[Approving Agreement with Northern California Joint Pole Association.]

Ordinance approving an agreement between the City and County of San Francisco and the Northern California Joint Pole Association for a term potentially in excess of ten years and indemnifying the Northern California Joint Pole Association and its members from certain third-party claims for personal injury or property damage, and waiving certain requirements of the San Francisco Administrative Code with respect to the agreement.

Note:

Additions are *single-underline italics Times New Roman*; deletions are *strikethrough italics Times New Roman*. Board amendment additions are <u>double underlined</u>. Board amendment deletions are strikethrough normal.

Be it ordained by the People of the City and County of San Francisco:

Section 1. FINDINGS. The Board of Supervisors hereby finds and declares as follows:

- (a) The Northern California Joint Pole Association ("NCJPA") is a non-profit association of electrical utilities, telephone companies, cable television providers, irrigation and utility districts, and municipal utilities whose sole purpose is to administer the shared ownership, maintenance, use, setting, replacement, dismantling, abandonment or removal of jointly owned utility poles.
- (b) Members of the NCJPA are authorized to jointly own utility poles in Northern California (including San Francisco) and to install their facilities thereon, thereby reducing the cost and clutter that would result from separately owned utility poles.
- (c) Through its various agreements, by-laws and manuals, the NCJPA establishes the terms and conditions under which its members share the cost of owning and maintaining jointly owned utility poles.

- (d) Membership in the NCJPA will allow the City to attach telecommunications, electrical and transit facilities to jointly owned utility poles in areas of the City served by aboveground, pole-mounted utility facilities.
- (e) All City agencies, including but not limited to, the Department of Telecommunications and Information Services ("DTIS"), the Municipal Transportation Agency (including the Municipal Railway and the Department of Parking and Traffic) and the Public Utilities Commission, will be entitled to use the jointly owned utility poles by virtue of the City's membership in the NCJPA.
- (f) As a member the NCJPA, the City may select jointly owned utility poles for which it seeks joint ownership and may install its facilities on those poles. Approximately 50% of the City is served by utility facilities mounted on jointly owned utility poles. Those poles typically contain electricity, telephone and cable television facilities.
- (g) If the City needs to construct new utility poles, the City may designate poles it wishes to include in the joint pole pool, if any. The City may instead elect to reserve certain poles for its exclusive use. If another member of the NCJPA wishes to use a utility pole the City has designated as a potential jointly owned utility pole, it may buy into the designated pole. City-owned streetlight and traffic light poles are not suitable for designation as jointly owned utility poles.
- (h) The City was a member of the NCJPA from 1913 until 1998. The City was a party to the NCJPA agreement dated October 10, 1960 (the "1960 NCJPA Agreement").
- (i) On January 1, 1998, members of the NCJPA entered into a new agreement (the "1998 NCJPA Agreement"). To remain a member of the NCJPA, the NCJPA required the City to become a party to the 1998 NCJPA agreement. The 1998 NCJPA agreement is still in force and effect. The City has not yet become a party to the 1998 NCJPA agreement.

(j) As a result of its being a party to the 1960 NCJPA agreement, the City continues to share ownership in jointly owned utility poles that were constructed and used by the City prior to 1998. Without becoming a party to the 1998 NCJPA agreement, however, the City cannot share ownership in any additional jointly owned utility poles, even when new poles are installed to replace existing jointly owned utility poles that the City has been using.

- (k) The 1998 NCJPA agreement is a standard agreement that all members must execute. The NCJPA is unwilling to modify the terms and conditions of the agreement to accommodate the City.
- (I) Without joining the NCJPA, the City would not be able to cost effectively use jointly owned utility poles to install facilities that are necessary to serve areas of the City where utilities are placed above ground. Instead, the City would be required to construct its own poles to serve those areas.
- (m) DTIS will submit the City's application for membership to the NCJPA. If the Board approves this ordinance, and the NCJPA approves the City's application, DTIS will sign the agreement on behalf of the City and pay the NCJPA the \$5000 new member fee and the annual fee for the first year.
- (n) The City's membership in the NCJPA will commence and remain in effect until the City elects to withdraw from NCJPA, on twelve months' written notice, or until such time as three-quarters of the members of the NCJPA vote to terminate the agreement. If the City terminates its membership, the joint utility poles used by the City will still be governed by the NCJPA agreement.
- (o) To join the NCJPA, the City will have to agree to indemnify and hold harmless the NCJPA and its members from any claims arising out of injuries or death to persons or damages to property caused or related to the City's negligence and the City's installation or

maintenance of equipment on joint utility poles. The Risk Manager has approved this provision.

- (p) The annual cost of membership in the NCJPA is currently \$565 per year. The City will incur additional costs when a City agency determines that joint ownership of a utility pole is warranted. Those additional costs cannot be determined at this time.
- (q) Funds for the membership fee and this year's annual fee are available in DTIS's budget. If there is an unreasonable increase in the annual membership fee in future years, DTIS may determine that is appropriate to give notice of cancellation to the NCJPA.

Section 2. The Board of Supervisors hereby approves the agreement between the City and County of San Francisco and the NCJPA, including the indemnification provision, and authorizes the Executive Director of the Department of Telecommunications and Information Services to execute the agreement and to take all steps necessary for the City to become a member of the NCJPA. A copy of the agreement is on file with the Clerk of the Board of Supervisors in File No. ______.

Section 3. For the purpose of this agreement, the Board of Supervisors finds that it is reasonable and in the public interest to grant the waivers specified below:

- A. The Board of Supervisors hereby waives the requirement of San Francisco Administrative Code Section 21.35 that every contract include a statement regarding liability of claimants for submitting false claims to the City. The Board finds that there is no need to include this provision in the NCJPA agreement because joining the NCJPA will not subject the City to the types of claims that are prohibited by Section 21.35.
- B. The Board of Supervisors hereby waives the requirement of San Francisco Administrative Code Section 21.9 that contracts not include an automatic renewal provision. The Board finds that it is in the public interest to join the NCJPA for an indefinite term. The City's need to be a member of the NCJPA will be coextensive with the continued existence of

the NCJPA. If not, the City can elect to terminate its membership on twelve months' written notice.

APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney

Ву:

William K. Sanders Deputy City Attorney



City and County of San Francisco **Tails**

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Ordinance

File Number:

071300

Date Passed:

Ordinance approving an agreement between the City and County of San Francisco and the Northern California Joint Pole Association for a term potentially in excess of ten years and indemnifying the Northern California Joint Pole Association and its members from certain third-party claims for personal injury or property damage, and waiving certain requirements of the San Francisco Administrative Code with respect to the agreement.

October 16, 2007 Board of Supervisors — PASSED ON FIRST READING

Ayes: 11 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Chu, Maxwell,

McGoldrick, Mirkarimi, Peskin, Sandoval

October 23, 2007 Board of Supervisors — FINALLY PASSED

Ayes: 10 - Alioto-Pier, Ammiano, Daly, Dufty, Elsbernd, Chu, Maxwell,

Mirkarimi, Peskin, Sandoval Excused: 1 - McGoldrick

File No. 071300

I hereby certify that the foregoing Ordinance was FINALLY PASSED on October 23, 2007 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo lerk of the Boa

ayor Gavin Newsom