination of 3.4 Upon one hundred and eighty (180) days' written notice by the City Agreement. pursuant to the expiration or earlier termination of this Agreement for cause, Licensee shall promptly, safely and carefully remove the DAS/Small Cell Network from and including all poles and other places located in Public Ways. Such obligation of Licensee shall survive the expiration or earlier termination of this Agreement. If Licensee fails to complete this removal work on or before the one hundred and eighty (180) days subsequent to the issuance of notice pursuant to this Section 3.4, then the City, upon written notice to Licensee, shall have the right at the City's sole election, but not the obligation, to perform this removal work and charge Licensee for the reasonable and actual costs and expenses, including, without limitation, reasonable administrative costs. Licensee shall pay to the City the reasonable and actual costs and expenses incurred by the City in performing any removal work and any storage of Licensee's property after removal (including any portion of the DAS/Small Cell Networks) within thirty (30) days of the date of a written demand for this payment from the City. The City may, in its discretion, obtain reimbursement for the above by making a claim under Licensee's performance bond. After the City receives the reimbursement payment from Licensee for the removal work performed by the City, the City shall promptly return to Licensee the property belonging to Licensee and removed by the City pursuant to this Section 3.4 at no liability to the City. If the City does not receive the reimbursement payment from Licensee within such thirty (30) days, or if City does not elect to remove such items at the City's cost after Licensee's failure to so remove prior to one hundred and eighty (180) days subsequent to the issuance of notice pursuant to this Section 3.4, any items of Licensee's property, including without limitation the DAS/Small Cell Networks, remaining on or about the Public Ways or stored by the City after the City's removal thereof may, at the City's option, be deemed abandoned and the City may dispose of such property in any manner allowed by Law, and in accordance with any legal rights of persons other than the City who own poles located in the Public Way and used by Licensee. Alternatively, the City may elect to take title to such abandoned property, whether the City is provided by the Licensee, an instrument satisfactory to the City transferring to the City the ownership of such property, or not. The provisions of this section shall survive the expiration or earlier termination of this Agreement.
- 3.5 Risk of Loss or Damage. Licensee acknowledges and agrees that Licensee bears all risk of loss or damage of its equipment and materials, including, without limitation, the DAS/Small Cell Networks, installed in the Public Rights-of-Way pursuant to this Agreement from any cause, and the City shall not be liable for any cost of repair to damaged DAS/Small Cell Networks, including, without limitation, damage caused by the City's removal of DAS/Small Cell Networks, except to the extent that such loss or damage was caused by the sole negligence or willful misconduct of the City, including without limitation, each of its commissions, boards, departments, officers, agents, employees or contractors.
- 3.6 Removal or Relocation of DAS/Small Cell Network at City's Request. Licensee understands and acknowledges that the City, at any time and from time to time, may require Licensee to remove or relocate upon a written request from the City on one hundred and eighty (180) days notice at Licensee's sole cost and expense, portions of the

DAS/Small Cell Network whenever City reasonably determines that the removal or relocation is needed: (1) to facilitate or accommodate the construction, completion, repair, relocation, or maintenance of a City project, (2) because the DAS/Small Cell Network interferes with or adversely affects proper operation of the light poles, traffic signals, City-owned communications systems or other City facilities, (3) because of a sale or vacation of the Public Ways by the City, (4) because there is a change in use of the Public Ways by the City provided such use similarly effects similarly LICENSED users in the public right of way, (5) because there is damage to and/or removal of the pole, or (6) to preserve and protect the public health and safety, in a manner not inconsistent with 47 U.S.C. § 332(c)(7). Licensee shall at its own cost and expense remove, relocate and/or adjust the DAS/Small Cell Network, or any part thereof, to such other location or locations in the Public Rights-of-Way, or in such manner, as appropriate, as may be designated or granted, in writing and in advance, by the City. Such removal, relocation, adjustment shall be completed within the time prescribed by the City in its written request, which time prescribed shall, at a minimum, be one hundred and eighty (180) days after the City provides its written request, and in accordance with the terms of this Agreement. Licensee shall not be in default hereunder if it has taken appropriate action as directed by the City to obtain such grant. If Licensee fails to remove, relocate, adjust or support any portion of the DAS/Small Cell Network as described by the City within the prescribed time, City may take all reasonable, necessary, and appropriate action, as stated in Section 3.4.

4.0 PERMIT, LIMITATIONS AND RESTRICTIONS

- 4.1 <u>Limited Authorization</u>. This Agreement does not authorize the placement of DAS/Small Cell Networks or any other equipment on sites, locations, structures or facilities other than those specifically identified or provided for herein. Placement of the DAS/Small Cell Networks shall comply with the terms of the City's conditions of access in effect as of the date of execution hereof and as are applied equally to all similarly situated Persons using the Public Rights-of-Way under grant by the City. The Agreement does not relieve Licensee of its burden of seeking any necessary permission from other Agencies which may have jurisdiction regarding Licensee's proposed use.
- 4.2 No Authorization to Provide Other Services. Licensee represents, warrants and covenants that its DAS/Small Cell Networks installed pursuant to this Agreement will be utilized solely for the rendering of telecommunication services, and Licensee is not authorized to and shall not use the DAS/Small Cell Networks to offer or provide any other services not specified herein. Failure to abide by this may constitute a breach of this Agreement, and the City, after providing Licensee with written notice and a meeting concerning the same, may levy fines in an amount not to exceed one thousand dollars (\$1,000.00) per day until the breach is remedied together with all other remedies available at law or equity
- 4.3 <u>Reservation of Powers</u>. The City reserves any and all powers it may have, now or in the future under applicable Laws, to regulate the DAS/Small Cell Networks, their use, or the use of the Public Rights-of-Way or of other City property. Licensee shall be subject to all present and future ordinances of the City and its boards and

commissions. Nothing in this Agreement shall be construed as a waiver of any codes, ordinances or regulations of the City or of the City's right to require Licensee to secure the appropriate permits, approvals or authorizations for exercising the rights set forth in this Agreement.

- 4.4 All Permitted Activities Fees at Licensee'S Sole Expense. Notwithstanding any other provision of this Agreement, the construction, operation, maintenance, removal and replacement of DAS/Small Cell Networks, and all other activities permitted hereunder and all fees or obligations of Licensee under this Agreement, shall be Licensee's sole responsibility at Licensee's sole cost and expense.
- 4.5 <u>Permit</u>. Licensee shall obtain, at its sole expense, any applicable permits as are required by City or any other Agency to perform the work and ongoing use, as described in this Agreement, in the Public Rights-of-Way, including but not limited to a Metro Act Permit pursuant to 2002 PA 48; MCL 484.3101et seq.
- 4.6 No Real Property Interest Created. Neither Licensee's use of the Public Rights-of-Way, nor anything contained in this Agreement, shall be deemed to grant, convey, create, or vest in Licensee a real property interest in any portion of the Public Rights-of-Way or any other City property, including but not limited to, any fee or leasehold interest in any land or easement. Licensee, on behalf of itself and any permitted successor or assign, recognizes and understands that this Agreement may create an interest subject to taxation and that Licensee, its successor or assign may be subject to the payment of such taxes.
- 4.7 All Rights Nonexclusive. Notwithstanding any other provision of this Agreement, any and all rights expressly or impliedly granted to Licensee under this Agreement shall be non-exclusive, and shall be subject and subordinate to (1) the continuing right of the City to use, and to allow any other Person or Persons to use, any and all parts of the Public Rights-of-Way, exclusively or concurrently with any other Person or Persons and (2) the public easement for streets and public utilities and any and all other deeds, easements, dedications, conditions, covenants, restrictions, encumbrances and claims of title (collectively, "Encumbrances") which may affect the Public Rights-of-Way now or at any time during the term of this Agreement, including without limitation any Encumbrances granted, created or allowed by the City at any time.
- 4.8 <u>Co-Location</u>. This Agreement does not grant or approve any co-location rights to any person or entity, related or unrelated to the Licensee. Licensee is authorized to install one antenna per site. Additional antennas require new and additional licensure at the City's discretion in accordance with and subject to this Agreement. In the event the City grants a co-location or similar right of way use request to a third party, Licensee shall make such accommodations necessary in its commercially reasonable discretion and consistent with the Law to allow such co-location or pole attachment on any pole or other support structure referenced in this Agreement.

5.0 WAIVERS AND INDEMNIFICATION

- 5.1 Non-Liability of City Officials, Employees and Agents. No elective or appointive board, commission, member, officer, employee or other agent of the City shall be personally liable to Licensee, its successors and assigns, in the event of any default or breach by the City or for any amount which may become due to Licensee, its successors and assigns, or for any obligation of City under this Agreement.
- Obligation to Indemnify the City. Licensee, its successors and assigns, shall hold harmless, defend, protect and indemnify the City, including, without limitation, each of its commissions, departments, officers, agents, employees and contractors, from and against any and all actions, losses, liabilities, expenses, claims, demands, injuries, damages, fines, penalties, costs, judgments or suits including, without limitation, reasonable attorneys' fees and costs (collectively, "Claims") of any kind allegedly arising directly or indirectly from: (i) any act by, omission by, or negligence of Licensee or its contractors or subcontractors, or the officers, agents, or employees of any of them, while engaged in the performance of the work or conduct of the activities authorized by this Agreement, or while in or about the Public Rights-of-Way or any other City property for any reason connected in any way whatsoever with the performance of the work, conduct of the activities or presence of the DAS/Small Cell Networks authorized by this Agreement, or allegedly resulting directly or indirectly from the presence, construction, installation, maintenance, replacement, removal or repair of the DAS/Small Cell Networks, (ii) any accident, damage, death or injury to any contractor, subcontractor, or any officer, agent, or employee of either of them, while engaged in the performance of the work, conduct of the activities or presence of the DAS/Small Cell Networks authorized by this Agreement, or while in or about the Public Rights-of-Way, for any reason connected with the performance of the work or conduct of the activities authorized by this Agreement, or arising from liens or claims for services rendered or labor or materials furnished in or for the performance of the work authorized by this Agreement, (iii) any accident, damage, death or injury, to real or personal property, good will, and Person(s) in, upon or in any way allegedly connected with the work or activities authorized by this Agreement or the presence of the DAS/Small Cell Networks from any cause or claims arising at any time including, without limitation, injuries or damages allegedly caused, directly or indirectly, in whole or in part, by radio wave transmission or electromagnetic fields emitted by the DAS/Small Cell Networks, (iv) any Release, or threatened Release, of any Hazardous Material caused in whole or in part by Licensee in, under, on or about the property subject to this Agreement or into the environment, or resulting directly or indirectly from the DAS/Small Cell Networks or the work or activities authorized by this Agreement, (v) any violation by Licensee of the terms and conditions hereof or any permit or grant issued by any Agency in connection with the DAS/Small Cell Networks or Services or pursuant hereto, or any misrepresentation made herein or in any document given by Licensee in connection herewith, and (vi) any direct or indirect interference by Licensee or the DAS/Small Cell Networks.
- <u>5.3</u> <u>Scope of Indemnity</u>. Licensee shall hold harmless, indemnify and defend the City as required herein, including without limitation, each of its commissions, boards, departments, officers, agents, employees and contractors, except only for Claims

resulting from the sole negligence or willful misconduct of the City, including without limitation, each of its commissions, boards, departments, officers, agents, employees and contractors. Licensee specifically acknowledges and agrees that it has an immediate and independent obligation to defend the City from any Claim which actually or potentially falls within this indemnity provision. The City shall give prompt written notice to Licensee of any claim for which the City seeks indemnification.

- 5.4 No Liability for Damage, Death or Bodily Injury. Neither City nor any of its commissions, departments, boards, officers, agents, contractors, or employees shall be liable for any damage to the property of Licensee, its officers, agents, employees, contractors or subcontractors, or their employees, or for any bodily injury or death to such persons, resulting or arising from the DAS/Small Cell Networks or activities authorized by this Agreement, the condition of any City property subject to this Agreement or Licensee's use of any City property, except as otherwise provided herein.
- 5.5 Waiver of All Claims. Licensee acknowledges that this Agreement is terminable by the City under limited circumstances as provided herein, and in view of such fact Licensee expressly assumes the risk of making any expenditures in connection with this Agreement, even if such expenditures are substantial, and Licensee expressly assumes the risk of selling its Services which may be affected by the termination of this Agreement. Without limiting any indemnification obligations of Licensee or other waivers contained in this Agreement and as a material part of the consideration for this Agreement, Licensee fully RELEASES, WAIVES AND DISCHARGES forever any and all claims, demands, rights, and causes of action against, and covenants not to sue, City, its departments, commissions, officers, boards, Commissioners and employees, and all persons acting by, through or under each of them, under any present or future Laws, including, but not limited to, any claim for inverse condemnation or the payment of just compensation under the law of eminent domain, or otherwise at equity, in the event that the City exercises its right to terminate this Agreement, as specifically provided herein.
- No Liability for Consequential or Incidental Damages. Licensee expressly 5.6 acknowledges and agrees that the City will not be liable for any consequential or incidental damages, including, but not limited to, lost profits and loss of good will, arising out of termination of this Agreement or disruption to the DAS/Small Cell Networks or Licensee's permitted activities hereunder. The City would not be willing to enter into this Agreement in the absence of a waiver of liability for consequential or incidental damages due to the acts or omissions of City or its agents, and Licensee expressly assumes the risk with respect thereto. Accordingly, without limiting any indemnification obligations of Licensee or other waivers contained in this Agreement and as a material part of the consideration for this Agreement, Licensee fully RELEASES, WAIVES AND DISCHARGES forever any and all claims, demands, rights, and causes of action for consequential and incidental damages (including without limitation, lost profits and loss of good will), and covenants not to sue for such damages, City, its departments, boards, commissions, officers, Commissioners and employees, and all persons acting by, through or under each of them, arising out of this Agreement or the work and activities authorized hereunder, including, without limitation, any interference

with uses conducted by Licensee pursuant to this Agreement, regardless of the cause, and whether or not due to the negligence or gross negligence of City or its agents.

- 5.7 No Interference. Licensee shall not unreasonably interfere in any manner with the existence and operation of any and all public and private facilities existing now or in the future, including but not limited to sanitary sewers, water mains, storm drains, gas mains, poles, aerial and underground electric and telephone wires, electroliers, cable television, telecommunications facilities, utility, and municipal property without the express grant of the owner or owners of the affected property or properties, except as permitted by applicable Laws or this Agreement. Licensee shall be responsible for repair and restoration of any damage caused by such interference, to the extent it is caused by Licensee, to facilities belonging to the City. The City agrees to require the inclusion of the same prohibition on interference as that stated above in all similar type agreements City may enter into after the date hereof.
- <u>5.8</u> <u>Survival of Termination</u>. The provisions of Sections 5.1 through 5.7, inclusive, shall survive any termination of this Agreement.

6.0 <u>INSURANCE</u>

- <u>6.1</u> <u>Amounts and Coverages</u>. Licensee will maintain in force, during the full term of this Agreement, insurance in the following amounts and coverages:
 - 6.1.1 Workers' Compensation, with Employer's Liability limits of not less than One million dollars (\$1,000,000) each accident.
 - 6.1.2 Commercial General Liability Insurance with limits not less than five million dollars (\$5,000,000) each occurrence Combined Single Limit for Bodily Injury and Property Damage, including Contractual Liability, Personal Injury, Owners and Contractors' Protective, Broadform Property Damage, Products Completed Operations.
 - 6.1.3 Business Automobile Liability Insurance with limits not less than one million dollars (\$1,000,000) each occurrence Combined Single Limit for Bodily Injury and Property Damage, including owned, non-owned and hired auto coverage, as applicable.
- <u>6.2</u> <u>Required Provisions.</u> General Liability and Automobile Liability Insurance shall be endorsed to provide for the following:
 - 6.2.1 Name as additional insureds: the City, its officers, agents and employees.

- 6.2.2 That such policies are primary insurance to any other insurance available to the additional insureds, with respect to any claims arising out of this Agreement, and that insurance applies separately to each insured against whom claim is made or suit is brought.
- <u>6.3</u> <u>Advance Notice of Cancellation</u>. All policies shall be endorsed to provide: thirty (30) days advance written notice to City of cancellation or intended non-renewal, mailed to the following address:

City of Gaylord Attn: City Manager 305 E. Main Street Gaylord, MI 49735

- 6.4 <u>Claims-Made Policies</u>. Should any of the required insurance be provided under a claims-made form, Licensee shall maintain such coverage continuously throughout the term of this Agreement and, without lapse, for a period of six (6) years beyond the Agreement expiration, to the effect that, should any occurrences during the Agreement term give rise to claims made after expiration of the Agreement, such claims shall be covered by such claims-made policies.
- <u>6.5</u> <u>General Aggregate Limit</u>. Should any of the required insurance be provided under a form of coverage that includes a general annual aggregate limit or provides that claims investigation or legal defense costs be included in such general annual aggregate limit, such general aggregate limit shall double the occurrence or claims limits specified above.
- <u>6.6</u> Receipt of Certificates of Insurance. Certificates of insurance, in the form and with insurers reasonably satisfactory to the City, evidencing all coverages above shall be furnished to the City before commencing any operations under this Agreement, with complete copies of policies promptly upon the City's written request.
- <u>6.7</u> <u>Effect of Approval of Insurance</u>. Approval of the insurance by the City shall not relieve or decrease the liability of Licensee hereunder.
- <u>6.8</u> <u>Effect of Lapse of Insurance</u>. This Agreement shall terminate immediately, after written notice to Licensee and an opportunity to cure of thirty (30) days, upon any lapse of required insurance coverage.

7.0 <u>LICENSE FEE, RECORD and DEPOSITS</u>

In connection with the work to be performed and activities to be conducted by Licensee under this Agreement:

7.1 Right-of-Way Fees for Installation and operation of DAS/Small Cell related Metro Act exempt facilities including antennas, supporting structures for antennas, poles equipment shelters or houses. In order to compensate the City for Licensee's utilization and deployment of DAS/Small Cell related Metro Act exempt facilities including antennas, supporting structures for antennas, poles, equipment shelters or houses within the Public Rights-of-Way, Licensee shall pay to the City of the following:

Administrative Fee. Within 30 days of the City's approval of this Agreement, a one-time administrative fee, in addition to the regular monthly fee referenced below, of \$1,000.00 per antenna.

Monthly Fee. As compensation for the installation and use of any and all antennas or structures in the City Public Ways including but not limited to poles or other structures and facilities, in whole or in part, whether held in fee or in trust by the City ("City Facility"), by Licensee or a third party, Licensee shall pay to the City a monthly fee (the "Monthly Fee") in the amount identified in the schedule set forth immediately below, per site for the use of each such facility or structure, whether owned by the City, the Licensee or a third party, which location is located in the City Public Ways and upon which a DAS/Small Cell Network antenna, or any supporting structure thereof, has been installed pursuant to the other requirements of this Agreement. The aggregate Monthly Fee shall be an amount equal to the number of Licensee's sites within the City's Public Ways or other property locations or equipment or Poles on which Licensee's equipment was currently existing during the preceding month, multiplied by the Monthly Fee, prorated as appropriate. Payments by the Licensee shall be due and payable to the City within 30 Days of invoicing by the City. At the discretion of the City, invoices may be sent monthly, quarterly or annually.

The parties to this Agreement do not intend, and this Agreement does not grant, the utilization of any jointly owned or third party owned properties.

This Agreement anticipates AND AUTHORIZES ONLY ONE ANTENNA PER POLE OR STRUCTURE AND every antenna as well as every antennae/related support structure, installed by Licensee in City Public Ways shall be subject to a monthly fee as identified in this section:

Schedule of Monthly Fees per Site (not more than one antennae/pole):

- **Tier 1**: \$25.00 per month per pole in a rural or low traffic areas and/or without existing infrastructure.
- **Tier 2**: \$75.00 per month per pole in a residential or medium traffic area with moderate infrastructure.
- **Tier 3**: \$150.00 per month per pole in a Commercial/Industrial area or corridor. Medium to heavy traffic areas and dense infrastructure.

Tier 4: Alternative pay arrangement or waiver of monthly fee may be negotiated for colocations on existing poles, connectivity in underserved areas of the community, or services in lieu of payment.

(It is the intent of the parties that all antennas are to be placed on poles only, as described above.)

The parties to this Agreement do not intend, and this Agreement does not grant, the utilization or installation of any City owned public places, buildings or structures other than certain poles in the City Public Ways as specifically identified in Exhibit A.

- 7.2 Retention of Records. Licensee shall at all times keep and maintain full, true and correct business and financial records associated with this Agreement and, upon the City's reasonable request, provide such records on a quarterly basis in such form as to support the payments made under Section 7.1 above.
- 7.3 <u>Late Payment Charge</u>. If Licensee fails to pay any amounts payable under this Agreement within thirty (30) days after due, such unpaid amount shall be subject to a late payment charge equal to ten percent (10%) of the unpaid amount in each instance. The late payment charge has been agreed upon by the City and Licensee, after negotiation, as a reasonable estimate of the additional administrative costs and detriment that the City will incur because of any such failure by Licensee, the actual costs thereof being extremely difficult if not impossible to determine.
- 7.4 Other Payments and Documentation. In addition to all other fees to be paid to the City hereunder, Licensee shall timely pay to the City all applicable deposit fees, permit fees, zoning fees, engineering fees and other fees or amounts, required to be paid by Licensee to the City in connection with obtaining permits or performing work under this Agreement, and as required by any federal, state or local law, statute, ordinance, rule or regulation. Licensee therefore acknowledges and agrees that this Agreement alone is not necessarily sufficient in and of itself authorization from the City for the installation and operation of the DAS/Small Cell Networks and that additional documentation may be required by the City.
- 7.5 Security Deposit/Bond. Prior to performing any work necessary under this Agreement, and with respect to all such work, Licensee will deliver to the City a valid performance bond in the sum of Ten Thousand dollars (\$10,000), issued by a surety company acceptable to the City's Controller in the form attached hereto as Exhibit B. Alternatively, where a performance bond has been posted by the Licensee with the City pursuant to the METRO Act, and where such bond is extended to encompass the DAS/Small Cell Network permitted by this Agreement, the City may accept the METRO Act bond in lieu of the necessity of Licensee posting a separate bond pursuant to this Section 7.5. Licensee agrees and acknowledges that it will obtain a bond which allows for the use of the bond to cover incidental expenses and costs, removal expenses, restoration expenses, damages and fees not covered by any insurance policies including but not limited to: interest, charges by the City to remove DAS/Small Cell Networks and unpaid permit and administrative fees. Licensee shall keep such surety bond, at its

expense, in full force and effect until the sixtieth (60th) day after the expiration or other termination hereof, to insure the faithful performance by Licensee of all of the covenants, terms and conditions of this Agreement. Such bond shall provide thirty (30) days prior written notice to the City of cancellation or material change thereof. In the event of any non-extension of the bond, Licensee shall replace such security with another form permitted hereunder at least ten (10) days prior to expiration and if Licensee fails to do so the City shall be entitled to present its written demand for payment of the entire face amount of such bond and to hold the funds so obtained as the security deposit required hereunder. Any unused portion of the funds so obtained by the City shall be returned to Licensee upon replacement of the bond or deposit of cash security in the full amount required hereunder.

8.0 WORK STANDARDS

- 8.1 Performance of Work. Licensee shall use and exercise due care, caution, skill and expertise in performing all work under this Agreement and shall take all reasonable steps to safeguard and maintain in clean and workmanlike manner, all work site areas, including, without limitation, the light poles located on Public Rights-of-Way and other existing facilities and property. All work to be undertaken by Licensee in the Public Ways shall at all times be performed by workers, including its own contractors, in accordance with generally accepted industry practice.
- 8.2 Work Plan. Prior to performing any work necessary under this Agreement, Licensee shall present a map and written proposal describing the work to be performed and the facilities, methods and materials (if any) to be installed ("Work Plan") to the City for review and will not perform any work until it has received City Authorization of the Work Plan. The City shall process the Work Plan within thirty (30) days of receipt. In addition, prior to conducting any work in the Public Rights-of-Way, Licensee shall provide to the City a current emergency response plan identifying staff who have authority to resolve, twenty-four (24) hours a day, seven (7) days a week, problems or complaints resulting, directly or indirectly, from the DAS/Small Cell Network installed pursuant to this Agreement. As soon as is reasonably practical following installation of the DAS/Small Cell Network, Licensee shall deliver as-built drawings to City.
- 8.3 No Underground Work Without Written Authorization. Licensee hereby represents, warrants and covenants that Licensee shall perform no excavation, trenching, coring, boring, or digging into the ground or installation of any equipment or other material into the ground, or any other underground work in connection with the work to be performed or Services to be provided by Licensee under this Agreement, except to the extent expressly approved by the City. Licensee further represents, warrants and covenants that it shall not otherwise disturb or disrupt the operation or maintenance of any sanitary sewers, storm drains, gas or water mains, or other underground conduits, cables, mains, or facilities.
- <u>8.4</u> Repair or Replacement of Damaged Facilities or Property. Upon written request, Licensee agrees to repair or replace to City's reasonable satisfaction any

City-owned facilities or City-owned property that the City determines has been damaged, destroyed, defaced or otherwise injured as a result of the work performed or Services provided by Licensee under this Agreement. Licensee shall perform such work at no expense to the City, except to the extent such damage, destruction, defacement, or injury was caused by the sole negligence or willful misconduct of City.

8.5 Modification of Work Plans. If during the term of this Agreement, the City determines that the public health or safety requires a modification of or a departure from the Work Plan submitted by Licensee and granted, the City shall have the authority to identify, specify and delineate the modification or departure required, and Licensee shall perform the work allowed under this Agreement in accordance with the City-specified modification or departure at Licensee's sole expense. The City shall provide Licensee with a written description of the required modification or departure, the public health or safety issue necessitating the modification or departure, and the time within which Licensee shall make, complete or maintain the modification or departure required, which time shall, at a minimum, be one hundred eighty (180) days after the City provides its written description to Licensee.

9.0 TERMINATION

- 9.1 <u>Immediate Termination upon Notice in Certain Circumstances</u>. In addition to all other remedies provided by Law or in equity, either party may terminate this Agreement upon written notice to the other party subject to the following:
 - 9.1.1 By the City after 90 days prior written notice to Licensee and after opportunity to meet with representatives of the City, if the City reasonably determines that Licensee's continued use of the Public Ways will adversely affect public health or safety in a demonstrable manner;
 - 9.1.2 If the other party (the "Defaulting Party") has failed to perform any of its material obligations under this Agreement; provided that, the non-defaulting party (the "Non-Defaulting Party") shall provide the Defaulting Party with a notice of the Defaulting Party's failure to perform or comply and provide the Defaulting Party with sixty (60) days from the date of the notice to cure the failure to perform or comply to the Non-Defaulting Party's reasonable satisfaction.
- 9.2 Effect of Termination. In the event of termination of this Agreement as herein provided, Licensee shall immediately cease all work being performed under this Agreement, excepting only that work necessary for Licensee to remove all DAS/Small Cell Networks from the Public Rights-of-Way as provided in Section 3.4 above and repair as needed. Termination of this Agreement by the City as herein provided shall constitute the withdrawal of any grant, consent or authorization of the City for Licensee to perform any construction or other work under this Agreement in the Public Ways excepting only that work necessary for Licensee to remove all DAS/Small Cell Networks

and leave all work site areas in a clean and safe condition. Licensee shall remain liable for a prorated portion of the Monthly Fee, if any, up to the time of termination.

10.0 NOTICES

Except as otherwise expressly provided in this Agreement, any notice given hereunder shall be effective only if in writing and given by delivering the notice in person, or by sending it first-class mail or certified mail with a return receipt requested, postage prepaid, or reliable commercial overnight courier, return receipt requested, with postage prepaid, to:

CITY

City of Gaylord Attn: City Manager 305 E. Main Street Gaylord, MI 49735

LICENSEE

KEPS Technologies, Inc. d/b/a ACD.net ATTN: Regulatory 1800 N Grand River Ave Lansing, MI 48906 regulatory@acd.net 517-999-9999

or to such other address as either CITY or Licensee may designate as its new address for such purpose by notice given to the other in accordance with the provisions of this Section at least ten (10) days prior to the effective date of such change.

11.0 COMPLIANCE WITH LAWS

- 11.1 Licensee shall comply with all present and future Laws.
- <u>11.2</u> All facilities installed pursuant to this Agreement shall be constructed to comply with all lawful federal, state and local construction and applicable telecommunications requirements.

12.0 MISCELLANEOUS

- <u>12.1</u> <u>Amendments</u>. Except as expressly set forth herein, neither this Agreement nor any term or provisions hereof may be changed, waived, discharged or terminated, except by a written instrument signed by the parties hereto.
- <u>12.2.</u> Representations and Warranties. Each of the persons executing this Agreement on behalf of Licensee does hereby covenant, represent and warrant that, to the

best of his or her knowledge, (a) Licensee is a duly authorized and existing corporation, has and is qualified to do business in the State of Michigan, and has full right and authority to enter into this Agreement, (b) each and all of the persons signing on behalf of Licensee are authorized to do so, and (c) the DAS/Small Cell Networks installed pursuant to this Agreement shall comply with all applicable FCC standards regarding radio frequencies and electromagnetic field emissions. Upon the City's written request, Licensee shall provide the City with evidence reasonably satisfactory to the City confirming the foregoing representations and warranties.

12.3 <u>Interpretation of Agreement</u>. This Agreement has been negotiated at arm's length and between persons sophisticated and knowledgeable in the matters dealt with herein and shall be interpreted to achieve the intents and purposes of the parties, without any presumption against the party responsible for drafting any part of this Agreement. Use of the word "including" or similar words shall not be construed to limit any general term, statement or other matter in this Agreement, whether or not language of non-limitation, such as "without limitation" or similar words, are used.

12.4 Assignment; Successors and Assigns.

12.4.1 Neither this Agreement nor any part of Licensee's rights hereto may be assigned, pledged or hypothecated, in whole or in part, without the express written consent of the City, which consent shall not be unreasonably withheld, conditioned, or delayed. Notwithstanding the foregoing, the assignment of the rights and obligations of Licensee hereunder to a parent, subsidiary, affiliate, or any person or entity that shall control, be under the control of, or be under common control with Licensee, or to any person or entity into which Licensee may be merged or consolidated or which purchases all or substantially all of the assets of Licensee that are subject to this Agreement shall not be deemed an assignment for the purposes of this Agreement, provided that Licensee deliver to the City the following: (1) a performance bond issued in the name of assignee; and (2) Certificate of Insurance naming assignee as insured. Further, without the installation of additional equipment or facilities, Licensee may provide capacity across Licensee's DAS/Small Cell Network to a third party without the consent required in this Section 12.4.1, so long as Licensee retains control over and remains solely responsible for such DAS/Small Cell Network.

12.4.2 In the event Licensee files a petition in bankruptcy pursuant to 11 U.S.C. Sections 101, et seq., the assignment of this Agreement shall be governed by the provisions of the Bankruptcy Code. An assignment of this Agreement is only enforceable against the City if Licensee or its trustee in bankruptcy complies with the provisions of 11 U.S.C. Section 365, including obtaining the authorization from the Bankruptcy Court. City hereby expressly reserves all of its defenses to any proposed assignment of this Agreement. Any person or entity to which the Bankruptcy Court authorizes the assignment of this Agreement shall be deemed without further act to have assumed all of the obligations of Licensee arising under this Agreement on and after the date of such assignment. Any such assignee shall upon demand execute and deliver to City an instrument confirming

such assumption. Any monies or other considerations payable or otherwise to be delivered in connection with such assignment shall be paid to City, shall be the exclusive property of City, and shall not constitute property of Licensee or of the estate of Licensee within the meaning of the Bankruptcy Code.

- 12.4.3 Upon the City's request, any assignee under this Section shall execute and deliver to the City an instrument confirming such assumptions.
- 12.5 Severability. If any provision of this Agreement or the application thereof to any person, entity or circumstance shall, to any extent, be invalid or unenforceable, the remainder of this Agreement, or the application of such provision to persons, entities or circumstances other than those as to which it is invalid or unenforceable, shall not be affected thereby, and each other provision of this Agreement shall be valid and be enforceable to the fullest extent permitted by Law.
- <u>12.6</u> <u>Governing Law</u>. This Agreement shall be construed and enforced in accordance with the Laws of the State of Michigan.
- 12.7 Entire Agreement. This instrument (including the exhibits hereto, which are made a part of this Agreement) contains the entire agreement between the parties and supersedes all prior written or oral negotiations, discussions, understandings and agreements. The parties further intend that this Agreement shall constitute the complete and exclusive statement of its terms and that no extrinsic evidence whatsoever (including prior drafts of this Agreement and any changes therefrom) may be introduced in any judicial, administrative or other legal proceeding involving this Agreement.
- <u>12.8</u> <u>Time of Essence</u>. Time is of the essence with respect to all provisions of this Agreement in which a definite time for performance is specified.
- 12.9 <u>Cumulative Remedies</u>. All rights and remedies of either party hereto set forth in this Agreement shall be cumulative, except as may otherwise be provided herein.
- 12.10 Relationship of Parties. The City is not, and none of the provisions in this Agreement shall be deemed to render the City, a partner in Licensee's business, or joint venturer or member in any joint enterprise with Licensee. Neither party shall act as the agent of the other party in any respect hereunder, and neither party shall have any authority to commit or bind the other party without such party's prior written consent as provided herein. This Agreement is not intended nor shall it be construed to create any third party beneficiary rights in any third party, unless otherwise expressly provided.
- <u>12.11</u> <u>Recitals</u>. The parties hereby affirm and acknowledge as accurate the Recitals set forth above which may be relied upon in the interpretation of this Agreement.
- <u>12.12</u> Counterparts. This Agreement may be executed in multiple counterparts each of which is an original. Regardless of the number of counterparts, they constitute only one agreement. In making proof of this Agreement, it is not necessary to produce or account for more counterparts than are necessary to show execution by or on behalf of all parties.

CITY

CITY OF GAYLORD, a Michigan
Municipal Corporation,
By:
Title:
Dated:
LICENSEE
KEPS Technologies, Inc. d/b/a ACD.net,
KEPS Technologies, Inc. d/b/a ACD.net, a Michigan Corporation
a Michigan Corporation
-

EXHIBITS

Exhibit A DAS/Small Cell Network Plans and Specifications

Exhibit B Bond

EXHIBIT A

DAS/SMALL CELL NETWORK PLANS AND SPECIFICATIONS

EXHIBIT B

SECURITY BOND

Principal:
Bond Amount:
Bond No.:
KNOW ALL MEN BY THESE PRESENTS, THAT WE
, of, as Principal, and
, of, as Principal, and, as Surety, are held and firmly bound unto th City of or its assigns, in the penal sum of \$, lawful money, to be pair
City of, or its assigns, in the penal sum of \$, lawful money, to be pain
unto the City for the true payment of which we bind ourselves, our heirs, executors
administrators and assigns, jointly and severally, firmly by these presents.
WHEREAS, Principal has entered into a DAS/Small Cell License Agreement dated
2016 with the City ("Agreement"), which contract is referred to and made a part hereof as if full
set forth; and,
WHERE AC Section 7.5 of the Agreement requires a Security Demosit to seven incidents
WHEREAS, Section 7.5 of the Agreement requires a Security Deposit to cover incidental
expenses and costs, damages and fees not covered by any insurance policies including but no limited to: interest, charges by the City to remove DAS/Small Cell Networks and unpaid permit
and administrative fees; and
and administrative rees, and
WHEREAS, the City conditionally granted approval onfor
the DAS/Small Cell Network Plans and Specifications as set forth in the Agreement.
1
NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION is such that thi

NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION is such that this obligation shall remain in full force and effect until the sixtieth (60th) day after the Expiration Date of the Agreement or other lawful termination hereof, to insure the faithful performance by Licensee of all of the covenants, terms and conditions of the DAS/Small Cell License Agreement. Thirty (30) days prior written notice to the City is required for bond cancellation or material change thereof.

Whenever Principal shall be declared by the City to be in default under the approved DAS/Small Cell Network Plans and Specifications or Agreement, the Surety shall promptly remedy the default, or make available sufficient funds to pay the costs of the City in remedying the deficiencies in accordance with the terms of the Agreement, but not exceeding the amount set forth in the first paragraph hereof.

(Remainder of page left intentionally blank.)

Signed, sealed, and dated this	day of	, 201
IN THE PRESENCE OF:		
Principal:		
Signed:	,	
Title:		
Surety:		
Signed:		
Title:		