

OFFICE OF CABLE TELEVISION

STATE OF NEW JERSEY

Board of Public Utilities 44 South Clinton Avenue, 3rd Floor, Suite 314 Post Office Box 350 Trenton, New Jersey 08625-0350 www.nj.gov/bpu/

· · · · · · · · · · · · · · · · · · ·		AND TELECOMMUNICATIONS
IN THE MATTER OF THE PETITION OF COMCAST OF NEW JERSEY II, LLC FOR A MODIFICATION OF THE TERMS AND CONDITIONS OF A MUNICIPAL CONSENT UPON WHICH A CERTIFICATE OF APPROVAL IS BASED FOR THE BOROUGH OF SOUTH RIVER, COUNTY OF MIDDLESEX, STATE OF NEW))))	ORDER OF AMENDMENT TO THE AUTOMATIC RENEWAL CERTIFICATE OF APPROVAL
JERSEY	Ś	DOCKET NO. CE15050621

Parties of Record:

Dennis C. Linken, Esq., Scarinci Hollenbeck, LLC, on behalf of Comcast of New Jersey II, LLC Patricia O'Connor, Clerk, Borough of South River, New Jersey

BY THE BOARD:1

By Order dated October 15, 2015, the Board of Public Utilities ("Board") granted Comcast of New Jersey, II, LLC ("Petitioner") an Automatic Renewal Certificate of Approval ("Certificate") for the Borough of South River ("Borough"), in Docket No. CE15050621. The Certificate, consistent with the municipal consent, required Comcast to maintain a local business office or agent within the Borough limits for the purpose of receiving, investigating, and resolving complaints.

Subsequently, the Borough and the Petitioner entered into negotiations to amend the municipal consent ordinance upon which the Certificate is based. The Petitioner wished to close its local office located in the Borough. On June 26, 2018, the Borough amended its municipal consent ordinance of February 12, 2001 to remove the requirement that the Petitioner maintain a local office within the Borough. In return for this consideration, the Petitioner has agreed to provide several items, including a one-time grant to the Borough and free cable television and internet services to various locations, as enumerated below. On July 2, 2018, the Petitioner accepted the terms and conditions of the amended ordinance.

On August 9, 2018, the Petitioner filed a petition for Amendment of the Certificate, pursuant to N.J.S.A. 48:5A-47 and N.J.A.C. 14:17-6.7, requesting that the Board approve an amendment to

¹ Commissioner Robert M. Gordon recused himself due to a potential conflict of interest and as such took no part in the discussion or deliberation of this matter.

the municipal consent upon which the Certificate was based. The Board has reviewed the petition for Amendment of the Certificate and the amended municipal consent ordinance. Based upon this review and the recommendation of the Office of Cable Television and Telecommunications, the Board <u>HEREBY FINDS</u> the following:

- The Petitioner shall maintain a local business office or agent for the purpose of receiving, investigating, and resolving complaints. The primary local business office serving this purpose shall be 2345 US Route 22, Union, New Jersey.
- 2. As soon as practicable, the Petitioner shall establish a local business office or agent, specifically an Xfinity store, which shall serve the Borough and facilitate receiving, investigating, and resolving complaints, and which shall be located within a five (5) mile radius of the Petitioner's legacy store in the Borough. Upon completion, the Petitioner shall provide the Office of Cable Television and Telecommunications with proof of satisfaction of this obligation.
- 3. Within ninety (90) days of Board approval of the petition to close the local office within the Borough, filed in Docket No. CO18080862, the Petitioner shall establish the Borough as a third-party entity for the purpose of collecting payments from the Petitioner's customers within and outside the Borough. This arrangement is subject to termination upon expiration of the current franchise. Upon completion, the Petitioner shall provide the Office of Cable Television and Telecommunications with proof of satisfaction of this obligation.
- 4. Within sixty (60) days of Board approval of the petition to close the local office within the Borough, filed in Docket No. CO18080862, the Petitioner shall provide the Borough with a one-time grant in the amount of \$185,000. The Petitioner has agreed that said grant shall not be subject to its right of customer pass-through of assessments as provided under 47 U.S.C. § 543. Upon payment, the Petitioner shall provide the Office of Cable Television and Telecommunications with proof of satisfaction of this obligation.
- The Petitioner shall provide free installation of and free monthly basic service for one (1) outlet each to: the Administration Building, 48 Washington Street; Human Services Building, 55 Reid Street; the Police Department; Borough Hall; Summit Fire House; and Jackson Street Fire House. Each additional outlet installed, if any, shall be paid for on a materials plus labor basis by the municipality. Monthly service charges shall be waived on all additional outlets, except for equipment. The Petitioner shall also provide one (1) outlet of high-speed internet service to one non-networked computer in each of the above locations. To be qualified to receive courtesy cable television and internet service, the facility must be within 200 feet of the Petitioner's active cable television distribution plant.

Therefore, the Petitioner is <u>HEREBY ISSUED</u> this Amendment to Certificate as evidence of the Petitioner's authority to construct, operate, and maintain a cable television system in the Borough. The Amendment shall not affect any of the remaining terms and conditions of the Certificate issued by the Board in its grant of operating authority. This Amendment to Certificate is subject to all applicable state and federal laws, the rules and regulations of the Office of Cable Television and Telecommunications, and any such lawful terms, conditions, and limitations as currently exist or may hereafter be attached to the exercise of the privileges granted herein.

The Petitioner shall adhere to the standards set forth by the Federal Communications Commission's rules and regulations, 47 C.F.R. §76.1 <u>et seq.</u>, including but not limited to the technical standards 47 C.F.R. §76.601 through §76.630. Any modifications to the provisions thereof shall be incorporated into this Certificate.

Failure to comply with all applicable laws, rules, regulations, and orders of the Board or Office of Cable Television and Telecommunications, or the terms, conditions, and limitations set forth herein, may constitute sufficient grounds for the suspension or revocation of the Certificate issued by the Board.

This Amendment to the Certificate is issued on the representation that the statements contained in the Petitioner's applications are true, and the undertakings therein contained shall be adhered to and enforceable unless specific waiver is granted by the Office of Cable Television and Telecommunications pursuant to the authority contained in N.J.S.A. 48:5A-1 to -64.

This Order shall be effective on November 29, 2018.

DATED: 11/19/18

BOARD OF PUBLIC UTILITIES

BY:

ØSEPH L. FIORDALISC

PRESIDENT

MARY-ANNA HOLDEN

COMMISSIONER

DIANNE SOLOMON COMMISSIONER

ÚPEND∕RA J. CHIVUKULA

COMMISSIONER

ATTEST:

AIDA CAMACHO-WELCH

SECRETARY

HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public Utilities.

IN THE MATTER OF THE PETITION OF COMCAST OF NEW JERSEY II, LLC FOR A MODIFICATION OF THE TERMS AND CONDITIONS OF A MUNICIPAL CONSENT UPON WHICH A CERTIFICATE OF APPROVAL IS BASED FOR THE BOROUGH OF SOUTH RIVER, COUNTY OF MIDDLESEX, STATE OF NEW JERSEY

DOCKET NO. CE18080861 DOCKET NO. CE15050621

SERVICE LIST

Dennis C. Linken, Esq. Scarinci Hollenbeck Post Office Box 790 Lyndhurst, NJ 07071-0790 dlinken@sh-law.com

Patricia O'Connor Borough Clerk Borough of South River 48 Washington Street South River, NJ 08882-1247 poconnor@southrivernj.org

Charles L. Smith, III, Senior Director Government and Regulatory Affairs Comcast 800 Rahway Avenue Union, NJ 07083 Charles Smith4@cable.comcast.com Alex Moreau
Deputy Attorney General
Department of Law & Public Safety
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-45029
alex.moreau@law.njoag.gov

Board of Public Utilities

44 South Clinton Avenue, 3rd Floor, Suite 314 Post Office Box 350 Trenton, NJ 08625-0350

Lawanda R. Gilbert, Esq., Director
Office of Cable Television and
Telecommunications and Telecommunications
lawanda.gilbert@bpu.nj.gov

Karen A. Marlowe
Administrative Analyst 4
Office of Cable Television and
Telecommunications and Telecommunications
karen.marlowe@bpu.nj.gov

Carol Artale, Esq.
Deputy Chief Counsel
carol.artale@bpu.nj.gov

Stacy Ho Richardson, Esq. Counsel's Office stacy.richardson@bpu.nj.gov



STATE OF NEW JERSEY

Board of Public Utilities
44 South Clinton Avenue, 9th Floor
Post Office Box 350
Trenton, New Jersey 08625-0350
www.nj.gov/bpu/

CABLE TELEVISION

IN THE MATTER OF THE PETITION OF COMCAST OF NEW JERSEY II, LLC FOR A RENEWAL CERTIFICATE OF APPROVAL TO)	AUTOMATIC RENEWAL CERTIFICATE OF APPROVAL
CONTINUE TO CONSTRUCT, OPERATE AND MAINTAIN A CABLE TELEVISION SYSTEM IN)	
AND FOR THE BOROUGH OF SOUTH RIVER, COUNTY OF MIDDLESEX, STATE OF NEW JERSEY)))	DOCKET NO. CE15050621

Parties of Record:

Dennis C. Linken, Esq., Scarinci Hollenbeck, LLC, for the Petitioner Patricia O'Connor, Clerk, Borough of South River, New Jersey

BY THE BOARD:1

On June 19, 1980, the Board of Public Utilities ("Board") granted Suburban Cablevision ("Suburban") a Certificate of Approval in Docket No. 801C-6621 for the construction, operation and maintenance of a cable television system in the Borough of South River ("Borough"). On May 21, 1992, the Board granted Suburban a Renewal Certificate of Approval for the Borough, in Docket No. CE90101225. Due to a Board-approved acquisition transaction, Comcast Cablevision of New Jersey, Inc. ("Comcast") became the holder of the Certificate. On June 6, 2001, the Board granted Comcast a Renewal Certificate of Approval for the Borough, in Docket No. CE01030189. Based on a name change, the current holder of the Certificate is Comcast of New Jersey II, LLC ("Petitioner"). Although by its terms the Renewal Certificate expired on June 19, 2015, the Petitioner is authorized to continue to provide cable television service to the Borough pursuant to N.J.S.A. 48:5A-25, pending disposition of this proceeding regarding the renewal of its Certificate of Approval.

On April 16, 2015, the Petitioner notified the Borough of its intention to exercise its right under the automatic renewal provision of the Borough's municipal consent and the Renewal Certificate of Approval. On May 21, 2015, the Petitioner filed with the Board for Automatic Renewal of its Certificate of Approval for the Borough, pursuant to N.J.S.A. 48:5A-16, -19 and -25 and N.J.A.C.

¹ Commissioner Upendra J. Chivukula recused himself due to a potential conflict of interest and as such took no part in the discussion or deliberation of this matter.

14:17-6.9 and 14:18-13.6. The filing indicates that on February 12, 2001, the Borough adopted an ordinance granting municipal consent. On March 1, 2001, the Petitioner accepted the ordinance which provided for a term of 15 years with an automatic renewal for a term of an additional ten years.

The Board reviewed the Petition for an Automatic Renewal Certificate of Approval and the Application for Renewal of the Cable Television Franchise filed by the Petitioner. Based upon this review and the recommendation of the Office of Cable Television, the Board <u>HEREBY FINDS</u> the following:

- 1. The Petitioner possesses the requisite legal, character, financial and technical qualifications for the awarding of a Certificate of Approval.
- 2. The design and technical specifications of the system will ensure that the Petitioner provides safe, adequate and proper service.
- 3. The Petitioner represented that all previously required construction within the franchise territory is complete.
- 4. The franchise period as provided in the ordinance is an automatic renewal term of ten years. The Board finds this duration to be reasonable.
- The Borough may review the performance of the Petitioner with regard to the 5. ordinance. On the fourth anniversary of the franchise term, the Petitioner shall provide written notification to the Borough regarding its right to review the Petitioner's performance under the ordinance. The Petitioner shall provide such reasonable and pertinent information as the Borough requests and, upon request, shall appear at a meeting of the Borough Council to answer questions about the operation of the company and its performance. Any review process shall be completed within six months of the initiating letter sent by the Petitioner. If the Borough determines that the Petitioner failed to substantially comply with the material terms and conditions of the ordinance, the Borough shall provide written notice to the Petitioner of such alleged instances of non-compliance, and shall grant the Petitioner 90 days to cure such deficiency. The Borough may petition the Board for appropriate administrative action, including revocation of the franchise or reduction of the franchise term, but only after the 90-day opportunity to cure has passed and the deficiency has not been cured.
- 6. The Petitioner's rates shall be regulated and tariffs shall be filed for all services, in accordance with the rules and regulations of the Federal Communications Commission, the Board, and the Office of Cable Television. The Petitioner shall maintain and file with the Board an informational schedule of prices, terms and conditions for unregulated service and promptly file any revisions thereto.
- 7. Pursuant to statutory requirements, the ordinance specifies a complaint officer to receive and act upon complaints filed by subscribers in the Borough. In this case, it is the Office of Cable Television. All complaints shall be received and processed in accordance with the applicable rules.

- 8. The Petitioner shall maintain a local business office or agent within the Borough limits for the for the purpose of receiving, investigating and resolving complaints. Currently, the primary local business offices serving this provision are: 72 Main Street, South River, New Jersey and 800 Rahway Avenue, Union, New Jersey.
- 9. The franchise fee to be paid to the Borough is specified to be 2% of the Petitioner's gross revenues from all recurring charges in the nature of subscription fees paid by subscribers for its cable television reception service in the Borough, and shall be increased as required by N.J.S.A. 48:5A-30. Additional regulatory fees shall be paid to the State in an amount not to exceed 2% of Petitioner's gross operating revenues derived from intrastate operations. The Board finds these fees to be reasonable.
- 10. The Petitioner shall provide service to any residence or business along any public right-of-way located in all areas of the franchise territory at no cost beyond standard and non-standard installation charges as set forth in the Petitioner's application. In all other circumstances, the Petitioner shall utilize the line extension policy ("LEP") attached to the Certificate. The minimum homes per mile figure is 35.
- 11. The Petitioner shall provide public, educational and governmental ("PEG") access channels and facilities in accordance with its renewal application and the ordinance. Specifically, the Petitioner shall continue to provide three dedicated PEG access channels and shall relocate one origination site for the Borough, including wiring and modulator, free of charge, provided that such relocation can be accomplished without technical difficulty or significant cost to the Petitioner. The Petitioner shall respond to PEG access channel problems within 48 hours of notification of said problem, provided there are no other simultaneous system problems of higher priority.
- 12. Upon four weeks' notice of a request by the Borough, the Petitioner shall videotape up to two events per year and shall provide the recording to the Borough for use on its access channels.
- 13. The Petitioner shall maintain a system-wide public access channel for use by qualified individuals and organizations in the municipalities served by the Petitioner's system. The Petitioner shall continue to make available, on a first-come first-served basis, a mobile production vehicle unit with cameras, recording and editing equipment for the community for the purpose of community access programming production.
- 14. The Petitioner shall provide a standard installation and monthly basic cable television service, free of charge, on one outlet to each public and private elementary, middle and secondary school in the Borough.
- 15. The Petitioner shall provide one standard installation and basic cable television service, free of charge, to the following locations in the Borough: each municipal building, each police, fire, first aid, public works facility, public library, and municipally-owned community and senior citizens center.

- 16. The Petitioner shall continue to provide one non-networked outlet of basic Internet service, via high speed cable modem, free of charge, to each school and public library in the Borough. To qualify for free installation, the facility must be a standard installation. The connection shall be installed in a location accessible for student or patron use, and shall not be restricted to administrative use.
- 17. Upon written request of the Borough, the Petitioner shall appear at least once annually at a public meeting of the governing body or before the Borough Cable Television Advisory Committee, to discuss matters pertaining to the provision of cable television service to residents of the Borough and other related issues as the Borough and the Petitioner may see fit.

Pursuant to N.J.S.A. 48:5A-17(a) and 28(c), the Board HEREBY FINDS: the Petitioner has the municipal consent necessary to support the petition, such consent and issuance thereof are in conformity with the requirements of N.J.S.A. 48:5A-1 et seq.; the Petitioner complied, or is ready, willing and able to comply, with all applicable rules and regulations imposed by or pursuant to State or federal law as preconditions for engaging in the proposed cable television operations; the Petitioner has sufficient financial and technical capacity, meets the legal, character and other qualifications necessary to construct, maintain and operate the necessary installations, lines and equipment; and that the Petitioner is capable of providing the proposed service in a safe, adequate and proper manner.

Therefore, the Petitioner is <u>HEREBY ISSUED</u> this Automatic Renewal Certificate of Approval as evidence of Petitioner's authority to construct, own, operate, and maintain a cable television system within the entirety of the Borough.

This Renewal Certificate is subject to all applicable State and federal laws, the rules and regulations of the Office of Cable Television, and any such lawful terms, conditions and limitations as currently exist or may hereafter be attached to the exercise of the privileges granted herein. The Petitioner shall adhere to the standards set forth by the Federal Communications Commission's rules and regulations, 47 <u>C.F.R.</u> § 76.1 <u>et seq.</u>, including but not limited to, the technical standards 47 <u>C.F.R.</u> § 76.601 through § 76.630. Any modifications to the provisions thereof shall be incorporated into this Certificate.

Failure to comply with all applicable laws, rules, regulations and orders of the Board or Office of Cable Television, and/or the terms, conditions and limitations set forth herein, may constitute sufficient grounds for the suspension or revocation of this Certificate.

This Renewal Certificate is issued on the representation that the statements contained in the Petitioner's applications are true, and the undertakings therein shall be adhered to and enforceable unless a specific waiver is granted by the Office of Cable Television pursuant to the authority contained in N.J.S.A. 48:5A-1 et seq.

This Certificate shall expire on June 19, 2025.

This Order shall be effective on October 25, 2015.

DATED:

ctoba 15, 2015

BOARD OF PUBLIC UTILITIES

RICHARD S. MRØZ PRESIDENT

COMMISSIONER

COMMISSIONER

ATTEST:

IRÉNE KIM ASBURY

SECRETARY

APPENDIX "!" OFFICE OF CABLE TELEVISION LINE EXTENSION POLICY

COMCAST OF NEW JERSEY II, LLC BOROUGH OF SOUTH RIVER

A cable operator is required to absorb the cost of extensions to the system in the same proportion that the extension is to the remainder of the system.

Actual subscribers served by the extension are required to absorb the remainder of the cost.

If new subscribers are added to the extension the cost is adjusted and those who previously paid receive an appropriate rebate.

1.	# of homes in extension mileage of extension	=	homes per mile (HPM) of extension
2.	HPM of extension Minimum HPM that company actually constructs in the system *	= .	ratio of the density of the extension to the minimum density which the company constructs in the system ("A")
3.	Total cost of building the extension times "A"	=	company's share of extension cost
4.	Total cost of building extension less company's share of extension cost	=	total amount to be recovered from subscribers
5.	Total amount to be recovered from subs Total subscribers in extension	= on	each subscriber's share

In any case, the company shall extend its plant along public rights of way to:

- All residences and businesses within 150 aerial feet of the operator's existing plant at no cost beyond the normal installation rate.
- 2. All residences and businesses within 100 underground feet of the operator's plant at no cost beyond the normal installation rate.

^{*} The minimum HPM that the company actually constructs in the system or municipality is the minimum number of homes that the company has historically constructed at its own cost. This is a function of the operator's break-even point and its rate of return. Unbuilt systems will use the primary service area rather than construction.

The operator's installation policies shall apply to construction beyond the public right of way.

Detailed accounting and/or financial information to support the minimum HPM shall be supplied to the Office for its approval in such form as required. The minimum HPM shall be updated as appropriate.

When a request for service is received, and unless good cause is shown, cable companies shall:

- 1. Provide a written estimate within 30 days of such a request.
- Begin construction within 60 days of receipt of any deposit monies from potential subscribers.
- 3. Complete construction within six months of receipt of any deposit monies from potential subscribers.
- 4. Inform each home passed along the extension of the potential costs for subscribers.

Subscribers who pay for an extension shall be entitled to rebates in the following manner:

- 1. If the company acquires new subscribers subsequent to the initial calculation of step 5 above, the formula will be adjusted and those who have previously paid for the extension will be entitled to an appropriate rebate. In no event shall the amount of the rebate exceed the subscriber's contribution.
- 2. The company shall keep accurate records of the cost of the extension, the amounts paid by subscribers and any appropriate adjustments.
- 3. The company shall notify subscribers in the extension of their rights and responsibilities concerning the extension.
- 4. Once an individual dwelling has paid its share of the extension cost future reconnections or installations shall be made at the company's standard rates.
- 5. After a period of five years from the installation of the first dwelling unit in the extension no further adjustments shall be made. Installations after five years shall be at the company's standard rate.
- 6. Once a subscriber is installed, that person shall not normally be entitled to a refund of any monies paid for the installations, except in accordance with the rebate procedure outlined in this policy.

Definitions

Primary Service Area

The Primary Service Area (PSA) can be an entire municipality, but in many instances the PSA is a limited area within a community outside of which a line extension policy may apply. The PSA is depicted by a franchise map and narrative, presented and recorded during the franchise proceedings. It normally remains a fixed geographic area throughout the life of the franchise.

Line Extension Survey

Potential subscribers residing outside the PSA who request service are entitled to an estimate of their share of the cost to secure service. When conducting a survey and estimating costs, a cable company should factor in all potential subscribers who could practicably be included in the extension and give consideration to apparent residential construction in areas contiguous to the proposed extension.

IN THE MATTER OF THE PETITION OF COMCAST OF NEW JERSEY II, LLC FOR A RENEWAL CERTIFICATE OF APPROVAL TO CONTINUE TO CONSTRUCT, OPERATE AND MAINTAIN A CABLE TELEVISION SYSTEM IN AND FOR THE BOROUGH OF SOUTH RIVER, COUNTY OF MIDDLESEX, STATE OF NEW JERSEY DOCKET NO. CE15050621

SERVICE LIST

Dennis C. Linken, Esq. Scarinci Hollenbeck Post Office Box 790 Lyndhurst, NJ 07071-0790 dlinken@scarincihollenbeck.com

Patricia O'Connor Borough Clerk Borough of South River 48 Washington Street South River, NJ 08882-1247 poconnor@southriverni.org

Charles L. Smith, III, Senior Director Government and Regulatory Affairs Comcast 800 Rahway Avenue Union, NJ 07083 Charles Smith4@cable.comcast.com Veronica Beke, Esq.
Deputy Attorney General
Department of Law and Public Safety
Division of Law
124 Halsey Street
Post Office Box 45029
Newark, NJ 07101-45029

Lawanda R. Gilbert, Esq., Director Board of Public Utilities Office of Cable Television and Telecommunications 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350

Karen A. Marlowe
Administrative Analyst I
Board of Public Utilities
Office of Cable Television and
Telecommunications
44 South Clinton Avenue, 9th Floor
Post Office Box 350
Trenton, NJ 08625-0350