GOVERNMENT OPERATIONS COMMITTEE REPORT relative to the renewal application of the Kaiser Foundation Hospitals, LLC (Kaiser Foundation Hospitals) Information Technology (IT) System franchise.

Recommendations for Council action:

1. APPROVE the renewal application of the Kaiser Foundation Hospitals IT System franchise originally granted in 2015.

2. REQUEST the City Attorney to prepare and present an Ordinance providing for the renewal of the franchise with a ten-year term and further detailed in the October 18, 2024 Information Technology Agency (ITA) report, attached to the Council File.

Fiscal Impact Statement:  The ITA reports that approval of the renewal of this IT System franchise will generate $2,500 in application fees and $26,830 in annual franchise fees over the next ten years for a total of $268,300 during the ten-year term of the franchise.

Community Impact Statement:  None submitted.

Summary:

On November 22 2024, your Committee considered an October 18, 2024 ITA report relative the renewal application of the Kaiser Foundation Hospitals IT System franchise. According to the ITA, an IT System franchise is an encroachment permit that provides for the interconnection between two or more points in the public rights-of-way, utilized solely for signal transmission and not to serve any customer within the City.  In 2015, the City Council and Mayor granted a ten-year franchise renewal to Kaiser for the placement of conduit in the City's public rights-of-way at various locations in the City (Ordinance No. 183764).  Kaiser is now requesting approval to renew said I.T. System franchise for another ten years.  After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the IT System franchise as detailed in the ITA report.  This matter is now submitted to Council for its consideration.


Respectfully Submitted,

Government Operations Committee

| COUNCILMEMBER | VOTE |
|---|---|
| PADILLA: | YES |
| HERNANDEZ: | YES |
| HUTT: | YES |

ARL
11/22/24

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**