

## CHAPTER 4

### CABLE COMMUNICATIONS FRANCHISE ORDINANCE

- 9-4-1 - Franchise to Triax Cable (transferred to Mediacom)
- 9-4-2 - Franchise to Vernon Communications, LLC

RESOLUTION NO. 8-99

**RESOLUTION OF THE VILLAGE OF LAFARGE  
APPROVING THE TRANSFER OF THE CABLE TELEVISION FRANCHISE**

WHEREAS, Triax Midwest Associates, L.P. ("Franchisee") owns, operates, and maintains a cable television system ("System") in the Village of LaFarge (the "Franchise Authority"), pursuant to a franchise (the "Franchise"), and Franchisee is the duly authorized holder of the Franchise; and

WHEREAS, Franchisee, and Mediacom LLC are parties to an Asset Purchase Agreement, pursuant to which the System and the Franchise will be transferred to Mediacom LLC, a New York Limited Liability Company or any of its affiliates (collectively the "Transferee") (the "Transfer"); and

WHEREAS, Franchisee and Transferee have requested consent by the Franchise Authority to the Transfer in accordance with the requirements of the Franchise and have filed an FCC Form 394 with the Franchise Authority; and

WHEREAS, the Franchise Authority has investigated the qualifications of Transferee and finds it to be a suitable transferee;

**NOW THEREFORE BE IT RESOLVED BY THE FRANCHISE AUTHORITY AS  
FOLLOWS:**

**SECTION 1.** The Franchise Authority hereby consents to the Transfer, all in accordance with the terms of the Franchise.

**SECTION 2.** The Franchise Authority confirms that (a) the Franchise was properly granted or transferred to Franchisee, (b) the Franchise is currently in full force and effect, and will expire on June 8, 2012, subject to options in the Franchise, if any, to extend such term, (c) the Franchise supersedes all other agreements between the parties, (d) the Franchise represents the entire understanding of the parties and Franchisee has no obligations to the Franchise Authority other than those specifically stated in the Franchise, and (e) Franchisee is materially in compliance with the provisions of the Franchise and there exists no fact or circumstance known to the Franchise Authority which constitutes or which, with the passage of time or the giving of notice or both, would constitute a material default or breach under the Franchise or would allow the Franchise Authority to cancel or terminate the rights thereunder.

**SECTION 3.** Transferee may transfer the Franchise or control related thereto to any entity controlling, controlled by, or under common control with Transferee. The Franchise Authority acknowledges that any such transfer does not trigger any right it may have to exercise any first purchase right or other right to acquire the system.

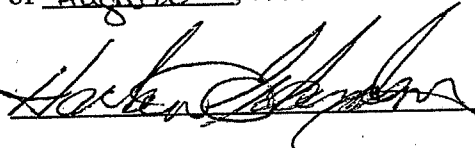
**SECTION 4.** The Franchise Authority hereby consents to and approves the assignment, mortgage, pledge, or other encumbrance, if any, of the Franchise, the System, or assets relating thereto, as collateral for a loan.

**SECTION 5.** This Resolution shall be deemed effective upon the date of enactment.

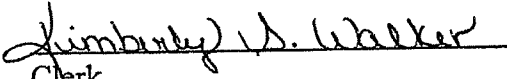
**SECTION 6.** The Franchise Authority releases Franchisee, effective upon the Closing Date, from all obligations and liabilities under the Franchise that accrue on and after the Closing Date; provided that Transferee shall be responsible for any obligations and liabilities under the Franchise that accrue on and after the Closing Date.

**SECTION 7.** This Resolution shall have the force of a continuing agreement with Franchisee and Transferee, and the Franchise Authority shall not amend or otherwise alter this Resolution without the consent of Franchisee and Transferee.

PASSED, ADOPTED AND APPROVED this 9<sup>th</sup> day of August, 1999.

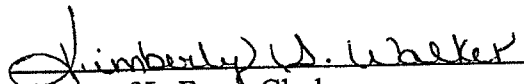
By: 

ATTEST:

  
Clerk

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I, the undersigned, being the duly appointed, qualified and acting Clerk of the Village of LaFarge, hereby certify that the foregoing Resolution No. 8-99 is a true, correct and accurate copy as duly and lawfully passed and adopted by the governing body of the Village of LaFarge on the 9<sup>th</sup> day of August, 1999.

  
Village of LaFarge Clerk

**ORDINANCE NO. 9-4-1**

AN ORDINANCE GRANTING A FRANCHISE TO TRIAX MIDWEST ASSOCIATES, L.P., A MISSOURI LIMITED PARTNERSHIP, TO CONSTRUCT, OPERATE, AND MAINTAIN A CABLE TELEVISION SYSTEM IN THE VILLAGE OF LA FARGE SETTING FORTH CONDITIONS ACCOMPANYING THE GRANT OF THE FRANCHISE; PROVIDING FOR REGULATION AND USE OF THE SYSTEM; AND PRESCRIBING PENALTIES FOR THE VIOLATION OF ITS PROVISIONS

The Village Board of the Village of La Farge ordains:

**STATEMENT OF INTENT AND PURPOSE**

The Village intends, by the adoption of this Franchise, to bring about the development of a Cable Communications System, and the continued operation of it. Such a development can contribute significantly to the communication needs and desires of many.

**FINDINGS**

In the review of the Renewal Proposal and application of Triax ("Grantee"), and as a result of a public hearing, the Village Board makes the following findings:

- 1) The Grantee's technical ability, financial condition, legal obligations, and character were considered and approved in a full public proceeding after due notice and a reasonable opportunity to be heard;
- 2) Grantee's plans for constructing, upgrading, and operating the System were considered and found adequate and feasible in a full public proceeding after due notice and a reasonable opportunity to be heard;
- 3) The Franchise granted to Grantee by the Village complies with the existing applicable state and federal laws and regulations.

**SECTION 1.**

**SHORT TITLE AND DEFINITIONS**

- 1) Short Title. This Franchise Ordinance shall be known and cited as the Cable Communications Franchise.
- 2) Definitions. For the purposes of this Franchise, the following terms, phrases, words, and their derivations shall have the meaning given herein. When not inconsistent with the context, words in the singular number include the plural number. The word "shall" is always mandatory and not merely directory. The word "may" is directory and discretionary and not mandatory.

(a) "Basic Cable Service" means any service tier which includes the lawful retransmission of local television broadcast signals and any public, educational, and governmental access programming required by the franchise to be carried on the basic tier. Basic Cable Service as defined herein shall not be inconsistent with 47 U.S.C. § 543(b)(7) (1993).

(b) "Cable Communications System" or "System" means a system of antennas, cables, wires, lines, towers, waveguides, or other conductors, Converters, equipment, or facilities located in La Farge and designed and constructed for the purpose of producing, receiving, transmitting, amplifying, or distributing audio, video, and other forms of electronic signals in Village. System as defined herein shall not be inconsistent with the definition as set forth in 47 U.S.C. § 522(6) (1993).

(c) "Cable Programming Service" means any video programming provided over a cable system, regardless of service tier, including installation or rental of equipment used for the receipt of such video programming, other than:

- (1) Video programming carried on the Basic Service Tier;
- (2) Video programming offered on a pay-per-channel or pay-per-program basis; or
- (3) A combination of multiple channels of pay-per-channel or pay-per-program video programming offered on a multiplexed or time-shifted basis so long as the combined service:
  - a) consists of commonly-identified video programming; and
  - b) is not bundled with any regulated tier of service.

Cable Programming Service as defined herein shall not be inconsistent with the definition as set forth in 47 U.S.C. § 543(l)(2) (1993) and 47 C.F.R. 76.901(b) (1993).

(d) "Cable Communications Service" means the provision of television reception, communications and/or entertainment services distributed over a Cable Communications System. This definition shall not include telecommunications services regulated pursuant to federal and state law as may be amended from time to time.

(e) "Cable Service" means:

- (1) the one-way transmission to subscribers of (i) video programming, or (ii) other programming service, and
- (2) subscriber interaction, if any, which is required for the selection or use of such video programming or other programming service;

- (f) "Converter" means an electronic device which converts signals to a frequency acceptable to a television receiver of a Subscriber and by an appropriate selector permits a Subscriber to view all Cable Communications Services which the Subscriber is lawfully authorized to receive.
- (g) "Drop" means the cable that connects the ground block on the Subscriber's residence to the nearest feeder cable of the System.
- (h) "FCC" means the Federal Communications Commission and any legally appointed, designated or elected agent or successor.
- (i) "Grantee" is Triax Midwest Associates, L.P., its agents and employees, lawful successors, transferees or assignees.
- (j) "Gross Revenues" means all revenue received from Cable Service directly by the Grantee from the operation of its System within La Farge. The term Gross Revenues shall not include franchise fees, advertising revenues, late fees, any fees itemized and passed through as a result of franchise imposed requirements or any taxes or fees on services furnished by Grantee imposed directly on any Subscriber or user by any municipality, state, or other governmental unit and collected by Grantee for such governmental unit.
- (k) "Installation" means the connection of the System from feeder cable to the point of connection, including Standard Installations and custom installations.
- (l) "Lockout Device" means an optional mechanical or electrical accessory to a Subscriber's terminal which inhibits the viewing of a certain program, certain channel, or certain channels provided by way of the Cable Communication System.
- (m) "Pay Television" means the delivery over the System of pay-per-channel or pay-per-program audio-visual signals to Subscribers for a fee or charge, in addition to the charge for Basic Cable Service or Cable Programming Services.
- (n) "Person" is any person, firm, partnership, association, corporation, company, or other legal entity.
- (o) "Standard Installation" means any residential installation which can be completed using a Drop of one hundred fifty (150) feet or less.
- (p) "Street" means the surface of, and the space above and below, any public street, road, highway, freeway, lane, alley, path, court, sidewalk, parkway, or drive, or any easement or right-of-way now or hereafter held by Village.
- (q) "Subscriber" means any Person who lawfully receives Cable Service. In the case of multiple office buildings or multiple dwelling units, the "Subscriber" means the lessee, tenant or occupant.

(r) "Village" means Village of La Farge, a municipal corporation, in the State of Wisconsin, acting by and through its Village Board.

(s) "Village Board" means the La Farge, Wisconsin Village Board.

## SECTION 2.

### GRANT OF AUTHORITY AND GENERAL PROVISIONS

- 1) Franchise Required. It shall be unlawful for any Person to construct, operate or maintain a Cable Communications System in La Farge unless such Person or the Person for whom such action is being taken shall have first obtained and shall currently hold a valid Franchise Ordinance. It shall also be unlawful for any Person to provide Cable Service in Village unless such Person shall have first obtained and shall currently hold a valid Franchise Ordinance. All Cable Communications Franchises granted by La Farge shall contain the same substantive terms and conditions.
- 2) Grant of Franchise. This Franchise is granted pursuant to the terms and conditions contained herein.
- 3) Grant of Nonexclusive Authority.
  - (a) The Grantee shall have the right and privilege 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 La Farge, poles, wires, cables, underground conduits, manholes, and other television conductors and fixtures necessary for the maintenance and operation in Village of a Cable Communications System as herein defined.
  - (b) This Franchise shall be nonexclusive, and Village reserves the right to grant a similar use of said Streets, alleys, public ways and places, to any Person at any time during the period of this Franchise, provided, however, that any additional Franchises granted shall contain the same substantive terms and conditions as this Franchise.
- 4) Franchise Term. Franchise shall be in effect for a period of fifteen (15) years from the effective date, unless renewed, revoked or terminated sooner as herein provided.
- 5) Previous Franchises. Upon acceptance by Grantee as required by Section 11 herein, this Franchise shall supersede and replace any previous Ordinance or Agreement granting a Franchise to Grantee to own, operate and maintain a Cable Communications System within La Farge.
- 6) Rules of Grantee. The Grantee 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 said Grantee to exercise its rights and perform its obligation under this Franchise.

7) Territorial Area Involved. This Franchise is granted for the corporate boundaries of La Farge, as it exists from time to time. In the event of annexation by La Farge, or as development occurs, any new territory shall become part of the area covered, provided, however, that Grantee shall not be required to extend service beyond its present System boundaries unless there is a minimum of forty five (45) homes per cable mile. Access to cable service shall not be denied to any group of potential residential cable Subscribers because of the income of the residents of the area in which such group resides. Grantee shall be given a reasonable period of time to construct and activate cable plant to service annexed or newly developed areas.

8) Written Notice. All notices, reports, or demands required to be given in writing under this Franchise shall be deemed to be given when delivered personally to any officer of Grantee or City's Administrator of this Franchise or forty-eight (48) hours after it is deposited in the United States mail in a sealed envelope, with registered or certified mail postage prepaid thereon, addressed to the party to whom notice is being given, as follows:

If to Village:                   Village of La Farge  
  105 West Main Street  
  La Farge, WI 54639  
  Attn: Clerk Kimberly Walker

If to Grantee:                   Triax Midwest Associates, L.P.  
  212 15th Avenue NE, Suite 2010  
  Waseca, MN 56093  
  Attn: Robert Langley

With copies to:               Larkin, Hoffman, Daly & Lindgren, Ltd.  
  1500 Norwest Financial Center  
  7900 Xerxes Avenue South  
  Bloomington, Minnesota 55431  
  Attention: Jane E. Bremer, Esq.

Such addresses may be changed by either party upon notice to the other party given as provided in this Section.

9) Drops to Public Buildings. Grantee shall provide Installation of one (1) cable Drop, one (1) cable outlet, and monthly Basic Cable Service (without charge to the following institutions:)

Additional Drops and/or outlets in any of the above locations will be provided by Grantee at the cost of Grantee's time and material. Alternatively, at the institution's request, said institution may add outlets at its own expense, as long as such installation meets Grantee's standards and provided that any fees for Cable Services are paid. Nothing herein shall be construed as requiring Grantee to extend the System to serve additional institutions as may be designated by



Village. Grantee shall have one (1) year from the date of Village Board designation of additional institution(s) to complete construction of the Drop and outlet.

### SECTION 3.

#### CONSTRUCTION STANDARDS

1) Construction Codes and Permits.

(a) Grantee shall obtain all necessary permits from Village before commencing any construction upgrade or extension of the System, including the opening or disturbance of any Street, or private or public property within Village.

(b) The Village shall have the right to inspect all construction or installation work performed pursuant to the provisions of the Franchise and to make such tests at its own expense as it shall find necessary to ensure compliance with the terms of the Franchise and applicable provisions of local, state and federal law.

2) Repair of Streets and Property. Any and all Streets or public property or private property, which are disturbed or damaged during the construction, repair, replacement, relocation, operation, maintenance or reconstruction of the System shall be promptly and fully restored by Grantee, at its expense, to a condition as good as that prevailing prior to Grantee's work.

3) Building Movers. The Grantee shall, on request of any Person holding a moving permit issued by La Farge, temporarily move its wires or fixtures to permit the moving of buildings with the expense of such temporary removal to be paid by the Person requesting the same, and the Grantee shall be given not less than ten (10) days advance notice to arrange for such temporary changes.

4) Tree Trimming. The Grantee shall have the authority to trim any trees upon and overhanging the Streets, alleys, sidewalks, or public easements of Village so as to prevent the branches of such trees from coming in contact with the wires and cables of the Grantee.

5) No Waiver. Nothing contained in this Franchise shall relieve any Person from liability arising out of the failure to exercise reasonable care to avoid injuring Grantee's facilities.

6) Undergrounding of Cable.

(a) In all areas of Village where all other utility lines are placed underground, Grantee shall construct and install its cables, wires and other facilities underground.

(b) In any area of Village where one or more public utilities are aerial, Grantee may construct and install its cables, wires and other facilities from the same pole with the consent of the owner of the pole.

7) Safety Requirements. The Grantee shall at all times employ ordinary and reasonable care and shall install and maintain in use nothing less than commonly accepted methods and devices

for preventing failures and accidents which are likely to cause damage, injuries, or nuisances to the public.

#### SECTION 4.

##### OPERATIONS PROVISIONS

- 1) Technical Standards. The technical standards used in the operation of the System shall comply, at minimum, with the technical standards promulgated by the FCC relating to cable communications systems pursuant to the Federal Communications Commission's rules and regulations and found in Title 47, Section 76.601 to 76.617.
- 2) Lockout Device. Upon the request of a Subscriber, Grantee shall provide by sale or lease a Lockout Device.

#### SECTION 5.

##### SERVICES PROVISIONS.

- 1) Subscriber Inquiries. Grantee shall have a publicly listed toll-free telephone number and be operated so as to receive Subscriber complaints and requests on a twenty-four (24) hour-a-day, seven (7) days-a-week basis.
- 2) Refund Policy. In the event a Subscriber established or terminates service and receives less than a full month's service, Grantee shall prorate the monthly rate on the basis of the number of days in the period for which service was rendered to the number of days in the billing.

#### SECTION 6.

##### INSURANCE PROVISIONS

- 1) Insurance.
  - (a) Upon request, Grantee shall file with its acceptance of this Franchise, and at all times thereafter maintain in full force and effect at its sole expense, a comprehensive general liability insurance policy coverage, in protection of La Farge in its capacity as such. The policies of insurance shall be in the sum of not less than One Million Dollars (\$1,000,000) for personal injury or death of any one Person, and Three Million Dollars (\$3,000,000) for personal injury or death of two or more Persons in any one occurrence, One Million Dollars (\$1,000,000) for property damage to any one person and Three Million Dollars (\$3,000,000) for property damage resulting from any one act or occurrence.
  - (b) The policy or policies of insurance shall be maintained by Grantee in full force and effect during the entire term of the Franchise. Each policy of insurance shall contain a statement on its face that the insurer will not cancel the policy or fail to renew the policy, whether for nonpayment of premium, or otherwise, and whether

at the request of Grantee or for other reasons, except after thirty (30) days' advance written notice have been provided to Village.

## SECTION 7.

### SALE, ABANDONMENT, TRANSFER AND REVOCATION OF FRANCHISE

1) Village's Right to Revoke.

a) In addition to all other rights which Village has pursuant to law or equity, Village reserves the right to revoke, terminate or cancel this Franchise, and all rights and privileges pertaining thereto, if after the hearing required by 7.2 herein, it is determined that:

- (1) Grantee has violated any material provision of this Franchise; or
- (2) Grantee has attempted to evade any of the material provisions of the Franchise; or
- (3) Grantee has practiced fraud or deceit upon Village or Subscriber.

2) Procedures for Revocation.

- (a) Village shall provide Grantee with written notice of a cause for revocation and the intent to revoke and shall allow Grantee sixty (60) days subsequent to receipt of the notice in which to correct the violation or to provide adequate assurance of performance in compliance with the Franchise. Together with the notice required herein, Village shall provide Grantee with written findings of fact which are the basis of the revocation.
- (b) Grantee shall be provided the right to a public hearing affording due process before the Village Board prior to revocation, which public hearing shall follow the sixty (60) day notice provided in paragraph (A) above. Village shall provide Grantee with written notice of its decision together with written findings of fact supplementing said decision.
- (c) After the public hearing and upon written determination by Village to revoke the Franchise, Grantee may appeal said decision with an appropriate state or federal court or agency.
- (d) During the appeal period, the Franchise shall remain in full force and effect unless the term thereof sooner expires.
- (e) Upon satisfactory correction by Grantee of the violation upon which said notice was given as determined, the initial notice shall become void.

## SECTION 8.

### PROTECTION OF INDIVIDUAL RIGHTS

- 1) Subscriber Privacy. Grantee shall comply with the terms of 47 U.S.C. 551 relating to the protection of Subscriber privacy.

## SECTION 9.

### UNAUTHORIZED CONNECTIONS AND MODIFICATIONS

- 1) Unauthorized Connections or Modifications Prohibited. It shall be unlawful for any firm, Person, group, company, corporation, or governmental body or agency, without the express consent of the Grantee, to make or possess, or assist anybody in making or possessing, any connection, extension, or division, whether physically, acoustically, inductively, electronically or otherwise, with or to any segment of the System.
- 2) Removal or Destruction Prohibited. It shall be unlawful for any firm, Person, group, company, corporation, or government body or agency to willfully interfere, tamper, remove, obstruct, or damage, or assist thereof, any part or segment of the System for any purpose whatsoever.
- 3) Penalty. Any firm, Person, group, company, corporation or government body or agency found guilty of violating this section may be fined not less than Twenty Dollars (\$20.00) and the costs of the action nor more than Five Hundred Dollars (\$500.00) and the costs of the action for each and every subsequent offense. Each continuing day of the violation shall be considered a separate occurrence.

## SECTION 10.

### MISCELLANEOUS PROVISIONS

- 1) Franchise Renewal. Any renewal of this Franchise shall be done in accordance with applicable federal, state and local laws and regulations.
- 2) Amendment of Franchise Ordinance. Grantee and Village may agree, from time to time, to amend this Franchise. Such written amendments may be made at any time if Village and Grantee agree that such an amendment will be in the public interest or if such an amendment is required due to changes in federal, state or local laws. Village shall act pursuant to local law pertaining to the ordinance amendment process.

## SECTION 11.

### PUBLICATION EFFECTIVE DATE; ACCEPTANCE AND EXHIBITS

1) Publication; Effective Date. This Franchise shall be published in accordance with applicable Wisconsin law. The Effective Date of this Franchise shall be 6-9-97 provided Grantee has accepted this Franchise by that date.

2) Acceptance.

(a) Grantee shall accept this Franchise within sixty (60) days of its enactment by the Village Board, unless the time for acceptance is extended by Village. Such acceptance by the Grantee shall be deemed the grant of this Franchise for all purposes. Upon acceptance of this Franchise, Grantee shall be bound by all the terms and conditions contained herein.

(b) Grantee shall accept this Franchise in the following manner:

(1) This Franchise will be properly executed and acknowledged by Grantee and delivered to Village.

(2) With its acceptance, Grantee shall also deliver any grant payments, performance bond and insurance certificates required herein that have not previously been delivered.

Passed and adopted this 9<sup>th</sup> day of June, 1997.

ATTEST:

VILLAGE OF LA FARGE

By: Kimberly D. Walter  
Its: Village Clerk-Treasurer

By: [Signature]  
Its: Village President

ACCEPTED: This Franchise is accepted and we agree to be bound by its terms and conditions.

TRIAx MIDWEST ASSOCIATES, L.P.

Dated July 8, 1997

By: Triax Midwest General Partner, L.P.,  
Managing General Partner  
By: Triax Midwest, L.L.C.,  
Sole General Partner

By: Daniel P. Callal  
Its: Authorized Signatory

0272953.01

Ordinance No. 9-4-2

AN ORDINANCE GRANTING A FRANCHISE TO VERNON COMMUNICATIONS, A WISCONSIN LLC, TO CONSTRUCT, OPERATE, AND MAINTAIN A CABLE COMMUNICATIONS SYSTEM IN THE VILLAGE OF LA FARGE SETTING FORTH CONDITIONS ACCOMPANYING THE GRANT OF THE FRANCHISE; PROVIDING FOR REGULATION AND USE OF THE SYSTEM; AND PRESCRIBING PENALTIES FOR THE VIOLATION OF ITS PROVISIONS.

The Village Board of the Village of La Farge ordains:

**STATEMENT OF INTENT AND PURPOSE**

The Village intends, by the adoption of this Franchise, to bring about the development of a Cable Communications System, and the continued operation of it. Such a development can contribute significantly to the communication needs and desires of many.

**FINDINGS**

In the review of the Proposal and application of Vernon Communications ("Grantee"), and as a result of a public hearing, the Village Board makes the following findings:

- 1) The Grantee's technical ability, financial condition, legal obligations, and character were considered and approved in a full public proceeding after due notice and a reasonable opportunity to be heard;
- 2) Grantee's plans for constructing, upgrading, and operating the System were considered and found adequate and feasible in a full public proceeding after due notice and a reasonable opportunity to be heard;
- 3) The Franchise granted to Grantee by the Village complies with the existing applicable state and federal laws and regulations.

**SECTION 1.**

**SHORT TITLE AND DEFINITIONS**

- 1) Short Title. This Franchise Ordinance shall be known and cited as the Cable Communication Franchise.
- 2) Definitions. For the purposes of this Franchise, the following terms, phrases, words, and their derivations shall have the meaning given herein. When not inconsistent with the context, words in the singular number include the plural number. The word "shall" is always mandatory and not merely directory. The word "may" is directory and discretionary and not mandatory.

(a) “Basic Cable Service” means any service tier which includes the lawful retransmission of local television broadcast signals and any public, educational, and governmental access programming required by the franchise to be carried on the basic tier. Basic Cable Service as defined herein shall not be inconsistent with 47 U.S.C. § 543(b)(7) (1993).

(b) “Cable Communications System” or “System” means a system of antennas, cables, wires, lines, towers, waveguides, or other conductors, Converters, equipment, or facilities located in La Farge and designed and constructed for the purpose of producing, receiving, transmitting, amplifying, or distributing audio, video, and other forms of electronic signals in Village. System as defined herein shall not be inconsistent with the definition as set forth in 47 U.S.C. § 522(6) (1993).

(c) “Cable Programming Service” means any video programming provided over a cable system, regardless of service tier, including installation or rental of equipment used for the receipt of such video programming , other than:

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- (3) A combination of multiple channels of pay-per-channel or pay-per-program video programming offered on a multiplexed or time-shifted basis so long as the combined service:
  - a) consists of commonly-identified video programming; and
  - b) is not bundled with any regulated tier of service.

Cable Programming Service as defined herein shall not be inconsistent with the Definition as set forth in 47 U.S.C. § 543(1)(2) (1993) and 47 C.F.R. 76.901(b) (1993).

(d) “Cable Communications Service” means the provision of television reception, communications and/or entertainment services distributed over a Cable Communications System. This definition shall not include telecommunications services regulated pursuant to federal and state law as may be amended from time to time.

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- (f) “Converter” means an electronic device which converts signals to a frequency acceptable to a television receiver of a Subscriber and by an appropriate selector permits a Subscriber to view all Cable Communications Services which the Subscriber is lawfully authorized to receive.
- (g) “Drop” means the cable that connects the ground block on the Subscriber’s residence to the nearest feeder cable of the System.
- (h) “FCC” means the Federal Communications Commission and any legally appointed, designated or elected agent or successor.
- (i) “Grantee” is Vernon Communications, LLC, its agents and employees, lawful successors, transferees or assignees.
- (j) “Gross Revenues” means all revenue received from Cable Service directly by the Grantee from the operation of its System within La Farge. The term Gross Revenues shall not include franchise fees, advertising revenues, late fees, any fees itemized and passed through as a result of franchise imposed requirements or any taxes or fees on services furnished by Grantee imposed directly on any Subscriber or user by any municipality, state, or other governmental unit and collected by Grantee for such governmental unit.
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(s) "Village Board" means the La Farge, Wisconsin Village Board.

## SECTION 2.

### GRANT OF AUTHORITY AND GENERAL PROVISIONS

- 1) Franchise Required. It shall be unlawful for any Person to construct, operate or maintain a Cable Communications System in La Farge unless such Person for whom such action is being taken shall have first obtained and shall currently hold a valid Franchise Ordinance. It shall also be unlawful for any Person to provide Cable Service in Village unless such Person shall have first obtained and shall currently hold a valid Franchise Ordinance. All Cable Communications Franchises granted by La Farge shall contain the same substantive terms and conditions.
- 2) Grant of Franchise. This Franchise is granted pursuant to the terms and conditions contained herein.
- 3) Grant of Nonexclusive Authority.
  - (a) The Grantee shall have the right and privilege 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 La Farge, poles, wires, cables, underground conduits, manholes, and other television conductors and fixtures necessary for the maintenance and operation in Village of a Cable Communications System as herein defined.
  - (b) This Franchise shall be nonexclusive, and Village reserves the right to grant a similar use of said Streets, alleys, public ways and places, to any Person at any time during the period of this Franchise, provided, however, that any additional Franchises granted shall contain the same substantive terms and conditions as this Franchise.
- 4) Franchise Term. Franchise shall be in effect for a period of fifteen (15) years from the effective date, unless renewed, revoked or terminated sooner as herein provided.
- 5) Previous Franchises. Upon acceptance by Grantee as required by Section 11 herein, this Franchise shall supersede and replace any previous Ordinance or Agreement granting a Franchise to Grantee to own, operate and maintain a Cable Communications System within La Farge.
- 6) Rules of Grantee. The Grantee 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 said Grantee to exercise its rights and perform its obligation under this Franchise.

7) Territorial Area Involved. This Franchise is granted for the corporate boundaries of La Farge, as it exists from time to time. In the event of annexation by La Farge, or as development Occurs, any new territory shall become part of the area covered, provided, however, that Grantee shall not be required to extend service beyond its present System boundaries unless there is a minimum of forty five (45) homes per cable mile. Access to cable service shall not be denied to any group of potential residential cable Subscribers because of the income of the residents of the area in which such group resides. Grantee shall be given a reasonable period of time to construct and activate cable plant to service annexed or newly developed areas.

8) Written Notice. All notices, reports, or demands required to be given in writing under this Franchise shall be deemed to be given when delivered personally to any officer of Grantee or City's Administrator of this Franchise or forty-eight (48) hours after it is deposited in the United States mail in a sealed envelope, with registered or certified mail postage prepaid thereon, addressed to the party to whom notice is being given, as follows:

If to Village:                      Village of La Farge  
   105 West Main Street  
   La Farge, WI 54639  
   Attn: Clerk Kimberly Walker

If to Grantee:                        Vernon Communications, LLC  
   P.O. Box 92  
   Westby, WI 54667  
   Attn: General Manager

Such addresses may be changed by either party upon notice to the other party given as provided In this Section.

9) Drops to Public Buildings. Grantee shall provide Installation of one (1) cable Drop, one (1) cable outlet, and monthly Basic Cable Service without charge to the following institutions:

Additional Drops and/or outlets in any of the above locations will be provided by Grantee at the cost of Grantee's time and material. Alternatively, at the institution's request, said institution may add outlets at its own expense, as long as such installation meets Grantee's standards and provided that any fees for Cable Services are paid. Nothing herein shall be construed as requiring Grantee to extend the System to serve additional institutions as may be designated by

Village. Grantee shall have one (1) year from the date of Village Board designation of additional institution(s) to complete construction of the Drop and outlet.

### SECTION 3.

#### CONSTRUCTION STANDARDS

- 1) Construction Codes and Permits.
  - (a) Grantee shall obtain all necessary permits from Village before commencing any construction upgrade or extension of the System, including the opening or disturbance of any Street, or private or public property within Village.
  - (b) The Village shall have the right to inspect all construction or installation work performed pursuant to the provisions of the Franchise and to make such tests at its own expense as it shall find necessary to ensure compliance with the terms of the Franchise and applicable provisions of local, state and federal law.
- 2) Repair of Streets and Property. Any and all Streets or public property or private property, which are disturbed or damaged during the construction, repair, replacement, relocation, operation, maintenance or reconstruction of the System shall be promptly and fully restored by Grantee, at its expense, to a condition as good as that prevailing prior to Grantee's work.
- 3) Building Movers. The Grantee shall, on request of any Person holding a moving permit issued by La Farge, temporarily move its wires or fixtures to permit the moving of buildings with the expense of such temporary removal to be paid by the Person requesting the same, and the Grantee shall be given not less than ten (10) days advance notice to arrange for such temporary changes.
- 4) Tree Trimming. The Grantee shall have the authority to trim any trees upon and overhanging the Streets, alleys, sidewalks, or public easements of Village so as to prevent the branches of such trees from coming in contact with the wires and cables of the Grantee.
- 5) No Waiver. Nothing contained in this Franchise shall relieve any Person from liability arising out of the failure to exercise reasonable care to avoid injuring Grantee's facilities.
- 6) Undergrounding of Cable.
  - (a) In all areas of Village where all other utility lines are placed underground, Grantee shall construct and install its cables, wires and other facilities underground.
  - (b) In any area of Village where one or more public utilities are aerial, Grantee may construct and install its cables, wires and other facilities from the same pole with the consent of the owner of the pole.
- 7) Safety Requirements. The Grantee shall at all times employ ordinary and reasonable care and shall install and maintain in use nothing less than commonly accepted methods and devices

for preventing failures and accidents which are likely to cause damage, injuries, or nuisances to the public.

#### SECTION 4.

##### OPERATIONS PROVISIONS

- 1) Technical Standards. The technical standards used in the operation of the System shall comply, at minimum, with the technical standards promulgated by the FCC relating to cable communications systems pursuant to the Federal Communications Commission's rules and regulation and found in Title 47, Section 76.601 to 76.617.
- 2) Lockout Device. Upon the request of a Subscriber, Grantee shall provide by sale or lease a Lockout Device.

#### SECTION 5.

##### SERVICES PROVISIONS.

- 1) Subscriber Inquiries. Grantee shall have a publicly listed toll-free telephone number and operated so as to receive Subscriber complaints and requests on a twenty-four (24) hour-a-day, seven (7) days-a-week basis.
- 2) Refund Policy. In the event a Subscriber established or terminates service and receives less than a full month's service, Grantee shall prorate the monthly rate on the basis of the number of days in the period for which service was rendered to the number of days in the billing.

#### SECTION 6.

##### INSURANCE PROVISIONS

- 1) Insurance.
  - (a) Upon request, Grantee shall file with its acceptance of this Franchise, and at all times thereafter maintain in full force and effect at its sole expense, a comprehensive general liability insurance policy coverage, in protection of La Farge in its capacity as such. The policies of insurance shall be in the sum of not less than One Million Dollars (\$1,000,000) for personal injury or death of any one Person, and Three Million Dollars (\$3,000,000) for personal injury or death of two or more Persons in any one occurrence, One Million Dollars (\$1,000,000) for property damage to any one person and Three Million Dollars (\$3,000,000) for property damage resulting from any one act or occurrence.
  - (b) The policy or policies of insurance shall be maintained by Grantee in full force and effect during the entire term of the Franchise. Each policy of insurance shall contain a statement on its face that the insurer will not cancel the policy or fail to renew the policy, whether for nonpayment of premium, or otherwise, and whether

at the request of Grantee or for other reasons, except after thirty (30) days' advance written notice have been provided to Village.

## SECTION 7.

### SALE, ABANDONMENT, TRANSFER AND REVOCATION OF FRANCHISE

#### 1) Village's Right to Revoke.

a) In addition to all other rights which Village has pursuant to law or equity, Village reserves the right to revoke, terminate or cancel this Franchise, and all rights and privileges pertaining thereto, if after the hearing required by 7.2 herein, it is determined that:

- (1) Grantee has violated any material provision of this Franchise; or
- (2) Grantee has attempted to evade any of the material provisions of the Franchise; or
- (3) Grantee has practiced fraud or deceit upon Village or Subscriber.

#### 2) Procedures for Revocation.

- (a) Village shall provide Grantee with written notice of a cause for revocation and the intent to revoke and shall allow Grantee sixty (60) days subsequent to receipt of the notice in which to correct the violation or to provide adequate assurance of performance in compliance with the Franchise. Together with the notice required herein, Village shall provide Grantee with written findings of fact which are the basis of the revocation.
- (b) Grantee shall be provided the right to a public hearing affording due process before the Village Board prior to revocation, which public hearing shall follow the sixty (60) day notice provided in paragraph (A) above. Village shall provide Grantee with written notice of its decision together with written findings of fact supplementing said decision.
- (c) After the public hearing and upon written determination by Village to revoke the Franchise, Grantee may appeal said decision with an appropriate state or federal Court or agency.
- (d) During the appeal period, the Franchise shall remain in full force and effect unless the term thereof soon expires.
- (e) Upon satisfactory correction by Grantee of the violation upon which said notice was given as determined, the initial notice shall become void.

## SECTION 8.

### PROTECTION OF INDIVIDUAL RIGHTS

- 1) Subscriber Privacy. Grantee shall comply with the terms of 47 U.S.C. 551 relating to the protection of Subscriber privacy.

## SECTION 9.

### UNAUTHORIZED CONNECTIONS AND MODIFICATIONS

- 1) Unauthorized Connections or Modification Prohibited. It shall be unlawful for any firm, Person, group, company, corporation, or governmental body or agency, without the express Consent of the Grantee, to make or possess, or assist anybody in making or possessing, any connection, extension, or division, whether physically, acoustically, inductively, electronically or otherwise, with or to any segment of the System.
- 2) Removal or Destruction Prohibited. It shall be unlawful for any firm, Person, group, company, corporation, or government body or agency to willfully interfere, tamper, remove, obstruct, or damage, or assist thereof, any part or segment of the System for any purpose whatsoever.
- 3) Penalty. Any firm, Person, group, company, corporation or government body or agency found guilty of violating this section may be fined not less than Twenty Dollars (\$20.00) and the costs of the action nor more than Five Hundred Dollars (\$500.00) and the costs of the action for each and every subsequent offense. Each continuing day of the violation shall be considered a separate occurrence.

## SECTION 10.

### MISCELLANEOUS PROVISIONS

- 1) Franchise Renewal. Any renewal of this Franchise shall be done in accordance with applicable federal, state and local laws and regulations.
- 2) Amendment of Franchise Ordinance. Grantee and Village may agree, from time to time, to amend this Franchise. Such written amendments may be made at any time if Village and Grantee agree that such an amendment will be in the public interest or if such an amendment is required due to changes in federal, state or local laws. Village shall act pursuant to local law pertaining to the ordinance amendment process.

Passed and adopted this 13<sup>th</sup> day of May, 2002.

ATTEST:

VILLAGE OF LA FARGE

By: Kimberly D. Walker  
Its: Village Clerk/Treasurer

By: Harlan Chamber  
Its: Village President

ACCEPTED: This Franchise is accepted and we agree to be bound by its terms and conditions.

VERNON COMMUNICATIONS, LLC

Dated: 5/17/02

By: Raymond D. Allen  
Its: President