CITY OF SOUTH AMBOY COUNTY OF MIDDLESEX

ORDINANCE NO. 24-12

AN ORDINANCE GRANTING MUNICIPAL CONSENT FOR THE RENEWAL OF A CABLE TELEVISION FRANCHISE FOR THE OPERATION OF A CABLE TELEVISION SYSTEM WITHIN THE CITY OF SOUTH AMBOY, NEW JERSEY TO CSC TKR, LLC, D/B/A CABLEVISION OF RARITAN VALLEY

WHEREAS, the governing body of City of South Amboy (hereinafter referred to as the "City") determined that CSC TKR, LLC, d/b/a Cablevision of Raritan Valley (hereinafter referred to as "the Company" or "Cablevision") had the technical competence and general fitness to operate a cable television system in the Municipality (as defined in Section 1 of this Ordinance), and by Ordinance No. 19-2005, previously granted its municipal consent for Cablevision to renew a non-exclusive franchise (the "Franchise") for the placement of facilities and the establishment and maintenance of a cable television system in the Municipality; and

WHEREAS, by application for renewal consent filed with the City and the Office of Cable Television on or about November 18, 2020, Cablevision has sought a renewal of the Franchise; and

WHEREAS, the City having held public hearings has made due inquiry to review Cablevision's performance under the Franchise, and to identify the City's future cablerelated needs and interests and has concluded that Cablevision has substantially complied with its obligations under the Franchise and applicable law and has committed to certain undertakings responsive to the City's future cable-related needs and interests;

WHEREAS, the City has accordingly concluded that the consent should be renewed subject to the requirements set forth below; and that, provided Cablevision's proposal for renewal embodies the commitments set forth below, the City's municipal consent to the renewal of the Franchise should be given; and

WHEREAS, imposition of the same burdens and costs on other competitors franchised by the City is a basic assumption of the parties;

NOW THEREFORE, BE IT ORDAINED by the Mayor and Council of the City South Amboy, County of Middlesex, and State of New Jersey, that Chapter A185 (Cable Television Franchise) is repealed in its entirety and replaced as follows:

- (k) "State" shall mean the State of New Jersey.
- "State Regulations" shall mean those regulations of the State of New Jersey Board of Public Utilities relating to cable television. N.J.A.C. 14:17-1.1 <u>et seq.</u> and N.J.A.C. 14:18-1 <u>et seq.</u> or as such regulations may be amended.

§ A185-2 STATEMENT OF FINDINGS

A public hearing concerning the consent herein granted to Cablevision was held after proper public notice pursuant to the terms and conditions of the Act. Said hearing having been held and fully open to the public, and the City having received all comments regarding the qualifications of Cablevision to receive this consent, the City hereby finds Cablevision possesses the necessary legal, technical, character, financial and other qualifications to support municipal consent, and that Cablevision's operating and construction arrangements are adequate and feasible.

§ A185-3 GRANT OF AUTHORITY

The City hereby grants to Cablevision its non-exclusive consent to place in, upon, along, across, above, over, and under its highways, streets, alleys, sidewalks, public ways, and public places in the Municipality poles, wires, cables, and fixtures necessary for the maintenance and operation in the Municipality of a cable television system or other communications facility, and for the provision of any communication service over such facilities as may be authorized by federal or State regulatory agencies. Operation and construction, pursuant to said consent, is conditioned upon prior approval of the Board of Public Utilities.

§ A185-4 DURATION OF FRANCHISE

This consent granted herein shall be non-exclusive and shall be for a term of ten (10) years from the date of issuance of a Certificate of Approval by the Board.

§ A 184-5 EXPIRATION AND SUBSEQUENT RENEWAL

If Cablevision seeks successive consent, it shall, prior to the expiration of this consent, apply for a municipal consent and certificate of approval in accordance with N.J.S.A 48:5A-16, and applicable state and federal rules and regulations. In accordance with N.J.S.A. 48:5A-25.1, both the City and Cablevision shall be bound by the terms of this municipal consent until such time as Cablevision converts the municipal consent (and any certificate of approval) into a system-wide franchise.

§ A185-6 FRANCHISE TERRITORY

The consent granted under this Ordinance to Cablevision shall apply to the entirety of the Municipality and any property hereafter annexed.

§ A185-7 SERVICE AREA

Cablevision shall be required to proffer video programming service along any public right-of-way to any person's residence within the portion of the Franchise territory, as described in the Application for municipal consent, at Cablevision's schedule of rates for standard and nonstandard installation.

§ A185-8 FRANCHISE FEE

Pursuant to the terms and conditions of the Cable Television Act, Cablevision shall pay to the City, as an annual franchise fee, a sum equal to two percent (2%) of the actual gross revenues received from all recurring charges in the nature of subscription fees paid by subscribers for its cable television reception services in the Municipality. In the event applicable law hereinafter permits a larger franchise fee to be collected, but does not fix the amount thereof, the City and Cablevision shall negotiate in good faith with respect to the amount thereof; provided, however, that nothing herein shall be construed to permit the City to require payment of a franchise fee by Cablevision that is higher than the fee paid by all other cable television service providers offering service in the Municipality.

Cablevision may use electronic funds transfer to make any payments to the City required under this Ordinance.

§ A185-9 FREE SERVICE

Cablevision shall, subject to Federal law and FCC rules and orders, upon written request, provide free of charge, one (1) standard installation and monthly cable television reception service to all State or locally accredited elementary and secondary schools and all municipal public libraries, as well as municipal buildings located within the Municipality as set forth in Exhibit A to this Ordinance.

Upon written request from the City, the Company shall provide to state or locally accredited elementary and secondary schools and municipal public libraries in the City, without charge, the following: (1) one standard installation per school or library; (2) one cable modem per installation; and, (3) basic cable modem service for the term of this Ordinance for each installation. This offer shall be subject to the terms, conditions and use policies of the Company, as those policies may exist from time to time.

Upon written request from the City, the Company shall provide to South Amboy City Hall, without charge, the following: (1) one standard installation; (2) one cable modem per installation; and (3) basic cable modem service for the term of this Ordinance for each installation. This offer shall be subject to the terms, conditions and use policies of the Company as those policies may exist from time to time.

Within ninety (90) days of the fifth (5th) anniversary of the effective date of this consent, the City may notify Cablevision in writing that it wishes to meet with Cablevision to discuss the scope of the free services provided by Cablevision, and Cablevision shall meet with members of the City Council and/or the City Attorney within a reasonable time period from the date of the request. This meeting shall not be open to the public. In considering any suggestions made by the City regarding the scope of free services offered, Cablevision may take into account the costs of such suggestions, the number of subscribers in the City, the impact of any changes to the free services given to the City on Cablevision's municipal consent negotiations elsewhere in the State, the requirements of federal law and FCC rules and orders, and such other business considerations as Cablevision determines in its sole discretion are relevant. The parties agree that Cablevision's obligations under this Section 9 are limited to good faith discussions with the City.

§ A185-10 CONSTRUCTION/SYSTEM REQUIREMENTS

Cablevision shall perform construction and installation of its plant and facilities in accordance with applicable State and federal law. The Company shall be subject to the following additional construction requirements with respect to the installation of its cable plant and facilities in the Municipality:

(a) In the event that the Company or its agents shall disturb any pavement, street surfaces, sidewalks, driveways or other surfaces, the Company shall at its sole expense restore and replace such disturbances in as good a condition as existed prior to the commencement of said work as determined by the City's engineer under the City's generally applicable laws, rules and regulations.

(b) If at any time during the period of this consent, the City shall alter or change the grade of any street, alley or other way or place, the Company, upon reasonable notice by the City shall remove or relocate its equipment, at its own expense.

(c) Upon request of a person holding a building or moving permit issued by the City, the Company shall temporarily move or remove appropriate parts of its facilities so as to permit the moving or erection of buildings or for the performance of other work. The expense of any such temporary removal or relocation shall be paid in advance to the Company by the person requesting the same. In such cases, the Company shall be given not less than fourteen (14) days prior written notice in order to arrange for the changes required.

(d) During the exercise of its rights and privileges under this consent, the Company shall have the authority to trim trees upon and overhanging streets, alleys, sidewalks and public places of the City so as to prevent the branches of such trees from coming in contact with the wires, cables, conduits and fixtures of the Company. Such trimming shall be only to the extent necessary to maintain proper clearance for the Company's facilities.

§ A185-11 TECHNICAL AND CUSTOMER SERVICE STANDARDS

Cablevision shall comply with the technical and customer service standards established for the cable industry under applicable federal and State laws, rules and regulations.

§ A185-12 LOCAL OFFICE OR AGENT

Cablevision shall establish and maintain during the entire term of this consent a local area business office or agent for the purpose of receiving, investigating and resolving complaints regarding the quality of service, equipment malfunctions and similar matters. Said office shall be open daily during normal business hours, and in no event less than 9:00 a.m. to 5:00 p.m., Monday through Friday, with the exception of holidays.

§ A185-13 DESIGNATION OF COMPLAINT OFFICER

The Office of Cable Television is hereby designated as the complaint officer for the City pursuant to the provisions of N.J.S.A. 48:5A-26. All complaints shall be reviewed and processed in accordance with N.J.A.C. 14:17-6.5.

§ A185-14 LIABILITY INSURANCE

Cablevision agrees to maintain and keep in force and effect at its sole cost at all times during the term of this consent, sufficient liability insurance naming the City as an additional insured and insuring against loss by any such claim, suit, judgment, execution or demand in the minimum amounts of one million dollars (\$1,000,000) for bodily injury or death to one person, and one million dollars (\$1,000,000) for bodily injury or death resulting from any one accident or occurrence stemming from or arising out of the Company's exercise of its rights hereunder.

§ A185-15 PERFORMANCE BOND

Cablevision shall obtain and maintain, at its sole cost and expense, during the entire term of this Agreement, a bond to the City in the amount of twenty-five thousand dollars (\$25,000.00). Such bond shall be to insure the faithful performance of its obligations as provided in this Franchise.

§ A-185-16 RATES

A. The rates of the Company for cable television service shall be subject to regulation to the extent permitted by federal and State law.

B. Cablevision shall implement a senior citizen discount in the amount of ten percent (10%) off the monthly broadcast basic level of cable television service rate to any person sixty-two (62) years of age or older, who subscribes to cable television services provided by the Company, subject to the following:

(i) Such discount shall only be available to eligible senior citizens who do not share the subscription with more than one person in the same household who is less than sixty-two (62) years of age; and,

(ii) In accordance with N.J.S.A. 48:5A-11.2, subscribers seeking eligibility for the discount must meet the income and residence requirements of the Pharmaceutical Assistance to the Aged and Disabled program pursuant to N.J.S.A. 30:4D-21; and,

(iii) The senior discount herein relates only to the broadcast basic level of cable television service, and shall not apply to any additional service, feature, or equipment offered by the Company, including any premium channel services and pay-per-view services; and,

(iv) Senior citizens who subscribe to a level of cable television service beyond expanded basic service, including any premium or per channel a la carte service, shall not be eligible for the discount; and,

C. The Company shall have no further obligation to provide the senior discount herein in the event that (a) the Company converts the municipal consent granted herein to a system-wide franchise in accordance with N.J.S.A. 48:5A-25.1; or (b) upon Board approval of a certification that another cable television service provider offering services to residents of the Municipality files, in accordance with N.J.S.A. 48:5A-30(d), is capable of serving sixty percent (60%) or more of the households within the Municipality. In the event the Company does cease providing a senior discount pursuant to this provision, it shall comply with all notice requirements of applicable law.

§ A185-17 EMERGENCY USES

Cablevision shall be required to have the capability to override the audio portion of the system in order to permit the broadcasting of emergency messages by the City pursuant to state and federal requirements. The Company shall in no way be held liable for any injury suffered by the City or any other person, during an emergency, if for any reason the City is unable to make full use of the cable television system as contemplated herein. The City shall utilize the state-approved procedures for such emergency uses.

§ A185-18 EQUITABLE TERMS

In the event that the service of another multi-channel video program provider not subject to the City's regulatory authority within the Municipality creates a significant competitive disadvantage to Cablevision, the Company shall have the right to request from the City lawful amendments to its Franchise that relieve it of burdens which create the unfair competitive situation. Should the Company seek such amendments to its Franchise, the parties agree to negotiate in good-faith appropriate changes to the Franchise in order to relieve the Company of such competitive disadvantages. If the parties can reach an agreement on such terms, the City agrees to support the Company's petition to the Board for modification of the consent in accordance with N.J.S.A 48:5A-47 and N.J.A.C. 14:17-6.7.

If the parties are unable to reach an agreement on appropriate amendments to the franchise, the City acknowledges that the Company shall have the right to petition the Board directly for such amendments in accordance with N.J.S.A. 48:5A-47 and N.J.A.C. 14:17-6.7; provided, however, the City shall be under no obligation to support Cablevision's request for such relief from the Board.

In any subsequent municipal consent, City shall require, at a minimum, the same terms and conditions of any other provider of multi-channel video programming subject to the City's regulatory authority as those contained in the instant consent. In the event such subsequent consent does not contain the same terms and conditions as the instant consent, City agrees to support the Company's petition to the Board for modification of the consent in accordance with NJSA 48:5A-47 and NJAC 14:17-6.7 to relieve the Company of competitive disadvantages identified in the Company's petition.

§ A185-19 REMOVAL OF FACILITIES

Upon expiration, termination or revocation of this Ordinance, Cablevision at its sole cost and expense and upon direction of the Board, shall remove the cables and appurtenant devices constructed or maintained in connection with the cable services authorized herein, unless Cablevision, its affiliated entities or assignees should, within six (6) months after such expiration, termination or revocation obtain certification from the FCC to operate an open video system or any other federal or state certification to provide telecommunications.

§ A185-20 PUBLIC, EDUCATIONAL, AND GOVERNMENTAL ACCESS

A. Cablevision shall continue to make available non-commercial public, educational and governmental (PEG) access services available to the residents of the Municipality as described in the Application for municipal consent. All Cablevision support for PEG access shall be for the exclusive benefit of Cablevision's subscribers.

B. The City agrees that Cablevision shall retain the right to use the PEG access channel, or portion thereof, for non-PEG access programming, during times when the City is not utilizing the channel for purposes of providing PEG access programming. In the event that the Company uses said PEG access channel for the presentation of such other programming, the PEG programming shall remain the priority use and the Company's rights with respect to using the channel for non-PEG programming shall be subordinate to the City's provision of PEG access programming on such channel.

C. In consideration for the rights granted in this Ordinance, Cablevision shall provide the City with a one-time grant of twenty-five thousand dollars (\$25,000.00), which may be used by the City for any cable and/or other telecommunications related purpose and/or for the exclusive support of PEG access programming, such as the purchase and/or rental of PEG access equipment and facilities.

§ A185-21 INCORPORATION OF APPLICATION

All of the commitments contained in the Application and any amendment thereto submitted in writing to the City by the Company except as modified herein, are binding upon Cablevision as terms and conditions of this consent. The Application and any other written amendments thereto submitted by Cablevision in connection with this consent are incorporated in this Ordinance by reference and made a part hereof, except as specifically modified, changed, limited, or altered by this Ordinance, or to the extent that they conflict with State or federal law.

§ A185-22 CONSISTENCY WITH APPLICABLE LAWS

This consent shall be construed in a manner consistent with all applicable federal, State and local laws; as such laws, rules and regulations may be amended from time to time.

§ A185-23 SEPARABILITY

If any section, subsection, sentence, clause, phrase, or portion of this Ordinance is for any reason held invalid or unconstitutional by any court of competent jurisdiction such portion shall be deemed a separate, distinct and independent provision, and such holding shall not affect the validity of the remaining portion thereof.

§ A185-24. NOTICE

Notices required under this Ordinance shall in writing and shall be mailed, first class, postage prepaid, to the addresses below. Either party may change the place where notice is to be given by providing such change in writing at least thirty (30) days prior to the time such change becomes effective. The time to respond to notices under this Ordinance shall run from receipt of such written notice.

Notices to the Company shall be mailed to:

Altice USA 1 Court Square West, 49th Floor Long island City, NY 11101

Attention: Senior Vice President for Government Affairs

With a copy to:

CSC TKR, LLC, d/b/a Cablevision of Raritan Valley c/o Altice USA 1 Court Square West Long Island City, NY 11101 Attention: Legal Department

Notices to the City shall be mailed to:

City of South Amboy 140 North Broadway South Amboy, NJ 08879 Attention: City Administrator

Notwithstanding anything herein to the contrary, regulatory notices from Cablevision to the City which are required pursuant to State and federal rules and regulations may be served electronically upon the City, instead of by first class mail as described above, to an email address provided by the City.

§ A185-25 EFFECTIVE DATE AND BOARD OF PUBLIC UTILITY APPROVAL

This Ordinance shall take effect upon issuance of a Certificate of Approval as issued by the Board of Public Utilities that incorporates the material terms of this Ordinance. Nothing herein shall alter the right of the Company to seek modification of this Ordinance in accordance with N.J.S.A 48:5A-47 and N.J.A.C. 14:17-6.7. In accordance with N.J.S.A. 48:5A-25.1, the terms of this Ordinance will no longer be in effect upon Cablevision converting the municipal consent (and any certificate of approval) into a system-wide franchise.

BE IT FURTHER ORDAINED that this Ordinance shall take effect upon the passage, and publication as required by law.

Signed this <u>q</u> day of <u>Avgust</u>, 2024.

Fred Henry, Mayor Attest: Clerk

Introduced on First Reading: June 19, 2024 First Publication: June 24th, 2024 Approved on Final Reading: July 17, 2024 Final Publication: July 22, 2204

EXHIBIT A

LOCATIONS FOR FREE SCHOOL, PUBLIC LIBRARY AND MUNICIPAL CABLE SERVICE

SOUTH AMBOY CITY HALL

SOUTH AMBOY POLICE DEPARTMENT

DR. CHARLES W. HOFFMAN SENIOR RESOURCE CENTER

SOUTH AMBOY FIRST AID & SAFETY SQUAD

MECHANICSVILLE FIRE HOUSE

PROTECTION FIRE HOUSE

INDEPENDENCE FIRE HOUSE

ENTERPRISE FIRE HOUSE

PROGRESSIVE FIRE HOUSE

SOUTH AMBOY PUBLIC WORKS DEPARTMENT

SOUTH AMBOY MIDDLE HIGH SCHOOL

SOUTH AMBOY ELEMENTARY SCHOOL

SADIE POPE DOWDELL PUBLIC LIBRARY