STATUTORY REQUIREMENTS FOR THE RENEWAL PROCESS

Section 626 of the 1984 Cable Act (47 U.S.C. § 546) as amended by the Cable Television Consumer Protection and Competition Act of 1992 ("1992 Cable Act"), Communication Policy Act of 1996 sets forth statutory requirements for the franchise renewal process.

- Notification "window" of six months for either party.
 ("Window" = 36th to 30th month before franchise expires.)
 - 2. County must begin the renewal process within six months after receiving a notice from the cable operator.
 - 3. County determines whether to proceed under the formal requirements of the Cable Act or, in the alternative and with the consent of cable operator, to elect the informal process.
 - 4. Under either the formal or informal process, the franchising authority ("County") should gather information including the following:
 - a. Past performance of cable operator.
 - b. Future cable-related community needs and interests.
 - 5. Under the formal process the following steps are required.
 - 6. Request For Proposal ("RFP"). Based upon the information gathered, the County develops an RFP which addresses the issues of past performance and future cable-related needs and interests of the community.
 - 7. Cable operator submits proposal and County provides public notice.

 (Note: Within four months of receiving the operator's proposal, the County must decide whether to grant the renewal of the proposal.)
 - 8. County releases preliminary determination whether to renew or to preliminarily deny renewal.
 - 9. Denial of a renewal request may only be based upon one or more of the following considerations:
 - a. Whether the cable operator has substantially complied with the material terms of the existing franchise.
 - b. The quality of service provided.
 - c. The financial, legal and technical capability of the operator.
 - d. Whether the operator's proposal is reasonable to meet the future cable-related community needs and interests, taking Into account the cost of meeting such needs and interests.

STATUTORY REQUIREMENTS FOR THE RENEWAL PROCESS (continued)

- 10. If the renewal request is preliminarily denied, the cable operator can request administrative proceedings, or such proceedings may begin upon a franchising authority's own initiative.
 - a. In the administrative proceeding the cable operator must be given notice and fair opportunity for full participation.
 - b. County and cable operator must be given right to introduce evidence, to require the production of evidence and to question witnesses.
 - c. A transcript must be made of the proceeding.
- 11. At completion of the administrative proceeding, the franchising authority must issue a written decision stating the reasons for denial. (There are no time limits specified by which the administrative proceeding must be completed or the franchising authority's written decision must be issued.)
- 12. If the franchising authority denies renewal, the cable operator may appeal to state or federal court within 120 days of the notice of the decision.