

CHAPTER XI

FRANCHISES

- Section 101. Short Title
- Section 102. Definitions
- Section 103. Grant of Authority
- Section 104. Compliance with Applicable Laws and Ordinances
- Section 105. Indemnification; Insurance
- Section 106. Qualifying Company Rules
- Section 107. Conditions of Street Occupancy
- Section 108. Township Rights in Franchise
- Section 109. Payment to Township
- Section 110. Records and Reports
- Section 111. Terms of Franchise
- Section 112. Miscellaneous Provisions
- Section 113. Penalties
- Section 114. Franchise Permits
- Section 115. Completion of Construction and Areas of Coverage
- Section 116. Regulations of Rates, Services, Facilities and Equipment
- Section 117. Construction and Severability

170958.1

Section 101. Short Title. This Chapter shall be known and may be cited as the "Cable Television Ordinance." (Ordinance No. 76, January 2, 1990, Section 1)

Section 102. Definitions. For the purposes of this Chapter, the following terms, phrases and words shall have the following meanings:

- (a) "Township" is the Township of Tilden.
- (b) "Qualifying Company" is any person or entity which is granted a non-exclusive franchise pursuant to the terms of this ordinance.
- (c) "Board of Supervisors" is the Board of Supervisors of the Township of Tilden.
- (d) "Person" is any person, firm, partnership, association, corporation, company or organization of any kind.

(Ordinance No. 76, January 2, 1990, Section 2)

Section 103. Grant of Authority. The Board of Supervisors may grant the right and privilege to qualifying companies to construct, erect, operate and maintain in, upon, along, across, above, over and under the streets, alleys, public ways and public places now laid out or dedicated, and all extensions thereof, and additions thereto, in the Township, poles, wires, cables, underground conduits, manholes and other television conductors and fixtures necessary for the maintenance and operation in the Township of a community television systems and for closed circuit cable services. Such grants shall be subject to the following conditions:

- (a) Non-exclusive Grant. No right to use and occupy said streets, alleys, public ways and places granted pursuant to this ordinance shall be deemed to be exclusive, and the Township reserves the right to grant similar rights to any other qualifying company at any time.

(Ordinance No. 76, January 2, 1990, Section 3)

Section 104. Compliance with Applicable Laws and Ordinances. Qualifying companies shall, at all times during the life of a franchise granted pursuant hereto, be subject to all federal, state, and township laws, ordinances, and regulations, and will further comply with the following:

- (a) Interference. If there is any interference on any television set, radio or other electronic device not connected with the conductors or fixtures of the

qualifying company which is caused by the conductors or fixtures of the qualifying company, the qualifying company shall immediately, at its own cost and expense, eliminate such interference. If such interference can not be eliminated within forty-eight (48) hours the Township may direct the suspension of the operation of the qualifying company within the Township until such interference is eliminated.

(b) Building Permits. In addition, the qualifying company shall apply for and take out any and all building permits required by the Township for any construction to be undertaken by said qualifying company.

(Ordinance No. 76, January 2, 1990, Section 4)

Section 105. Indemnification; Insurance. It is expressly understood and agreed by and between any qualifying company and the Township shall save the Township harmless from all loss sustained by the Township on account of any suit, judgment, execution, claim, or demand whatsoever, resulting from the operations of the qualifying company in the construction, operation or maintenance of its television system in the Township. The Township shall notify the qualifying company's representative in the Township within ten (10) days after the presentation of any claim or demand, either by suit or otherwise, made against the Township on account of any damages or losses as aforesaid resulting from the operations of the qualifying company. The qualifying company shall furnish to the Township, prior to the grant of a franchise hereunder, evidence in writing that the qualifying company has in full force and effect public liability insurance of not less than \$500,000.00 for any one person and \$1,000,000.00 for any one accident, and property damage insurance of not less than \$500,000.00, duly issued by an insurance company or companies authorized to do business in the Commonwealth of Pennsylvania, said insurance to cover all operations by the qualifying company within the Township. Written evidence of the maintenance of such insurance in full force and effect, including coverage of any contractually assumed liability pursuant to this Chapter or otherwise, shall be furnished annually thereafter to the Township. (Ordinance No. 76, January 2, 1990, Section 5)

Section 106. Qualifying Company Rules. The qualifying company shall have the authority to promulgate such rules, regulations, terms and conditions governing the conduct of its business as shall be reasonably necessary to enable the qualifying company to exercise its rights and perform its obligations under this franchise, and to assure and uninterrupted service to each and all of its customers; provided, however, that such rules, regulations, terms and conditions shall not be in conflict with the provisions hereof, additional regulations or ordinances of the Township, or the laws of the Commonwealth of Pennsylvania or the United States of America. (Ordinance No. 76, January 2, 1990, Section 6)

Section 107. Conditions of Street Occupancy.

(a) Use. All transmission and distribution structures, lines and equipment erected by the qualifying company within the Township shall be so located as to cause minimum interference with the use by others of streets, alleys, and other public ways and places, and to cause minimum interference with the use by others of streets, alleys, and other public ways and places, and to cause minimum interference with the rights or reasonable convenience of owners of property which abuts the said streets, alleys or other public ways and places.

(b) Restoration. As soon as practicable, in case of any disturbance of pavements, sidewalk, driveway or other surfacing, the qualifying company shall, at its own cost and expense and in a manner approved by the Township Engineer or other person designated by the Supervisors, replace and restore all paving, sidewalk, driveway, or surface of any street or alley disturbed in as good condition as before work was commenced.

(c) Relocation. In the event that at any time during the period of any franchise granted pursuant to this Chapter the Township shall lawfully elect to alter, or change the grade or location of, any street, alley or other public way, the qualifying company, upon reasonable notice by the Township, shall remove, relay, and relocate its poles, wires, cables, underground conduits, manholes and other fixtures at its own expense.

(d) Placement of Fixtures. The qualifying company must use existing utility poles of the electric or telephone companies if they are available on terms comparable to other pole license agreements to which the cable company is a party or are comparable to pole license agreements in Berks County. The qualifying company shall not place poles or other fixtures where the same will interfere with any gas, electric or telephone fixtures, water hydrant or main, and all such poles or other fixtures placed in any street shall be placed at the outer edge of the sidewalk and inside the curb line; those placed in alleys shall be placed close to the line of the lot abutting on said alley, and in such a manner as not to interfere with travel on said alleys. Erection of poles, pedestals, vaults and any other fixtures installed by the cable company shall be subject to all zoning and construction ordinances and regulations. Any qualifying company erecting any poles, pedestals, vaults or any other fixtures shall be solely liable for harm to any person as a result of such erection and shall indemnify and hold the Township harmless for any claims relating thereto.

(e) Temporary Removal of Wire for Building Moving. The qualifying company shall, on the request of any person holding a permit issued by the

Township, temporarily raise or lower its wires to permit the moving of buildings. The expense of such temporary removal, raising or lowering of wires shall be paid by the person requesting the same, and the qualifying company shall have the authority to require such payment in advance. The qualifying company shall be given not less than forty-eight (48) hours advance notice to arrange for such temporary wire changes.

(f) Tree Trimming. The qualifying company shall have the authority, to the same extent that the Township has such authority, to trim trees that overhang onto streets, alleys, sidewalks and public places of the Township so as to prevent the branches of such trees from coming into contact with the wires and cables of the qualifying company. The Township reserves the right to cause the trees to be trimmed either by Township employees or by Township contract if deemed necessary by the Board of Supervisors. The Township will have the right, within thirty (30) days of the date of the tree trimming, to assess the relevant qualifying company or companies for its pro rata share of the cost to the Township.

(Ordinance No. 76, January 2, 1990, Section 7)

Section 108. Township Rights in Franchise.

(a) Township Rules. Township may adopt by resolution such additional regulations as it shall find necessary.

(b) Use of System by Township. The Township shall have the right, during the life of this franchise, free of charge, where aerial construction exists, of maintaining upon the poles of the qualifying company within the Township wires and fixtures necessary for police communications, fire alarm and civil defense warning systems.

(c) Inspection. The Township shall have the right to inspect all construction or installation work during such construction or installation or at any time after completion thereof, in order to ensure compliance with the provisions of this Chapter and all other governing ordinances.

(Ordinance No. 76, January 2, 1990, Section 8)

Section 109. Payment to Township. Any qualifying company holding a franchise pursuant to the terms of this Chapter shall pay to the Township for the privilege of operating its community television system under such franchise the sum of five percent (5%) of the annual gross basic cable television service receipts each year thereafter.

The qualifying company shall make payment to the Township of such fees within thirty (30) days following the anniversary date of the grant of its franchise. Such payments shall be accompanied by written proof of the factual basis for computation of the payment.

Any qualifying company which as failed to make such payments in a timely manner pursuant to the provisions of this Chapter shall be subjected to a penalty of at least One Hundred and 00/100 Dollars (\$100.00) and not more than One Thousand and 00/100 Dollars (\$1,000.00) plus all court costs, including reasonable attorney fees incurred by the Township as a result thereof, and in the event the penalty imposed for the violation of this Chapter is not voluntarily paid to the Township, the Township shall initiate a civil enforcement proceeding before a District Judge. The civil enforcement proceeding shall be initiated by complaint or by such other means as may be provided by the Pennsylvania Rules of Civil Procedure.

In addition to the remedies set forth above, the Township shall also retain the right to institute civil proceedings against the qualifying company for collection of the delinquent fees in the Court of Common Pleas or at the District Justice Magisterial District having jurisdiction within the Township. (Ordinance No. 76, January 2, 1990, Section 9; as amended by Ordinance No. 113, March 4, 1997, Section 19)

Section 110. Records and Reports. The qualifying company shall at all times maintain adequate records of its gross receipts from cable television subscriptions, which shall be available at all reasonable times to inspection by the Township through its duly designated agents or officers. Failure of the qualifying company to cooperate with the Township and to fully maintain and disclose such records will give the Township the right to take legal action to compel production of such records and to recover any proceeds, together with costs of suit and reasonable attorneys fees, due and owing to the Township. (Ordinance No. 76, January 2, 1990, Section 10)

Section 111. Terms of Franchise. Any franchise granted hereunder shall be for the initial term of ten years conditioned, however, that said franchise permit shall thereafter automatically renew for each successive year upon the payment of the fees provided hereunder and compliance with the terms and conditions herein imposed and that the financial condition of the franchise shall remain satisfactory to the Township. Said successive extensions shall be for a maximum of five additional years. The term "financial condition" shall be interpreted to mean that the franchisee's condition is such that it will permit the franchise to perform all of its services to its subscribers. (Ordinance No. 76, January 2, 1990, Section 11)

Section 112. Miscellaneous Provisions.

(a) A qualifying company shall be required to protect or remove the cable system, at the company's own expense, whenever the Township determines that the system, or parts of the system, in anyway interfere with present or future municipal services or facilities.

(b) Upon initial application for franchise, all prospective qualifying companies will submit a \$50,000.00 construction completion bond, subject to forfeit to the Township if the system is not build as proposed pursuant to the terms of this Chapter, any other applicable law, as well as the application for the franchise submitted by the qualifying company. Upon completion, and prior to operating the system, the requirement for the \$50,000.00 construction bond will be removed and a \$25,000.00 performance bond, subject to forfeiture to the Township upon failure of the qualifying company to comply with the terms of this Chapter and any other applicable law, as well as the application for the franchise submitted by the qualifying company, will be submitted to the Township.

(c) Any sale, transfer, or assignment of the rights of a qualifying company to another entity under this ordinance will be subject to the approval of the Township which approval will not be withheld except for good reason.

(d) The qualifying company will, upon a written request by any subscriber within the Township, furnish a parental guidance or lock-out key, at a reasonable cost to the subscriber, at the subscriber's request.

(e) The qualifying company shall maintain the capability of at least four hours of standby power at the head-end of the system.

(f) Any qualifying company will maintain a business office to provide access to the Township and customers of the qualifying company for transaction of any business under this ordinance. Such business office will be located within thirty (30) miles from the Township building. The qualifying company will maintain a toll free number for access by customers during normal business hours.

(g) The qualifying company will place all component of the cable system underground wherever feasible and in all areas in which the electric and telephone utilities are placed underground, whether currently underground or if such utilities are placed underground in the future.

(h) The qualifying company will ground all drops at the subscriber's dwelling or structure.

(i) Any qualifying company that operates in the Township as a "stand-alone" system, will provide the Township with the option to require the availability of access channels. If the qualifying company maintains a system in the Township which is part of a larger system, the Township shall have the option to use such larger system's access channels on a shared basis.

(j) All qualifying companies will provide for prompt service calls which, during regular business days, shall be responded to within a maximum of twenty-four (24) hours from the time of the Complaint, and will provide same day response for any Complaint relating to complete loss of service to three or more houses located within one-half ($\frac{1}{2}$) mile of each other, and received by qualifying companies prior to 5 p.m. All qualifying companies will provide service regarding all other complaints pertaining to cable service and relating to problems within the control of the qualifying company, within seventy-two (72) hours of receipt.

(k) Installation of individual service will take place within ten (10) days of application in the cases of aerial installations and within sixty (60) days in cases of underground installations.

(l) Each qualifying company will provide free installation and basic service to at least one outlet in each municipal building, public school building, public library, and police and fire station, any of which are located within two hundred (200) feet of underground or aerial cable. The distribution of the cable facility inside such buildings and the extent thereof shall be at the option and expense of the building owner.

(m) Each qualifying company will, at least once each year, provide written notice to the Township and all Township subscribers as to current complaint and billing policies. In the event of any change to complaint or billings policies, the company will provide thirty (30) days advance notice prior to implementing such changes.

(n) In the event that, for any reason within the control of the qualifying company, service is discontinued to any subscriber for a period of more than twenty-four (24) hours, the qualifying company will rebate, at the time of the next billing, the pro rata amount of such bill that corresponds to the period of loss of service.

(o) The qualifying company will maintain at least thirty-six (36) activated downstream television channel capacity with at least twenty-eight basic channels provided pursuant to the basic monthly service charge in addition to at least four channels to be made available upon additional charge.

(Ordinance No. 76, January 2, 1990, Section 12; as amended by Ordinance No. 80, December 4, 1990, Section 1)

Section 113. Penalties. Any violation by a qualifying company, its servants, agents or employees, of the provisions of this ordinance, or the failure promptly to perform any of the provisions hereof, or the failure to exercise the rights granted pursuant hereto within two (2) years of the grant of a franchise, shall be cause for the forfeiture of such franchise and all rights thereunder at the election of the Township. After the initial two (2) year period, the Township reserves the right to cancel any franchise of any qualifying company for repeated or several violations of the provisions of this Chapter or terms of any franchise agreement. (Ordinance No. 76, January 2, 1990, Section 13)

Section 114. Franchise Permits. All applicants for franchise permits shall submit to the Township an application, on a form to be provided by the Township, to include information relevant to the applicant's conducting cable television operations pursuant to this Chapter and the Federal Cable Communications Act, including a statement containing the following:

- (a) Name of applicant.
- (b) Address of the applicant.
- (c) Evidence of financial condition of the applicant and, if the applicant is a corporation or partnership, the names of the principal stockholders or partners, which ever is applicable. A financial statement of the person or corporation shall be submitted and shall be certified by a certified public accountant.
- (d) A detailed map showing the exact streets which the qualifying company thereby commits to serve.

Such form and additional information desired by the Township shall be determined by a resolution by the Board of Supervisors, from time to time. (Ordinance No. 76, January 2, 1990, Section 14)

Section 115. Completion of Construction and Areas of Coverage. Any qualifying company will complete construction of the basic system as described in paragraph (d) of Section 114 above within one (1) year of the date that the Township approves a franchise application. Additional areas, adjacent to the initial cable system as described above, will be provided service whenever the density of living units reaches fifteen (15) living units per mile based upon road frontage and such additional coverage will be provided within six (6) months of the time that the company is notified that such area qualifies. (Ordinance No. 76, January 2, 1990, Section 15)

Section 116. Regulations of Rates, Services, Facilities and Equipment. The Township hereby reserves all authority for regulations of rates, services, facilities, and equipment to the extent allowed by the Federal Cable Communications Act, as amended. (Ordinance No. 76, January 2, 1990, Section 16)

Section 117. Construction and Severability. In the event any provision, section, sentence, clause or part of this Chapter shall be held invalid, such invalidity shall not affect or impair any remaining provision, section, sentence, clause or part of this Chapter, it being the intent of the Township that such remainder shall be and shall remain in full force and effect. (Ordinance No. 76, January 2, 1990, Section 17)

