

GOVERNMENT OPERATIONS COMMITTEE REPORT relative to proposed First Amended and Restated Contract with Charter Communications Operating, LLC (Charter Communications) for Citywide Physical Coaxial Cable Services.

Recommendation for Council action:

APPROVE and AUTHORIZE the General Manager, Information Technology Agency (ITA), or designee, to execute the First Amended and Restated Contract with Charter Communications for Citywide Physical Coaxial Cable Services extending the term three years effective October 1, 2022 to September 30, 2028 for a total of six years, and increasing the compensation amount by \$2.75 million for a total compensation amount of \$4.75 million, subject to the approval of the City Attorney as to form.

Fiscal Impact Statement: The City Administrative Officer (CAO) reports that funding for the proposed Contract is available in ITA's Communications Services Account. The impact to the General Fund is limited to the availability of funds appropriated in the budget.

Financial Policies Statement: The CAO reports that the recommendation contained in the December 12, 2025 CAO report, attached to the Council File is in compliance with the City's Financial Policies as contract expenditures are limited to the appropriation of funds made by the City for this purpose.

Community Impact Statement: None submitted.

TIME LIMIT ITEM – FEBRUARY 16, 2026

(LAST DAY FOR COUNCIL ACTION – FEBRUARY 13, 2026)

Summary:

On February 3, 2026, your Committee considered a December 12, 2025 CAO report relative to proposed First Amended and Restated Contract with Charter Communications for Citywide Physical Coaxial Cable Services. According to the CAO, the Information Technology Agency (ITA) is requesting to execute the First Amended and Restated Contract with Charter Communications to provide Citywide physical coaxial cable services (Services), including both the provision of cable television and highspeed cable internet access. The original contract (Contract No. C-143250) was entered as a sole source agreement without a competitive bidding process, as Charter is the sole provider of these Services in the specific zip codes that are authorized in the Contract, and owns and operates the cable infrastructure within those areas. The Contract would extend the term by three years to September 30, 2028 for a total of six years, and increase the compensation amount by \$2.75 million for a total compensation amount of \$4.75 million.

The proposed Contract includes a ratification clause to allow Charter to provide Services prior to the execution of this Contract. Charter has provided Citywide internet services since 2010 through various City agreements. Based on the City facility location and available internet infrastructure, the ITA utilizes different vendors and internet service access technologies (such as fiber or cable) to provide internet for City staff at the lowest available cost with optimal quality. The primary City facilities that utilize the Services of the proposed Contract include Recreation and Parks recreation centers, Fire stations, branch libraries, and Council district offices.

The Contract is not subject to the Business Inclusion Program as it is a sole source agreement in accordance with Charter Section 371. Charter Section 1022 does not apply as the Contract is with a regulated public utility and there is no defined labor component. As part of the Contract negotiations, portions of the Standard Provisions were amended and amendments were approved by the City's Risk Manager and the City Attorney, as applicable. Charter is in compliance with all other applicable City contracting requirements. After consideration and having provided an opportunity for public comment, the Committee moved to recommend approval of the recommendation contained in the CAO report. This matter is now submitted to Council for its consideration.

Respectfully Submitted,

Government Operations Committee

| COUNCILMEMBER | VOTE |
|----------------------|-------------|
| PADILLA: | YES |
| LEE: | ABSENT |
| JURADO: | YES |

ARL
2/3/26

-NOT OFFICIAL UNTIL COUNCIL ACTS-