



STATE OF NEW JERSEY
Board of Public Utilities
Two Gateway Center
Newark, NJ 07102
www.nj.gov/bpu

CABLE TELEVISION

IN THE MATTER OF THE PETITION OF CSC TKR, INC.) RENEWAL
D/B/A CABLEVISION OF RARITAN VALLEY FOR) CERTIFICATE OF APPROVAL
RENEWAL OF A CERTIFICATE OF APPROVAL TO
CONTINUE TO OPERATE AND MAINTAIN A CABLE
TELEVISION SYSTEM IN THE BOROUGH OF MANVILLE,)
COUNTY OF SOMERSET, STATE OF NEW JERSEY) DOCKET NO. CE07040281

(SERVICE LIST ATTACHED)

BY THE BOARD:

On May 19, 1978, the Board granted Cross Country Cable, Ltd. a Certificate of Approval in Docket No. 782C-6353 for the construction, operation and maintenance of a cable television system in the Borough of Manville ("Borough"). Through a series of transfers with required Board approvals, TKR Cable Company/Tri-System ("TKR") became the holder of the Certificate. On July 19, 1994, the Board granted TKR a Renewal Certificate of Approval for the Borough in Docket No. CE93030094. Through an additional series of transfers with required Board approvals, the current holder of the Certificate is CSC TKR, Inc. d/b/a Cablevision of Raritan Valley ("Petitioner"). Although by its terms the Petitioner's above referenced Certificate expired on July 19, 2004, 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 proceedings regarding the renewal of its Certificate of Approval.

The Petitioner filed an application for the renewal of its municipal consent with the Borough on November 4, 2003, pursuant to N.J.S.A. 48:5A-23 and N.J.A.C. 14:18-13.1 et seq. On August 14, 2006, the Borough adopted a municipal ordinance granting renewal consent to the Petitioner. On October 4, 2006, the Petitioner rejected the ordinance. On April 23, 2007, pursuant to N.J.S.A. 48:5A-17(d), the Petitioner filed with the Board for a renewal of its Certificate of Approval for the Borough based on the arbitrary refusal provisions of the statute. The Petitioner claimed that the Borough was arbitrary and capricious in adopting an ordinance containing provisions it was not willing to agree to. On May 2, 2007, the Borough filed an answer to the petition. Subsequently, the parties entered into protracted negotiations which resulted in the adoption of an ordinance granting renewal municipal consent to the Petitioner on August 11, 2008. On November 10, 2008, the Petitioner formally accepted the ordinance and on December 26, 2008, the Petitioner filed an amended petition for the Borough.

The Board has reviewed the application for municipal consent, the petition and amended petition for a Renewal Certificate of Approval and the August 11, 2008 municipal consent ordinance. Based upon this review and the recommendation of the Office of Cable Television, the Board **HEREBY FINDS** the following:

1. The Petitioner possesses the requisite legal, character, financial and technical qualifications for the awarding of a Renewal Certificate of Approval. Further, the Borough reviewed these qualifications in conjunction with the municipal consent process.
2. The design and technical specifications of the system shall ensure that the Petitioner provides safe, adequate and proper service.
3. The Petitioner has represented that all previously required construction within the franchise territory is complete.
4. The franchise period as stated in the ordinance is ten years from the date of issuance of this Certificate. The Board finds this period to be of reasonable duration.
5. 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 an informational schedule of prices, terms and conditions for unregulated service and promptly file any revisions thereto.
6. 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.
7. The Petitioner shall maintain a local business office or agent for the purpose of receiving, investigating and resolving complaints. The current local office is located at 275 Centennial Avenue in the Township of Piscataway, New Jersey.
8. 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.
9. The Petitioner shall utilize the line extension policy attached to this Certificate as Appendix "I" with a homes per mile figure of 25.
10. The Petitioner shall provide public, educational and governmental ("PEG") access channels and facilities in accordance with its renewal application and the

ordinance. As specified in the application, the Petitioner shall provide a non-commercial community/governmental access channel. The Petitioner maintains a public access studio in Piscataway, which has VHS and some S-VHS equipment. After completing a training course, access users can use the public access studio to produce their own programming, which can be aired on the community/governmental access channel.

11. The Petitioner shall provide the Borough with a capital contribution for cable and/or telecommunications related purposes in the total amount of \$15,000.00, which is to be paid in annual installments of \$1,500.00 within 60 days following receipt of a written request from the Borough, each year for the 10 years of the franchise. The Petitioner shall be relieved of any remaining payments if it converts its system to a system-wide franchise as provided by N.J.S.A. 48:5A-25.1(a). Upon payment of each portion of the contribution, the Petitioner shall provide the Office of Cable Television with proof of satisfaction of this obligation.
12. Upon written request of the Borough, the Petitioner shall provide one standard installation and monthly cable television reception service, free of charge, to all state or local accredited elementary and secondary schools, all public municipal libraries and the following municipal buildings located in the Borough: Borough Municipal Complex at 325 North Main Street, Borough Police Department at 2 North Main Street, Public Works Department at 10 Gladys Avenue, Office of Emergency Management (formerly the Recreation Building) at 60 South Weiss Street, Firehouse #1 at 20 South 3rd Street, Firehouse #2 at 13 South 13th Street, Firehouse #3 at 169 North 8th Avenue and the Rescue Squad at 20 South 3rd Street.
13. Upon written request of the Borough, the Petitioner shall provide, free of charge, one high-speed cable modem and monthly Internet access service, including standard installation, to Borough Hall.
14. Upon written request of the Borough, the Petitioner shall provide, free of charge, one high-speed cable modem and monthly Internet access service, including standard installation, to state or locally accredited elementary and secondary schools and each municipal public library in the Borough.

Based upon these findings, the Board **HEREBY CONCLUDES**, pursuant to N.J.S.A. 48:5A-17(a) and 28(c), the Petitioner has the municipal consent necessary to support the petition, that such consent and issuance thereof are in conformity with the requirements of N.J.S.A. 48:5A-1 et seq., except as modified above, that the Petitioner has 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, that 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 is capable of providing the proposed service in a safe, adequate and proper manner.

Therefore, the Petitioner is **HEREBY ISSUED** this Renewal Certificate of Approval as evidence of Petitioner's authority to construct and operate 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 C.F.R. §76.1 et seq., including but not limited to, the technical standards of 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/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 contained shall be adhered to and enforceable unless 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 ten years from the date of its issuance.

DATED: 4/3/09

BOARD OF PUBLIC UTILITIES
BY:



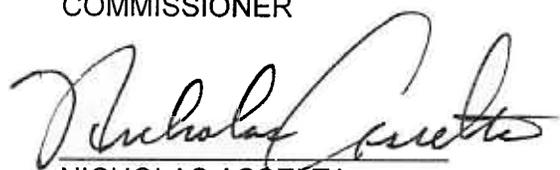
JEANNE M. FOX
PRESIDENT



FREDERICK F. BUTLER
COMMISSIONER



JOSEPH L. FIORDALISO
COMMISSIONER

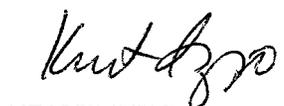


NICHOLAS ASSELTA
COMMISSIONER



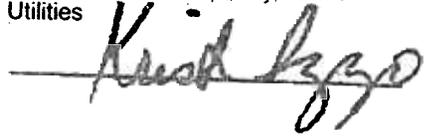
ELIZABETH RANDALL
COMMISSIONER

ATTEST:



KRISTI IZZO
SECRETARY

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



APPENDIX "I"
OFFICE OF CABLE TELEVISION
LINE EXTENSION POLICY

CSC TKR, INC. D/B/A CABLEVISION OF RARITAN VALLEY
BOROUGH OF MANVILLE

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.

- | | | |
|----------------------------------------------------------------------------|---|---------------------------------------------------------------------------------------------------------------|
| <u># of homes in extension</u> | = | homes per mile (HPM) of extension |
| <u>mileage of extension</u> | | |
| 2. <u>HPM of extension</u> | = | ratio of the density of the extension to the minimum density which the company constructs in the system ("A") |
| Minimum HPM that company actually constructs in the system * | | |
| 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 <u>recovered from subs</u> | = | each subscriber's share |
| Total subscribers in extension | | |

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

1. 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.
2. 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 the share of the extension cost for an individual dwelling has been paid, 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.

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