



**Town Board Executive
Meeting Supplement
January 24, 2018**

Added Agenda Item:

- 17.a Cable Franchise Extension Agreement
Tim Finnerty Memo / Agreement / Email

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January 24, 2018**

Added Agenda Item:

Agenda Number:

17.a

Subject:

Cable Franchise Extension Agreement

Documentation:

Tim Finnerty Memo / Agreement / Email

Action / Motion for Consideration:

Town Clerk Report at Meeting / Discuss

MEMORANDUM

TO: Bill Short, Clerk/Treasurer

FROM: Tim Finnerty, Cable Commission Executive Director

DATE: January 18, 2018

SUBJECT: Recommendation to approve Franchise Extension Agreement

Attached please find a proposed Agreement for the extension of the Franchise with Comcast. The Cable Commission is recommending that the Town Board approve the Extension Agreement. The Agreement will extend the expiration date of the current Franchise from July 1, 2018 to November 1, 2018. The purpose of the proposed extension is to allow for continued informal negotiations between Comcast and the Cable Commission regarding the long-term renewal of the Franchise.

Background

As you know, the Cable Commission has been working on the matter of franchise renewal with Comcast (the existing franchise agreement is set to expire July 1, 2018). The Commission began direct negotiations with Comcast in September 2017, and prior to that, developed and documented a comprehensive needs assessment to serve as the negotiation objective on behalf of member cities. The needs assessment report is available at:

https://drive.google.com/file/d/0B1qh_NnmAEg2SHZtc0tKSnBNVIU/view

Renewal issues can be resolved through "informal" processes (negotiation), or through a "formal" hearing process. Based on the time required to complete the formal process, the Commission adopted two schedules. In both, the parties would start with negotiations, but move the formal process forward so that it would be completed by roughly the date scheduled for franchise expiration if negotiations were not successful. One schedule assumed that the expiration date stayed as is, and effectively required the parties to reach negotiated deal points by January. In the other, the parties would extend the franchise to give themselves more time to engage in negotiations. Both were presented to Comcast in the fall.

Recommendation to Approve Extension

The Cable Commission submitted proposed deal points for negotiation to Comcast in October, 2017, and Comcast was to respond in December. It has not yet responded, and the Commission and Comcast agreed that extending the franchise would allow Comcast to respond and negotiations to proceed informally.

The Cable Commission therefore is recommending that the Township approve the extension per the attached Extension Agreement. The Cable Commission believes this simple extension of the current franchise expiration will allow both parties to continue informal negotiations for the next couple of months without being put at a disadvantage. The extension preserves your right to use the I-NET, and preserves existing support and channels (including high definition channels) for local cable programming. It does not harm the communities in any way.

Please feel free to contact me after you have had a chance to review this if you wish to discuss it or have any questions. Thank you!

EXTENSION AGREEMENT BETWEEN AND AMONG THE MEMBERS OF THE RAMSEY WASHINGTON SUBURBAN CABLE COMMISSION AND COMCAST OF MINNESOTA

WHEREAS, Comcast of Minnesota, Inc., (“Franchisee”) operates a cable television system (the “System”) in communities which are members of the Ramsey/Washington Suburban Cable Commission (RWSCC) pursuant to a franchise scheduled to expire on July 1, 2018, to which the City of Birchwood Village, the City of Dellwood, the City of Grant, the City of Lake Elmo, the City of Mahtomedi, the City of North St. Paul, the City of Oakdale, the City of Vadnais Heights, the City of White Bear Lake, White Bear Township and the City of Willernie, Minnesota, are parties (each community is a “Franchisor”); a March 9, 1995 Memorandum of Understanding; and the April 10, 2014 Settlement Agreement, as amended by Section 2 of that certain 2015 Transfer Agreement Between and Among The Members of the Ramsey Washington Suburban Cable Commission, Comcast of Minnesota, Inc. and Midwest Cable, Inc. (collectively, the Franchise and these documents are the “Franchise Documents”); and

WHEREAS, the parties wish to extend certain time period provided under the Franchise Documents to provide time for the parties to work together to attempt to resolve renewal issues

NOW, THEREFORE, THE PARTIES AGREE AS FOLLOWS:

Section 1. The Franchise is extended through and including November 1, 2018.

Section 2. Paragraph 10 of the “Settlement Agreement Regarding PEG Capacity” is amended so that the reference to July 1, 2018 is changed to November 1, 2018.

Section 3. Otherwise, the Franchise Documents shall remain in full force and effect in accordance with their terms.

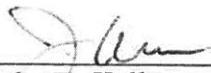
Section 4. This Agreement may be executed in counterparts, each of which shall be deemed to be an original, but all of which, taken together, shall constitute one and the same agreement

IN WITNESS WHEREOF, the Parties have caused this Extension Agreement to be executed by duly authorized representatives of each Party on the dates written below.

COMCAST OF MINNESOTA, INC.

CITY OF MAHTOMEDI

By:



John D. Keller

By: _____

Title: Regional Vice President

Title:

Date:

11/10/18

Date:

CITY OF BIRCHWOOD VILLAGE

By: _____

Title:

Date:
CITY OF DELLWOOD

By: _____

Title:

Date:
CITY OF GRANT

By: _____

Title:

Date:
CITY OF LAKE ELMO

By: _____

Title:

Date:
WHITE BEAR TOWNSHIP

By: _____

Title:

Date:

CITY OF NORTH ST. PAUL

By: _____

Title:

Date:
CITY OF OAKDALE

By: _____

Title:

Date:
CITY OF VADNAIS HEIGHTS

By: _____

Title:

Date:
CITY OF WHITE BEAR LAKE

By: _____

Title:

Date:
CITY OF WILLERNIE

By: _____

Title:

Date:

Patti Walstad

From: Bill Short
Sent: Friday, January 19, 2018 5:00 PM
To: Patti Walstad
Subject: FW: Recommendation for Board approval of Extension Agreement
Attachments: MEMO WBT extension.pdf; RamWash extension Jan 20_001.pdf

Patti,
Please add as supplement to Exec. Meeting.
Thanks

From: Tim Finnerty [mailto:timfinnerty@scctv.org]
Sent: Friday, January 19, 2018 4:02 PM
To: Bill Short <Bill.Short@whitebeartownship.org>
Cc: ron.solegiaelghunds@gmail.com; Michaud, Luke <LukeMichaud@edinarealty.com>
Subject: Recommendation for Board approval of Extension Agreement

Hi Bill:

Please find attached a memo recommending to the Town Board the extension of the franchise along with a related proposed extension agreement. It would be ideal if this could be considered as soon as reasonably possible.

If you have any questions or wish to discuss, please let me know.

Thanks!

- Tim